

## MEMORANDUM

**TO:** William T. Lichter, Village Manager

**FROM:** David A. Hulseberg, AICP, Assistant Village Manager

**DATE:** July 26, 2007

**SUBJECT:** **Intergovernmental Agreement between the Village of Lombard and all Taxing Districts affected by the Lombard Downtown Tax Increment Financing District**

Attached please find an Intergovernmental Agreement (IGA) between the Village of Lombard and all Taxing Districts Affected by the Lombard Downtown Tax Increment Financing District.

### **Background**

The Village Board of Trustees approved the initial Downtown TIF District on February 2, 1989. This ordinance was then amended to extend the life of the TIF for an additional seven years (for the State authorized period of 23 years) by Ordinance No. 5145 adopted June 6, 2002.

Pursuant to Public Act 94-0783, effective May 19, 2006, the Tax Increment Allocation Redevelopment Act, was amended to allow the Village to extend the life of the Downtown TIF District to thirty-five years (35) with 2023 being the last year of real estate taxes subject to the TIF. As the redevelopment of the DuPage Theater parcel was a key component in achieving the full redevelopment value of the TIF, the Village Board approved Ordinance No. 5981 on January 18, 2007 extending the life of the Downtown TIF another 12 years (for the State authorized period of 35 years) through 2023.

The attached IGA reflects the extended life of the TIF District beyond its original termination date and all the governmental units that are a party to this Tax Increment Financing are entitled to any surplus benefits associated with the agreement.

### **Recommendation:**

That the Village Board of Trustees authorize the Village President and Village Clerk to sign the Intergovernmental Agreement between the Village of Lombard and all the Taxing Districts Affected by the Lombard Downtown Tax Increment Financing District.