Resolution of the County Board
of
Kankakee County, Illinois

RE: AUTHORIZING THE COUNTY BOARD CHAIRMAN AND THE COUNTY CLERK TO SIGN AN AGREEMENT WITH CHASE BANK FOR A COMBINED 4 MILLION CORPORATE PURPOSE TAX ANTICIPATION WARRANTS

WHEREAS, Kankakee County Government strives to keep a balanced budget and there are many variables that can adversely affect the budget for the County; and,

WHEREAS, a request for proposal for the issuance of four million dollars ($4 million) in tax anticipation warrants was reviewed and the County received one proposal, wherein Chase Bank offered a low percentage rate of .93% for taxable Corporate purpose and taxable pension warrants with an approximate cost to the County of approximately twenty eight thousand three hundred dollars ($28,300); and,

WHEREAS, at the December 20, 2012 Finance Committee Meeting, it was discussed and recommended, to borrow three million ($3,000,000) dollars in 2013 taxable Corporate Purpose Tax Anticipation Warrants and also another one million dollars ($1,000,000) in 2013 for Taxable Pension Purpose Tax Anticipation Warrants to be issued in anticipation of the collection of taxes levied for the year 2012 by Kankakee County for corporate purposes and payment will become due on September 30th, 2013; and,

WHEREAS, after discussion and review the Finance Committee at its December 20, 2012 meeting recommends awarding the bid to Chase Bank as the lone bidder for the Tax Anticipation Warrants for tax exempt and bank qualified 2013 taxable Corporate Purpose bonds in the amount of Three Million ($3,000,000) dollars and the taxable 2013 Pension purpose bonds in the amount of $1,000,000; and,

WHEREAS, the “Warrants” shall be dated the date of their delivery and shall bear the date of authentication and be in fully registered form and shall be of the denomination of $5,000 each or authorized integral multiples and shall bear interest at the rate not to exceed 5% per annum; and,

WHEREAS, the County of Kankakee is subject to the provisions of the Property Tax Extension Limitation Law of the State of Illinois, 35 ILCS 200/18-185 et. seq. and the assessment information as computed for the year 2013 is within the statutory limitation; and,

WHEREAS, all meetings concerning the issuance of the $3,000,000 - 2013 Corporate Purpose Tax Anticipation Warrants and the $1,000,000 2013 Taxable Pension Purpose Tax Anticipation Warrants held by the administrative and advisory bodies of the County,
including committees and subcommittees in whole or in part which expend tax revenues, were open to the public by placing the notice in the local community newspaper of general circulation in Kankakee County and the County of Kankakee is in compliance with the Property Tax Extension Limitation Law.

NOW, THEREFORE, BE IT RESOLVED by the Kankakee County Board that Chase Bank, being the lone bidder is awarded the contract for issuance of taxable Corporate Purpose and Pension Purpose 2013 Tax Anticipation Warrants and the County Board Chairman and the County Clerk of Kankakee County, IL are hereby authorized to sign an agreement for a combined $4.0 million dollar tax anticipation warrant(s) and said agreement shall be in full force and effect immediately upon its passage and shall terminate September 30, 2013.

PASSED and adopted this 8th day of January, 2013.

Michael Bossert, County Board Chairman

ATTEST:

Bruce Clark, County Clerk
MINUTES of a regular public meeting of the County Board of Kankakee County, Illinois, held at the County Board Room, 189 East Court Street, Kankakee, Illinois in said County at 9:00 o'clock A.M., on the 8th day of January, 2013.

* * *

The meeting was called to order by the Chairman, and upon the roll being called, Michael G. Bossert, the Chairman, and the following members at said location answered present:

The following members were absent:

The Chairman announced that in view of the financial condition of the County, the County would need to sell tax anticipation warrants and the County Board would consider the adoption of an ordinance authorizing the issuance and the sale of said warrants.

Whereupon Member presented and the County Clerk read in full an ordinance as follows:
ORDINANCE authorizing the issuance of the not to exceed $4,000,000 2013 Taxable Corporate Purpose and Pension Purpose Tax Anticipation Warrants in anticipation of the collection of taxes levied for the year 2012 and payable in the year 2013, by the County Board of Kankakee County, Illinois, for corporate and pension purposes.

* * *

WHEREAS, there is no money in the treasury of Kankakee County, Illinois (the "County"), to defray the necessary expenses of the County; and

WHEREAS, the County Board (the "Board") of the County deems it advisable, necessary and for the best interests of the County that funds be provided to meet the necessary expenses of the County and for that purpose, warrants be issued and drawn against and in anticipation of the collection of the taxes heretofore levied for corporate purposes by the County for the year 2012; and

WHEREAS, the Counties Code and the Local Government Debt Reform Act of Illinois, as amended, authorizes the Board to issue such warrants up to the extent of 85% of the total amount of the taxes so levied, less actual collections thereof:

NOW, THEREFORE, Be It and It Is Hereby Resolved by the County Board of Kankakee County, Illinois, as follows:

Definitions. For all purposes of this Ordinance, except as otherwise expressly provided or unless the context otherwise requires, the terms defined in this Section shall have the meanings set forth below, and shall include the plural as well as the singular.


"Board" shall mean the County Board of the County.

"County" shall mean Kankakee County, Illinois.

"Ordinance" shall mean this Ordinance as adopted by the Board.

"Treasurer" shall mean the Treasurer who receives the taxes of the County.

"Warrant Register" shall mean the books of the County kept by the Warrant Registrar to evidence the registration and transfer of the Warrants.

"Warrant Registrar" shall mean the Treasurer, or a duly designated successor thereto.
"Warrants" shall mean the tax anticipation warrants of the County authorized to be issued under this Ordinance.

Authorization. Tax anticipation warrants of the County are hereby authorized to be issued, sold and delivered, pursuant to the provisions of the Act, to defray the necessary expenses of the County incurred for corporate purposes and pension purposes and drawn against and in anticipation of the collection of the taxes levied for the year 2012 and payable in the year 2013 for such purposes. The Warrants shall each be designated "2013 Taxable Corporate Purpose and Pension Purpose Tax Anticipation Warrant"; shall be dated the date of their delivery and shall also bear the date of authentication. The Warrants shall be in fully registered form and shall be of the denomination of $5,000 each or authorized integral multiples thereof and shall be issued in a maximum aggregate amount of $4,000,000. The Warrants shall bear interest at the rate not to exceed 5% per annum.

The Warrants shall be in substantially the forms presented to the Board and available at this meeting.

Interest; Payment Provisions. Each Warrant shall bear interest, payable only out of the taxes against which such Warrant is drawn, at the rate aforesaid (computed upon the basis of a 360-day year of twelve 30-day months) from the date thereof until paid. The principal of and interest on the Warrants shall be payable upon presentation in lawful money of the United States of America at the principal corporate trust office of the Warrant Registrar in Kankakee, Illinois. The Warrants issued for each of the purposes set forth above are payable in the numerical order of their issuance solely from the tax against which they are issued and shall be received by any collector of taxes in payment of the tax against which they are issued.

Security. The principal and interest on the Warrants shall be payable from the collection of the taxes levied for the year 2012 and payable in the year 2013. Such taxes so levied are hereby assigned and pledged to the payment of the Warrants so issued in anticipation of such taxes; and such taxes, when collected, shall be set apart and held for the payment of the corresponding Warrants.

Execution. The Warrants shall be executed on behalf of the County by the Chairman and County Clerk of the Board and shall be registered, numbered, and countersigned by the Treasurer. In case any officer whose signature shall appear on any Warrant shall cease to be such officer before the delivery of such Warrant, such signature shall nevertheless be valid and sufficient for all purposes, the same as if such officer had remained in office until delivery.

All Warrants shall have thereon a certificate of authentication duly executed by the Warrant Registrar as authenticating agent of the County and showing the date of authentication. No Warrant shall be valid or obligatory for any purpose or be entitled to any security or benefit under this Ordinance unless and until such certificate of authentication shall have been duly executed by the Warrant Registrar by manual signature, and such certificate of authentication upon any such Warrant shall be conclusive evidence that such Warrant has been authenticated and delivered under this Ordinance. The certificate of authentication on any Warrant shall be deemed to have been executed by the Warrant Registrar if signed by an authorized officer of the
Warrant Registrar, but it shall not be necessary that the same officer sign the certificate of authentication on all of the Warrants issued hereunder.

Registration of Warrants; Persons Treated as Owners. The County shall cause the Warrant Register to be kept at the principal office of the Warrant Registrar. The County is authorized to prepare, and the County or the Warrant Registrar shall keep custody of, multiple Warrant blanks for use in the transfer and exchange of Warrants.

Upon surrender for transfer or exchange of any Warrant at the principal office of the Warrant Registrar duly endorsed by, or accompanied by a written instrument or instruments of transfer or exchange in form satisfactory to the Warrant Registrar and duly executed by, the registered owner or an attorney for such owner duly authorized in writing, the County shall execute, date and deliver in the name of the transferee or transferees or, in the case of an exchange, the named registered owner, a new fully registered Warrant or Warrants of the same tenor, bearing the same rate of interest, of authorized denominations, in the same aggregate principal amount, and having assigned to such warrant or warrants the same order of issuance numbers (the “R-1,” and so on, numbers), one for each $5,000 portion, assigned as requested by the registered owner or, if no request is made, by the Warrant Registrar, and subject only that Warrants of the denomination greater than $5,000 must bear consecutive order of issuance numbers. A new registration number shall be assigned to each such Warrant.

The execution by the County of any fully registered Warrant shall constitute full and due authorization of such Warrant; and the Warrant Registrar shall thereby be authorized to date and deliver such Warrant; provided, however, the principal amount of outstanding Warrants delivered by the Warrant Registrar shall not exceed the then authorized and sold principal amount of Warrants less Warrants previously paid.

The person in whose name any Warrant shall be registered shall be deemed and regarded as the absolute owner thereof for all purposes, and payment of the principal of or interest on any Warrant shall be made only to or upon the order of the registered owner thereof or a legal representative of such owner. All such payments shall be valid and effectual to satisfy and discharge the liability upon such Warrant to the extent of the sum or sums so paid.

No service charge shall be made for any transfer or exchange of Warrants, but the County or the Warrant Registrar may require payment of a sum sufficient to cover any tax or other governmental charge that may be imposed in connection with any transfer or exchange of Warrants except in the case of the issuance of a Warrant or Warrants for the unredeemed portion of a Warrant surrendered for redemption.

The Warrant Registrar shall not be required to transfer or exchange any Warrant during the period beginning at the close of business at least 15 days prior to maturity and ending on the maturity date of the Warrant.

Sale of Warrants. The Warrants shall be executed by the officials of the County, as hereinabove provided, as soon as may be after this Ordinance becomes effective, and shall be deposited with the Treasurer and, after due authentication by the Warrant Registrar, shall be delivered by said Treasurer to the purchaser thereof, namely, JPMorgan Chase Bank, N.A., upon
receipt of the purchase price for the Warrants, being the par value thereof. The contract for the sale of the Warrants (the "Purchase Contract") is hereby determined to be in the best interests of the County and no person holding any office of the County, either by election or appointment, is in any manner financially interested directly in his own name or indirectly in the name of any other person, association, trust, or corporation, in the Purchase Contract.

Use of Proceeds; Property Tax Extension Limitation Law. The proceeds of the Warrants shall be used to provide funds for the payment of necessary expenses incurred for corporate purposes and pension purposes, and it is hereby certified that the Warrants constitute the only series of warrants or notes issued to provide funds for the payment of necessary expenses for such purposes for the year 2012 by the County pursuant to the provisions of the Act.

The County acknowledges that it is subject to the requirements of the Property Tax Extension Limitation Law of the State of Illinois, as amended (the "Tax Limitation Law"). If the County Clerk of the County of Kankakee, Illinois, is required to reduce the County's aggregate extension (as defined in the Tax Limitation Law) for the year 2012 in accordance with the Tax Limitation Law, the County agrees that, in accordance with the Tax Limitation Law, it will direct said County Clerk to not reduce the 2012 extension for the Corporate funds below the amount necessary to pay the principal of and interest on the Warrants.

Covenant. The County covenants that the amount of the Warrants plus available amounts in the County's working cash fund will not exceed the maximum cumulative cash flow deficit in the corporate funds for the term during which the Warrants will be outstanding plus an average maintained reserve.

Further Acts. All acts and doings of the officials of the County which are in conformity with the purposes and intent of this Ordinance are hereby in all respects ratified, approved, and confirmed.

Severability. The provisions of this Ordinance are hereby declared to be severable; and if any section, phrase, or provision shall for any reason be declared to be invalid, such declaration shall not affect the validity of the remainder of the sections, phrases, or provisions.

Repealer. All ordinances, orders, or parts thereof in conflict with the provisions of this Ordinance are, to the extent of such conflict, hereby repealed.

Effective Date. This Ordinance shall be in full force and effect immediately upon its passage.
Adopted January 8, 2013.

County Board Chairman

County Clerk
Member ________________ moved the adoption of the Ordinance as read, and Member ________________ seconded the motion. After a full and complete discussion thereof, the Chairman directed the County Clerk to call the roll for a vote upon the motion to adopt the Ordinance as read.

Upon the roll being called the following members voted AYE: ______________________________________

________________________________________________________________________________________

The following members voted NAY: ________________________________________________________

________________________________________________________________________________________

The following members were absent:

________________________________________________________________________________________

The Chairman declared the motion carried and the Ordinance as hereinbefore set out adopted, approved the same in open meeting, and directed the County Clerk to record the same in full in the records of the County Board of Kankakee County, Illinois, which was done.

Other business not pertinent to said Ordinance was transacted at the meeting.

Upon motion duly made, seconded and carried, the meeting was adjourned.

__________________________________________
County Clerk