

Ordinance No. 99-16

**AN ORDINANCE AUTHORIZING TAX ANTICIPATION
INTERFUND BORROWING BY THE TAX INCREMENT
ALLOCATION FUND FROM THE ELECTRIC FUND**

WHEREAS, the corporate authorities of the Village of Chatham approved several contracts for public works improvements within the Downtown Tax Increment Finance District; and

WHEREAS, the corporate authorities of the Village of Chatham approved the issuance of tax increment financing alternative revenue bonds to finance said improvements; and

WHEREAS, the cost of said improvements exceeded the money from said bonds; and

WHEREAS, as of April 30, 1999, there will not be sufficient money in the Village's Tax Increment Allocation Fund to meet all necessary expenses and liabilities of that fund; and

WHEREAS, there is sufficient money available in the Village's Electric Fund, which is not immediately necessary for the purposes of that fund, to loan to the Tax Increment Allocation Fund.

NOW, THEREFORE, BE IT ORDAINED BY THE PRESIDENT AND BOARD OF TRUSTEES OF THE VILLAGE OF CHATHAM, SANGAMON COUNTY, ILLINOIS, AS FOLLOWS:

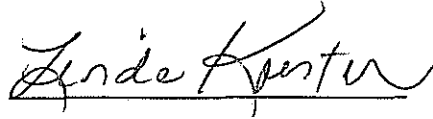
SECTION 1: The Village Treasurer is hereby authorized to transfer up to \$250,000, or so much as may be necessary to pay expenses and outstanding liabilities, from the Electric Fund to the Tax Increment Allocation Fund. This transfer shall be a loan from the Electric Fund to the Tax Increment Allocation Fund and shall be recorded as such in the appropriate Village accounts. This loan shall be subject to repayment with interest from tax revenues anticipated to be paid into the Tax Increment Allocation Fund.

SECTION 2: The Village Treasurer shall calculate the amount of interest payable from the Tax Increment Allocation Fund to Electric Fund based on the average rate of interest paid by each month on money invested in the Illinois Public Treasurers' Investment Pool. The Village Treasurer shall record the amount of interest payable from the Tax Increment Allocation Fund and accrued to the Electric Fund in the appropriate Village accounts.

SECTION 3: Whenever sufficient tax revenues have been paid into the Tax Increment Allocation Fund to meet the principal and interest payment requirements of the bonds and any other immediate obligations of the fund, the Village Treasurer shall pay the remaining balance to the Electric Fund. Such payments shall be made annually until all principal and interest payable to the Electric Fund is paid in full.

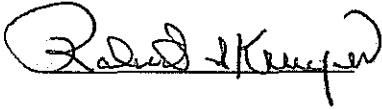
SECTION 4: This Ordinance is effective immediately.

PASSED this 27th day of APRIL, 1999.



VILLAGE PRESIDENT

ATTEST:



Village Clerk

AYES: 6

NAYES: 0

PASSED: 4/27/99

APPROVED: 4/27/99

ABSENT: 0

ORDINANCE CERTIFICATE

STATE OF ILLINOIS)
) SS.
COUNTY OF SANGAMON)

I, the undersigned, do hereby certify that I am the duly qualified and acting Village Clerk of the Village of Chatham, Sangamon County, Illinois.

I do further certify that the ordinance attached hereto is a full, true, and exact copy of Ordinance No. 99-____, adopted by the President and Board of Trustees of said Village on the ____ day of _____, 1999, said Ordinance being entitled:

**AN ORDINANCE AUTHORIZING TAX ANTICIPATION
INTERFUND BORROWING BY THE TAX INCREMENT
ALLOCATION FUND FROM THE ELECTRIC FUND**

I do further certify that prior to the making of this certificate, the said Ordinance was spread at length upon the permanent records of said Village, where it now appears and remains.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed the official seal of said Village this ____ day of _____, 1999.

Village Clerk