


Close

# Village of Gilberts

Village Hall  
87 Galligan Road, Gilberts, IL 60136  
Ph. 847-428-2861 Fax: 847-428-2955  
www.villageofgilberts.com

## Village Administrator Memorandum 31-11

**TO:** President Rick Zirk  
Board of Trustees

**FROM:** Ray Keller, Village Administrator 

**DATE:** April 29, 2011

**RE:** Village Board Meeting – May 3, 2011

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The following summary discusses the agenda items for the Village Board meeting scheduled for May 3, 2011:

**1. CALL TO ORDER**

**2. ROLL CALL / ESTABLISH QUORUM**

**3. RECOGNITION**

- A. Recognition of Bruce Erbeck's public service as a Village Trustee**
  - B. Recognition of Pete Cullotta's public service as a Village Trustee and Plan Commission Chairman and Plan Commission Member**
- Trustees Erbeck and Cullotta will be recognized for their service to the Village.

**4. PUBLIC COMMENT AND DISCUSSION**

**5. CONSENT AGENDA**

*Any item may be removed from the consent agenda by request.*

- A. Motion to approve Minutes for the April 19, 2011 Village Board meeting**  
Please review the enclosed minutes from the April 12 meeting. Please contact Staff prior to the meeting with any corrections or questions. Staff recommend approval.
- B. Motion to approve the Bills and Salaries dated May 3, 2011**  
Please refer to the enclosed spreadsheet, which lists the bills to be approved. If you need additional information about any of these bills, please contact me or Finance Director Marlene Blocker prior to the meeting. Staff recommend approval.

Public Works Facility  
Finance & Building Departments  
73 Industrial Drive, Gilberts, IL 60136  
Ph. 847-428-4167 Fax: 847-551-3382

Police Department  
86 Railroad St., Gilberts, IL 60136  
847-428-2954 Fax 847-428-4232

**C. Motion to approve Resolution 24-2011, a Resolution authorizing an agreement to participate in the Union National Bank Credit Card Program**

Approval of this housekeeping item would authorize the Village's continuing use of Union National Bank credit cards, which the Village has carried since 2004. There are no changes to the credit limits of \$10,000 for the Village President and Village Administrator and \$1,000 for Department Heads. Staff recommend approval.

**5. ITEMS FOR APPROVAL**

There are no new items submitted for Board approval, except any items that may be removed from the Consent Agenda.

**6. STAFF REPORTS**

Staff will provide updates after the new Trustees are seated, unless requested otherwise.

**7. BOARD OF TRUSTEES REPORTS**

**8. PRESIDENT'S REPORT**

**9. EXECUTIVE SESSION**

Please contact me with any questions about current closed session topics.

**10. ADJOURNMENT SINE DIE**

This adjournment closes the meeting without specifying any further meetings of the Board as it is presently constituted. After a brief recess, the newly elected Trustees will take their seats on the Board and will begin their meeting.

**NEW BOARD**

**1. SWEARING IN OF THE NEWLY ELECTED TRUSTEES**

**2. CALL TO ORDER**

**3. ROLL CALL / ESTABLISH QUORUM**

**4. APPOINTMENTS/REAPPOINTMENTS**

**A. Appointment of Randy Mills to the Plan Commission**

**B. Reappointment of Matt Sullivan to the Plan Commission**

**C. Reappointment of John Biver to the Plan Commission as an ex-officio member**

**D. Reappointment of Doug Hagen to the Plan Commission**

**E. Reappointment of Doug Hagen as Chairman to the Plan Commission**

**F. Reappointment of Susan Davidowski as Vice-Chairperson to the Plan Commission**

Village President Zirk requests the Board's approval of his appointments and reappointments of members, Chair and Vice Chair to the Village's Plan Commission. Their terms would end on May 31, 2014.

## 5. PUBLIC COMMENT AND DISCUSSION

## 6. CONSENT AGENDA

There are no Consent Agenda items submitted for approval.

## 7. ITEMS FOR APPROVAL

### A. A motion to approve Resolution 25-2011, a Resolution opposing any reduction of the Local Government Distributive Fund

Staff recommend approval of the resolution, which expresses the Village's opposition to any reductions to or elimination of the local share of the state income taxes, known as the Local Government Distributive Fund (LGDF). The resolution also documents the potential impacts to the Village should the LGDF be reduced or eliminated and discourages the State from raiding these local funds to solve its own budget problems. The resolution directs staff to convey this position to the Governor and the General Assembly.

When the state income tax was instituted in 1969, local governments were prohibited from raising local income taxes in exchange for a 10% share of the income taxes collected by the state. Last fall, this share was reduced to 7% so that local governments would not receive any additional funds from the State's income tax increase. The allocation to individual municipalities and counties is based on a per-capita share of the income taxes collected. In FY 2012, the Village conservatively budgeted for approximately \$464,572 in income taxes, which is approximately 19% of the Village's General Fund revenue.

As the State struggles to fix its financial situation, proposals to either reduce or eliminate the LGDF have been floated by the Legislature and the Governor. One proposal would reduce the LGDF by 30%, resulting in an annual reduction of \$160,945 to the Village's General Fund revenue. Governor Quinn has also threatened to withhold or eliminate LGDF to blackmail the Legislature into accepting his debt restructuring plan. Neither the Governor nor the General Assembly acknowledge that a reduction to or elimination of LGDF would punish the same local governments that have responsibly adjusted their budgets in response to declining revenues.

While the outright elimination of the LGDF appears to be unlikely, representatives from Metro West Council of Governments and the Illinois Municipal League have advised that "all options are on the table." At present, there are no commitments from the chamber leaders to not cut or eliminate LGDF, while the Governor is actively using LGDF to coerce acceptance of his borrowing plan. Until the Legislature adjourns their session, LGDF and other municipal revenues collected by the state (e.g. motor fuel taxes) remain vulnerable as the State struggles to resolve its own budget issues. Staff do not recommend making any changes to the budget until the final outcome is known.

Please let me know if you would like additional information on this topic.

**8. ITEMS FOR DISCUSSION**

Please contact me or President Zirk if there are any topics to be added for discussion at this meeting.

**9. STAFF REPORTS**

Staff will provide new updates at the meeting. Please contact me if there is a topic or question that can be addressed prior to the meeting.

**10. BOARD OF TRUSTEE REPORTS**

**11. PRESIDENT'S REPORT**

**12. EXECUTIVE SESSION**

Please contact me with any questions about current closed session topics.

**13. ADJOURNMENT**

**Village Board of Trustees  
Meeting Agenda  
Village of Gilberts  
87 Galligan Road  
Gilberts, Illinois 60136**

**May 3, 2011**

**7:00 p.m.**

**AGENDA**

**ORDER OF BUSINESS**

- 1. CALL TO ORDER/PLEDGE OF ALLEGIANCE**
- 2. ROLL CALL/ESTABLISH QUORUM**
- 3. RECOGNITION**
  - A. Recognition of Bruce Erbeck's public service as a Village Trustee
  - B. Recognition of Pete Cullotta's public service as a Village Trustee and Plan Commission Chairman and Plan Commission Member
- 4. PUBLIC COMMENT AND DISCUSSION**
- 5. CONSENT AGENDA**
  - A. A motion to approve Minutes from the April 19, 2011 Village Board Meeting
  - B. A motion to approve Bills and Salaries Dated May 3, 2011
  - C. A motion to approve Resolution 24-2011, a Resolution authorizing an agreement to participate in the Union National Bank Credit Card Program
- 6. ITEMS FOR APPROVAL**
- 7. STAFF REPORTS**
- 8. BOARD OF TRUSTEES REPORTS**
- 9. PRESIDENT'S REPORTS**
- 10. ADJOURNMENT SINE DIE**

There will be a recess of approximately 5 minutes. At this point during which the new Board Members shall take their seats.

## **ORDER OF BUSINESS (NEW BOARD)**

### **1. SWEARING IN OF THE NEWLY ELECTED TRUSTEES**

### **2. CALL TO ORDER**

### **3. ROLL CALL / ESTABLISH QUORUM**

### **4. APPOINTMENTS/REAPPOINTMENTS**

- A. Appointment of Randy Mills to the Plan Commission
- B. Reappointment of Matt Sullivan to the Plan Commission
- C. Reappointment of John Biver to the Plan Commission as an ex-officio member
- D. Reappointment of Doug Hagen to the Plan Commission
- E. Reappointment of Doug Hagen as Chairman to the Plan Commission
- F. Reappointment of Susan Davidowski as Vice-Chairperson to the Plan Commission

### **5. PUBLIC COMMENT AND DISCUSSION**

### **6. CONSENT AGENDA**

### **7. ITEMS FOR APPROVAL**

- A. A motion to approve Resolution 25-2011, a Resolution Opposing the Loss of Local Government Income Tax Distributive Funds

### **8. ITEMS FOR DISCUSSION**

### **9. STAFF REPORTS**

### **10. BOARD OF TRUSTEE REPORTS**

### **11. PRESIDENT'S REPORT**

### **12. EXECUTIVE SESSION**

A portion of the meeting will be closed to the Public, effective immediately as Permitted by 5 ILCS 120/2 (c) (1) to discuss the appointment, employment, compensation, discipline, performance, or dismissal of specific employees of the Village, and as permitted by 5 ILCS 102/2 ( c ) (11) to discuss litigation against, affecting, or on behalf of the Village which has been filed and is pending in a court or administrative tribunal of which is imminent and as permitted by 5 ILCS 120/2 ( c ) (21) to review and approve closed session minutes and as permitted by 5 ILCS 120/2 ( c ) 2 Collective negotiating matters.

### **13. ADJOURNMENT**

**5A**

Village of Gilberts  
87 Galligan Road  
Gilberts Illinois 60136  
Village Board of Trustee  
Meeting Minutes  
April 19, 2011

**Call to Order/Pledge of Allegiance**

President Zirk called the meeting to order at 7:00 p.m. He proceeded to lead those present in the Pledge of Allegiance.

**Roll call/Establish Quorum**

President Zirk asked Clerk Meadows to call the roll. Roll call: Members present: Trustees Clark, Mierisch, Zambetti, Farrell, Cullotta and President Zirk. Others present: Administrator Keller, Finance Director Blocker, Assistant to the Village Administrator Beith and Village Clerk Meadows. For members of the audience please see the attached list.

**Public Comment and Discussion**

President Zirk acknowledged Mr. Bob Oury. He asked prior to Mr. Oury addressing the Board if anyone else in attendance wished to address the Board. There was no comment from the audience.

Mr. Bob Oury discussed his business Rotec Industries, Inc. He commented on his desire to build his company's headquarters in Gilberts on his 80 acre horse farm. He went on to report on his company's success in designing a tower belt system which is being used in the expansion of the Panama Canal.

Mr. Oury reported that his company is the second largest company in American being surpassed by Caterpillar.

Mr. Oury reported that he had recently read a book on the History of the Village of Huntley. He has since contacted the author and commissioned her to compose a book on the History of the Village of Gilberts. The Board Members thanked Mr. Oury.

**Consent Agenda**

- A. A motion to approve Minutes from the April 12, 2011 Village Board Meeting
- B. A motion to approve the Bills and Salaries Dated April 19, 2001 as follows: General fund \$5,497.07, Performance Bonds and Escrows \$579.00 and Water Fund \$3,865.39.

**A motion was made by Trustee Clark and seconded by Trustee Farrell to approve the consent agenda as presented.** Roll call: Vote: 5-ayes: Members present: Trustees Clark, Mierisch, Zambetti, Farrell and Cullotta. 0-nays, 0-abstained. Motion carried.



#### **Items for Approval**

- A. A motion to approve Ordinance 02-2011, an Ordinance Amending the FY-2011 Budget for the Fiscal Year Ending April 30, 2011**
- B. A motion to approve Ordinance 07-2011, an Ordinance Approving the FY-2012 Budget for the Fiscal Year Ending April 30, 2012**

President Zirk suggested deferring items 5A and 5B until the Board Members had an opportunity to discuss some outstanding questions in closed session. **A motion was made by Trustee Cullotta and seconded by Trustee Zambetti to defer items 5A and 5B until after the closed session.** Roll call; Vote: 5-ayes: Trustees Mierisch, Zambetti, Farrell, Cullotta and Clark. 0-nays, 0-abstained. Motion carried.

#### **Staff Reports**

Administrator Keller commented on the upcoming agendas. He noted that the May 3<sup>rd</sup> agenda will have the swearing in of the newly elected officials and the appointments of the commissioners. The May 17<sup>th</sup> Committee of the Whole Agenda will contain resolutions dealing with FY-2012 budget items.

Administrator Keller reported on a recent meeting with Baxter Woodman Engineers discussing the Road Program's critical path construction schedule.

Administrator Keller commented on his recent participation in the Metro West drive down to Springfield. He reported the legislators would not commit either way on any of the proposed funding cuts.

#### **Board of Trustees Reports**

Trustee Farrell reported the Village Wide Clean-up had been canceled. The event has been rescheduled for Saturday, April 30<sup>th</sup>.

#### **Executive Session**

**A motion was made by Trustee Cullotta and seconded by Trustee Zambetti to close a portion of the meeting to discussion personnel issues with business to follow.** Roll call: Vote: 5-ayes: Trustees Zambetti, Farrell, Cullotta, Clark, and Mierisch. 0-nays, 0-abstained. Motion carried.

The Board Members along with Administrator Keller and Village Clerk Meadows went into Executive Session at 7:15 p.m. and returned to the public meeting at 7:35 p.m.

Village Board  
Meeting Minutes  
April 19, 2011  
Page 3

#### **Items for Approval**

- A. A motion to approve Ordinance 02-2011, an Ordinance Amending the FY-2011 Budget for the Fiscal Year Ending April 30, 2011
- B. A motion to approve Ordinance 07-2011, an Ordinance Approving the FY-2012 Budget for the Fiscal Year Ending April 30, 2012

A motion was made by Trustee Clark and seconded by Trustee Farrell to approve Ordinance 02-2011, an Ordinance Amending the FY-2011 Budget for the Fiscal Year Ending April 30, 2011. Roll call: Vote: 5-ayes: Trustees Cullotta, Clark, Mierisch, Zambetti and Farrell. 0-nays, 0-abstained. Motion carried.

A motion was made by Trustee Clark and seconded by Trustee Zambetti to approve Ordinance 07-2011, an Ordinance Approving the FY-2012 Budget for the Fiscal Year Ending April 30, 2012. Roll call: Vote: 5-ayes: Trustees Clark, Mierisch, Zambetti, Farrell, and Cullotta. 0-nays, 0-abstained. Motion carried.

#### **Adjournment**

There being no further business to discuss, a motion was made by Trustee Clark and seconded by Trustee Zambetti to adjourn from the public meeting at 7:42 p.m. Roll call: Vote: 5-ayes by unanimous voice vote.

Respectfully submitted,

Debra Meadows

1/Bm  
4/19/2011

224 629-1351

**5B**

## BILLS AND SALARIES

FINAL 04/28/11

4/28/2011 3:37 PM

VENDOR	TOTAL	GENERAL FUND	DEVELOPER DONATIONS	PERMIT PASS THRU	PERFORMANCE BONDS AND ESCROWS	WATER FUND	PAYROLL
GRAND TOTAL	144,430.81	23,448.48	-	-	1,802.00	22,192.04	91,238.31
BONUS PAYROLL	23,591.25						23,591.25
PAYROLL 04/10/11 - 04/23/11	67,647.05						67,647.05
ACE002 ACE COFFEE BAR	22.50	22.50					
AMLEG01 AMERICAN LEGION POST 57	33.00	33.00					
APIPLUMB API PLUMBING	3,345.00					3,345.00	
AT&TV01 AT&T U-VERSE	75.00	75.00					
B&W001 BAXTER & WOODMAN	1,834.10	9,535.60			1,033.00	191.10	
B&W002 B&W CONTROL SYSTEMS INTEGRATION	9,535.60	1,224.52				482.54	
BANKCARD UNION NATIONAL BANK	1,707.06	79.89					
BLOCKER MARLENE BLOCKER	75.89						
BLUE01 BLUE CROSS / BLUE SHIELD	1,508.57	65.00				1,508.57	
CASTLE01 SERVICE SANITATION	66.00	351.86					
CLGRAPH CL GRAPHICS	187.56	187.56					
COM003 COMMONWEALTH EDISON	32.14	32.14					
EMBCOF EMBASSY COFFEE	408.29	394.71				104.58	
EPC001 EXELON PAPER COMPANY	11,646.26	193.16				11,449.10	
EXELON EXELON ENERGY	5,321.70	5,109.86				212.02	
EXXON01 EXXONMOBILE FLEET	133.00				133.00		
GILBSAND HAMPSHIRE SANDWICH INC	475.00	720.03				22.00	
HARM001 HARMONY METAL FABRICATION	720.00	15.00					
ICMA002 ICMA MEMBERSHIP RENEWALS	300.00	1,820.00					
JUST001 JUST TIRES	158.33	158.33					
KAC00AN KANE COUNTY ANIMAL CONTROL	279.00					279.00	
KANETRAN KANE COUNTY DIV OF TRANSPORTATION	158.33						
MANALY01 MCHEERY ANALYTICAL WATER	25.90	47.44				25.90	
MEND02 MENARDS CARPENTERSVILLE	47.44	114.80					
MUND01 MUNICIPAL MARKING DIST	114.80	363.62				124.20	
NAPA01 DUNDEE NAPA AUTO PARTS	487.82	290.00				280.00	
NEX001 NEXUS OFFICE SYSTEMS	290.00	805.65					
NEXT01 NEXTEL COMMUNICATIONS	83.60	19.92					
PROAIR01 PRO AIR SERVICE	805.65	16.68					
SCHWAAB SCHWAAB, INC	19.92						
SCUF01 RICHARD SPINKER	16.68						
SOURCE01 SOURCE ONE OFFICE PRODUCTS	193.00	193.00					
SWEDBERG JOHN SWEDBERG	50.00	50.84					
T0000032 FRANCOISCO JOCO	50.84						
T0001205 NORTHERN ILL UNIVERSITY	193.00						
T0001403 CHUCK MASUR	214.25						
T0001404 RUTH HAAK							
TYL002 TYLER PRESS							



Village of Gilberts	
Check Warrant Report	
Payroll Checks From 04/10/11 - 04/23/11	
Employee Name:	Net Pay
Blocker, Marlene	1,537.13
Meadows, Debra	1,397.97
Sorenson, Shirley	1,107.23
Danca, Karen	386.00
Beith, William	550.37
Keller, Raymond B.	2,125.05
Joswick, Michael	1,932.78
Thomas, Randall	117.69
Joswick, Christopher	350.97
Dieringer, Tricia	1,236.25
Rood, Jackie E. Jr	2,109.54
Block, Todd J	1,919.73
Mueller, Steve G	259.48
Maculitis, Jerome	383.31
Pulgar, Hector L.	1,863.42
Oberth, Michael	1,803.57
Hill, Jeff R	1,312.18
Levand, James A	1,927.41
Williams, Steven	2,364.61
Meador, Eric E.	1,460.39
McNamara, Paul	295.38
Lorkowski, Michael	187.73
Schuring, Larry	545.28
Klaras, Jason	994.03
Sandman, Rick A	1,203.83
Foley, Aaron	1,085.23
Stokes, Janet	890.37
Swedberg, John L.	1,975.76
Castillo, John	1,672.52
Varas, Randy	1,465.45
Siegbahn, Lisa	578.42
Clark, Everett	113.22
Culotta, Peter	113.22
Zirk, Rick	214.44
Mierisch, Patricia	79.80
Zambetti, Guy	107.22
Farrell, Nancy	53.61
Payroll Liabilities:	
AFLAC	22.90
Federal Tax Deposits	12,515.53
Illinois Department of Revenue	2,446.51
State Disbursement Unit-Cook	186.57
KCC State Disbursement Unit	116.01
Gilberts Police Pension Fund	3,186.99
Gilberts Police Benevolent	80.00
ICMA-RC	323.69
IMRF	10,753.99
MAP	186.00
Central United Life Insurance	108.28
Total All Checks	67,547.06

Village of Gilberts	
Check Warrant Report	
Bonus Checks - 04/21/11	
Employee Name:	Net Pay
Blocker, Marlene	698.33
Meadows, Debra	785.63
Sorenson, Shirley	821.40
Danca, Karen	859.33
Beith, William	785.63
Keller, Raymond B.	803.52
Joswick, Michael	734.33
Thomas, Randall	380.08
Dieringer, Tricia	738.33
Mueller, Steve G	859.33
Maculitis, Jerome	446.75
Oberth, Michael	859.33
Williams, Steven	841.77
Joswick, Christopher	414.25
Hernandez, Jason A.	414.25
Steiner, George	446.75
McNamara, Paul	414.25
Lorkowski, Michael	446.75
Schuring, Larry	785.63
Klaras, Jason	735.96
Sandman, Rick A	817.56
Foley, Aaron	857.17
Stokes, Janet	715.96
Swedberg, John L.	788.17
Castillo, John	785.63
Siegbahn, Lisa	785.63
Payroll Liabilities:	
Federal Tax Deposits	4,493.98
Illinois Department of Revenue	1,075.55
Total All Checks	23,591.25



5C

Union National  
Bank

# VISA BUSINESS CREDIT CARD APPLICATION

Incomplete information may cause delays. Please complete in full.  
Fax to 816.843.2485 or email to [corebankcommercialcard@umb.com](mailto:corebankcommercialcard@umb.com)

Branch	Associate Name	ID No.
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It's easy to Apply.

NOTE: In accordance with the USA PATRIOT Act, we ask for certain information about you for the purpose of verifying your identity. Please ask a Bank representative for details.

This Business Credit Card Application is subject to your agreements and representations included on page 2 of this document. (SPA 5580/7000/0100)

BUSINESS INFORMATION	Legal Business Name <b>VILLAGE OF GILBERTS</b>		Company Name to Appear on Card <b>VILLAGE OF GILBERTS</b>		Federal Tax ID Number <b>36-3444049</b>	
	Physical Business Street Address (Include Number, Street, City, State and Zip Code. Do not use PO Box.) <b>87 GALLIGAN ROAD GILBERTS, IL 60136</b>					
	Mailing Address (if different from Physical Address, above)				Website Address (URL) <b>www.villageofgilberts.com</b>	
	Number of Employees	Number of Locations	State Where Organized <b>IL</b>	Business Phone Number <b>(547) 438-2861</b>	Date Business Established	State Established <b>IL</b>
BUSINESS FINANCIAL INFORMATION	Description of Business <b>MUNICIPALITY</b>					
	<input type="checkbox"/> Sole Proprietor <input type="checkbox"/> Corporation or Subchapter S Corp. <input type="checkbox"/> Limited Partnership <input type="checkbox"/> General Partnership <input type="checkbox"/> Limited Liability Company <input checked="" type="checkbox"/> Not-for-Profit/Govt.					
	Primary Bank <b>UNION NATIONAL BANK</b>		Average Checking Account Balance \$		Total Business Assets \$	
	Gross Annual Sales Revenue (Last Year) \$		Net Profit for Last Fiscal Year \$		Total Business Liabilities \$	
PERSONAL INFORMATION ON BUSINESS OWNERS (GUARANTORS)	Has business operated at a loss for any of the last three years? <input type="checkbox"/> Yes <input type="checkbox"/> No If Yes: \$ ; Year(s) ; Cumulative? <input type="checkbox"/> Yes <input type="checkbox"/> No Does the business or any owner owe any taxes from prior years? <input type="checkbox"/> Yes <input type="checkbox"/> No If Yes: \$ ; Year(s) ; Cumulative? <input type="checkbox"/> Yes <input type="checkbox"/> No Has the business or any of its owners declared bankruptcy? <input type="checkbox"/> Yes <input type="checkbox"/> No If Yes, describe on a separate sheet, <input type="checkbox"/> attached. Is the business or any owner currently involved in a lawsuit? <input type="checkbox"/> Yes <input type="checkbox"/> No If Yes, describe on a separate sheet, <input type="checkbox"/> attached.					
	Please provide the following information on all owners (20% or more) of the business. All business owners must sign this Application. Please complete an Addendum for Business Owners form if more than 2 owners exist. <input type="checkbox"/> Check here if Addendum for Business Owners is attached.					
	Name:		Social Security No.:		Position:	
	Address:		Date of Birth:		Owner Since:	
CARD OPTIONS AND ACCOUNT SETUP	E-mail:		Total Personal Net worth: \$		Business Ownership: %	
	Phone:		Annual Salary: \$		Residence: <input type="checkbox"/> Own <input type="checkbox"/> Rent	
	Name:		Other Income*: \$		Monthly Pmt: \$	
	Address:		Social Security No.:		Position:	
SUPPORTING DOCUMENTATION	E-mail:		Total Personal Net worth: \$		Business Ownership: %	
	Phone:		Annual Salary: \$		Residence: <input type="checkbox"/> Own <input type="checkbox"/> Rent	
	Name:		Other Income*: \$		Monthly Pmt: \$	
	Address:		Social Security No.:		Position:	
CARD OPTIONS AND ACCOUNT SETUP	*Alimony, child support, or separate maintenance income need not be disclosed if you do not wish it to be considered as basis for repaying your obligations to us.					
	Credit Limit Requested \$		<input type="checkbox"/> Check here if this is a request to increase the limit on an existing account.		<input type="checkbox"/> Revolving Credit (available for aggregate credit lines under \$25,000) <input type="checkbox"/> Pay in Full Monthly	
	Check A or B: <input type="checkbox"/> (A) Individual Billing (Each Individual cardholder will receive a separate bill and be allowed to accrue and redeem points.) <input checked="" type="checkbox"/> (B) Consolidated Billing (Activity for all individual cards will appear on one statement for which you will submit one payment.) Check C, if desired: <input type="checkbox"/> (C) Rewards Program (\$50 Annual Fee applies. See disclosure for details.)					
	NAMES OF INDIVIDUALS TO BE ISSUED CARDS Please complete an Addendum for Business Owners form if more than four cards are requested. <input checked="" type="checkbox"/> Check here if Addendum for Business Owners is attached.					
SUPPORTING DOCUMENTATION	Name of Employee (Print Only)		Title		Used to verify Cardholder Identity	
					Last 4 Digits of SSN   Date of Birth   Individual Card Limit	
	<b>RICK ZIRK</b>		<b>VILLAGE PRESIDENT</b>		<b>3757   2/28/60   \$ 10,000</b>	
	<b>RAY KELLER</b>		<b>VILLAGE ADMINISTRATOR</b>		<b>9369   11/30/71   \$ 10,000</b>	
SUPPORTING DOCUMENTATION	<b>JOHN SWEDBERG</b>		<b>CHIEF Bldg INSPECTOR</b>		<b>2850   11/14/53   \$ 1,000</b>	
	<b>DEBRA MEADOWS</b>		<b>VILLAGE CLERK</b>		<b>7075   7/21/57   \$ 1,000</b>	
	With this completed and signed Visa Business Credit Card Application:					
	If the business is a <u>Not-for-Profit</u> , or the credit limit request is greater than \$25,000, then please provide the most recent Year-end Balance Sheet and Income Statement. Credit Lines over \$25,000 require an annual financial review. If the business is a <u>Retailer</u> , then please provide a copy of the business's most recent Tax Return. If the business is <u>Less Than 2 Years Old</u> , then please provide a copy of the most recent Tax Return for each Owner who owns 20% or more of the business.					

# VISA BUSINESS CREDIT CARD APPLICATION

## YOUR AGREEMENTS AND REPRESENTATIONS GOVERNING THIS CREDIT CARD APPLICATION

INTENT OF THIS APPLICATION	<p><b>INTENT OF APPLICATION.</b> The business entity (the "Company") identified on page 1 hereby requests UMB Bank, n.a., Kansas City, Missouri, or its successors or assigns ("UMB") to establish a credit card authority for the Company pursuant to which UMB will open one or more credit card accounts ("Account(s)") in the name of the Company and will issue one or more commercial credit cards or card numbers (each a "Card") to the Company and/or the employees or agents of the Company (collectively "Employees") to be used for Company related business, commercial or agricultural purposes. Each person who signs below or on a separate <i>Addendum for Business Owners</i> form on behalf of the Company represents that he or she is duly authorized by the Company to sign this Agreement and to bind the Company to the <i>Company's Agreement Concerning Card Issuance</i>, as set forth herein.</p>
COMPANY'S AGREEMENTS CONCERNING CARD ISSUANCE	<p><b>COMPANY'S AGREEMENTS CONCERNING CARD ISSUANCE.</b> If UMB approves Company's request, UMB will inform the Company of the amount of the Company's credit card authority. UMB will rely on the information provided in this form and any attached sheets regarding (a) the number of Accounts to open; (b) the requested credit limit for each Account; (c) the identity of Employees whose names are to be printed on Cards, in addition to the Company's name; (d) where to send copies of the monthly statements for each Account; and (e) other pertinent information. UMB will then issue Cards in accordance with the credit authority established for the Company. Subsequently, the Company shall give UMB notice of the same information for additional Employees authorized to use Cards, requested changes in credit limits for Accounts, and of termination by the Company of an Employee's authorization to use a Card. A termination notice should be accompanied by the Employee's Card, cut in half. UMB will not be obligated to recognize changes, additions, deletions or other information contained in a notice until after receiving the notice and having had a reasonable period of time thereafter to act thereon. Upon the issuance of Cards, as set forth herein, (i) the Company, by using or authorizing Employees to use Cards, will be deemed to be in agreement, and will comply with all of the terms and conditions stated in the Cardholder Agreement that will accompany the Cards; (ii) the Company will instruct Employees who use Cards to use them in accordance with this Agreement; (iii) the Company will pay when due all charges made to each Account; (iv) UMB may answer questions and give information to others concerning UMB's credit experience with the Company.</p> <p>The Company authorizes UMB to investigate the Company's creditworthiness and payment history and to otherwise verify the information contained in this form. The Company certifies that all information contained in this form is true and correct.</p>
REQUIRED NOTICES	<p><b>REQUIRED NOTICE.</b> The Federal Equal Credit Opportunity Act prohibits creditors from discriminating against credit applicants on the basis of race, color, religion, national origin, sex, marital status, age (provided the applicant has the capacity to enter into a binding contract); because all or part of the applicant's income derives from any public assistance program; or because the applicant has in good faith exercised any right under the Consumer Credit Protection Act. The federal agency that administers compliance with this law concerning this creditor is the Office of the Comptroller of Currency (O.C.C.), Customer Assistance Group, 1301 McKinney Street, Suite 3450, Houston TX 77010-9050.</p>
OFFICER / OWNER'S REPRESENTATIONS	<p><b>OFFICER / OWNER'S REPRESENTATIONS.</b> Each Owner/Officer of the Business signing below or on a separate <i>Addendum for Business Owners</i> form certifies that: (1) the information provided in this Application with respect to the Business (including any attachments) is true, correct and complete in all material respects; (2) the personal information provided in this Application with respect to such Owner/Officer is true and correct; (3) the undersigned are authorized to submit this application on behalf of Business; and (4) UMB is hereby authorized, from time to time at its discretion, to check the credit history of Business and the personal credit and employment history of each person signing this application, and to answer questions about Bank's credit experience with Business and each such person.</p>
GUARANTY	<p><b>GUARANTY.</b> Each person signing below (a "Guarantor"), in his or her individual capacity (even though a title or other designation may be placed next to their signature) jointly and severally, unconditionally guarantees and promises to pay to UMB all indebtedness of the Company, identified above, at any time arising under or relating to any credit requested through this <i>VISA Business Credit Card Application</i>, as well as any extensions, increases or renewals of that indebtedness. Each Guarantor waives (i) presentment, demand, protest, notice of protest, and notice of non-payment; (ii) any defense arising by reason of any defense of the Company or other Guarantor, and (iii) the right to require UMB to proceed against the Company or any other Guarantor, to pursue any remedy in connection with the guaranteed indebtedness, or to notify Guarantor of any additional indebtedness incurred by the Company, or any changes in the Company's financial condition. Each Guarantor also authorizes UMB, without notice or prior consent, to (i) extend, modify compromise, accelerate, renew, increase or otherwise change the terms of the guaranteed indebtedness; (ii) proceed against one or more Guarantors without proceeding against the Company or another Guarantor; and (iii) release or substitute any party to the indebtedness or this guaranty. Each Guarantor agrees (i) to pay UMB's costs and attorney's fees in enforcing this guaranty; (ii) this guaranty shall benefit UMB and its successors and assigns; and (iii) an electronic or facsimile of Guarantor's signature, in any capacity, may be used as evidence of Guarantor's agreement to the terms of this guaranty. This is a guaranty of payment and not of collection and the Guarantor's liability hereunder shall be primary, direct and immediate. This Guaranty shall be governed by and construed in accordance with the laws of the State of Missouri.</p>
SIGNATURES	<p>BY: _____  Signature as Authorizing Officer of Business and as Guarantor Printed Name Date Signed</p> <p>BY: _____  Signature as Authorizing Officer of Business and as Guarantor Printed Name Date Signed</p>
<b>Bank Use Only:</b>	
Branch Number _____	Associate _____
Company's Aggregate Outstanding Credit of all cards issued not to exceed \$ _____	

ORGANIZATION RESOLUTION AND AGREEMENT  
FOR CREDIT CARD PROGRAM

Resolution  
25-2011

Debra Meadows Village Clerk, who is the undersigned Recordkeeper  
for Village of Gilbert, (the "Organization"),  
a Village (type of entity) organized under the laws of Illinois (state), does hereby certify:

1. That he/she is the Secretary or Assistant Secretary, or an officer, partner, owner, principal, manager, member or other person having lawful custody of the official records of the above Organization (the "Recordkeeper") and is authorized to provide this document to UMB Bank, n.a. ("Bank").
2. That at a meeting of the governing body of the Organization duly held on May 3, 2011 (date) and at which a quorum was present and acting throughout, or pursuant to the unanimous written consent of its members, the following Resolution and Agreement was duly adopted and approved and is currently in full force and effect, and has not been amended or rescinded:

RESOLVED, that a credit card authority for this Organization be established by the Designated Officer named in the section immediately below with UMB Bank, n.a., and that separate accounts and credit cards ("Cards") under said authority be opened and issued by Bank in the name of this Organization for use by employees and agents of this Organization who are identified from time to time by the Designated Officer, or by any successor to the Designated Officer identified from time to time by the Recordkeeper (or by the successor to the Recordkeeper), and that the Organization authorizes the use of the Cards in accordance with the Cardholder Agreement that is sent by Bank with the Cards; and

RESOLVED FURTHER, that Finance Director is the Designated Officer referred to in the above section of this Resolution, and that the Designated Officer or any successor to the Designated Officer designated in writing by the Recordkeeper (or by a successor Recordkeeper) may from time to time: request that Cards be issued in the name of this Organization; request that the credit limits and purchase controls be changed on existing Cards issued in the name of this Organization; designate additional persons authorized to use Cards issued by Bank in the name of this Organization; request termination of use of existing Cards; and communicate other pertinent information to Bank; and

RESOLVED FURTHER, that the forgoing resolution shall remain in full force and effect until written notice of an amendment or rescission thereof is delivered to and receipted for by Bank; and

RESOLVED FURTHER, that the Recordkeeper be and he/she is hereby authorized and directed to certify to Bank this resolution and that the Recordkeeper signing this Resolution and Agreement or any person designated in writing by the Recordkeeper, is authorized to certify to the Bank the names and signatures of persons authorized to act on behalf of the Organization under the foregoing Resolution and Agreement, and from time to time hereafter, as additions to or changes in the identity of said Recordkeeper are made, such Recordkeeper or designee shall immediately report, furnish and certify such changes to the Bank, and shall submit to Bank a new incumbency certificate or other document reflecting such changes in order to make such changes effective; and

RESOLVED FURTHER, that the foregoing resolution was adopted in accordance with the governing documents of the Organization, and that such resolution is now in full force and effect.

IN WITNESS WHEREOF, the undersigned Recordkeeper has subscribed his or her name and, if appropriate or required, applied the seal of the Organization to this Resolution and Agreement as of this \_\_\_\_\_ day of \_\_\_\_\_, \_\_\_\_\_.

RECORDKEEPER

Signature by Secretary, Assistant Secretary, or other Person  
certifying to this Resolution and Agreement

Signature \_\_\_\_\_  
Name (print): \_\_\_\_\_  
Title (print): \_\_\_\_\_

ADDITIONAL OFFICER

Signature by Second Person, certifying to incumbency of  
Recordkeeper

Signature \_\_\_\_\_  
Name (print): \_\_\_\_\_  
Title (print): \_\_\_\_\_

Affix Seal, if required by Organization's governing documents.

Guidelines for Completion for Customers that are U.S. legal entities:

- **Corporation:** The Recordkeeper signing above should be the corporate secretary or assistant secretary. The second person may be the Chairman, President, CEO, a Board member, the Treasurer or the CFO.
- **Partnership, Limited Liability Partnership, Limited Liability Company, or Sole Proprietor:** All general partners, all members, or the sole proprietor must sign this form, unless Organization's governing documents specify that a manager, managing general partner or other person may act. In any event, a second general partner or member must sign in the second place. Sole proprietors do not require a second signature.
- **Governmental Entity:** The Treasurer must sign in the first place, unless the Organization's charter specifies otherwise. The entity's Chairperson, Vice Chairperson, or Counsel must sign in the second place.

Passed this \_\_\_\_ day of \_\_\_\_\_, 2011 by roll call vote as follows:

	<u>Ayes</u>	<u>Nays</u>	<u>Absent</u>	<u>Abstain</u>
Trustee Everett Clark	_____	_____	_____	_____
Trustee Pete Cullotta	_____	_____	_____	_____
Trustee Bruce Erbeck	_____	_____	_____	_____
Trustee Nancy Farrell	_____	_____	_____	_____
Trustee Patricia Mierisch	_____	_____	_____	_____
Trustee Guy Zambetti	_____	_____	_____	_____
President Rick Zirk	_____	_____	_____	_____

APPROVED THIS \_\_\_\_ DAY OF \_\_\_\_\_, 2011

\_\_\_\_\_  
Village President, Rick Zirk

ATTEST: \_\_\_\_\_  
Debra Meadows, Village Clerk

DISCLOSURE INFORMATION	
Annual Percentage Rate ("APR") for Purchases	Visa Business Card: <b>13.25%</b> Visa Business Rewards Card: <b>9.15%</b> Each APR is a variable rate, as explained below.
Other APRs	Cash Advance APR: Visa Business Credit Card - 17.25%. Visa Business Rewards Credit Card - 13.15% Each is a variable rate, as explained below.
Variable Rate Information	Your APR may vary. The regular APR for Purchases is determined monthly by adding 8.00% to the Prime Rate for the Visa Business Credit Card and 3.90% to the Prime Rate for the Visa Business Rewards Credit Card. The regular APR for Cash Advances is determined monthly by adding 12.00% to the Prime Rate for the Visa Business Credit Card and 7.90% to the Prime Rate for Visa Business Rewards Credit Card. The Prime Rate will never be less than 5.25%. See explanation below <sup>1</sup> .
Grace Period for Repayment of the Balance of Purchases	At least 25 days when you pay your balance in full each month
Method of Computing Balance for Purchases	Two-cycle average daily balance (including new purchases)
Annual Membership Fee	Visa Business Credit Card: None Visa Business Rewards Credit Card: \$50 per Card
Minimum Finance Charge	Fifty cents (\$0.50)
Other Fees	Late Charge: \$15 if New Balance is less than \$100, \$29 if New Balance is from \$100 to \$999.99; \$39 if New Balance is \$1,000 or more  Cash Advance Fee: 3% of Cash Advance amount (\$10 minimum, no maximum on the amount of the fee)  Overlimit Charge: \$35 International Transaction Fee: 2% of the U.S. dollar amount of each Cash or Purchase Advance

<sup>1</sup> The Prime Rate used to determine the APR for Purchases and for Cash Advances in the highest Prime Rate published in *The Wall Street Journal* on the fifteenth (15th) day of each month, or the next business day if the 15th falls on a weekend or holiday provided, however, that the Prime Rate used to determine the APR for Purchases and for Cash Advances will never be less than 5.25%. The periodic rate finance charge for Purchase Advances and Cash Advances will not exceed 25% Annual Percentage Rate.

Cardholder Agreement. For additional information about the costs and terms of the Account, see Issuer's Cardholder Agreement, which will be sent with the Card. The Cardholder Agreement and the Account will be governed by Missouri and applicable federal law, but Issuer will rely on the provisions of Nebraska law with respect to the fees and charges (other than interest) that apply to your Account, as authorized by Missouri Revised Statutes Section 408.145. The Cardholder Agreement permits the Issuer to Change the terms of this Account, including the rates, fees and other credit terms, upon notice to the cardholder and subject to the provisions of applicable law.

**IMPORTANT:** The information about the costs of the cards described above is accurate as of March 1, 2011 the date this document was most recently revised. This information may have changed after that date. To find out what may have changed, write to us at UMB, Post Office Box 410436, Kansas City, Missouri 64141-0436 or call 888-494-5141.



## APPLICATION FOR BUSINESS CREDIT CARD

UMB 1510002A (R 09/10)

## ADDENDUM FOR BUSINESS OWNERS / REQUEST TO ISSUE ADDITIONAL CARDS

Incomplete information may cause delays. Please complete in full. Fax to 816.843.2485 – Commercial Card Dept.

Notice: In accordance with the USA PATRIOT Act, we ask for certain information about you for the purpose of verifying your identity. Please ask a Bank representative for details.

Legal Business Name <b>VILLAGE OF GILBERTS</b>	d/b/a Business Name (if applicable)	Federal Tax ID Number <b>36-3444049</b>
---	-------------------------------------	--

You may proceed to Section 2 if no additional business owners exist.

PERSONAL GUARANTY	Each person signing below (a "Guarantor"), in his or her individual capacity (even though a title or other designation may be placed next to their signature) jointly and severally, unconditionally guarantees and promises to pay to UMB all indebtedness of the Company, identified above, at any time arising under or relating to any credit requested through this form, as well as any extensions, increases or renewals of that indebtedness. Each Guarantor waives (i) presentment, demand, protest, notice of protest, and notice of non-payment; (ii) any defense arising by reason of any defense of the Company or other Guarantor, and (iii) the right to require UMB to proceed against the Company or any other Guarantor, to pursue any remedy in connection with the guaranteed indebtedness, or to notify Guarantor of any additional indebtedness incurred by the Company, or any changes in the Company's financial condition. Each Guarantor also authorizes UMB, without notice or prior consent, to (i) extend, modify, compromise, accelerate, renew, increase or otherwise change the terms of the guaranteed indebtedness; (ii) proceed against one or more Guarantors without proceeding against the Company or another Guarantor; and (iii) release or substitute any party to the indebtedness or this guaranty. Each Guarantor agrees (i) to pay UMB's costs and attorney's fees in enforcing this guaranty; (ii) this guaranty shall benefit UMB and its successors and assigns; and (iii) an electronic facsimile of Guarantor's signature, in any capacity, may be used as evidence of Guarantor's agreement to the terms of this guaranty. This is a guaranty of payment and not of collection and the Guarantor's liability hereunder shall be primary, direct and immediate. This Guaranty shall be governed by and construed in accordance with the laws of the State of Missouri.
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## SECTION 1. ADDITIONAL BUSINESS OWNERS

Please provide the following information on all owners (20% or more) of the business. All business owners must sign this Application. Please complete an <i>Addendum for Business Owners</i> form if more than 2 additional owners exist.			<input type="checkbox"/> Check here if an additional <i>Addendum</i> is attached.
Name:	Social Security No.:	Position:	
Address:	Date of Birth:	Owner Since:	
E-mail:	Total Personal Net worth: \$	Business Ownership: %	
Phone:	Annual Salary: \$	Residence: <input type="checkbox"/> Own <input type="checkbox"/> Rent	
	Other Income*: \$	Monthly Pmt: \$	
X			
Signature		Title	Date
Name:	Social Security No.:	Position:	
Address:	Date of Birth:	Owner Since:	
E-mail:	Total Personal Net worth: \$	Business Ownership: %	
Phone:	Annual Salary: \$	Residence: <input type="checkbox"/> Own <input type="checkbox"/> Rent	
	Other Income*: \$	Monthly Pmt: \$	
X			
Signature		Title	Date
*Alimony, child support, or separate maintenance income need not be disclosed if you do not wish it to be considered as basis for repaying your obligations to us.			

The federal government requires all financial institutions to provide the following notice to commercial applicants with gross revenues of one million dollars or less.

NOTICE: The Federal Equal Credit Opportunity Act prohibits creditors from discriminating against credit applicants on the basis of race, color, religion, national origin, sex, marital status, age (provided the applicant has the capacity to enter into a binding contract); because all or part of the applicant's income derives from any public assistance program; or because the applicant has in good faith exercised any right under the Consumer Credit Protection Act. The federal agency that administers compliance with this law concerning this creditor is the Office of the Comptroller of Currency (O.C.C.), Customer Assistance Group, 1301 McKinney Street, Suite 3450, Houston TX 77010-9050.

Each Owner/Officer of the Business signing below certifies that: (1) the information provided in this Application with respect to the Business (including any attachments) is true, correct and complete in all material respects; (2) the personal information provided in this Application with respect to such Owner/Officer is true and correct; (3) the undersigned are authorized to submit this application on behalf of Business; and (4) UMB is hereby authorized, from time to time at its discretion, to check the credit history of Business and the personal credit and employment history of each person signing this application, and to answer questions about Bank's credit experience with Business and each such person.

## SECTION 2. NAMES OF ADDITIONAL INDIVIDUALS TO BE ISSUED CARDS

<input type="checkbox"/> Check here if an additional <i>Addendum</i> is attached to request more individual cards to be issued.				
Name of Employee (Print Only)	Title	Used to verify Cardholder Identity		Individual Card Limit
		Last 4 Digits of SSN	Date of Birth	
Steve Williams	CHIEF OF POLICE	1402	11/24/48	\$ 1000 -
MARLENE BLOCKER	FINANCE DIRECTOR	0135	6/23/51	\$ 1000 -
				\$
				\$

**BANK REFERENCE**  
To be completed by principal bank

Date \_\_\_\_\_

Business Name: \_\_\_\_\_ Business Contact \_\_\_\_\_

**Credit Verification**

Bank Name \_\_\_\_\_ Bank contact \_\_\_\_\_

Phone Number \_\_\_\_\_ Address \_\_\_\_\_

Checking Acct

Savings Acct

CD/RA/MM Acct

Other Account

Opening Date	Rating	Average Balance

**LOANS**

Opening Date	High	Terms	Balance	Security	Rating



## **2<sup>nd</sup> Portion of the Meeting**

**7A**

**RESOLUTION**

**VILLAGE OF GILBERTS**

**Opposition to Loss of Local Government Income Tax Distributive Funds**

**WHEREAS**, Illinois municipalities provide direct frontline public services that have an immediate and fundamental reality to those citizens who depend on local police and fire protection, water and sewer service, snow removal, roads and traffic safety; and

**WHEREAS**, local citizens pay income taxes to the State, a portion of which is collected by the State on the behalf of municipalities and counties and is to be deposited into the Local Government Distributive Fund (LGDF); and

**WHEREAS**, since the inception of the State income tax in 1969, municipalities have received, relied upon and provided services with those revenues to their local taxpaying citizens; and

**WHEREAS**, the fiscal reality is that municipalities have already experienced less income tax revenues from the State, but have responsibly managed their budgets and limited resources; and

**WHEREAS**, the recent income tax increase provided new revenues all of which went to the State budget – NONE OF THE INCREASE WAS RECEIVED BY CITIES – costing over \$2.7 billion in future annual revenues taken from local governments; and

**WHEREAS**, the State, through its Legislature and Governor, is contemplating further reductions to municipal revenues; and

**WHEREAS**, one proposal under discussion would take an additional \$300 million from the local share of the income tax collected on the behalf of cities and counties, which would reduce their revenues by \$23.40 per capita; and

**WHEREAS**, this proposal would impose an annual operating deficit of \$160,945 on the Village of Gilberts, requiring a corresponding reduction in public safety and public works services provided by the Village; and

**WHEREAS**, this reduction compounds on the state's late payments of Local Government Distributive Fund amounts to municipalities by four months causing shortfalls in meeting municipal bills; and

**WHEREAS**, on April 28, 2011, Governor Quinn threatened to eliminate the local share of the income tax if the Legislature did not support his borrowing plan to restructure the State's debt, after previously threatening to withhold the local income tax from local governments to garner support for last year's State income tax increase; and

**WHEREAS**, should the local share of income tax be eliminated by the State, the Village of Gilberts would lose approximately \$464,600 annually in income tax revenue, or 19% of the Village's General Fund revenue; and

**WHEREAS**, such a reduction would be equivalent to the elimination of the Village's entire Public Works and Parks Departments' operations, or the elimination of two-thirds of the Village's Police force; and

**WHEREAS**, local taxpayers deserve to have these tax dollars returned to their communities to pay for services provided by Village employees and to not see local tax increases, without the threat of cuts or elimination due to State politics.

**NOW, THEREFORE, BE IT RESOLVED** by the President and Board of Trustees of the Village of Gilberts, Kane County, Illinois that:

**Section 1:** The Village of Gilberts cannot provide basic services with the tremendous loss of revenue caused by any further reduction or the elimination of the local share of the income tax, also known as the Local Government Distributive Fund.

**Section 2:** The Village of Gilberts, Illinois calls upon every State Senator and Representative to reject any further attempts to divert or disrupt income tax or other revenues that are owed to municipalities by law, and to take no further action that would financially ruin municipalities.

**Section 3:** If the proposal to divert 30% of local income tax revenue away from local governments in favor of the State's coffers is enacted, the Village of Gilberts will be financially impacted by an annual operating loss of \$160,945. As a result, the Village will be forced to reduce public works, police services and other local government's responsibilities to its residents.

**Section 4 :** The Village of Gilberts condemns Governor Quinn's attempt to blackmail the citizens and municipalities of Illinois into supporting his debt restructuring plan by threatening the local share of the income tax and the basic public services provided with those revenues. The Village calls upon the Governor and the General Assembly to refrain from threatening reductions to or elimination of any local government revenues, including the Local Government Distributive Fund.

**Section 5:** The Clerk is hereby directed to send copies of this Resolution to Governor Quinn, the legislative leaders of both chambers of the Illinois General Assembly and members representing this municipality.

Passed this \_\_\_\_\_ day of \_\_\_\_\_, 2011 by roll call vote as follows:

	<u>Ayes</u>	<u>Nays</u>	<u>Absent</u>	<u>Abstain</u>
Trustee Everett Clark	_____	_____	_____	_____
Trustee Daniel Corbett	_____	_____	_____	_____
Trustee Nancy Farrell	_____	_____	_____	_____
Trustee Louis Hacker	_____	_____	_____	_____
Trustee Patricia Mierisch	_____	_____	_____	_____
Trustee Guy Zambetti	_____	_____	_____	_____
President Rick Zirk	_____	_____	_____	_____

APPROVED THIS \_\_\_\_\_ DAY OF \_\_\_\_\_, 2011:

\_\_\_\_\_  
Village President Rick Zirk

(SEAL)

ATTEST: \_\_\_\_\_  
Village Clerk Debra Meadows

Published: \_\_\_\_\_

**chicagotribune.com**

## Quinn wants to withhold cities' money as pressure to borrow billions

By Ray Long, Tribune reporter

9:44 PM CDT, April 28, 2011

SPRINGFIELD

— Gov. Pat Quinn wants to stop nearly \$100 million in monthly payments to Chicago, the suburbs and other Illinois towns if lawmakers won't let him borrow billions of dollars to pay overdue bills, according to a confidential memo the Tribune obtained Thursday.

The idea drew immediate blowback from local leaders worried about balancing their own budgets in a sluggish economy.

"To me, it sounds like they're holding us hostage," said Tinley Park Mayor Ed Zabrocki, a former Republican legislator.

The proposal, outlined in the memo and quietly distributed to top legislators, represents a pressure tactic by the Democratic governor. He hopes mayors from Zion to Cairo will squeeze their town's lawmakers to help get him the loan he wants.

But the General Assembly's leadership has been highly skeptical of Quinn's other recent plans for big borrowing. They also might not be keen on a plan that would punish communities back home and potentially result in a flood of phone calls and chanting protesters outside their district offices.

At stake is the share of the state income tax that flows to cities and villages. It's doled out every month based on population and currently adds up to a little more than \$1 billion a year. Quinn wants to turn off the spigot if he can't win approval for borrowing.

Acknowledging the backlash from cities, Quinn budget director David Vaught said mayors and other community leaders should "come help us get the debt restructured, and then you would get paid. That's the message to them. It's not, it's not a hostile message. ... We have a cash crunch here, and we need your help getting out of it."

Chicago would be hit hardest, with the city getting about \$220 million in the last budget year from that pot of money. Mayor-elect Rahm Emanuel already faces a money shortfall that could total \$1 billion in day-to-day expenses and employee pension costs.

Cook County collected about \$7.7 million from the state income tax last budget year. Both Emanuel and new County Board President Toni Preckwinkle declined to comment Thursday through spokeswomen.

The Quinn administration's gamble comes a day after Republican Comptroller Judy Baar Topinka revealed the state would be slightly more than \$8 billion in the red when the budget year ends June 30, pending any new moves by

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Quinn or legislators. The state this week is just getting around to paying bills dated Nov. 5.

Quinn has asked to borrow \$8.75 billion to pay the bills. With lawmakers scrambling to figure out how to put together a pared-down budget before a May 31 deadline, Quinn now is requesting to borrow \$4.5 billion.

"What we are saying is \$4.5 billion is the bare minimum ... for the suspension to stop," said Kelly Kraft, Quinn's budget spokeswoman.

Even if Quinn's fellow Democrats went along with the borrowing, which is no sure thing, some Republican votes also would be required for approval. Senate Republican leader Christine Radogno said Thursday that she is "absolutely not" prepared to support the latest borrowing plan.

"It just sounds suspiciously like, 'What can we do to threaten another group to get them to pressure the Legislature to borrow more money,' without him doing the hard work of making the cuts that we absolutely have to make," said Radogno, of Lemont.

Democratic Sen. Donne Trotter said passage of Quinn's proposal is "not a slam-dunk. That's for certain."

But the veteran budget expert from Chicago also indicated there might be less sympathy in some quarters for cities and towns because school districts are waiting even longer to get paid.

"There are some that believe, 'Let them raise their own taxes,'" Trotter said.

If lawmakers instead decide to pass legislation allowing Quinn to stop the local payments, the suspension could be retroactive to February and last through year's end.

Suburban leaders say such a move by the state would cripple their budgets. In Tinley Park, the state income tax payments make up about 11 percent of village revenue. Elgin gets \$683,000 a month from that state source. In Naperville, it's a little less than \$1 million a month.

"Obviously we've got very conservative fiscal policies that allow us to weather a short-term storm," Naperville City Manager Doug Krieger said. "However, the solution and the funds would need to come within a couple months before we started to impact local service."

The cut would be especially harsh, suburban officials said, given that the state already is behind in its monthly payments. Zabrocki, set to chair the Metropolitan Mayors Caucus this fall, said his town is owed three or four months' worth despite the major income tax increase approved in January.

New Elgin Mayor Dave Kaptain said he just wants the state to send what it promised.

"I don't like being threatened and I don't work real well under those circumstances," Kaptain said.

*Tribune reporters Kristen Mack, Melissa Jenco, Ashley Rueff and Erika Slife contributed from Chicago.*

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