

SECTION 2 [Sections 2 through 5 must be completed for each redevelopment project area listed in Section 1.]

FY 2021

| | |
|--|---------------|
| Name of Redevelopment Project Area (below): | Lehigh Ferris |
|--|---------------|

Primary Use of Redevelopment Project Area*: Combined/Mixed

* Types include: Central Business District, Retail, Other Commercial, Industrial, Residential, and Combination/Mixed.

If "Combination/Mixed" List Component Types:

| | |
|---|----------|
| Under which section of the Illinois Municipal Code was Redevelopment Project Area designated? (check one): | X |
| Tax Increment Allocation Redevelopment Act | |
| Industrial Jobs Recovery Law | |

Please utilize the information below to properly label the Attachments.

| | No | Yes |
|---|----|-----|
| Were there any amendments to the redevelopment plan, the redevelopment project area, or the State Sales Tax Boundary? [65 ILCS 5/11-74.4-5 (d) (1) and 5/11-74.6-22 (d) (1)] If yes, please enclose the amendment (labeled Attachment A). | | X |
| Certification of the Chief Executive Officer of the municipality that the municipality has complied with all of the requirements of the Act during the preceding fiscal year. [65 ILCS 5/11-74.4-5 (d) (3) and 5/11-74.6-22 (d) (3)] Please enclose the CEO Certification (labeled Attachment B). | | X |
| Opinion of legal counsel that municipality is in compliance with the Act. [65 ILCS 5/11-74.4-5 (d) (4) and 5/11-74.6-22 (d) (4)] Please enclose the Legal Counsel Opinion (labeled Attachment C). | | X |
| Statement setting forth all activities undertaken in furtherance of the objectives of the redevelopment plan, including any project implemented and a description of the redevelopment activities. [65 ILCS 5/11-74.4-5 (d) (7) (A and B) and 5/11-74.6-22 (d) (7) (A and B)] If yes, please enclose the Activities Statement (labeled Attachment D). | X | |
| Were any agreements entered into by the municipality with regard to the disposition or redevelopment of any property within the redevelopment project area or the area within the State Sales Tax Boundary? [65 ILCS 5/11-74.4-5 (d) (7) (C) and 5/11-74.6-22 (d) (7) (C)] If yes, please enclose the Agreement(s) (labeled Attachment E). | X | |
| Is there additional information on the use of all funds received under this Division and steps taken by the municipality to achieve the objectives of the redevelopment plan? [65 ILCS 5/11-74.4-5 (d) (7) (D) and 5/11-74.6-22 (d) (7) (D)] If yes, please enclose the Additional Information (labeled Attachment F). | X | |
| Did the municipality's TIF advisors or consultants enter into contracts with entities or persons that have received or are receiving payments financed by tax increment revenues produced by the same TIF? [65 ILCS 5/11-74.4-5 (d) (7) (E) and 5/11-74.6-22 (d) (7) (E)] If yes, please enclose the contract(s) or description of the contract(s) (labeled Attachment G). | X | |
| Were there any reports <u>submitted to</u> the municipality <u>by</u> the joint review board? [65 ILCS 5/11-74.4-5 (d) (7) (F) and 5/11-74.6-22 (d) (7) (F)] If yes, please enclose the Joint Review Board Report (labeled Attachment H). | X | |
| Were any obligations issued by the municipality? [65 ILCS 5/11-74.4-5 (d) (8) (A) and 5/11-74.6-22 (d) (8) (A)] If yes, please enclose any Official Statement (labeled Attachment I). If Attachment I is answered yes, then the Analysis must be attached and (labeled Attachment J). | X | |
| An analysis prepared by a financial advisor or underwriter setting forth the nature and term of obligation and projected debt service including required reserves and debt coverage. [65 ILCS 5/11-74.4-5 (d) (8) (B) and 5/11-74.6-22 (d) (8) (B)] If attachment I is yes, then Analysis MUST be attached and (labeled Attachment J). | X | |
| Has a cumulative of \$100,000 of TIF revenue been deposited into the special tax allocation fund? 65 ILCS 5/11-74.4-5 (d) (2) and 5/11-74.6-22 (d) (2) If yes, please enclose Audited financial statements of the special tax allocation fund (labeled Attachment K). | | X |
| Cumulatively, have deposits of incremental taxes revenue equal to or greater than \$100,000 been made into the special tax allocation fund? [65 ILCS 5/11-74.4-5 (d) (9) and 5/11-74.6-22 (d) (9)] If yes, the audit report shall contain a letter from the independent certified public accountant indicating compliance or noncompliance with the requirements of subsection (q) of Section 11-74.4-3 (labeled Attachment L). | | X |
| A list of all intergovernmental agreements in effect to which the municipality is a part, and an accounting of any money transferred or received by the municipality during that fiscal year pursuant to those intergovernmental agreements. [65 ILCS 5/11-74.4-5 (d) (10)] If yes, please enclose the list only, not actual agreements (labeled Attachment M). | X | |

SECTION 3.1 - (65 ILCS 5/11-74.4-5 (d)(5)(a)(b)(d)) and (65 ILCS 5/11-74.6-22 (d) (5)(a)(b)(d))
Provide an analysis of the special tax allocation fund.

FY 2021

Lehigh Ferris

Special Tax Allocation Fund Balance at Beginning of Reporting Period \$ 15,700,245

| SOURCE of Revenue/Cash Receipts: | Revenue/Cash Receipts for Current Reporting Year | Cumulative Totals of Revenue/Cash Receipts for life of TIF | % of Total |
|----------------------------------|--|--|------------|
| Property Tax Increment | \$ 3,493,708 | \$ 42,135,188 | 100% |
| State Sales Tax Increment | | | 0% |
| Local Sales Tax Increment | | | 0% |
| State Utility Tax Increment | | | 0% |
| Local Utility Tax Increment | | | 0% |
| Interest | \$ 17,326 | | 0% |
| Land/Building Sale Proceeds | | | 0% |
| Bond Proceeds | | | 0% |
| Transfers from Municipal Sources | | | 0% |
| Private Sources | | | 0% |
| | | | 0% |

All Amount Deposited in Special Tax Allocation Fund \$ 3,511,034

Cumulative Total Revenues/Cash Receipts \$ 42,135,188 100%

Total Expenditures/Cash Disbursements (Carried forward from Section 3.2) \$ 3,105,837

Transfers to Municipal Sources \$ -

Distribution of Surplus

Total Expenditures/Disbursements \$ 3,105,837

Net/Income/Cash Receipts Over/(Under) Cash Disbursements \$ 405,197

Previous Year Adjustment (Explain Below) \$ -

FUND BALANCE, END OF REPORTING PERIOD* \$ 16,105,442

* If there is a positive fund balance at the end of the reporting period, you must complete Section 3.3

Previous Year Explanation:

SECTION 4 [65 ILCS 5/11-74.4-5 (d) (6) and 65 ILCS 5/11-74.6-22 (d) (6)]

FY 2021

TIF NAME:

Lehigh Ferris

Provide a description of all property purchased by the municipality during the reporting fiscal year within the redevelopment project area.

X

Check here if no property was acquired by the Municipality within the Redevelopment Project Area.

Property Acquired by the Municipality Within the Redevelopment Project Area.

| | |
|--|--|
| Property (1): | |
| Street address: | |
| Approximate size or description of property: | |
| Purchase price: | |
| Seller of property: | |

| | |
|--|--|
| Property (2): | |
| Street address: | |
| Approximate size or description of property: | |
| Purchase price: | |
| Seller of property: | |

| | |
|--|--|
| Property (3): | |
| Street address: | |
| Approximate size or description of property: | |
| Purchase price: | |
| Seller of property: | |

| | |
|--|--|
| Property (4): | |
| Street address: | |
| Approximate size or description of property: | |
| Purchase price: | |
| Seller of property: | |

| | |
|--|--|
| Property (5): | |
| Street address: | |
| Approximate size or description of property: | |
| Purchase price: | |
| Seller of property: | |

| | |
|--|--|
| Property (6): | |
| Street address: | |
| Approximate size or description of property: | |
| Purchase price: | |
| Seller of property: | |

| | |
|--|--|
| Property (7): | |
| Street address: | |
| Approximate size or description of property: | |
| Purchase price: | |
| Seller of property: | |

| | |
|--|--|
| Property (8): | |
| Street address: | |
| Approximate size or description of property: | |
| Purchase price: | |
| Seller of property: | |

SECTION 5 - 20 ILCS 620/4.7 (7)(F)

PAGE 1

FY 2021

TIF Name: Lehigh Ferris

Page 1 is to be included with TIF report. Pages 2 and 3 are to be included **ONLY** if projects are listed.Select **ONE** of the following by indicating an 'X':

| | |
|--|--|
| 1. NO projects were undertaken by the Municipality Within the Redevelopment Project Area. | |
|--|--|

| | |
|---|---|
| 2. The Municipality DID undertake projects within the Redevelopment Project Area. (If selecting this option, complete 2a.) | X |
|---|---|

| | |
|--|---|
| 2a. The total number of ALL activities undertaken in furtherance of the objectives of the redevelopment plan: | 2 |
|--|---|

LIST **ALL** projects undertaken by the Municipality Within the Redevelopment Project Area:

| TOTAL: | 11/1/99 to Date | Estimated Investment for Subsequent Fiscal Year | Total Estimated to Complete Project |
|--|-----------------|---|--|
| Private Investment Undertaken (See Instructions) | \$ 110,713,345 | \$ - | \$ 110,713,345 |
| Public Investment Undertaken | \$ 6,431,700 | \$ - | \$ 6,431,700 |
| Ratio of Private/Public Investment | 17 3/14 | | 17 3/14 |

*PROJECT NAME TO BE LISTED AFTER PROJECT NUMBER

Project 1*: The Woodlands

| | | | |
|--|---------------|--|---------------|
| Private Investment Undertaken (See Instructions) | \$ 98,413,345 | | \$ 98,413,345 |
| Public Investment Undertaken | \$ 5,000,000 | | \$ 5,000,000 |
| Ratio of Private/Public Investment | 19 43/63 | | 19 43/63 |

Project 2*: Lexington Walk

| | | | |
|--|---------------|--|---------------|
| Private Investment Undertaken (See Instructions) | \$ 12,300,000 | | \$ 12,300,000 |
| Public Investment Undertaken | \$ 1,431,700 | | \$ 1,431,700 |
| Ratio of Private/Public Investment | 8 13/22 | | 8 13/22 |

Project 3*:

| | | | |
|--|---|--|---|
| Private Investment Undertaken (See Instructions) | | | |
| Public Investment Undertaken | | | |
| Ratio of Private/Public Investment | 0 | | 0 |

Project 4*:

| | | | |
|--|---|--|---|
| Private Investment Undertaken (See Instructions) | | | |
| Public Investment Undertaken | | | |
| Ratio of Private/Public Investment | 0 | | 0 |

Project 5*:

| | | | |
|--|---|--|---|
| Private Investment Undertaken (See Instructions) | | | |
| Public Investment Undertaken | | | |
| Ratio of Private/Public Investment | 0 | | 0 |

Project 6*:

| | | | |
|--|---|--|---|
| Private Investment Undertaken (See Instructions) | | | |
| Public Investment Undertaken | | | |
| Ratio of Private/Public Investment | 0 | | 0 |

Lehigh-Ferris Tax Increment Financing Redevelopment District Certificate of Compliance

REPORT PERIOD: January 1, 2021 to December 31, 2021

DATE OF REPORT: October 19, 2022

In accordance with the Tax Increment Allocation Redevelopment Act of the State of Illinois (65 ILCS 5/11-74.4), I am submitting this certified statement as to the following:

I have reviewed the audit performed by Lauterbach & Amen LLP on behalf of the Village of Morton Grove as well as public records, proceedings, and documents regarding the Lehigh-Ferris Tax Increment Financing District. Based upon this review, I certify the Village of Morton Grove is in full compliance with the Act.

Sincerely,



Daniel DiMaria
Village President

Cc: Village Board of Trustees



Office of the Corporation Counsel

October 19, 2022

The Honorable Daniel DiMaria, Mayor
Village of Morton Grove
6101 Capulina Avenue
Morton Grove, IL 60053

**RE: Audit of the Financial Statements
Fiscal Year ending December 31, 2021
Lehigh-Ferris Tax Increment Financing Redevelopment District**

Dear Mayor DiMaria:

OPINION OF CORPORATION COUNSEL

I, Teresa Hoffman Liston, Corporation Counsel for the Village of Morton Grove, Cook County, Illinois, was the Corporation Counsel for the fiscal year beginning January 1, 2021, and ending December 31, 2021, and have reviewed information provided to me by the Village's administration and staff pertaining to the Lehigh-Ferris Tax Increment Financing Redevelopment Project Area.

Based solely upon the information with which I have been provided and without making any independent review or investigation of that information, and relying on the accuracy, authenticity, and genuineness of all of the said information provided, it is my opinion that, as to the matters of which I am aware and have been specifically brought to my attention, the Village of Morton Grove, Cook County, Illinois has complied with the requirements of the Illinois Tax Increment Redevelopment Allocation Act (65 ILCS 5/11-74.4-1 et. seq.).

This opinion relates only to the time period of this report and is based upon the information with which I have been provided by the Village's administration and staff.

Sincerely,



Teresa Hoffman Liston
Corporation Counsel

Cc: Village Board of Trustees

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Attachment K

VILLAGE OF MORTON GROVE, ILLINOIS

Lehigh/Ferris Tax Increment Financing - Special Revenue Fund Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual For the Fiscal Year Ended December 31, 2021

| | Budgeted Amounts | | Actual Amounts |
|-----------------------------------|------------------|------------------|--------------------------|
| | Original | Final | |
| Revenues | | | |
| Taxes | | | |
| Property Taxes | \$ 2,400,000 | 2,400,000 | 3,493,708 |
| Investment Income | 25,000 | 25,000 | 326 |
| Miscellaneous | — | — | 17,000 |
| Total Revenues | 2,425,000 | 2,425,000 | 3,511,034 |
| Expenditures | | | |
| Community Development | | | |
| Personnel Services | | | |
| Contractual Services | 286,810 | 286,810 | 202,147 |
| Other | 500 | 500 | — |
| Capital Outlay | 2,232,000 | 2,232,000 | 2,108,890 |
| Debt Service | | | |
| Principal Retirement | 660,000 | 660,000 | 660,000 |
| Interest and Fiscal Charges | 134,800 | 134,800 | 134,800 |
| Total Expenditures | 3,314,110 | 3,314,110 | 3,105,837 |
| Net Change in Fund Balance | (889,110) | (889,110) | 405,197 |
| Fund Balance - Beginning | | | <u>15,700,245</u> |
| Fund Balance - Ending | | | <u><u>16,105,442</u></u> |

VILLAGE OF MORTON GROVE, ILLINOIS

Balance Sheet - Governmental Funds

December 31, 2021

| | <u>General</u> |
|--|-------------------|
| ASSETS | |
| Cash and Investments | \$ 5,502,951 |
| Receivables - Net of Allowances | |
| Property Taxes | 10,483,034 |
| Other Taxes | 2,136,770 |
| Accounts | 1,031,648 |
| Loan to Developer | — |
| IRMA Excess Surplus | 1,901,923 |
| IPBC Terminal Reserve | 1,634,739 |
| Due from Other Funds | 2,974,671 |
| Advances to Other Funds | 1,148,930 |
| Prepays | 192 |
| Land Held for Resale | — |
| | <hr/> |
| Total Assets | <u>26,814,858</u> |
| LIABILITIES | |
| Accounts Payable | 1,797,198 |
| Deposits Payable | 449,156 |
| Other Liabilities | 283,556 |
| Due to Other Funds | 7,370 |
| Advance from Other Funds | — |
| Total Liabilities | <hr/> 2,537,280 |
| DEFERRED INFLOWS OF RESOURCES | |
| Property Taxes | 10,483,034 |
| Total Liabilities and Deferred Inflows of Resources | <hr/> 13,020,314 |
| FUND BALANCES | |
| Nonspendable | 1,149,122 |
| Restricted | 18,571 |
| Unassigned | 12,626,851 |
| Total Fund Balances | <hr/> 13,794,544 |
| | <hr/> |
| Total Liabilities, Deferred Inflows of Resources and Fund Balances | <u>26,814,858</u> |

| Special Revenue | | | | | |
|---|--|-----------------|---------------------|-----------|------------|
| Lehigh/ Ferris Tax Increment Financing | Sawmill Station Tax Increment Financing | Debt Service | Capital Projects | Nonmajor | Totals |
| 8,995,839 | 5,065,767 | (436,956) | 1,398,054 | 4,117,799 | 24,643,454 |
| 1,024 | — | 897,314 | — | — | 11,381,372 |
| — | — | 49,188 | 8,198 | 358,704 | 2,552,860 |
| — | 3,450 | — | — | — | 1,035,098 |
| 3,370,000 | — | — | — | — | 3,370,000 |
| — | — | — | — | — | 1,901,923 |
| — | — | — | — | — | 1,634,739 |
| 44,364 | — | — | — | 7,370 | 3,026,405 |
| — | — | — | — | — | 1,148,930 |
| — | — | — | — | — | 192 |
| 3,816,304 | — | — | — | — | 3,816,304 |
| 16,227,531 | 5,069,217 | 509,546 | 1,406,252 | 4,483,873 | 54,511,277 |
| 122,089 | 3,288 | 475 | 25,824 | 298,279 | 2,247,153 |
| — | 6,802 | — | — | — | 455,958 |
| — | — | — | — | — | 283,556 |
| — | 1,971,748 | — | — | 1,000,518 | 2,979,636 |
| — | 1,148,930 | — | — | — | 1,148,930 |
| 122,089 | 3,130,768 | 475 | 25,824 | 1,298,797 | 7,115,233 |
| — | — | 897,314 | — | — | 11,380,348 |
| 122,089 | 3,130,768 | 897,789 | 25,824 | 1,298,797 | 18,495,581 |
| — | — | — | — | — | 1,149,122 |
| 16,105,442 | 1,938,449 | — | 1,380,428 | 3,913,491 | 23,356,381 |
| — | — | (388,243) | — | (728,415) | 11,510,193 |
| 16,105,442 | 1,938,449 | (388,243) | 1,380,428 | 3,185,076 | 36,015,696 |
| 16,227,531 | 5,069,217 | 509,546 | 1,406,252 | 4,483,873 | 54,511,277 |

**INDEPENDENT AUDITORS' REPORT**

October 13, 2022

The Honorable Village President
Members of the Board of Trustees
Village of Morton Grove, Illinois

We have examined management's assertion included in its representation report that the Village of Morton Grove, Illinois, with respect to the Lehigh Ferris RPA, complied with the requirements of subsection (q) of Section 11-74.4-3 of the Illinois Tax Increment Redevelopment Allocation Act (Illinois Public Act 85-1142) during the year ended December 31, 2021. As discussed in that representation letter, management is responsible for the Village of Morton Grove, Illinois' compliance with those requirements. Our responsibility is to express an opinion on management's assertion about the Village's compliance based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants and, accordingly, included examining, on a test basis, evidence about the Village of Morton Grove, Illinois' compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion. Our examination does not provide a legal determination on the Village of Morton Grove, Illinois' compliance with specified requirements.

In our opinion, management's assertion that the Village of Morton Grove, Illinois complied with the aforementioned requirements during the year ended December 31, 2021 is fairly stated in all material respects.

This report is intended solely for the information and use of the Village President, Board of Trustees, management, and the Illinois Department of Revenue and is not intended to be and should not be used by anyone other than these specified parties.

Lauterbach & Amen, LLP

LAUTERBACH & AMEN, LLP