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VILLAGE OF MELROSE PARK
COOK COUNTY, ILLINOIS

ORDINANCE NO. 1137

AN ORDINANCE AUTHORIZING THE BORROWING OF FUNDS
FOR THE GENERAL MUNICIPAL CORPORATE PURPOSES OF
THE VILLAGE OF MELROSE PARK, COUNTY OF COOK, STATE
OF ILLINOIS.

ADOPTED BY THE
PRESIDENT AND BOARD OF TRUSTEES
OF THE
VILLAGE OF MELROSE PARK

THIS 10TH DAY OF DECEMBER 2007

RONALD M. SERPICO, Village President
MARY ANN PAOLANTONIO SALEMI, Village Clerk

Board Of Trustees

JOHN S. CONTEDEUCA
CATHLEEN COSSIDENT ITALIA
ARTURO J. MOTA
ANTHONY J. PRIGNANO
MARY RAMIREZ TACONI

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Published by authority of the
President and Board of Trustees
Of the Village of Melrose Park,
Cook County, Illinois on
This 11TH day of DECEMBER 2007

ORDINANCE NO. 1137

**AN ORDINANCE AUTHORIZING THE BORROWING OF FUNDS
FOR THE GENERAL MUNICIPAL CORPORATE PURPOSES OF
THE VILLAGE OF MELROSE PARK, COUNTY OF COOK,
STATE OF ILLINOIS.**

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WHEREAS, the Village of Melrose Park, County of Cook, State of Illinois (the “Village”) is a duly organized and existing Village created under the provisions of the laws of the State of Illinois, and is now operating under the provisions of the Illinois Municipal Code, and all laws amendatory thereof and supplementary thereto with full powers to enact ordinances for the benefit of the residents of the Village; and

WHEREAS, the Village President (the “President”), the Honorable Ronald M. Serpico, the Village Clerk, the Honorable Mary Ann Paolantonio Salemi, having taken office on May 2, 2005 and the Board of Trustees of the Village (the “Village Board”), the Honorable John S. Conteduca, Cathleen Cossident Italia, Arturo J. Mota, Anthony J. Prignano and Mary Ramirez Taconi having taken office on May 14, 2007, constitute the duly elected, qualified and acting officials of the Village; and

WHEREAS, the Village Board has determined that it is advisable, necessary and in the best interest of the Village and its residents to authorize the borrowing of funds for the general municipal corporate purposes of the Village; and

NOW THEREFORE, BE IT ORDAINED by the Village President and the Board of Trustees of the Village of Melrose Park, County of Cook, State of Illinois, as follows:

**ARTICLE I.
IN GENERAL**

Section 01. Incorporation Clause.

The President and the Village Board hereby find that all of the recitals hereinbefore stated as contained in the preambles to this Ordinance are full, true and correct and do hereby, by reference, incorporate and make them part of this Ordinance.

Section 02. Purpose.

The purpose of this Ordinance is to authorize the borrowing of funds for the general corporate purposes. Said funds shall be used to refinance a promissory note, the proceeds of which were used to carry on the day-to-day fiscal, economic, financial and business affairs of the Village of Melrose Park.

Section 03. Invocation of Authority.

This Ordinance is enacted pursuant to the authority granted to this Village by the Constitution of the State of Illinois and the Illinois Compiled Statutes.

Section 04. State Law Adopted.

All applicable provisions of the Illinois Compiled Statutes, including the Illinois Municipal Code, as may be amended from time to time, relating to the purposes of this Ordinance are hereby incorporated herein by reference.

Sections 05-09. Reserved.

**ARTICLE II.
AUTHORIZATION TO BORROW FUNDS**

Section 10.00 Authorization to Borrow.

That the President and the Village Board do hereby authorize the Village to borrow funds, as empowered by Illinois Statute 65 ILCS 5/8-1-3.1, upon the terms and conditions as set

out in the promissory note in favor of the Pan American Bank (hereinafter the "Note"), a copy of which is attached hereto and made a part hereof as "Exhibit A."

Section 11.00 Method of Borrowing.

That the President and the Village Board hereby authorize the Village to borrow said funds by means of a lump sum loan, in installments, by establishment of a letter of credit, or by any means authorized by law.

Section 12.00 Amount and Term of Note; Registered Form.

That the President and Board of Trustees hereby authorize the Village to borrow a sum of not more than Seven Million Dollars (\$7,000,000.00), for a term not to exceed one (1) year. The Village shall cause books (the "Note Register") for the registration and for the transfer of the Note as provided in this Ordinance to be kept at the office of the Village Clerk maintained for such purpose by the Village Clerk (the "Note Registrar") who is hereby constituted and appointed the registrar of the Village for the Note. The Village is authorized to prepare, and the Note Registrar or such other agent as the Village may designate shall keep custody of multiple Notes executed by the Village for use in the transfer and exchange of the Note. Any Note may be transferred or exchanged, but only in the manner subject to the limitations, and upon payment of the charges as set forth in this Ordinance. Upon surrender for transfer or exchange of any Note that the Note Registrar maintained for the purpose, duly endorsed by or accompanied by a written instrument or instruments of transfer or exchange in form satisfactory to the Note Registrar and duly executed by the registered owner or an attorney for such owner duly authorized in writing, the Village shall execute and the Note Registrar shall date, and deliver in the name of the transferee or transferees or, in the case of an exchange, the registered owner, a new fully registered Note of like tenor, of the same maturity, and bearing the same interest rate, for a like aggregate principal amount. The Note Registrar shall not be required to transfer or

exchange any Note during the period from the close of business on the date fifteen days (15) prior to any interest payment date. The execution by the Village of any fully registered Note shall constitute full and due authorization of such Note; and the Note Registrar shall thereby be authorized to date and deliver such Note. The person in whose name any Note 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 Note shall be made only to or upon the order of the registered owner thereof or his or her legal representative. All such payments shall be valid and effectual to satisfy and discharge the liability upon such Note to the extent of the sum or sums so paid. No service charge shall be made to any registered owner of the Note for any transfer or exchange of the Note, but the Village or the Note 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 the Note.

Section 12.01 Interest on Note.

That the President and Board of Trustees hereby authorize the Village to borrow said sum at a rate of interest not to exceed five percent (5.00%).

Section 13.00 Lending Institution.

That the Corporate Authorities hereby authorize the Village to borrow said sum, at said rate of interest, from a “financial institution” as that term is defined by Illinois Statute, 65 ILCS 5/8-1-3.1. For the purpose of this Ordinance, “financial institution” shall be defined as any bank subject to the Illinois Banking Act, 205 ILCS 5/1, et. seq., any savings and loan association subject to the Illinois Savings and Loan Act, 205 ILCS 105/1-1, et. seq., and any federally chartered bank or savings and loan association organized and operated in the State of Illinois pursuant to the laws, rules and regulations of the United States.

Section 14.00 Approval and Execution of Documents.

The form, terms and provisions of the Note are hereby approved in substantially the same form as attached hereto as Exhibit A. The form, terms and provisions of the Tax Certificate Agreement are hereby approved in substantially the same form as attached hereto as Exhibit B (the "Tax Agreement"). The President and Village Attorney are hereby authorized and directed to negotiate the terms and conditions of the Note and/or other appropriate lending instrument consistent with the terms and conditions of this Ordinance, together with such other provisions as the President and Village Attorney deem appropriate and to execute and deliver the Tax Agreement, consistent with the terms of the Tax Agreement, together with such other provisions as the President and Village Attorney deem appropriate. The President is further authorized and directed to execute said Note and/or other appropriate lending instrument and any related exhibits attached thereto and the Village Clerk is authorized and directed to attest, countersign and affix the seal of the Village of Melrose Park to such documents and any and all other documents necessary to carry out and give effect to the purpose and intent of this Ordinance.

Section 15.00 Bank Qualification.

The Village represents that the reasonably anticipated amount of tax-exempt obligations (other than private activity bonds, as defined in Section 141 of the Internal Revenue Code of 1986, as amended (the "Code")) which will be issued by the Village and all subordinate entities of the Village during calendar year 2008 will not exceed \$10,000,000. The Village intends that the Note qualify as a "qualified tax-exempt obligation" under Section 265(b)(3)(B) of the Code and designates the Note for such purpose. The Village and all subordinate entities of the Village have not so designated any other obligations for such purpose during calendar year 2008.

Section 16.00 Other Actions Authorized.

That the President, Village Attorney and Village Comptroller are hereby authorized and directed to do all things necessary, essential, or convenient to carry out and give effect to the purpose and intent of this Ordinance.

Section 17.00 Acts of Village Officials.

That all acts and doings of the officials of the Village, past, present, and future, which are in conformity with the purpose and intent of this Ordinance, are hereby, in all respects, ratified, approved, authorized and confirmed.

**ARTICLE III.
SAVINGS CLAUSES,
PUBLICATION, EFFECTIVE DATE**

Section 18.00 Headings.

The headings for the articles, sections, paragraphs and sub-paragraphs of this Ordinance are inserted solely for the convenience of reference and form no substantive part of this Ordinance nor should they be used in any interpretation or construction of any substantive provisions of this Ordinance.

Section 19.00 Severability.

The provisions of this Ordinance are hereby declared to be severable and should any provision, clause, sentence, paragraph, sub-paragraph, section, or part of this Ordinance be determined to be in conflict with any law, statute or regulation by a court of competent jurisdiction, said provision shall be excluded and deemed inoperative, unenforceable, and as though not provided for herein, and all other provisions shall remain unaffected, unimpaired, valid and in full force and effect. It is hereby declared to be the legislative intent of the Village Board that this Ordinance would have been adopted had not such unconstitutional or invalid

provision, clause, sentence, paragraph, sub-paragraph, section, or part thereof had not been included.

Section 20.00 Superseder.

All code provisions, ordinances, resolutions and orders, or parts thereof, in conflict herewith, are to the extent of such conflict hereby superseded.

Section 21.00 Publication.

A full, true and complete copy of this Ordinance shall be published in pamphlet form or in a newspaper published and of general circulation within the Village as provided by the Illinois Municipal Code, as amended.

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Section 22.00 Effective Date.

This Ordinance shall be in full force and effect upon passage and approval, as provided by the Illinois Municipal Code, as amended.

On The Individual Poll And Voice Vote Of The Board of Trustees:

AYE VOTES: Trustee Conteduca, Trustee Italia, Trustee Mota,
Trustee Prignano, Trustee Taconi

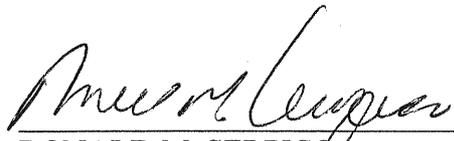
NAY VOTES:

ABSTAIN:

ABSENT:

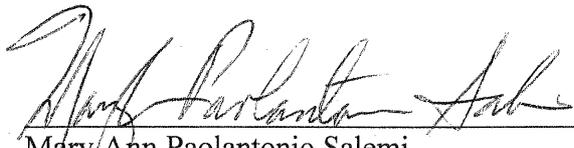
SO PASSED, ADOPTED, APPROVED AND ENACTED IN AND AT THE VILLAGE
OF MELROSE PARK, COUNTY OF COOK, STATE OF ILLINOIS, THIS TENTH DAY OF
DECEMBER, 2007, A.D.

APPROVED:



RONALD M. SERPICO
VILLAGE PRESIDENT

ATTEST:



Mary Ann Paolantonio Salemi
Village Clerk

(SEAL)

Recorded in the Municipal Records: December 10, 2007
Published in Pamphlet Form: December 11, 2007