

ORDINANCE NO. 08-08

AN ORDINANCE authorizing the public approval of the issuance of certain Collateralized Single Family Mortgage Revenue Bonds and certain documents in connection therewith; and related matters.

WHEREAS, The County of Kendall, Illinois, is a political subdivision duly organized and validly existing under the Constitution and the laws of the State of Illinois (the “*County*”); and

WHEREAS, pursuant to the Constitution and the laws of the State of Illinois, and particularly *50 Illinois Compiled Statutes 2006, 465/1 et seq.*, as supplemented and amended (the “*Act*”), the County is authorized to issue its revenue bonds in order to aid in providing an adequate supply of safe, decent and sanitary residential housing for low and moderate income persons and families within the County, which such persons and families can afford, which constitutes a valid public purpose for the issuance of revenue bonds by the County; and

WHEREAS, the County has now determined that it is necessary, desirable and in the public interest to issue revenue bonds to provide an adequate supply of safe, decent and sanitary residential housing for low and moderate income persons and families within the County, which such persons and families can afford; and

WHEREAS, pursuant to Section 10 of Article VII of the 1970 Constitution of the State of Illinois and the Intergovernmental Cooperation Act (*5 Illinois Compiled Statutes 2006, 220/1 et seq.*, as supplemented and amended), public agencies may exercise and enjoy with any other public agency in the State of Illinois any power, privilege or authority which may be exercised by such public agency individually, and pursuant to the Act, one or more public agencies (whether or not any of them are home rule units) may join together or cooperate with one another in the exercise, either jointly or otherwise, of any one or more of the powers conferred by the Act or other enabling acts or powers pursuant to a written agreement, and, accordingly, the County has previously entered into an Intergovernmental Cooperation Agreement (the “*Cooperation Agreement*”) dated as of April 1, 2005, by and among the County and certain other units of local

government named therein (the “Units”), as from time to time supplemented and amended, to provide for the joint issuance of such revenue bonds to aid in providing an adequate supply of residential housing in such Units (the “Program”); and

WHEREAS, to provide for the Program, the City of Aurora, Kane, DuPage, Will and Kendall Counties, Illinois (the “Issuer”), proposes to issue, sell and deliver its Collateralized Single Family Mortgage Revenue Bonds in an aggregate principal amount not to exceed \$600,000,000 (the “Bonds”) in one or more series to obtain funds to finance the acquisition of mortgage-backed securities (the “GNMA Securities”) of the Government National Mortgage Association (“GNMA”), evidencing a guarantee by GNMA of timely payment, the acquisition of mortgage-backed securities (the “FNMA Securities”) of the Federal National Mortgage Association (“FNMA”), evidencing a guarantee by FNMA of timely payment, and the acquisition of mortgage-backed securities (the “FHLMC Securities”) of the Federal Home Loan Mortgage Corporation (“FHLMC”), evidencing a guarantee by FHLMC of timely payment, of monthly principal of and interest on certain qualified mortgage loans under the Program (the “Mortgage Loans”), on behalf of the County and the other Units all under and in accordance with the Constitution and the laws of the State of Illinois; and

WHEREAS, a notice of combined public hearing with respect to the plan of finance of the costs of the Program through the issuance of the Bonds has been published in *The Kendall County Record*, a newspaper of general circulation in the County, pursuant to Section 147(f) of the Internal Revenue Code of 1986, as amended (the “Code”), on October 18, 2007, and appropriately designated hearing officers of the City of Aurora, Kane, DuPage, Will and Kendall Counties, Illinois, the City of Belleville, St. Clair County, Illinois, the City of Champaign, Champaign County, Illinois, and the City of East Moline, Rock Island County, Illinois, have conducted said combined public hearing on November 13, 2007;

NOW, THEREFORE, Be It Ordained by the County Board of The County of Kendall, Illinois, as follows:

Section 1. That it is the finding and declaration of the County Board of the County that the issuance of the Bonds by the Issuer is advantageous to the County, as set forth in the preamble to this authorizing ordinance, and therefore serves a valid public purpose; that this authorizing ordinance is adopted pursuant to the Constitution and the laws of the State of Illinois, and more particularly the Act, Section 10 of Article VII of the 1970 Constitution of the State of Illinois and the Intergovernmental Cooperation Act; that the determination and definition of “maximum home value,” “minimum home value,” “persons of low and moderate income” and the other standards required by the Act are set forth in the origination and servicing agreement referred to in the Cooperation Agreement; and that, by the adoption of this authorizing ordinance, the County Board of the County hereby approves the issuance of the Bonds for the purposes as provided in the preamble hereto, the text hereof and the notice of public hearing referred to in the preamble hereto, which notice is hereby incorporated herein by reference, and the conduct of the combined public hearing referred to in the preamble hereto, which public approval shall satisfy the provisions of Section 147(f) of the Code.

Section 2. That the form, terms and provisions of the Cooperation Agreement be, and they are hereby, in all respects affirmed.

Section 3. That the County Board Chairperson, the County Clerk and the proper officers, officials, agents and employees of the County are hereby authorized, empowered and directed to do all such acts and things and to execute all such documents and certificates as may be necessary to carry out and comply with the provisions of the Cooperation Agreement and to further the purposes and intent of this authorizing ordinance, including the preamble to this authorizing ordinance.

Section 4. That all acts of the officers, officials, agents and employees of the County heretofore or hereafter taken, which are in conformity with the purposes and intent of this authorizing ordinance and in furtherance of the issuance and sale of the Bonds, be, and the same hereby are, in all respects, ratified, confirmed and approved, including without limitation the publication of the notice of public hearing.

Section 5. That the County board Chairperson of the County is hereby authorized to request unified volume cap from the Office of the Governor of the State of Illinois for the Program in each of the years of 2008, 2009 and 2010; and the County hereby allocates all unified volume cap received or to be received by the County from the Office of the Governor of the State of Illinois for the Program, if any, to the issuance of the Bonds; and that the County, by the adoption of this authorizing ordinance, hereby represents and certifies that such volume cap has not been allocated to any other bond issue or transferred back to the Office of the Governor or otherwise.

Section 6. That this authorizing ordinance shall be and remain irrevocable until the Bonds and the interest thereon shall have been fully paid, cancelled and discharged.

Section 6. That after the Cooperation Agreement is executed by the County, this authorizing ordinance shall be and remain irrevocable until the Bonds and the interest thereon shall have been fully paid, cancelled and discharged.

Section 7. That no pledge, agreement, covenant, representation, obligation or undertaking by the County contained in this authorizing ordinance and no other pledge, agreement, covenant, representation, obligation or undertaking by the County contained in any other document executed by the County in connection with the Program or the Bonds shall give rise to any pecuniary liability of the County or charge against its general credit, or shall obligate the County financially in any way; that no failure of the County to comply with any term,

condition, covenant, obligation or agreement herein or therein shall subject the County to liability for any claim for damages, costs, or other financial or pecuniary charge and no execution of any claim, demand, cause of action or judgment shall be levied upon or collected from the general credit, general funds or other property of the County.

Section 8. That the provisions of this authorizing ordinance are hereby declared to be separable, and if any section, phrase or provision of this authorizing ordinance shall for any reason be declared to be invalid, such declaration shall not affect the validity of the remainder of the sections, phrases and provisions of this authorizing ordinance; *provided, however,* that no holding of invalidity shall impose any personal liability on any director, member, elected or appointed officer, official, employee, attorney, or agent of the County.

Section 9. That all ordinances, resolutions and orders, or parts thereof, in conflict with the provisions of this authorizing ordinance are, to the extent of such conflict, hereby superseded; and that this authorizing ordinance shall be in full force and effect upon its adoption and approval as provided by law.

Presented, passed, approved and recorded by the County Board of The County of Kendall,
Illinois, this 10th day of March, 2008.

Approved:


County Board Chairperson

[SEAL]

Attest:


County Clerk and Ex Officio Clerk of the
County Board

Ayes: CHAIRMAN JOHN CHURCH, BOB DAVIDSON, JESSIE HAFENRICHTER, KAY HATCHER,
NANCY MARTIN, PAM PARR, JOHN PURCELL, BILL WYKES

Nays: _____

Absent or Not Voting: JEFF WEHRLI, ANNE VICKERY

County Board Member JOHN PURCELL moved, and County Board Member PAM PARR seconded the motion, that said ordinance as presented and read by the County Clerk be adopted.

After a full discussion thereof, the County Board Chairperson directed that the roll be called for a vote upon the motion to adopt said ordinance, as read.

Upon the roll being called, the following members of the County Board voted:

AYE: CHAIRMAN JOHN CHURCH, BOB DAVIDSON, JESSIE HAFENRICHTER,
KAY HATCHER, NANCY MARTIN, PAM PARR, JOHN PURCELL, BILL WYKES

NAY: _____

ABSENT OR NOT VOTING: JEFF WEHRLI, ANNE VICKERY


Whereupon the County Board Chairperson declared the motion carried and said ordinance adopted, and hereforth did approve and sign the same in open meeting, and did direct the County Clerk to record the same in full in the records of the County Board of The County of Kendall, Illinois.

* * *

(Other Business)

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

[SEAL]


County Clerk

MINUTES of a regular public meeting of the County Board of The County of Kendall, Illinois, held in the County Board Chambers in the County Building, located at 111 West Fox Street, Yorkville, Illinois at 9:00 o'clock, A.M., on the 18th day of March, 2008.

The County Board Chairperson called the meeting to order, and directed the County Clerk to call the roll.

Upon the roll being called, the County Board Chairperson and the following members of the County Board answered present: CHAIRMAN JOHN CHURCH, BOB DAVIDSON, JESSIE HAFENRICHTER
KAY HATCHER, NANCY MARTIN, PAM PARR, JOHN PURCELL, ANNE VICKERY** BILL WYKES

The following members of the County Board were absent: JEFF WEHRLI

**ANNE VICKERY LEFT THE MEETING AFTER THE RECESS AND WAS NOT PRESENT FOR THE VOTE.

* * *

(Other Business)

JOHN PURCELL presented, and the County Clerk read in full, the following ordinance:

STATE OF ILLINOIS)
) SS.
COUNTY OF KENDALL)

I, the undersigned, do hereby certify that I am the duly qualified and acting County Clerk of The County of Kendall, Illinois, and as such officer I am the Ex Officio Clerk of the County Board of said County and the keeper of the records and files of said County Board and said County.

I do further certify that the foregoing constitutes a full, true and complete transcript of the minutes of the legally convened meeting of said County Board of said County held on the 18th day of March, 2008, insofar as same related to the adoption of an ordinance entitled:

AN ORDINANCE authorizing the public approval of the issuance of certain Collateralized Single Family Mortgage Revenue Bonds and certain documents in connection therewith; and related matters.

a true, correct and complete copy of which said ordinance as adopted at the same meeting appears in the foregoing transcript of the minutes of said meeting.

I do hereby further certify that the deliberations of the County Board of said County on the adoption of said ordinance were taken openly; that the vote on the adoption of said ordinance was taken openly; that said meeting was called and held at a specified time and place convenient to the public; that notice of said meeting was duly given to all the news media requesting such notice; that an agenda for said meeting was posted at the location where said meeting was held and at the principal office of the County Board of said County on a day which was not a Saturday, Sunday or legal holiday for Illinois municipalities at least forty-eight (48) hours in advance of the holding of said meeting; that said agenda contained a separate specific item concerning said ordinance; and that said meeting was called and held in strict accordance with the provisions of the Open Meetings Act of the State of Illinois, as amended, and with the provisions of the County Code, as amended, and that said County Board has complied with all of the applicable provisions of said Act and said Code and its procedural rules in the adoption of said ordinance.

IN WITNESS WHEREOF, I have hereunto affixed my official signature and the seal of said County, this 18th day of March, 2008.


County Clerk, and Ex Officio Clerk of
the County Board, The County of
Kendall, Illinois

[SEAL]

NOTICE OF PUBLIC HEARING

NOTICE IS HEREBY GIVEN that on November 13, 2007, at 9:00 A.M., public hearings will be held in the Council Chambers on the second floor of the City Hall, 44 East Downer Place, Aurora, Illinois, before the Director of Neighborhood Redevelopment of the City of Aurora, Kane, DuPage, Will and Kendall Counties, Illinois (the "*City of Aurora*"), or his designee, at the City Hall, 101 South Illinois Street, Belleville, Illinois, before the Director of Economic Development and Planning of the City of Belleville, St. Clair County, Illinois ("*City of Belleville*"), or his designee, in Room EC 1 (Lower Level) at the City Hall, 102 North Neil Street, Champaign, Illinois, before the Neighborhood Program Services Manager of the City of Champaign, Champaign County, Illinois (the "*City of Champaign*"), or his designee, and in the Conference Room at the City Hall Annex, 912 16th Avenue, East Moline, Illinois, before the Finance Director of the City of East Moline, Rock Island County, Illinois (the "*City of East Moline*"), or his designee, regarding the proposed issuance of not to exceed \$600,000,000 aggregate principal amount of Collateralized Single Family Mortgage Revenue Bonds (the "*Bonds*") by the City of Aurora, Illinois (the "*Issuer*"), for the purpose of financing a single-family mortgage program for the purchase of one-to four-family residences in the City of Aurora, Illinois, the Village of Bartonville, Illinois, the City of Belleville, Illinois, the Village of Bellwood, Illinois, the City of Belvidere, Illinois, the Village of Bridgeview, Illinois, the City of Champaign, Illinois, the Village of Channahon, Illinois, the City of Charleston, Illinois, the City of Collinsville, Illinois, the City of Crest Hill, Illinois, the Village of Creve Coeur, Illinois, the City of Crystal Lake, Illinois, the City of Danville, Illinois, the City of Decatur, Illinois, the City of DeKalb, Illinois, the Village of Dolton, Illinois, the City of East Moline, Illinois, the City of East Peoria, Illinois, the City of Edwardsville, Illinois, the City of Elgin, Illinois, the City of Freeport, Illinois, the City of Galesburg, Illinois, the Village of Godfrey, Illinois, the City of Harvard, Illinois, the City of Harvey, Illinois, the City of Joliet, Illinois, the Village of Justice, Illinois, the City of LaSalle, Illinois, the City of Lockport, Illinois, the City of Loves Park, Illinois, the Village of Machesney Park, Illinois, the City of Marquette Heights, Illinois, the City of Mattoon, Illinois, the City of McHenry, Illinois, the City of Mendota, Illinois, the Village of Minooka, Illinois, the City of Monmouth, Illinois, the Village of Montgomery, Illinois, the City of Naperville, Illinois, the Village of North Pekin, Illinois, the Village of Oak Park, Illinois, the Village of Park Forest, Illinois, the City of Pekin, Illinois, the City of Peoria, Illinois, the Village of Peoria Heights, Illinois, the City of Peru, Illinois, the City of Princeton, Illinois, the Village of Robbins, Illinois, the City of Rochelle, Illinois, the City of Rockford, Illinois, the Village of Rockton, Illinois, the Village of Romeoville, Illinois, the Village of Round Lake Beach, Illinois, the Village of Schaumburg, Illinois, the Village of Shorewood, Illinois, the City of South Beloit, Illinois, the City of Springfield, Illinois, the City of Urbana, Illinois, the City of Washington, Illinois, the City of West Chicago, Illinois, the Village of Wonder Lake, Illinois, the City of Wood River, Illinois, the City of Woodstock, Illinois, the United City of Yorkville, Illinois, Boone County, Illinois, Bureau County, Illinois, Champaign County, Illinois, Christian County, Illinois, Coles County, Illinois, Cook County, Illinois, Cumberland County, Illinois, DeKalb County, Illinois, DeWitt

County, Illinois, Ford County, Illinois, Fulton County, Illinois, Grundy County, Illinois, Kane County, Illinois, Kankakee County, Illinois, Kendall County, Illinois, Lake County, Illinois, LaSalle County, Illinois, Lee County, Illinois, Livingston County, Illinois, Logan County, Illinois, Macon County, Illinois, Madison County, Illinois, McHenry County, Illinois, McLean County, Illinois, Morgan County, Illinois, Moultrie County, Illinois, Ogle County, Illinois, Peoria County, Illinois, Piatt County, Illinois, Rock Island County, Illinois, Sangamon County, Illinois, St. Clair County, Illinois, Shelby County, Illinois, Tazewell County, Illinois, Vermilion County, Illinois, Winnebago County, Illinois and Woodford County, Illinois (the "Units") by low- and moderate-income persons and families. There are no minimum or maximum amounts of Bond proceeds that may be used with respect to residences in any of the Units. Thus, the maximum principal amount of Bonds that could be used with respect to residences in any Unit is \$600,000,000.

The Issuer will issue the Bonds pursuant to its powers as a home-rule unit of government under the 1970 Constitution of the State of Illinois, an Intergovernmental Cooperation Agreement among the Units, and ordinances to be adopted by the governing body of the Issuer. The Bonds will not constitute general obligations of the Issuer or any Unit, but will be special, limited obligations of the Issuer, payable solely from the revenues and receipts derived from the mortgages purchased with the proceeds of the Bonds or certain GNMA securities, FNMA securities and FHLMC securities secured by such mortgages. The Bonds will not constitute an indebtedness or a loan of the faith and credit of the Issuer, the State of Illinois or any political subdivision thereof, within the meaning of any constitutional or statutory provisions, and no owner of any Bond shall have the right to compel any exercise of the taxing power of any Issuer, the State of Illinois or any political subdivision thereof to pay the principal of, premium, if any, or interest on the Bonds.

Any person having any views on the proposed issuance of the Bonds or the program to be financed therewith may appear at such public hearing to be heard, or may submit written comments to the City Clerk of the City of Aurora at 44 East Downer Place, Aurora, Illinois 60507, to the City Clerk of the City of Belleville at 101 South Illinois Street, Belleville, Illinois 62220, to the City Clerk of the City of Champaign at 102 North Neil Street, Champaign, Illinois 61820, or to the City Clerk of the City of East Moline at 915 16th Avenue, East Moline, Illinois 61244, on or before said date and time for said public hearing.

Dated: October 8, 2007

CITY OF AURORA, KANE, DUPAGE, WILL
AND KENDALL COUNTIES, ILLINOIS

By /s/ Cheryl M. Vonhoff
City Clerk

CITY OF BELLEVILLE, ST. CLAIR
COUNTY, ILLINOIS

By /s/ Linda Fields
City Clerk

CITY OF CHAMPAIGN, CHAMPAIGN
COUNTY, ILLINOIS

By /s/ Marilyn L. Banks
City Clerk

CITY OF EAST MOLINE, ROCK ISLAND
COUNTY, ILLINOIS

By /s/ Arletta D. Holmes
City Clerk

ALLOCATION REQUEST LETTER
FROM ALL ISSUERS

December 5, 2007

Office of the Governor
Governor's Office of Management and Budget
603 Stratton Building
Springfield, Illinois 62706

ATTENTION: Debt Management Unit

Re: Issuer: County of Kendall
Type: Non-Home Rule
Maximum Principal Amount: \$5,000,000.00
Bond Description: Single Family Mortgage Revenue Bonds

Dear Governor Blagojevich:

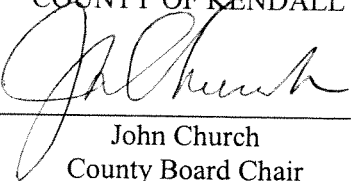
In accordance with the Tax Reform Act of 1986 as passed by 99th Congress 2nd Session (1986), as amended, and 30 ILCS 345, the County of Kendall respectfully requests an allocation for the above-captioned private activity bonds. In preparation for this bond issue to date, all Applicable Federal and State requirements have been complied with. A copy of the inducement resolution or similar action for this issue has been attached herewith.

I hereby certify the County of Kendall intends to comply with requirements set forth in the Governor's Office guidelines and will not transfer or reallocate any cap received from the Governor's Office to other Non-Home Rule or Home Rule units and will use the cap only within our jurisdiction.

I hereby certify under penalty of perjury, that to the best of my knowledge, the issuance of the Private Activity Bond was or will not be made in consideration of any bribe, gift, gratuity or direct or indirect contribution to any political campaign.

Please forward the allocation approval letter to Mr. Charles Jarik at the law firm of Chapman and Cutler, 111 West Monroe Street, Chicago, Illinois 60603. Bond counsel for these bonds is expected to be Mr. Jarik, who may be reached at (312) 845-3795.

Sincerely,

COUNTY OF KENDALL


John Church
County Board Chair
Telephone: (630) 553-4171