

LakeComm

Lake Consolidated
Emergency Communications

7.2

Resolution Authorizing the Adoption and Execution of an Intergovernmental Agreement (IGA) Regarding Loans for LakeComm Transition and Startup Expenses

Resolution Summary

- A loan to provide funds for LakeComm's transition and startup expenses eliminates the requirement for a separate initial "buy-in" for each individual LakeComm Member Agency
- Vernon Hills, Gurnee, and Lake County have agreed to provide loans through this Intergovernmental Agreement
- Article IV, Section 2.m of the LakeComm Bylaws dated April 30, 2024 states that the Member Board is responsible to: *"Contract for loans to LakeComm; all loans in excess of \$50,000 must have the approval of the Member Board of at least two-thirds (2/3) of the full membership."*

Loan IGA Summary

- Maximum amount pre-approved to be borrowed is \$6,000,000 (\$1,000,000 increments)

Loan IGA Summary

- Maximum amount pre-approved to be borrowed is \$6,000,000 (\$1,000,000 increments)
 - There is no interest associated with the borrowed money
 - Any loan must be requested no later than April 30, 2026
 - Payments will be deferred until April 30, 2027, and paid in full by April 30, 2034
 - Up to \$2,000,000 is preapproved from each local government Lender
- Sequence of loans in \$1,000,000 increments is: (1) Vernon Hills, (2) Gurnee, (3) Vernon Hills, (4) Gurnee, (5) Lake County, (6) Lake County
- After IGA approval, the first \$1,000,000 will be transferred within 30 days
- Executive Committee will execute IGA for and on behalf of LakeComm to include requests for additional loans (in \$1,000,000 increments)

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