



LAKE COUNTY FOREST PRESERVES
www.LCFPD.org

Preservation, Restoration, Education and Recreation

DATE: February 5, 2018

MEMO TO: Carol Calabresa, Chair
Planning Committee

FROM: Alex Ty Kovach
Executive Director

RECOMMENDATION: Recommend approval of a Resolution approving a Tax Sale Agreement with Openlands resulting from the 2017 Annual Lake County Tax Sale, allowing the District to purchase three Certificates of Sale from Openlands for a sum not to exceed \$11,064.93.

STRATEGIC DIRECTIONS SUPPORTED: Public Access and Connections; Conservation

FINANCIAL DATA: The total of the purchase prices for the three Certificates of Sale is a sum not to exceed \$11,064.93, which is funded from the 2008 Referendum Bonds (2015 bonds) and is included in the adopted FY 2017/2018 Budget.

BACKGROUND: The Planning Committee recommended in November 2017 that certain land preservation opportunities that are beneficial to the District be pursued through the 2017 Annual Lake County Tax Sale. The Committee directed staff to investigate four parcels on the Annual Tax Sale that would enhance District holdings. Because of timing and procedural issues, the District requested that Openlands attend the Annual Tax Sale on the District's behalf and submit bids on selected parcels. Openlands attended the Tax Sale and acquired a Certificate of Sale (a "Certificate") on each of parcels 06-03-304-006, 06-03-304-007, & 15-11-100-014 (the "Parcels"), which total approximately 4.55 acres.

Openlands has requested that the District enter into an agreement pursuant to which the District would purchase the Certificates from Openlands. By purchasing a Certificate for a Parcel, the District may eventually obtain title to the Parcel through a tax deed, if the current owner does not redeem the taxes over the next two years. This method of acquisition would save the District land acquisition funds. If the current owner of a Parcel redeems the taxes before the redemption period ends, the owner is required to repay the District the price bid on the Parcel. If the owner does not redeem the taxes during the redemption period, the District can petition for a tax deed, which would transfer ownership to the District.

REVIEW BY OTHERS: Director of Planning and Land Preservation, Chief Operations Officer, Director of Finance, Corporate Counsel

STATE OF ILLINOIS)
) SS
COUNTY OF LAKE)

**BOARD OF COMMISSIONERS
LAKE COUNTY FOREST PRESERVE DISTRICT
REGULAR FEBRUARY MEETING
FEBRUARY 13, 2018**

MADAM PRESIDENT AND MEMBERS OF THE BOARD OF COMMISSIONERS:

Your **PLANNING COMMITTEE** presents herewith “A Resolution Approving a Tax Sale Agreement with Openlands Resulting from the 2017 Annual Lake County Tax Sale,” and requests its approval.

PLANNING COMMITTEE:

Date: _____ Roll Call Vote: Ayes: _____ Nays: _____
 Voice Vote Majority Ayes; Nays: _____

**LAKE COUNTY FOREST PRESERVE DISTRICT
LAKE COUNTY, ILLINOIS**

**A RESOLUTION APPROVING A TAX SALE AGREEMENT WITH OPENLANDS
RESULTING FROM THE 2017 ANNUAL LAKE COUNTY TAX SALE**

WHEREAS, at the direction of the Planning Committee (the “Committee”) of the Lake County Forest Preserve District (the “District”), the District’s Land Preservation Division of the Planning and Land Preservation Department (the “Department”) analyzed in excess of 4,000 parcels of land throughout the County that were expected to be listed in the 2017 Lake County Annual Tax Sale (the “Tax Sale”) to determine which parcels may be appropriate for District use; and

WHEREAS, pursuant to its detailed analysis, the Department identified certain parcels listed for the Tax Sale that have no existing residences, are located adjacent to existing District sites, and would be appropriate for eventual acquisition (the “Identified Properties”); and

WHEREAS, because of timing and procedural requirements, the District was unable to bid at the Tax Sale for the Identified Properties and requested that Openlands submit bids for the Identified Properties; and

WHEREAS, Openlands was able to obtain Certificates of Sale at the Tax Sale (the “Certificates”) for the Identified Properties identified on Exhibit A attached hereto (the “Future Properties”); and

WHEREAS, Openlands has offered to sell the Certificates for the Future Properties to the District pursuant to the Tax Sale Agreement, in the form attached hereto as Exhibit B (the “Tax Sale Agreement”); and

WHEREAS, the Committee has determined that purchasing the Certificates from Openlands for the Future Properties could culminate in tax deeds for the Future Properties in approximately two years, thereby saving the District land acquisition funds; and

WHEREAS, preservation of the Future Properties are consistent with the goals and policies of the District and is consistent with the land acquisition goals of the District; and

WHEREAS, it is in the best interests of the District to enter into the Tax Sale Agreement with Openlands, pursuant to which the District would purchase the Certificates from Openlands;

NOW, THEREFORE, BE IT RESOLVED by the Board of Commissioners of the Lake County Forest Preserve District, Lake County, Illinois **THAT**:

Section 1. Recitals. The recitals set forth above are incorporated as a part of this Resolution by this reference.

Section 2. Ownership and Boundaries. The Future Properties are privately owned, are depicted on the attached Exhibit A, and lie wholly within the limits of the District.

Section 3. Suitability. The Future Properties are suitable to be used, occupied, and developed for forest preserve and related purposes, and it is necessary and desirable that the District eventually acquire the Future Properties.

Section 4. Approval of Tax Sale Agreement; Decision to Purchase. The Tax Sale Agreement is hereby approved in substantially the form attached hereto as Exhibit B. Pursuant to the Tax Sale Agreement with Openlands, the District will purchase the Certificates for the Future Properties for the sums stated in the Tax Sale Agreement.

Section 5. Authority to Execute Documents. The President, Secretary and Executive Director, on behalf of the District, are hereby authorized and directed to execute and attest to the Tax Sale Agreement and to negotiate, execute, and attest to all other documents that are necessary to complete the transactions contemplated in the Tax Sale Agreement, provided that the documents have first been approved by the District's Corporate Counsel, and provided the documents are consistent with this Resolution.

Section 6: Severability. If any provision of this Resolution is held to be invalid by a court of competent jurisdiction, that provision shall be stricken from this Resolution and the remaining provisions shall continue in full force and effect to the fullest extent possible.

Section 7. Effective Date. This Resolution shall be in full force and effect from and after its passage and approval in the manner provided by law.

PASSED this ____ day of _____, 2018

AYES:

NAYS:

APPROVED this ____ day of _____, 2018

Ann B. Maine, President
Lake County Forest Preserve District

ATTEST:




Julie Gragnani, Secretary
Lake County Forest Preserve District

Exhibit No. _____

Exhibit A
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Exhibit A
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Legend

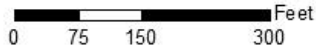
-  Forest Preserve Boundary
-  06-03-304-006
-  06-03-304-007



Lake County Forest Preserve District
1899 W Winchester Rd
Libertyville, IL 60048
847-367-6640
www.lcfd.org

Courtesy Copy Only.
Property boundaries indicated are provided
for general location purposes. Wetland
and flood limits shown are approximate and
should not be used to determine setbacks for
structure or as a basis for purchasing property.

Prepared using information from:
Lake County Department of Information
& Technology: GIS/Mapping Division
18 North County Street
Waukegan, Illinois 60085-4357
847-377-2373



2015 Aerial Photo

Map Prepared 15 December 2017





Exhibit A
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Lake County Forest Preserve District
1899 W Winchester Rd
Libertyville, IL 60048
847-367-6640
www.lcfd.org

Legend

-  Forest Preserve Boundary
-  15-11-100-014



Courtesy Copy Only.
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Prepared using information from:
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18 North County Street
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2015 Aerial Photo

Map Prepared 15 December 2017

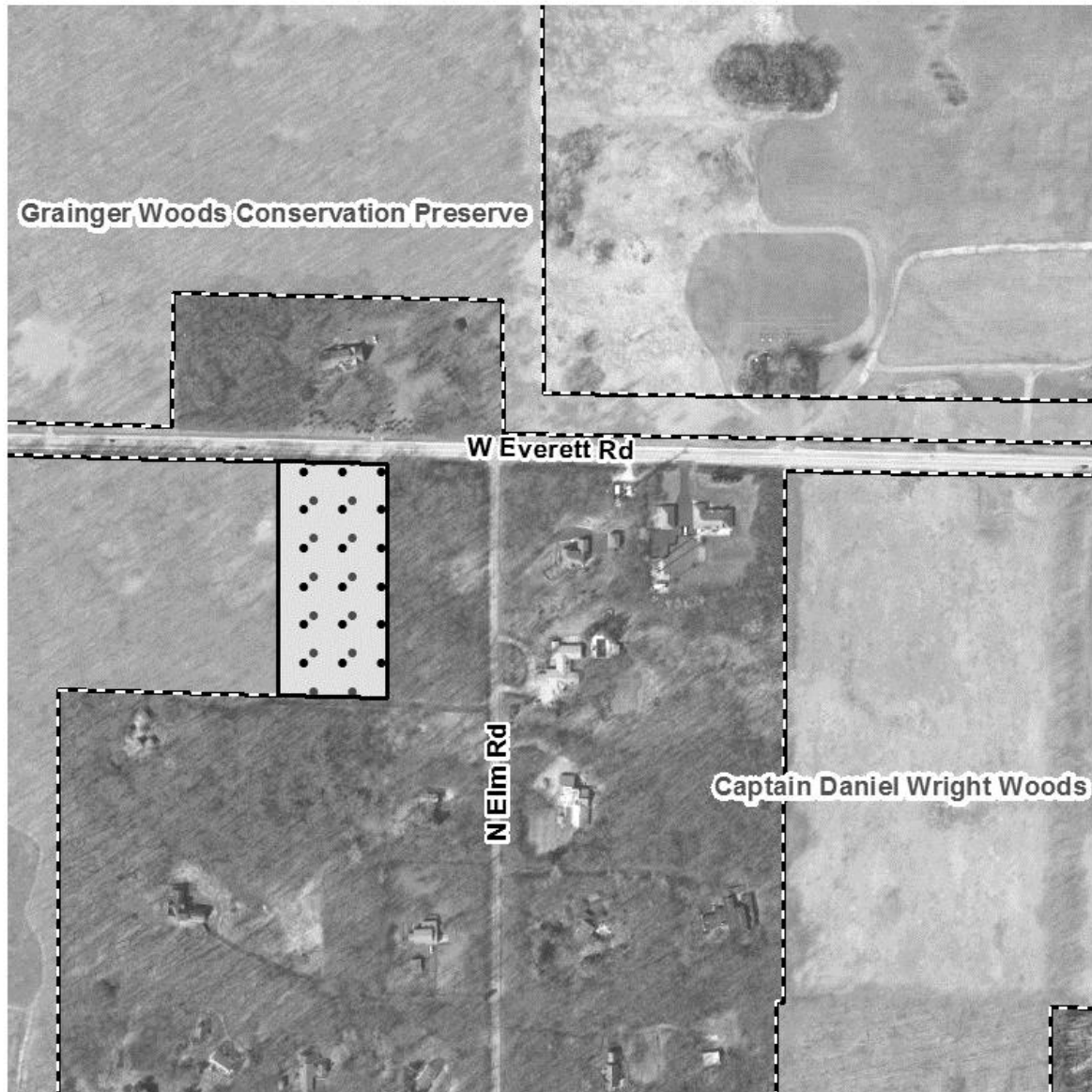


Exhibit B
Tax Sale Agreement

TAX SALE AGREEMENT

This Agreement ("**Agreement**"), made as of February 13, 2018, ("**Date of Execution**"), is by and between OPENLANDS, an Illinois not-for-profit corporation ("**Openlands**"), and LAKE COUNTY FOREST PRESERVE DISTRICT, a body politic and corporate organized and existing under the Illinois Downstate Forest Preserve Act, 70 ILCS 805/0.001 et seq., 1899 W. Winchester Road, Libertyville, Illinois 60048 ("**District**"). Openlands and the District hereby agree as follows:

1. Openlands and the District, for and in consideration of the mutual covenants and conditions herein contained and other good and valuable consideration, hereby acknowledge and agree that Openlands shall, at the request of and for the benefit of the District, attend that certain real estate tax sale respecting 2016 real estate taxes (**the "Tax Sale"**) to be held by Lake County, Illinois commencing Monday, November 13, 2017 for the purpose of entering bids and acquiring certificates of sale on certain properties to be determined and approved by the District as desirable and suitable for use as forest preserve lands.

2. Openlands shall enter bids and acquire certificates of sale on any or all of the properties, which properties will be more specifically described by the District in written form in advance of the Tax Sale (**collectively, the "Properties"**), and shall be authorized to expend up to, but not more than, such sum for each Property as will be itemized by the District in written form in advance of the Tax Sale (**the "Maximum Acquisition Cost"**). Openlands shall obtain certificates of sale and other related documentation in connection with each of the Properties and shall provide all notices required in connection therewith. Promptly following the Tax Sale, Openlands shall provide the District with written verification of the amount expended by Openlands in connection with the Properties (**the "Initial Acquisition Cost"**), which amount shall in no event exceed the Maximum Acquisition Cost, along with copies of any and all certificates of sale and other documentation acquired in connection therewith.

3. From and after the date of the Tax Sale, Openlands agrees to hold in its name, for the benefit of the District, the certificates of sale and other documentation relating to the Properties for a period not to exceed six (6) full calendar months from the date of the Tax Sale, or such other period as the parties may hereafter agree (**the "Holding Period"**); provided, the District may, by written notice to Openlands, elect to terminate the Holding Period prior to the expiration of such 6-month period and proceed to cause the transfer of the Properties to the District in accordance with Paragraph 4 hereof. Openlands shall prepare and distribute all notices and shall observe any and all other requirements, statutory or otherwise, relating to the Properties during the Holding Period. Openlands shall provide the District with written notice of any additional amounts paid hereunder in connection with the Properties, including but not limited to additional taxes, during the Holding Period.

4. Upon the expiration or earlier termination of the Holding Period, and on a mutually agreed closing date:

(a) the District shall pay to Openlands an amount equal to the sum of: (i) the Initial Acquisition Cost; (ii) interest on the Initial Acquisition Cost, at the rate of 4.75% per annum; and (iii) any additional costs, expenses or fees incurred by Openlands in connection with or related

to the acquisition, holding, financing or transfer of the Properties, including but not limited to attorneys' fees and staff expenses (which staff expenses shall be charged at the rate of \$127.00 per hour for staff time).

(b) Openlands shall, upon the District's payment of the amounts set forth above, transfer, assign, endorse and convey to the District all of Openlands' right, title and interest in and to the Properties, including the certificates of sale and any other documentation relating to such Properties. Openlands shall thereafter provide written notice to the Lake County Clerk of such transfer, assignment, endorsement and conveyance, and shall simultaneously provide the District with copies of such notice.

5. Notices and demands by either Openlands or the District hereunder shall be given by certified mail, return receipt requested and proper postage prepaid or by overnight commercial courier addressed to Openlands at: Openlands, 25 East Washington Street, Suite 1650, Chicago, Illinois, 60602 (Attention: Land Preservation Director), and addressed to the District at: Lake County Forest Preserve District, 1899 West Winchester Rd, Libertyville, IL 60048 (Attention: Mr. Ty Kovach, Executive Director), or at such other place and to such other persons as either party hereto may designate by written notice to the other party.

6. All of the agreements, conditions and undertakings herein contained shall extend to and be binding on the successors and assigns of the respective parties hereto as if they were in all cases named herein. All of the representations and obligations of the parties with respect to the subject matter hereof are contained herein and no modification, waiver or amendment of this Agreement or any of its conditions or provisions shall be binding upon the parties unless such modification, waiver or amendment is in writing and signed by a duly authorized agent of each party. The laws of the State of Illinois shall govern the validity, performance and enforcement of this Agreement. This Agreement may be executed in multiple counterparts (each of which taken together shall be deemed to be an original for all purposes) and may be executed via facsimile, provided that original counterparts are subsequently executed and delivered.

IN WITNESS WHEREOF, the parties have executed this Agreement as of the date first above written.

OPENLANDS, an Illinois not-for-profit corporation

By: 

Name: Gerald W. Adelmann
Its: President & CEO

LAKE COUNTY FOREST PRESERVE DISTRICT

By: _____
Name: _____
Its: _____