

**BOARD OF TRUSTEES OF COMMUNITY COLLEGE DISTRICT NO. 508  
COUNTY OF COOK AND STATE OF ILLINOIS**

**TAX REIMBURSEMENT PAYMENT AGREEMENT**

between  
**CITY COLLEGES OF CHICAGO**  
and  
**THE BOEING COMPANY**

**THE CHANCELLOR**

**REPORTS**

that pursuant to the Corporate Headquarters Relocation Act certain financial incentives may be used to encourage long-term commitments by an eligible business relocating its corporate headquarters in the state;

that City Colleges of Chicago is authorized under the provisions of Section 18 of the Property Tax Code, 35 ILCS 2001/1 et. seq., as amended from time to time (the "Property Tax Code"), to, by a majority vote of its governing body, after the determination of the assessed valuation of its property, to order the Clerk of Cook County to abate any portion of its taxes on certain types of real property;

that pursuant to Section 18-165(a)(8) of the Property Tax Code, 35ILCS 20/18-165(a)(8), such abatement may be made with respect to any property or a portion of any property within the Taxing District that is used by an eligible business for a corporate headquarters and shall be effective for the entire term specified by the Taxing District, provided, however, that such abatement may not exceed 20 years;

that in lieu of such abatement, the Taxing District may enter into an agreement with an Eligible Business to make annual payments to such Eligible Business in an amount not to exceed the property taxes paid directly or indirectly by such Eligible Business for premises occupied pursuant to a written lease and may make such payments without the need for an annual appropriation. Any such abatement or agreement may be effective for the entire term specified by the Taxing District, provided, however, that such abatement or annual payments in lieu thereof may not exceed 20 years;

that Boeing is a large, multinational corporation and intends to relocate its international headquarters to the real property known as 100 N. Riverside Plaza, Chicago, Illinois 60606;

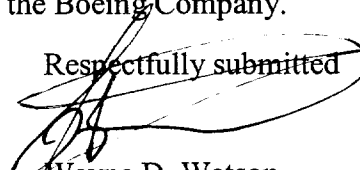
that Boeing's relocation to the City of Chicago would not be reasonably anticipated without the payment of the annual reimbursement payments provided for in this Agreement.

**THE CHANCELLOR**

**RECOMMENDS**

that the Board of Trustees authorize the Chairman to execute the Tax Reimbursement Payment Agreement with the Boeing Company.

Respectfully submitted

  
Wayne D. Watson  
Chancellor

August 2, 2001