



Agenda Item Executive Summary

Item Name A RESOLUTION AUTHORIZING FINAL SALES TAX REBATE PAYMENT TO FUND 601, L.L.C. (KNOWN AS SULLIVAN'S FUND 601) Committee or Board _____

BUDGET IMPACT

Amount:	N/A	Budgeted:	N/A
List what fund:	N/A		

EXECUTIVE SUMMARY

The Village of Winnebago entered into an agreement with Fund 601, L.L.C. (Sullivan's Foods and Ace Hardware) on May 10, 2007, as part of an amended annexation agreement. This agreement included a commitment from the Village to rebate up to \$600,000 of its retail sales tax revenue generated by the businesses as an incentive for development. The rebate period began in November 2011.

By January 2024, the Village had already paid \$566,955 to the developer. After a review of sales tax collections through July 2024, it was determined that \$33,045 remained to fulfill the Village's total rebate obligation. The developer had exceeded the final balance by \$3,127, and the remaining payment would close out the rebate. This has been reviewed by the Village Attorney.

This resolution authorizes the Village Treasurer to issue the final payment of \$33,045, completing the Village's commitment under the agreement. The resolution takes effect upon its passage and approval by the Village Board.

ATTACHMENTS (PLEASE LIST)

Resolution with Exhibits

ACTION REQUESTED

- ☐ For Discussion Only
- ☒ Resolution
- ☐ Ordinance
- ☒ Motion:

MOTION: I MOVE TO APPROVE RESOLUTION 2024-__R, A RESOLUTION AUTHORIZING FINAL SALES TAX REBATE PAYMENT TO FUND 601, L.L.C. (KNOWN AS SULLIVAN'S FUND 601)

Staff: Dana Novinson, Treasurer Date: 10/14/2024