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**TRANSIT TIF TO SUPPORT 5.6-MILE SOUTHERN EXTENSION OF CTA RED LINE**

A new Transit Tax Increment Financing (TIF) district approved by City Council today will provide financial support for the \$3.6 billion extension of the Chicago Transit Authority (CTA) Red Line from 95th Street to 130th Street on the Far South Side.

Planned as one of the most transformative investments in CTA's history, the Red Line Extension (RLE) will improve Far South Side connections to jobs, education, and commerce, while also serving as a catalyst for equitable economic development along its length.

"The Red Line Extension project represents one of the most critical investments in CTA's history and will undoubtedly be a transformative development for our Far South Side community," said Chicago Mayor Lori E. Lightfoot. "Not only will this project correct a decades-long lack of rail access for community members, but it will also connect them to jobs, education, and commerce, as well as bolster the economic development of their neighborhoods. This project has been a long time in the making, and I am thankful to all of the government, community, and labor partners who have been deeply involved in making it a reality."

The adopted Transit TIF legislation includes three measures that will generate up to \$959 million in local funds for eligible costs involving RLE construction and administration. The measures include:

- The designation of a **RLE Transit Facility Improvement Area (TFIA)**, where TIF revenues can be spent on the project. The TFIA includes property located within one-half mile of existing and proposed Red Line right-of-way between Madison and 130th street.
- The designation of a **RLE Redevelopment Project Area (RPA)**, where new property tax growth will provide TIF assistance for the project. The RPA



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- includes 7,726 parcels on approximately 1,445 acres of land located within one-half mile of Red Line right-of-way between Madison and Pershing Road.
- The adoption of a **RLE TIF Redevelopment Plan**, which outlines the project scope, budget, and use of TIF funds.

The 5.6-mile RLE project includes four new commuter stations south of 95th Street: at 103rd Street near Eggleston Avenue, 111th Street near Eggleston Avenue, Michigan Avenue near 116th Street, and 130th Street near the Altgeld Gardens public housing complex. Plans also include park-and-ride facilities at each station and a new railcar storage and maintenance facility at 120th Street.

“The Red Line Extension will be one of the single biggest investments on the Far South Side in decades,” CTA President Dorval R. Carter Jr. said. “At CTA, we are dedicated to community involvement when it comes to our projects and always want to hear the voices of Chicago residents. RLE has been a community-input-driven project from the start, and members of the surrounding communities will remain vital in helping shape this project and its path forward.”

The creation of the Transit TIF will allow the City to leverage up to \$2.2 billion in Federal Transit Administration funding for the RLE. The project has already received \$30 million through the U.S. Department of Transportation, and the CTA is pursuing additional federal, state, county, and Regional Transportation Authority financial support.

Part of the CTA’s Red Ahead Program, the RLE would eliminate a gap in CTA rail service within predominantly Black and Brown neighborhoods on the Far South Side, which is the only major portion of Chicago that does not have a CTA rail line that extends to the city limits.

The Red Line is the CTA’s most heavily used rail line, providing 24-hour north-south service to more than 67 million riders in 2019. A Far South Side extension has been under consideration since 1958.

“I am thrilled the Red Line Extension has been a priority for this administration and the CTA, and I’m excited that residents on the Far South Side will have a transit option they need to get to work, to school, and other places throughout the city,” said Alderman Howard B. Brookins Jr., 21<sup>st</sup> Ward. “Connecting all Chicagoans to the city ensures they have a chance to more opportunities and resources to prosper.”

The RLE Transit TIF is the second Transit TIF district in Chicago. In 2016, the City established the Red Purple Modernization Phase I Transit TIF, which is being used



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to generate \$622 million in local funding toward \$2.1 billion in improvements to North Side portions of the CTA's Red and Purple Lines.

More information about the RLE Transit TIF is [available on the City's website](#).

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### **TIF APPROVED FOR NORTH LAWNDALE INDUSTRIAL COMPLEX**

The redevelopment of a former illegal dumping ground in North Lawndale into two 181,000-square-foot industrial buildings will receive \$8 million in Tax Increment Financing (TIF) assistance approved by City Council today.

The \$85 million project, planned by 548 Development and Related Midwest for 21 acres of vacant City land on the northwest corner of Roosevelt Road and Kostner Avenue, will accommodate light manufacturing, warehousing, and logistics-oriented uses.

Estimated to create up to 240 permanent jobs and more than 200 construction jobs, the solar-powered complex will also include a pair of 5,000-square-foot innovation centers that would be used for workforce training and special events for neighborhood residents.

Owned by the City and consisting of 25 individual parcels, the land was home to an illegal dump in the 1990s that led to the conviction of multiple public officials. Given site conditions, the TIF assistance will help pay for site preparation and environmental remediation costs. Each parcel will also be sold to the development team for \$1.

The project was the winning response to a Request for Proposals issued for the site by the Department of Planning and Development in September 2020 through Mayor Lori E. Lightfoot's INVEST South/West neighborhood revitalization initiative.

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### **CITY SUPPORT PROPOSED FOR NEW GROCERY STORE WITHIN FORMER WILSON CTA STATION**

The revitalization of Uptown's historic Gerber Building as a full-service grocery store will receive \$5.8 million in Tax Increment Financing (TIF) assistance approved by City Council today.



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Built in 1923 as the primary entrance to the Chicago Transit Authority's Wilson Avenue Station, the 13,000-square-foot Beaux Arts structure has been vacant since a 2015 station modernization shifted the station's main entrance to an adjacent block. The one-story structure's \$11.7 million adaptive reuse as a Chicago Market grocery store will include a variety of exterior and interior improvements that will include the restoration of historic finishes and decorative features that contribute to its presence within the City's Uptown Square Historic District.

Chicago Market is a grocery cooperative that has periodically used the Gerber Building for farmers markets and pop-events through a lease with the CTA since 2018.

In addition to providing new food options for commuters and nearby residents, Chicago Market will provide full-time employment for more than 70 people. The project is moving forward through Mayor Lori E. Lightfoot's Chicago Recovery Plan.

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