

SUBSTITUTE
RESOLUTION

WHEREAS, the Tourism Preservation and Sustainability District Act, codified at 70 ILCS 3455/1 et seq. (TPSD Act), authorizes the City of Chicago (City) to form tourism preservation and sustainability districts for the purpose of promoting tourism; and

WHEREAS, the Chicago Tourism and Convention Bureau dba Choose Chicago (CC), hotel owners, and representatives from the City have met to consider the formation of the Chicago Tourism Improvement District (CTID); and

WHEREAS, CC has drafted a District Plan (Plan) which sets forth the information required by Section 15 of the TPSD Act, codified at 70 ILCS 3455/15; and

WHEREAS, hotels who will pay more than fifty percent (50%) of the transaction charge under the CTID have petitioned the City Council to form the CTID; now, therefore,

BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF CHICAGO:

1. The foregoing recitals are true and correct, and incorporated herein by reference.
2. The City Council finds that hotels that will pay more than fifty percent (50%) of the transaction charge proposed in the Plan have signed and submitted petitions in support of the formation of the CTID. The City Council accepts the petitions and adopts this Resolution of Intent to form the CTID and to levy transaction charges on certain hotels within the CTID boundaries in accordance with the TPSD Act.
3. The City Council declares its intention to form the CTID and to levy and collect transaction charges on certain hotels within the CTID boundaries pursuant to the TPSD Act.
4. The CTID shall include all hotels, existing and in the future, available for public occupancy with 100 rooms or more located within the following zip codes located within the City of Chicago: 60601, 60602, 60603, 60604, 60605, 60606, 60607, 60610, 60611, 60612, 60615, 60616, 60654, and 60661, as shown in the map attached as Exhibit A.
5. The name of the district shall be Chicago Tourism Improvement District (CTID).
6. The initial and maximum annual transaction charge rate is one and a half percent (1.5%) of gross short-term sleeping room rental revenue. Transaction charges will not be collected on stays subject to exemption pursuant to Section 480.101 of Title 86 of the Illinois Administrative Code. Any transaction charges that may be passed onto the customer may be subject to additional state or local taxes.
7. The transaction charges levied for the CTID shall be applied toward sales, marketing, advertising, public relations, and international marketing programs aimed at increasing awareness and demand for room night sales at hotels paying the transaction charges and to

market payors as visitor, meeting, and event destinations, thereby increasing demand for room night sales and revenue at hotels paying the transaction charges.

8. The proposed CTID will have a five (5) year term.

9. The time and place for the public hearing on the formation of the CTID and the levying of transaction charges are set for February 27, 2026, at 10:00 AM, or as soon thereafter as the matter may be heard, at the City Council Chambers located at City Hall, 121 North LaSalle Street, Second Floor, Chicago, IL 60602.

10. Any hotel proposed to be subject to a transaction charge has the opportunity to be heard at the public hearing regarding the district formation and an opportunity to file objections to the district formation with the City Clerk at any time prior to the conclusion of the public hearing.

11. The Commissioner of the Department of Business Affairs and Consumer Protection shall give notice of the public hearing by United States mail to the Cook County Clerk and each business owner that may be subjected to a transaction charge, in accordance with Section 25 of the TPSD Act, codified at 70 ILCS 3455/25. The notice shall include this Resolution of Intent and the name, address, email address, and phone number of the City Clerk, and it shall be mailed not less than 30 days before the public hearing.

12. This resolution shall take effect upon passage and approval.