

No Official Statement will be prepared for this Offering. By the Purchaser's acceptance of the Bonds, the Purchaser shall be deemed to have had access to such financial and other information concerning the Village and the Bonds as the Purchaser deemed necessary to make an independent decision to purchase the Bonds, including the opportunity, at a reasonable time prior to our purchase of the Bonds, to ask questions and receive answers concerning the Village and the terms and conditions of this Offering.

PRELIMINARY TERM SHEET DATED AUGUST 23, 2024

**VILLAGE OF HOMEWOOD
Cook County, Illinois
\$2,611,269* General Obligation Limited Tax Bonds, Series 2024**

Issuer: Village of Homewood, Cook County, Illinois (the "Village").

Issue: \$2,611,269* General Obligation Limited Tax Bonds, Series 2024 (the "Bonds").

Bids Due: Thursday, September 5, 2024 by 10:00 A.M. C.D.T.

Award Date: September 10, 2024.

Dated/Delivery Date: Expected to be on or about September 24, 2024.

Method of Sale: Competitive.

Purchaser: _____ (the "Purchaser").

Interest Payment Dates: The Bonds will pay interest semi-annually on each June 1 and December 1 commencing on June 1, 2025. Interest is calculated on the basis of a 360-day year consisting of twelve 30-day months.

Principal Due: Serially each December 1, commencing December 1, 2025 through 2028.

Maturities, Amounts Interest Rates and Yields:	<u>Maturity</u>	<u>Principal</u>	<u>Interest</u>	<u>Yield</u>
	<u>Dec. 1</u>	<u>Amount*</u>	<u>Rate</u>	
2025		\$629,000	_____%	_____%
2026		671,000	_____%	_____%
2027		697,000	_____%	_____%
2028		614,269	_____%	_____%

Purchase Price: No less than par.

Good Faith Deposit: A good faith deposit will **NOT** be required.

Bank Qualification: The Bonds are "qualified tax-exempt obligations" under Section 265(b)(3) of the Internal Revenue Code of 1986, as amended.

Legal Opinion/Tax Exemption: Chapman and Cutler LLP, Chicago, Illinois ("Bond Counsel"), will provide an opinion as to the validity of, and federal tax exemption of the interest on, the Bonds. Interest on the Bonds is **not** exempt from present State of Illinois income taxes.

*Subject to change

Registrar/Paying Agent: The Purchaser will act as bond registrar and paying agent on the Bonds, unless an agent is appointed by the Purchaser. However, such appointment will be made at the expense of the Purchaser. The Purchaser agrees to furnish an invoice to the Village prior to the payment date.

Registered or Book-Entry: The Bonds will be registered in the name of the Purchaser unless otherwise requested by the Purchaser.

Rule G-34, as Amended: Rule G-34, as amended, extends to non-dealer municipal advisors the requirement that a municipal advisor obtain a CUSIP number when advising on a competitive transaction in municipal securities.

Rule G-34, as amended, provides a principles-based exception for municipal advisors in competitive sales from the CUSIP number requirements when selling a new issue of municipal securities in certain circumstances where the municipal advisor reasonably believes (e.g., by obtaining a written representation) that the present intent of the purchasing entity is to hold the municipal securities to maturity or earlier redemption or mandatory tender. Specifically, Rule G-34(a)(i)(F) provides as follows:

“(F) [A] municipal advisor advising the issuer with respect to a competitive sale of a new issue, which is being purchased directly by a bank, any entity directly or indirectly controlled by the bank or under common control with the bank, other than a broker, dealer or municipal securities dealer ... may elect not to apply for assignment of a CUSIP number or numbers if the ... municipal advisor reasonably believes (e.g., by obtaining a written representation) that the present intent of the purchasing entity or entities is to hold the municipal securities to maturity”

Should your bid be the best bid and should this not be relevant in your situation please advise Speer Financial, Inc. immediately.

Authorization: The Bonds are being issued pursuant to the statutory powers of Illinois non home-rule municipalities to issue bonds without referendum provided that the total amount of such bonds outstanding upon the issuance of such bonds does not exceed one half of one percent (½ of 1%) of the municipality’s equalized assessed valuation and by a bond ordinance to be adopted by the President and Board of Trustees of the Village on September 10, 2024 (the “Bond Ordinance”).

Purpose: Proceeds of the Bonds will be used to finance the costs of certain capital expenditures with the Village and to pay the costs of issuance of the Bonds.

Security: The Bonds will constitute valid and legally binding general obligations of the Village payable both as to principal and interest from ad valorem property taxes levied against all taxable property therein, without limitation as to rate except that the rights of the owners of the Bonds and the enforceability of the Bonds may be limited by bankruptcy, insolvency, moratorium, reorganization and other similar laws relating to enforcement of creditors' rights and by equitable principles, whether considered at law or in equity, including the exercise of judicial discretion, but the amount of taxes that can be levied in any year is limited by provisions of the Property Tax Extension Limitation Law, as amended (the "Limitation Law"). The Village covenants to not levy taxes on any bonds such that it would cause the extension in any year to exceed the base amount established pursuant to the Limitation Law. The Bonds are being issued pursuant to the statutory powers of Illinois non-home-rule municipalities to issue bonds without referendum provided that the total amount of such bonds outstanding upon the issuance of such bonds does not exceed one half of one percent (½ of 1%) of the municipality’s equalized assessed valuation.

**Subject to change.*

Security: (continued)

The Debt Reform Act provides that the Bonds are payable from the debt service extension base of the Village (the "Base"), which is an amount equal to that portion of the extension for the Village for the 1994 levy year constituting an extension for payment of principal and interest on bonds issued by the Village without referendum, but not including alternate bonds issued under Section 15 of the Debt Reform Act or refunding obligations issued to refund or to continue to refund obligations of the Village initially issued pursuant to referendum. The Limitation Law further provides that the annual amount of taxes to be extended to pay the Bonds and all other limited bonds heretofore and hereafter issued by the Village shall not exceed the Base.

The Bonds constitute the only outstanding obligations of the Village which are payable from the debt service extension base after payment of such other outstanding bonds. Additional limited tax bonds of the Village may be issued as provided in the Proceedings.

**Illinois Property Tax
Extension Limitation Law:**

The Village, as a non-home rule unit of local government located in Cook County, Illinois, became subject to the Tax Extension Limitation Law in 1994 pursuant to a legislative action by the General Assembly. The effect of the Tax Extension Limitation Law is to limit the amount of property taxes that can be extended for a taxing body. In addition, general obligation bonds, notes and installment contracts payable from ad valorem taxes unlimited as to rate and amount cannot be issued by the affected taxing bodies unless the obligations first are approved at a direct referendum, are alternate bonds or are for certain refunding purposes.

Public Act 89-385, effective August 18, 1995, permits local governments, including the Village, to issue limited tax bonds (such as the Bonds) in lieu of general obligation bonds that have otherwise been authorized by applicable law.

Denomination:

\$100,000 or integral multiples of \$1 in excess thereof.

Municipal Advisor:

Speer Financial, Inc., Chicago, Illinois.

Bond Counsel:

Chapman and Cutler LLP, Chicago, Illinois.

Expenses:

The Village will pay for the legal opinion and municipal advisor's fee. At closing, the Village will deliver one typed bond per maturity.

Optional Redemption:

The Bonds **are not** subject to redemption prior to maturity.

Credit Rating:

A credit rating will not be requested for the Bonds.

Secondary Market Disclosure:

This Bond issue is not subject to the continuing disclosure provisions of Section (b)(5) of Rule 15c2-12 adopted by the Securities and Exchange Commission under the Securities Exchange Act of 1934.

**Subject to change.*

**Financial and Economic
Characteristics of the
Village:**

See “**APPENDIX A – CERTAIN FINANCIAL AND ECONOMIC CHARACTERISTICS OF THE VILLAGE**” for information on the Village’s overlapping taxing entities, outstanding debt, selected financial information and debt limit ratios, largest taxpayers, equalized assessed valuation (“EAV”), and tax rates by purpose for the past five years.

Audited Financial Statements:

See “**APPENDIX D – AUDITED FINANCIAL STATEMENTS OF THE VILLAGE FOR THE FISCAL YEAR ENDED APRIL 30, 2023**” for more information on the Village’s recent financial performance.

Investor Letter:

The Purchaser will be required to execute an investor letter, in the form attached as **APPENDIX C**, wherein the Purchaser will certify to the Village and Bond Counsel that it (i) is acquiring the Bonds for its own account and solely for investment purposes and not with a view to any distribution of any Bond or any interest therein or a portion thereof or with any present intention of distributing or selling any Bond or any interest therein or portion thereof and (ii) has knowledge and experience in financial and business matters, including the acquisition and holding of tax-exempt obligations, that it is capable of evaluating the merits and risks of purchasing the Bonds and is able to bear such risks.

President

**Subject to change.*

APPENDIX A

CERTAIN FINANCIAL AND ECONOMIC CHARACTERISTICS OF THE VILLAGE

Non-Referendum Debt Service Extension Base(1)

<u>Levy Year</u>	<u>Calendar Year</u>	<u>Debt Service Extension Base(2)</u>	<u>The Bonds(3)</u>	<u>Total Debt Service on Non-Referendum Bonds(3)</u>	<u>Over/(Under) Debt Service Extension Base Margin(3)</u>
2024	2025	\$746,691	\$ 746,236	\$ 746,236	\$ 455
2025	2026	746,691	745,699	745,699	992
2026	2027	746,691	745,865	745,865	826
2027	2028	746,691	636,997	636,997	109,694
Total			\$2,874,797	\$2,874,797	

- Notes: (1) Source: the Village.
(2) The Village's original Debt Service Extension Base was \$527,859 and has increased to \$746,691 for levy year 2024.
(3) Subject to change.

DEBT INFORMATION

**General Obligation Bonded Debt(1)
(Principal Only)**

<u>Calendar Year</u>	<u>The Bonds(2) (12/1)</u>	<u>Total Debt(2)</u>	<u>Cumulative Principal Retired(2)</u>	
			<u>Amount</u>	<u>Percent</u>
2025	\$ 629,000	\$ 629,000	\$ 629,000	24.09%
2026	671,000	671,000	1,300,000	49.78%
2027	697,000	697,000	1,997,000	76.48%
2028	614,269	614,269	2,611,269	100.00%
Total	\$2,611,269	\$2,611,269		

- Notes: (1) Source: the Village.
(2) Subject to change.

**Detailed Overlapping Bonded Debt(1)
(As of June 3, 2024)**

	<u>Outstanding Debt</u>	<u>Applicable to the Village</u>	
		<u>Percent(2)</u>	<u>Amount</u>
Schools:			
Homewood School District No. 153	\$ 14,493,785	93.70%	\$13,580,640
Flossmoor School District No. 161	12,765,000	17.88%	2,282,564
Thornton School District No. 154	700,000	0.43%	3,038
Homewood-Flossmoor H.S.D. No. 233	30,075,000	52.09%	15,667,150
Thornton H.S.D. No. 205	26,730,000	0.17%	44,380
Prairie State Community College No. 515	21,055,000	10.35%	2,179,723
Thornton Community College No. 510	23,278,889	0.07%	15,574
Total Schools			\$33,773,070
Others:			
Cook County	\$2,093,131,750	0.20%	\$ 4,214,166
Cook County Forest Preserve District	90,940,000	0.20%	183,092
Metropolitan Water Reclamation District	2,503,179,075	0.02%	400,062
Homewood-Flossmoor Park District	15,954,795	61.25%	9,772,872
Total Others			\$14,570,193
Total Schools and Other Overlapping Bonded Debt			\$48,343,263

- Notes: (1) Source: Cook County Clerk and the MSRB's Electronic Municipal Market Access website ("EMMA").
(2) Overlapping debt percentages based on 2022 EAV, the most current available.

Statement of Bonded Indebtedness(1)

	Amount Applicable	Ratio To		Per Capita (2020 Census 19,463)
		Equalized Assessed	Estimated Actual	
Village EAV of Taxable Property, 2023(2).....	\$ 522,253,881	100.00%	33.33%	\$26,833.16
Estimated Actual Value, 2023(2)	\$1,566,761,643	300.00%	100.00%	\$80,499.49
Direct Bonded Debt(3).....	\$ 2,611,269	0.50%	0.17%	\$ 134.17
Overlapping Bonded Debt:(4)				
Schools	\$ 33,773,070	6.47%	2.16%	\$ 1,735.24
Other	14,570,193	2.79%	0.93%	748.61
Total Overlapping Bonded Debt.....	\$ 48,343,263	9.26%	3.09%	\$ 2,483.85
Total Direct and Overlapping Bonded Debt(3)	\$ 50,954,532	9.76%	3.25%	\$ 2,618.02

- Notes: (1) Source: Cook County Clerk and the Village.
(2) Excludes TIF valuations.
(3) Includes the Bonds and is subject to change.
(4) Overlapping bonded debt as of June 3, 2024.

Legal Debt Margin(1)

Village EAV of Taxable Property, 2023(2).....	\$522,253,881	8.625% of EAV	0.500% of EAV
Statutory Debt Limitation (8.625% of EAV)		\$45,044,397	
Statutory Non-Referendum Authority (0.5% of EAV).....			\$2,611,269
General Obligation Debt:			
The Bonds(3).....	\$ 2,611,269	\$ 2,611,269	\$2,611,269
Total Applicable Debt(3)	\$ 2,611,269	\$ 2,611,269	\$2,611,269
Legal Debt Margin(3).....		\$42,433,128	\$ 0

- Notes: (1) Source: Cook County Clerk and the Village.
(2) Excludes TIF Valuations.
(3) Subject to change.

PROPERTY ASSESSMENT AND TAX INFORMATION

Village Equalized Assessed Valuation(1)(2)

Property Class	Levy Years					2023(3)
	2019	2020(3)	2021	2022	2023(3)	
Residential.....	\$229,831,327	\$266,966,191	\$241,984,207	\$236,768,605	Detail	
Commercial	118,223,118	137,181,816	130,253,728	128,150,084	Not Available	
Industrial.....	6,793,965	7,530,704	7,064,795	6,819,272		
Railroad.....	3,749,669	3,531,031	3,531,031	3,921,500		
Total	\$358,598,079	\$415,209,742	\$382,833,761	\$375,659,461		\$522,253,881
Percent Change +(-).....	(0.70%)(4)	15.79%	(7.80%)	(1.87%)		39.02%

- Notes: (1) Source: Cook County Clerk.
(2) Excludes TIF valuations.
(3) Reassessment year.
(4) Percentage change based on 2018 EAV of \$361,124,411.

Representative Tax Rates(1)
(Per \$100 EAV)

	Levy Years					Maximum Allowable
	2019	2020	2021	2022	2023	
Village Rates:						
Corporate	\$ 0.193	\$ 0.147	\$ 0.158	\$ 0.144	\$ 0.110	\$0.4375
Police Pension.....	0.510	0.495	0.566	0.670	0.486	0.0000
Fire Pension	0.185	0.180	0.196	0.220	0.157	0.0000
IMRF	0.130	0.122	0.127	0.132	0.097	0.0000
Street & Bridge	0.077	0.059	0.063	0.058	0.044	0.1000
Fire Protection	0.116	0.088	0.095	0.086	0.066	0.6000
Police Protection.....	0.058	0.044	0.047	0.043	0.033	0.6000
Social Security.....	0.134	0.106	0.122	0.123	0.092	0.0000
Auditing	0.014	0.012	0.013	0.016	0.011	0.0000
Liability Insurance.....	0.192	0.166	0.179	0.186	0.188	0.0000
Limited Bonds.....	0.161	0.162	0.177	0.150	0.000	0.0000
Crossing Guard	0.015	0.012	0.013	0.012	0.009	0.0200
Levy Adjustment.....	0.000	0.000	0.022	0.071	0.026	0.0000
Total Village Rate	\$ 1.784	\$ 1.598	\$ 1.778	\$ 1.911	\$ 1.319	
Others:						
Cook County.....	\$ 0.454	\$ 0.453	\$ 0.446	\$ 0.431	\$ 0.386	
Cook County Forest Preserve Dist....	0.059	0.058	0.058	0.081	0.075	
Consolidated Elections	0.030	0.000	0.019	0.000	0.032	
Thornton Township(2).....	0.941	0.832	0.987	1.082	0.820	
South Cook County Mosquito						
Abatement District	0.018	0.017	0.019	0.021	0.017	
Homewood Flossmoor Park District...	0.887	0.786	0.884	0.953	0.716	
Homewood Public Library	0.675	0.593	0.661	0.717	0.528	
School District No. 153	5.827	5.225	5.769	6.800	5.501	
High School District No. 233	6.051	5.011	5.527	5.807	4.412	
Comm. College Dist. No 515	0.492	0.450	0.512	0.546	0.401	
Total Rate(3).....	\$17.218	\$15.023	\$16.660	\$18.349	\$14.207	

- Notes: (1) Source: Cook County Clerk.
(2) Includes Road and Bridge and General Assistance.
(3) Representative tax rate is for Thornton Township Tax Code No. 37069, which represents the largest portion of the Village's 2023 EAV.

Tax Extensions and Collections(1)

Levy Year	Coll. Year	Taxes Extended	Total Collections	
			Amount	Percent
2019.....	2020.....	\$6,647,322	\$6,016,476	90.51%
2020.....	2021.....	6,881,974	6,235,224	90.60%
2021.....	2022.....	6,632,814	6,366,149	95.98%
2022.....	2023.....	7,176,369	6,651,964	92.69%
2023.....	2024.....	6,791,915	3,337,393	49.14%

- Note: (1) Source: the Village's DRAFT Annual Financial Report for the fiscal year ended April 30, 2024 and the Village.

Principal Taxpayers(1)

Taxpayer Name	Business/Service	2022 EAV(2)
Washington Park Plaza LLC.....	Shopping Mall.....	\$17,575,251
Menard Inc.	Home Improvement Store	8,331,071
Target.....	Retail Store.....	6,204,702
Kohl's	Retail Store.....	5,036,050
Marquis	Apartments	4,841,232
Jewel.....	Grocery Store	4,829,221
Mercyhealth Care Center.....	Rehabilitation Care	4,644,815
The Home Depot.....	Home Improvement Store	4,019,184
Dika Homewood LLC.....	Real Property.....	3,199,759
Walmart.....	Retail Store.....	<u>2,948,259</u>
Total		\$61,629,544
Largest Taxpayers as Percent of Village's 2022 EAV (\$375,659,461).....		16.41%

- Notes: (1) Source: Cook County Clerk.
 (2) Every effort has been made to seek out and report the largest taxpayers. However, many of the taxpayers listed contain multiple parcels and it is possible that some parcels and their valuations have been overlooked. The 2022 EAV is the most current available.

TAX INCREMENT FINANCING DISTRICTS LOCATED WITHIN THE VILLAGE(1)

Tax Increment Financing Districts Located Within the Village(1)

Location/Name of TIF	Year Established	2022 Frozen Base EAV	2022 EAV(2)	Incremental 2022 EAV(2)
Homewood - Southwest.....	1998	\$3,319,897	\$ 3,095,293	\$ 126,861
Homewood - 187th St / Dixie Hwy	2000	3,649,664	3,185,619	994,639
Homewood - East CBD.....	2011	2,028,258	1,506,295	57,191
Homewood - Northeast.....	2015	8,056,483	12,232,271	5,112,148
Homewood - Downtown TOD	2017	3,866,116	4,377,342	782,014
Homewood - Dixie Highway/Miller Court.....	2020	563,845	620,351	56,506
Homewood - Kedzie Gateway	2021	13,256,242	11,867,522	<u>0</u>
			Total Incremental 2022 EAV	\$ 7,129,359
			Village 2022 EAV	<u>\$375,659,461</u>
			Total 2022 EAV	\$382,788,820

- Notes: (1) Source: County Clerk and the Village.
 (2) The 2022 EAV and Incremental EAV are the most current available.

FINANCIAL INFORMATION

Summary Financial Information

The following tables are summaries and do not purport to be the complete audits, copies of which are available upon request. See APPENDIX D for the Village's 2023 Audit.

Statement of Net Position Governmental Activities(I)

	Audited As of April 30				DRAFT
	2020	2021	2022	2023	2024
ASSETS:					
Current Assets:					
Cash and Investments	\$ 7,757,646	\$11,720,524	\$17,678,160	\$23,227,748	\$24,294,527
Receivables - Net of Allowances	5,491,017	6,096,222	6,453,079	6,885,598	6,268,032
Land Held for Resales	0	0	0	43,000	314,716
Inventories	182,648	173,428	211,806	237,188	270,676
Prepays	1,506,720	1,437,041	1,461,313	1,615,133	1,554,309
Total Current Assets	<u>\$14,938,031</u>	<u>\$19,427,215</u>	<u>\$25,804,358</u>	<u>\$32,008,667</u>	<u>\$32,702,260</u>
Noncurrent Assets:					
Nondepreciable Capital Assets	\$ 1,855,413	\$ 1,855,413	\$ 1,855,413	\$ 2,360,413	\$ 2,529,141
Depreciable Capital Assets	29,126,362	29,172,447	29,301,954	29,391,721	29,996,763
Net Pension Asset - IMRF	0	1,319,249	4,626,498	0	0
Accumulated Depreciation	<u>(14,571,294)</u>	<u>(15,192,396)</u>	<u>(15,603,064)</u>	<u>(16,304,964)</u>	<u>(16,863,964)</u>
Total Noncurrent Assets	<u>\$16,410,481</u>	<u>\$17,154,713</u>	<u>\$20,180,801</u>	<u>\$15,447,170</u>	<u>\$15,661,940</u>
Total Assets	<u>\$31,348,512</u>	<u>\$36,581,928</u>	<u>\$45,985,159</u>	<u>\$47,455,837</u>	<u>\$48,364,200</u>
DEFERRED OUTFLOWS OF RESOURCES:					
Deferred Items - IMRF	\$ 949,318	\$ 510,148	\$ 409,959	\$ 3,035,027	\$ 2,040,689
Deferred Items - SLEP	9,636	8,736	7,224	22,054	28,178
Deferred Items - Police Pension	15,078,270	11,765,650	10,449,415	11,878,647	8,174,442
Deferred Items - Firefighters' Pension	5,436,672	7,543,383	6,456,334	7,100,156	5,087,981
Deferred Items - RBP	2,079,651	2,124,790	1,756,015	1,453,988	1,102,501
Total Deferred Outflows of Resources	<u>\$23,553,547</u>	<u>\$21,952,707</u>	<u>\$19,078,947</u>	<u>\$23,489,872</u>	<u>\$16,433,791</u>
Total Assets and Deferred Outflows of Resources	<u>\$54,902,059</u>	<u>\$58,534,635</u>	<u>\$65,064,106</u>	<u>\$70,945,709</u>	<u>\$64,797,991</u>
LIABILITIES:					
Current Liabilities:					
Accounts Payable	\$ 233,283	\$ 291,124	\$ 429,433	\$ 613,415	\$ 355,303
Accrued Payroll	319,144	231,998	283,851	329,485	458,873
Accrued Interest Payable	7,009	9,446	4,104	1,988	0
Other Payables	79,729	302,330	1,573,677	2,331,513	256,853
Current Portion of Long-Term Debt	725,231	811,121	778,720	666,169	0
Compensated Absences	0	0	0	0	69,289
Total Current Liabilities	<u>\$ 1,364,396</u>	<u>\$ 1,646,019</u>	<u>\$ 3,069,785</u>	<u>\$ 3,942,570</u>	<u>\$ 1,140,318</u>
Noncurrent Liabilities:					
Compensated Absences Payable	\$ 314,706	\$ 324,439	\$ 318,414	\$ 280,453	\$ 277,157
Net Pension Liability - IMRF	1,429,457	0	0	3,174,604	1,418,052
Net Pension Liability - SLEP	283,690	165,864	1,846	232,923	179,631
Net Pension Liability - Police Pension	43,625,824	40,269,356	36,943,434	42,205,389	35,598,704
Net Pension Liability - Firefighters' Pension	13,116,889	14,528,390	10,250,488	13,168,488	9,889,623
Total OPEB Liability - RBP	11,920,613	12,022,871	10,060,306	8,921,866	8,229,608
General Obligation Bonds Payable	0	1,165,000	530,000	0	0
Installment Contract Payable	235,184	130,173	66,056	0	0
Total Noncurrent Liabilities	<u>\$70,926,363</u>	<u>\$68,606,093</u>	<u>\$58,170,544</u>	<u>\$67,983,723</u>	<u>\$55,592,775</u>
Total Liabilities	<u>\$72,290,759</u>	<u>\$70,252,112</u>	<u>\$61,240,329</u>	<u>\$71,926,293</u>	<u>\$56,733,093</u>
DEFERRED INFLOWS OF RESOURCES:					
Deferred Items - IMRF	\$ 1,327,270	\$ 3,024,948	\$ 4,836,720	\$ 2,750	\$ 129,778
Deferred Items - Police Pension	6,416,160	8,714,806	10,296,603	7,169,174	10,184,134
Deferred Items - Firefighters' Pension	2,304,142	3,923,498	7,277,780	5,784,321	6,877,540
Deferred Items - SLEP	75,061	137,099	230,530	0	0
Deferred Items - RBP	89,762	77,606	1,119,546	1,484,929	1,569,168
Property Taxes	3,418,717	3,760,212	3,550,460	4,127,123	3,454,522
Grants	0	0	0	0	1,322,871
Total Deferred Inflows of Resources	<u>\$13,631,112</u>	<u>\$19,638,169</u>	<u>\$27,311,639</u>	<u>\$18,568,297</u>	<u>\$23,538,013</u>
Total Liabilities and Deferred Inflows of Resources	<u>\$85,921,871</u>	<u>\$89,890,281</u>	<u>\$88,551,968</u>	<u>\$90,494,590</u>	<u>\$80,271,106</u>
NET POSITION:					
Net Investment in Capital Assets	\$15,528,743	\$15,217,542	\$14,998,824	\$15,336,991	\$15,829,535
Restricted	3,228,573	5,615,145	6,807,997	6,858,734	8,219,307
Unrestricted (Deficit)	<u>(49,777,128)</u>	<u>(52,188,333)</u>	<u>(45,294,683)</u>	<u>(41,744,606)</u>	<u>(39,521,957)</u>
Total Net Position	<u>\$(31,019,812)</u>	<u>\$(31,355,646)</u>	<u>\$(23,487,862)</u>	<u>\$(19,548,881)</u>	<u>\$(15,473,115)</u>

Note: (1) Source: the Village's Audited Annual Comprehensive Financial Reports for fiscal years 2020 through 2023 and Draft Annual Comprehensive Financial Report for fiscal year 2024.

**Statement of Activities
Governmental Activities(I)**

	Audited As of April 30				DRAFT 2024
	2020	2021	2022	2023	
GOVERNMENTAL ACTIVITIES:					
General Government.....	\$ (6,408,242)	\$ (5,954,958)	\$ (4,850,394)	\$ (6,358,234)	\$ (6,825,717)
Public Health/Environment Protection.....	(745,935)	(619,498)	(779,695)	(881,068)	(959,164)
Maintenance/Development of Public Facilities.....	(2,625,443)	(2,248,801)	(2,526,328)	(3,287,795)	(3,808,070)
Protect of Persons/Property.....	(13,928,985)	(13,041,925)	(9,539,958)	(10,196,192)	(9,046,991)
Community Development.....	(620,669)	(90,985)	(568,606)	(13,412)	(590,490)
Interest on Long-Term Debt.....	(20,639)	(24,037)	(19,469)	(14,954)	(2,394)
Total Governmental Activities.....	<u>\$(24,349,913)</u>	<u>\$(21,980,204)</u>	<u>\$(18,284,450)</u>	<u>\$(20,751,655)</u>	<u>\$(21,232,826)</u>
GENERAL REVENUES:					
Taxes:					
Property.....	\$ 6,613,258	\$ 6,259,235	\$ 8,407,021	\$ 7,138,127	\$ 7,890,171
Other.....	4,101,635	4,180,859	4,753,852	4,727,863	4,704,902
Intergovernmental - Unrestricted:					
Sales Taxes.....	5,038,077	5,603,418	6,376,989	6,351,819	5,864,599
Income Taxes.....	1,901,093	2,345,471	3,082,678	2,995,189	3,239,040
Replacement Taxes.....	80,610	86,142	199,071	260,920	185,599
Other Intergovernmental Taxes.....	0	554,351	805,722	711,652	485,327
Interest Income.....	47,793	2,123	2,754	191,496	754,831
Miscellaneous.....	2,168,812	1,669,305	1,574,513	1,315,278	1,280,592
Transfers.....	974,480	943,466	949,634	998,292	903,531
Total General Revenues.....	<u>\$ 20,925,758</u>	<u>\$ 21,644,370</u>	<u>\$ 26,152,234</u>	<u>\$ 24,690,636</u>	<u>\$ 25,308,592</u>
Change In Net Position.....	\$ (3,424,155)	\$ (335,834)	\$ 7,867,784	\$ 3,938,981	\$ 4,075,766
Net Position, Beginning.....	<u>\$(27,595,657)</u>	<u>\$(31,019,812)</u>	<u>\$(31,355,646)</u>	<u>\$(23,487,862)</u>	<u>\$(19,548,881)</u>
Net Position, Ending.....	<u>\$(31,019,812)</u>	<u>\$(31,355,646)</u>	<u>\$(23,487,862)</u>	<u>\$(19,548,881)</u>	<u>\$(15,473,115)</u>

Note: (1) Source: the Village's Audited Annual Comprehensive Financial Reports for fiscal years 2020 through 2023 and Draft Annual Comprehensive Financial Report for fiscal year 2024.

**General Fund
Balance Sheet(I)**

	Audited as of April 30				DRAFT 2024
	2020	2021	2022	2023	
ASSETS:					
Cash and Investments.....	\$ 4,192,832	\$ 5,578,842	\$10,174,175	\$15,772,782	\$15,744,112
Receivables - Net of Allowances:					
Taxes.....	3,138,565	3,411,381	3,224,056	3,837,731	3,454,522
Other Taxes.....	1,131,095	1,508,707	1,884,163	1,730,910	1,770,891
Receivables.....	470,396	218,022	335,615	327,732	330,111
Due from Other Funds.....	780,658	708,420	708,420	785,203	781,891
Inventories.....	182,648	173,428	211,806	237,188	270,676
Prepays.....	1,506,720	1,437,041	1,461,313	1,615,133	1,554,309
Total Assets.....	<u>\$11,402,914</u>	<u>\$13,035,841</u>	<u>\$17,999,548</u>	<u>\$24,306,679</u>	<u>\$23,906,512</u>
LIABILITIES:					
Accounts Payable.....	\$ 192,156	\$ 261,172	\$ 280,269	\$ 505,360	\$ 347,073
Accrued Payroll.....	319,144	231,998	283,851	329,485	458,873
Other Payables.....	79,729	302,330	1,573,677	2,331,513	256,853
Total Liabilities.....	<u>\$ 591,029</u>	<u>\$ 795,500</u>	<u>\$ 2,137,797</u>	<u>\$ 3,166,358</u>	<u>\$ 1,062,799</u>
DEFERRED INFLOWS OF RESOURCES:					
Property Taxes.....	\$ 3,138,565	\$ 3,411,381	\$ 3,224,056	\$ 3,837,731	\$ 3,454,522
Grants.....	0	0	0	0	1,322,871
Total Deferred Inflows of Resources.....	<u>\$ 3,138,565</u>	<u>\$ 3,411,381</u>	<u>\$ 3,224,056</u>	<u>\$ 3,837,731</u>	<u>\$ 4,777,393</u>
Total Liabilities and Deferred Inflows of Resources.....	<u>\$ 3,729,594</u>	<u>\$ 4,206,881</u>	<u>\$ 5,361,853</u>	<u>\$ 7,004,089</u>	<u>\$ 5,840,192</u>
FUND BALANCES:					
Nonspendable.....	\$ 1,689,368	\$ 1,610,469	\$ 1,673,119	\$ 1,852,321	\$ 1,824,985
Restricted.....	153,283	32,024	0	12,150	220,603
Assigned.....	738,621	156,621	145,214	1,324,524	980,764
Unassigned.....	5,092,048	7,029,846	10,819,362	14,113,595	15,039,968
Total Fund Balances.....	<u>\$ 7,673,320</u>	<u>\$ 8,828,960</u>	<u>\$12,637,695</u>	<u>\$17,302,590</u>	<u>\$18,066,320</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances.....	<u>\$11,402,914</u>	<u>\$13,035,841</u>	<u>\$17,999,548</u>	<u>\$24,306,679</u>	<u>\$23,906,512</u>

Note: (1) Source: the Village's Audited Annual Comprehensive Financial Reports for fiscal years 2020 through 2023 and Draft Annual Comprehensive Financial Report for fiscal year 2024.

**General Fund
Revenues and Expenditures(1)**

	Audited Fiscal Year Ended April 30				DRAFT
	2020	2021	2022	2023	2024
REVENUES:					
Taxes	\$ 9,531,293	\$ 9,267,339	\$10,690,104	\$10,283,301	\$11,299,655
Intergovernmental	7,024,591	9,257,347	10,697,911	10,418,531	9,817,609
Charges For Services	1,206,608	1,128,298	1,651,493	924,621	3,923,007
Licenses and Permits	711,268	623,226	690,573	3,675,021	677,853
Fines and Forfeitures.....	530,945	295,173	548,563	463,952	431,903
Interest	29,424	453	995	158,521	728,201
Miscellaneous.....	<u>1,745,992</u>	<u>934,078</u>	<u>1,274,326</u>	<u>1,117,311</u>	<u>1,116,635</u>
Total Revenues	\$20,780,121	\$21,505,914	\$25,553,965	\$27,041,258	\$27,994,863
EXPENDITURES:					
General Government	\$ 7,448,032	\$ 7,757,589	\$ 7,962,978	\$ 7,839,573	\$ 9,128,214
Public Health/Environment Protections.....	747,625	619,498	779,820	849,867	844,965
Maintenance/Development of Public Facilities.....	2,924,595	2,874,723	3,216,337	3,412,956	4,147,679
Protect of Persons/Property.....	10,134,911	9,922,765	10,357,679	10,931,724	11,329,956
Community Development	461,860	285,461	369,476	380,856	370,925
Debt Service.....	<u>119,876</u>	<u>119,877</u>	<u>112,047</u>	<u>68,052</u>	<u>68,053</u>
Total Expenditures.....	\$21,836,899	\$21,579,913	\$22,798,337	\$23,483,028	\$25,889,792
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ (1,056,778)	\$ (73,999)	\$ 2,755,628	\$ 3,558,230	\$ 2,105,071
OTHER FINANCING SOURCES (USES):					
Operating Tranfers In	\$ 1,179,962	\$ 1,217,239	\$ 1,025,567	\$ 1,077,015	\$ 996,311
Operating Tranfers Out.....	0	0	0	0	(2,337,652)
Debt Issuance	320,870	0	0	0	0
Disposal of Capital Assets	0	12,400	27,540	29,650	0
Total Other Financing Source (Uses).....	\$ 1,500,832	\$ 1,229,639	\$ 1,053,107	\$ 1,106,665	\$ (1,341,341)
Net Change in Fund Balance.....	\$ 444,054	\$ 1,155,640	\$ 3,808,735	\$ 4,664,895	\$ 763,730
Fund Balance, Beginning.....	\$ 7,229,266	\$ 7,673,320	\$ 8,828,960	\$12,637,695	\$17,302,590
Fund Balance, Ending	\$ 7,673,320	\$ 8,828,960	\$12,637,695	\$17,302,590	\$18,066,320

Note: (1) Source: the Village's Audited Annual Comprehensive Financial Reports for fiscal years 2020 through 2023 and Draft Annual Comprehensive Financial Report for fiscal year 2024.

**General Fund
Budget and Estimated Financial Information(1)**

	Budget	Estimated	Budget
	Twelve Months Ending 4/30/2024	Twelve Months Ending 4/30/2024	Twelve Months Ending 4/30/2025
REVENUES:			
Sales Tax	\$ 5,300,000	\$ 5,864,599	\$ 5,900,000
Property Tax.....	2,540,920	2,521,363	2,246,831
State Income Tax	3,024,550	3,239,040	3,328,175
Utility Tax	650,000	601,408	620,000
Other Taxes	7,141,438	7,372,416	8,154,703
Licenses and Permits	826,500	841,243	689,300
Fines and Fees.....	2,956,000	3,920,958	3,647,250
Other	1,346,000	2,787,718	1,437,136
Transfers.....	<u>1,360,132</u>	<u>(872,426)</u>	<u>1,254,441</u>
Total Revenues	\$25,145,540	\$26,276,319	\$27,277,836
EXPENDITURES:			
Legislative	\$ 122,895	\$ 148,108	\$ 211,195
Manager's Office	2,581,416	2,848,554	3,177,618
Finance	1,653,556	1,426,335	1,688,480
Pensions	4,194,524	4,196,816	4,195,513
Public Works	4,797,248	5,201,832	4,882,146
Fire Department	4,340,898	5,418,216	4,972,529
Police Department.....	<u>7,432,213</u>	<u>6,533,805</u>	<u>7,701,449</u>
Total Expenditures.....	\$25,122,750	\$25,773,666	\$26,828,930
Excess (Deficiency) of Revenues Over/(Under) Expenditures ...	\$ 22,790	\$ 502,653	\$ 448,906

Note: (1) Source: the Village.

APPENDIX B

PROPOSED FORM OF OPINION OF BOND COUNSEL

PROPOSED FORM OF OPINION OF BOND COUNSEL

[LETTERHEAD OF CHAPMAN AND CUTLER LLP]

[TO BE DATED CLOSING DATE]

Village of Homewood
Cook County, Illinois

We hereby certify that we have examined certified copy of the proceedings (the “*Proceedings*”) of the President and Board of Trustees of the Village of Homewood, Cook County, Illinois (the “*Village*”), passed preliminary to the issue by the Village of its fully registered General Obligation Limited Tax Bonds, Series 2024 (the “*Bonds*”), to the amount of \$ _____, dated _____, 2024, due serially on December 1 of the years and in the amounts and bearing interest as follows:

2025	\$	%
2026		%
2027		%
2028		%

and we are of the opinion that the Proceedings show lawful authority for said issue under the laws of the State of Illinois now in force.

We further certify that we have examined the form of bond prescribed for said issue and find the same in due form of law, and in our opinion said issue, to the amount named, is valid and legally binding upon the Village and is payable from any funds of the Village legally available for such purpose, and all taxable property in the Village is subject to the levy of taxes to pay the same without limitation as to rate, except that the rights of the owners of the Bonds and the enforceability of the Bonds may be limited by bankruptcy, insolvency, reorganization, moratorium and other similar laws affecting creditors’ rights and by equitable principles, whether considered at law or in equity, including the exercise of judicial discretion. The amount of said taxes that may be extended to pay the Bonds is, however, limited as provided by the Property Tax Extension Limitation Law of the State of Illinois, as amended (the “*Law*”). The Law provides that the annual amount of said taxes to be extended to pay the Bonds and all other limited bonds (as defined in the Local Government Debt Reform Act of the State of Illinois, as amended) hereafter issued by the Village shall not exceed the debt service extension base (as defined in the Law) of the Village, as more fully described in the Proceedings.

It is our opinion that, subject to the Village’s compliance with certain covenants, under present law, interest on the Bonds is excludable from gross income of the owners thereof for federal income tax purposes and is not included as an item of tax preference in computing the alternative minimum tax for individuals under the Internal Revenue Code of 1986, as amended (the “*Code*”). Interest on the Bonds may affect the corporate alternative minimum tax for certain corporations. Failure to comply with certain of such Village covenants could cause interest on the Bonds to be includable in gross income for federal income tax purposes retroactively to the date

of issuance of the Bonds. Ownership of the Bonds may result in other federal tax consequences to certain taxpayers, and we express no opinion regarding any such collateral consequences arising with respect to the Bonds.

It is also our opinion that the Bonds are “qualified tax-exempt obligations” pursuant to Section 265(b)(3) of the Code.

We express no opinion herein as to the accuracy, adequacy or completeness of any information furnished to any person in connection with any offer or sale of the Bonds.

In rendering this opinion, we have relied upon certifications of the Village with respect to certain material facts within the Village’s knowledge. Our opinion represents our legal judgment based upon our review of the law and the facts that we deem relevant to render such opinion and is not a guarantee of a result. This opinion is given as of the date hereof and we assume no obligation to revise or supplement this opinion to reflect any facts or circumstances that may hereafter come to our attention or any changes in law that may hereafter occur.

APPENDIX C
FORM OF INVESTOR LETTER

Form of Investor Letter

_____, 2024

Village of Homewood
Cook County, Illinois

Chapman and Cutler LLP
Chicago, Illinois

Re: Village of Homewood, Cook County, Illinois
\$ _____ General Obligation Limited Tax Bonds, Series 2024

Ladies and Gentlemen:

The undersigned and the Village of Homewood, Cook County, Illinois (the “*Village*”), have entered into a contract (the “*Contract*”), dated _____, 2024 (the “*Sale Date*”), concerning the purchase by the undersigned from the Village of \$ _____ General Obligation Limited Tax Bonds, Series 2024 (the “*Bonds*”), of the Village, dated _____, 2024.

In connection with the sale and delivery of the Bonds, the undersigned represents as follows:

1. The Contract is in full force and effect and has not been modified, repealed, rescinded or amended.
2. The undersigned is purchasing the Bonds at a price of _____ (the “*Purchase Price*”).
3. On the Sale Date, based on the undersigned’s assessment of then prevailing market conditions, the Purchase Price for the Bonds of each maturity was not less than the fair market value of the Bond of such maturity as of the Sale Date.
4. The undersigned as an investor has such knowledge and experience in financial and business matters, including the acquisition and holding of tax-exempt obligations, that it is capable of evaluating the merits and risks of purchasing the Bonds and is able to bear such risks.
5. Prior to the sale and delivery of the Bonds, the undersigned (i) received and reviewed copies in final form of the Contract and the ordinance adopted by the President and Board of Trustees of the Village authorizing the issuance of the Bonds (the “*Bond Ordinance*”), (ii) was afforded the opportunity to ask questions concerning the terms and

conditions of the Contract, the Bond Ordinance and the Bonds, and (iii) was afforded the opportunity to examine all information and documents relating to, and to ask all questions concerning, the operations, financial condition and future prospects of the Village which it regards as necessary to evaluate the merits and risks of its investment.

6. The purchase of the Bonds by the undersigned is being made in reliance upon the completeness and accuracy of the Bond Ordinance and the information, certificates, opinions, statements and reports supplied by the Village at the request of the undersigned.

7. The undersigned hereby represents and warrants that (a) the undersigned is the first buyer of the Bonds and (b) the Bonds being acquired by it are being acquired for its own account solely for investment purposes and not with a view to any distribution of any Bond or any interest therein or portion thereof or with any present intention of distributing or selling any Bond or any interest therein or portion thereof.

8. In the event that the undersigned disposes of the Bonds or any part thereof in the future, it understands that it has the responsibility for complying with all applicable federal and state securities laws and all rules and regulations promulgated pursuant thereto.

9. The undersigned is making these representations and warranties with the intent that they may be relied upon in determining the qualification and suitability of the undersigned to purchase the Bonds, and the undersigned agrees that these representations and warranties shall survive its purchase of the Bonds.

10. No person holding any office of the Village, either by election or appointment, is interested in the undersigned as an officer or employee or as a holder of any ownership interest in the undersigned.

11. The undersigned understands that (i) Chapman and Cutler LLP (“*Chapman*”) has been engaged by the Village to act as Bond Counsel for the Bonds, (ii) Chapman’s engagement as Bond Counsel by the Village is limited in scope and Chapman has an attorney-client relationship with the Village and not with us, (iii) we will refer to our own general or special counsel as necessary, (iv) at this time Chapman may be representing us in unrelated matters and our consent to Chapman’s representation of the Village is required, (v) our consent extends only to the representation of the Village as Bond Counsel in connection with the Bonds and does not extend to any actual or potential litigation, arbitration or other adversary proceeding or claim against us or any of our subsidiaries in connection with the representation, (vi) in the event of any such claim or proceeding, Chapman would be disqualified from representing the Village with respect to such claim or proceeding unless we or an appropriate subsidiary were to give a new consent at that time, which consent would be wholly discretionary, and (vii) evidence of our consent is given by executing this investment letter.

Very truly yours,

_____,
_____, _____

By _____
Its _____

APPENDIX D

**VILLAGE OF HOMEWOOD
COOK COUNTY, ILLINOIS**

**ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED APRIL 30, 2023**

The financial report of the Village contained in this **APPENDIX D** (the “2023 Audit”) was approved by formal action of the Village Board of Trustees. The Village has not requested that its auditor update information contained in the 2023 Audit; nor has the Village requested that its auditor consent to the use of the 2023 Audit in this Term Sheet. The financial information contained in the 2023 Audit has not been updated since the date of the 2023 Audit. The inclusion of the 2023 Audit in this Term Sheet in and of itself is not intended to demonstrate the fiscal condition of the Village since the date of the 2023 Audit. Questions or inquiries relating to financial information of the Village since the date of the 2023 Audit should be directed to Amy Zukowski, Director of Finance.

Village of Homewood
 2020 Chestnut Road
 Homewood, Illinois 60430

September 5, 2024

Village President and Board of Trustees:

For the \$2,611,269* General Obligation Limited Tax Bonds, Series 2024 (the "Bonds"), of the Village of Homewood, Cook County, Illinois (the "Village"), as described in the annexed Preliminary Term Sheet, we will pay \$_____ (no less than par) plus any accrued interest from the dated date of the Bonds to the date of delivery for the Bonds bearing interest as follows (each rate a multiple of 1/8 or 1/100 of 1%).

MATURITIES* – DECEMBER 1

\$629,000..... 2025	_____ %	\$697,000..... 2027	_____ %
671,000..... 2026	_____ %	614,269..... 2028	_____ %

By submitting a bid, any bidder makes the representation that it understands Chapman and Cutler LLP, Chicago, Illinois ("Bond Counsel") represents the Village in the Bond transaction and, if such bidder has retained Bond Counsel in an unrelated matter, such bidder represents that the signatory to the bid is duly authorized to, and does consent to and waive for and on behalf of such bidder any conflict of interest of Bond Counsel arising from any adverse position to the Village in this matter; such consent and waiver shall supersede any formalities otherwise required in any separate understandings, guidelines or contractual arrangements between the bidder and Bond Counsel.

The Bonds are to be executed and delivered to us in accordance with the terms of this bid accompanied by the approving legal opinion of Bond Counsel. The Purchaser, should it so choose, agrees to **apply for CUSIP numbers within 24 hours** and pay the fee charged by the CUSIP Service Bureau and will accept the Bonds with the CUSIP numbers as entered on the Bonds.

ACCOUNT MANAGER INFORMATION

Firm Name:			
Name/Title of Firm Representative:		Direct Phone:	
Signature:		FAX #:	
Street Address:		State:	
City:		Zip Code:	
Email:			

The foregoing bid was accepted and the Bonds sold by ordinance of the President and Board of Trustees of the Village on Tuesday, September 10, 2024.

VILLAGE OF HOMEWOOD, COOK COUNTY, ILLINOIS

President

----- **NOT PART OF THE BID** -----
 (Calculation of net interest cost)

	Bid	Post Sale Revision
Gross Interest	\$	
Less Premium/Plus Discount	\$	
Net Interest Cost	\$	
Net Interest Rate	%	%
TOTAL BOND YEARS	6,954.29	
AVERAGE LIFE	2.663 Years	Years

*Subject to change.