

PRELIMINARY TERM SHEET DATED OCTOBER 8, 2019

**Pekin Park District, Tazewell and Peoria Counties, Illinois
\$913,700* Debt Certificates, Series 2019C**

Issuer: Pekin Park District, Tazewell and Peoria Counties, Illinois (the "District").

Issue: \$913,700* Debt Certificates, Series 2019C (the "Certificates").

Bid(s) Due: October 23, 2019 by 10:15 A.M. C.D.T.

Award Date: October 24, 2019.

Dated/Delivery Date: November 7, 2019.

Method of Sale: Competitive.

Purchaser: _____, _____, _____.

Interest Payment Dates: Interest is due semi-annually on June 15 and December 15 starting December 15, 2020. Interest is calculated on the basis of a 360-day year consisting of twelve 30-day months.

Principal Due: Annually each December 15.

Maturity, Amount Interest Rate and Yield:		Maturity	Principal	Interest	
		<u>December 15</u>	<u>Amount*</u>	<u>Rate</u>	<u>Yield</u>
	2021	\$447,890	_____%	_____%
	2022	\$465,810	_____%	_____%

Purchase Price: No less than par.

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

Bank Qualification: The Certificates 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 ("Bond Counsel"), will provide an opinion as to the validity and federal tax exemption of the interest on the Certificates. Interest on the Certificates is **not** exempt from present State of Illinois income taxes.

Registrar/Paying Agent: The Purchaser will act as certificate registrar and paying agent on the Certificates, unless an agent is appointed by the Purchaser. However, such appointment will be made at the expense of the Purchaser.

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

*Subject to change

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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 Certificates are being issued pursuant to the Park District Code of the State of Illinois (the “Act”) and the Local Government Debt Reform Act of the State of Illinois (the “Debt Reform Act”), each as supplemented and amended, and an ordinance to be adopted by the Board of Park Commissioners of the District on the Award Date.

Purpose: Proceeds of the Certificates will be used to (i) fund various capital projects and (ii) pay the costs of issuance of the Certificates.

Security: The Certificates are valid and legally binding obligations of the District, payable from any funds of the District legally available for the purpose of payment of debt service. There is no statutory authority for the levy of a separate tax in addition to other District taxes or the levy of a special tax unlimited as to rate or amount for the payment of interest or principal due on the Certificates. The District agrees to appropriate funds annually and in a timely manner so as to provide for the making of all payments when due under the terms of the Certificates.

The District also agrees that it will issue general obligation bonds or notes from time to time to the fullest extent permitted by law, including Section 6-4 of the Act and Section 15.01 of the Debt Reform Act (collectively, the “Rollover Bonds”), and apply the proceeds thereof to the payment of the principal and interest on the Certificates; provided, however, that no such bonds or notes need be issued by the District if, in its discretion, it has set aside and has available other corporate funds in an amount sufficient to pay when due such principal and interest.

PRELIMINARY TERM SHEET DATED OCTOBER 8, 2019

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Security (cont.):	Because of the Property Tax Extension Limitation Law of the State of Illinois, as amended (the "Tax Extension Limitation Law"), the Rollover Bonds would have to be issued as limited bonds and are issued pursuant to the Act, as supplemented by the Debt Reform Act. Although the obligation of the District to pay the Rollover Bonds is a general obligation under the Act and all taxable property in the District is subject to the levy of taxes to pay the Rollover Bonds without limitation as to rate, the amount of said taxes that will be extended to pay the Rollover Bonds is limited by the Tax Extension Limitation Law.
Illinois Property Tax Extension Limitation Law:	<p>The District, as a non-home rule unit of local government located in Tazewell and Peoria Counties, Illinois, became subject to the Tax Extension Limitation Law in 1998 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.</p> <p>Public Act 89-385, effective August 18, 1995, permits local governments, including the District, to issue limited tax bonds in lieu of general obligation bonds that have otherwise been authorized by applicable law.</p>
Denomination:	\$5.00 or integral multiples thereof.
Municipal Advisor:	Speer Financial, Inc., Chicago, Illinois.
Expenses:	The District will pay for the legal opinion and municipal advisor's fee. At closing, the District will deliver one typed certificate per maturity.
Optional Redemption:	The Certificates are subject to redemption prior to maturity at the option of the District in whole or in part as determined by the District on any date on or after June 15, 2020 at a price of par plus accrued interest to the redemption date.
Credit Rating:	A credit rating will not be requested for the Certificates.
Secondary Market Disclosure:	This Certificate 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.

President, Board of Park Commissioners

Comprehensive Annual Financial Report for the Fiscal Year Ended June 30, 2018

The financial report of the District contained in this **APPENDIX A** (the “2018 Audit”) was approved by formal action of the Board of Park Commissioners of the District. The District has not requested that its auditor update information contained in the 2018 Audit; nor has the District requested that its auditor consent to the use of the 2018 Audit in this Term Sheet. The financial information contained in the 2018 Audit has not been updated since the date of the 2018 Audit. The inclusion of the 2018 Audit in this Term Sheet in and of itself is not intended to demonstrate the fiscal condition of the District since the date of the 2018 Audit. Questions or inquiries relating to financial information of the District since the date of the 2018 Audit should be directed to Mr. Cameron Bettin, Executive Director.

Board of Park Commissioners:

For the \$913,700* Debt Certificates, Series 2019C (the "Certificates"), of the Pekin Park District, Tazewell and Peoria Counties, Illinois (the "District"), 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 Certificates to the date of delivery for the Certificates bearing interest as follows (each rate a multiple of 1/8 or 1/100 of 1%).

MATURITY – DECEMBER 15

\$447,890*..... 2021 _____%
 \$465,810*..... 2022 _____%

By submitting a bid, any bidder makes the representation that it understands Chapman and Cutler LLP, Chicago, Illinois ("Bond Counsel") represents the District in the Certificates 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 District 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 Certificates 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 Certificates with the CUSIP number as entered on the Certificates.

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 Certificates sold by ordinance of the District on October 24, 2019.

PEKIN PARK DISTRICT, TAZEWEILL AND PEORIA COUNTIES, ILLINOIS

President, Board of Park Commissioners

----- **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	2,389.66 Years	Years
AVERAGE LIFE	2.615 Years	Years

*Subject to change.