

PRELIMINARY TERM SHEET DATED AUGUST 27, 2018

**Savanna Park District, Carroll County, Illinois  
\$50,000\* General Obligation Park Bonds, Series 2018**

**Issuer:** Savanna Park District, Carroll County, Illinois (the "District").

**Issue:** \$50,000\* General Obligation Park Bonds, Series 2018 (the "Bonds").

**Bid(s) Due:** September 6, 2018 by 10:15 A.M. C.D.T.

**Award Date:** September 10, 2018.

**Dated/Delivery Date:** September 24, 2018.

**Method of Sale:** Competitive.

**Purchaser:** \_\_\_\_\_, \_\_\_\_\_, \_\_\_\_\_.

**Interest Payment Date:** Interest is due on October 15, 2019. Interest is calculated on the basis of a 360-day year consisting of twelve 30-day months.

**Principal Due:** October 15, 2019.

<b>Maturity, Amount Interest Rate and Yield:</b>	Maturity <u>October 15</u> 2019	Principal <u>Amount</u> \$50,000*	Interest <u>Rate</u> _____%	<u>Yield</u> _____%
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**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 and federal tax exemption of the interest on the Bonds. Interest on the Bonds is **not** exempt from present State of Illinois income taxes.

**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.

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

**Authorization:** The Bonds are being issued pursuant to the Park District Code of the State of Illinois and the Local Government Debt Reform Act of the State of Illinois, each as supplemented and amended, and an ordinance to be adopted by the Board of Park Commissioners of the District on the Award Date.

\*Subject to change.

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\$50,000\* General Obligation Park Bonds, Series 2018**

<b>Purpose:</b>	Proceeds of the Bonds will be used for various capital projects and to pay the costs of issuance of the Bonds.
<b>Security:</b>	In the opinion of Bond Counsel, the Bonds are valid and legally binding upon the District and are payable from any funds of the District legally available for such purpose, and all taxable property in the District is subject to the levy of taxes to pay the same without limitation as to rate or amount, 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 affecting creditors' rights and by equitable principles, whether considered at law or in equity, including the exercise of judicial discretion.
<b>Illinois Property Tax Extension Limitation Law:</b>	The District, being solely located in Carroll County, is <b>not</b> subject to the Property Tax Extension Limitation Law (the "Limitation Law"). While the General Assembly has permitted the County to hold a referendum to limit extensions, such referendum has been held (11/4/97) but defeated. The effect of the 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. If the Limitation Law were to apply in the future to the District, the limitations set forth therein will not apply to the taxes levied by the District to pay debt service on the Bonds.
<b>Denomination:</b>	\$5,000 or integral multiples thereof.
<b>Municipal Advisor:</b>	Speer Financial, Inc., Chicago, Illinois.
<b>Expenses:</b>	The District will pay for the legal opinion and municipal advisor's fee. At closing, the District will deliver one typed bond.
<b>Optional Redemption:</b>	The Bonds are not subject to redemption prior to maturity.
<b>Credit Rating:</b>	A credit rating will not be requested for the Bonds.
<b>Secondary Market Disclosure:</b>	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.

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*President, Board of Park Commissioners*

*\*Subject to change.*

Board of Park Commissioners:

For the \$50,000\* General Obligation Park Bonds, Series 2018 (the "Bonds"), of the Savanna Park District, Carroll County, 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 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%).

**MATURITY – OCTOBER 15**

\$50,000\*..... 2019 \_\_\_\_\_%

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 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 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 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 District on September 10, 2018.

SAVANNA PARK DISTRICT, CARROLL COUNTY, ILLINOIS

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*President, Board of Park Commissioners*

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

	<b>Bid</b>
Gross Interest	\$
Less Premium/Plus Discount	\$
True Interest Cost	\$
True Interest Rate	%
TOTAL BOND YEARS	52.917 Years
AVERAGE LIFE	1.058 Years

\*Subject to change.