

PRELIMINARY TERM SHEET DATED OCTOBER 8, 2024

**Chicago Ridge Park District, Cook County, Illinois
\$413,600* General Obligation Limited Tax Park Bonds, Series 2024**

Issuer: Chicago Ridge Park District, Cook County, Illinois (the "District").

Issue: \$413,600* General Obligation Limited Tax Park Bonds, Series 2024 (the "Bonds").

Bid(s) Due: October 22, 2024 by 10:15 A.M. C.D.T.

Award Date: October 23, 2024.

Dated/Delivery Date: November 6, 2024.

Method of Sale: Competitive.

Purchaser: _____ (the "Purchaser").

Interest Payment Date: Interest is due on November 15, 2025. Interest is calculated on the basis of a 360-day year consisting of twelve 30-day months.

Principal Due: November 15, 2025.

**Maturity, Amount
Interest Rate and Yield:**

<u>Maturity</u>	<u>Principal Amount*</u>	<u>Interest Rate</u>	<u>Yield</u>
<u>November 15</u> 2025	\$413,600	_____ %	_____ %

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: Miller, Canfield, Paddock and Stone, P.L.C., Chicago, Illinois, Bond Counsel, will provide an opinion as to the validity of the Bonds and federal tax exemption of the interest on the Bonds. Interest on the Bonds is **not** exempt from present State of Illinois income taxes. See Appendix C for the proposed form of the opinion of Bond Counsel.

Original Issue Discount: The Bonds do not pay interest until a date that is more than one year after the date of issue. The interest payment on the Bonds is not "qualified" stated interest for federal income tax purposes and will accordingly be included in the computation of original issue discount on the bonds. Regardless of whether the issue price of the Bonds is below the par amount thereof, the difference between the issue price of the Bonds and the interest payment thereon plus the amount payable at maturity is original issue discount. Because interest on the Bonds is not payable at an interval of one year or less, all of the Bonds are original issue discount bonds.

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 District prior to the payment date.

*Subject to change

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 these provisions not be relevant specifically in your situation, please advise Speer Financial, Inc. immediately.

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.

Purpose:

Proceeds of the Bonds will be used to provide payment of the debt service for outstanding obligations of the District, as listed below, to fund various capital projects and to pay the costs of issuance of the Bonds.

<u>Issue</u>	<u>Payment Date</u>	<u>Debt Service</u>
General Obligation Park Bonds (Alternate Revenue Source), Series 2014A	12/15/2024	\$ 211,475.00
General Obligation Refunding Park Bonds (Alternate Revenue Source), Series 2020A	12/15/2024	<u>10,125.00</u>
	Total	\$221,600.00

Security:

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, 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 "Tax Extension Limitation Law").

The Debt Reform Act provides that the Bonds are "limited bonds", payable from the debt service extension base of the District (the "Base"), which is an amount equal to that portion of the extension for the District for the 1994 levy year constituting an extension for payment of principal and interest on bonds issued by the District 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 District initially issued pursuant to referendum, increased each year, commencing with the 2009 levy year, by the lesser of 5% or the percentage increase in the Consumer Price Index (as defined in the Tax Extension Limitation Law) during the 12-month calendar year preceding the levy year. The amount of the Base for the 2024 levy year is \$432,677.40. The Tax Extension 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 District shall not exceed the Base.

The Bonds will constitute the only series of limited bonds of the District payable from the Base for the 2024 levy year. The District is authorized to issue from time to time additional limited bonds payable from the Base, as permitted by law, and to determine the lien priority of payments to be made from the Base to pay the District's limited bonds.

Illinois Property Tax Extension Limitation Law:

The District, as a non-home rule unit of local government located in Cook County, Illinois, became subject to the Tax Extension Limitation Law in 1995 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 District, to issue limited bonds in lieu of general obligation bonds that have otherwise been authorized by applicable law.

Denomination: \$5.00 or integral multiples thereof.

Municipal Advisor: Speer Financial, Inc., Chicago, Illinois (“Speer”).

Expenses: The District will pay for the legal opinion and municipal advisor’s fee. At closing, the District will deliver one typed bond.

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.

Issue Price: Unless the Purchaser shall intend to hold the Bonds for its own account and without a present intent to sell, and give appropriate certification, the Purchaser shall assist the District in establishing the issue price of the Bonds and shall execute and deliver to the District at closing an “issue price” or similar certificate setting forth the reasonably expected initial offering price to the public or the sales price or prices of the Bonds, substantially in the form of either Certificate 2 or Certificate 5 published by the National Association of Bond Lawyers in May 2017, with such modifications as may be appropriate or necessary, in the reasonable judgment of the Purchaser, the District and Bond Counsel.

Investor Letter: The purchaser will be required to execute an investor letter, in the form attached as Appendix B, wherein the purchaser will certify to the District 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, Board of Park Commissioners

Annual Comprehensive Financial Report for the Fiscal Year Ended April 30, 2023

The financial report of the District contained in this **APPENDIX A** (the “2023 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 2023 Audit; nor has the District 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 District since the date of the 2023 Audit. Questions or inquiries relating to financial information of the District since the date of the 2023 Audit should be directed to Kevin King, Executive Director.

Form of Investor Letter

I, the undersigned, do hereby certify that I am an officer of _____, _____, Illinois (the “Purchaser”), and that I am authorized to make the representations herein set forth. The Purchaser acknowledges that this certificate is given as a part of the transcript of proceedings of the Chicago Ridge Park District, Cook County, Illinois (the “Issuer”) in connection with the issuance of the Issuer’s \$_____ General Obligation Limited Tax Park Bonds, Series 2024 (the “Bonds”).

The Purchaser certifies as follows:

1. The Purchaser and the Issuer have entered into a contract, dated _____, 2024 (the “Contract”) concerning the purchase by the Purchaser from the Issuer of the Bonds.
2. The Contract is in full force and effect and has not been repealed, rescinded or amended by the Purchaser.
3. To the best of the Purchaser’s knowledge and belief, no person holding any office of the Issuer, either by election or appointment, is in any manner interested, either directly or indirectly, in his or her own name or in the name of any other person, association, trust or corporation, in the Contract.
4. Neither the interest rate on the Bonds nor the Purchaser’s spread, discount, nor profits in connection with the purchase and sale of the Bonds are unreasonably high.
5. The purchase price paid to the Issuer for the Bonds by the Purchaser is not unreasonably low.
6. The arbitrage yield on the Bonds is _____%.
7. The Purchaser understands that the Bonds have not been registered under the Securities Act of 1933, as amended, because the Bonds are exempt from such registration requirements. The Bonds have not been registered or may not be otherwise qualified for sale under the “Blue Sky” laws or regulations of any state, will not be listed on any stock or other securities exchange, will carry no rating from any rating service, may not be readily marketable, and, therefore, the Purchaser may have to bear the economic risk of the investment for an indefinite period of time.
8. The Purchaser is acquiring the Bonds for its own account and not on behalf of other persons who may be considered separate offerees or purchasers and not with a present intention to resell or otherwise distribute the Bonds. If the Purchaser resells or disposes of all or any portion of the Bonds, any such sale or disposition will be made in compliance with applicable federal and state securities laws and regulations.
9. The Purchaser certifies to the Issuer and Miller, Canfield, Paddock and Stone, P.L.C. that it has knowledge and experience in financial and business matters, including the acquisition and holding of tax-exempt obligations, and that it is capable of evaluating the merits and risks of purchasing the Bonds and is able to bear such risks.
10. The Purchaser understands that the Internal Revenue Code of 1986, as amended (the “Code”), contains a number of requirements and restrictions that apply to the Bonds, including investment restrictions, periodic payments of arbitrage profits to the United States, requirements regarding the timely and proper use of bond proceeds and the facilities financed therewith and certain other matters. The proceedings of the Issuer and the documents relating to the Bonds include provisions which, if complied with by the Issuer, meet the requirements of the Code. Failure to comply with certain of such document provisions may cause interest on the Bonds to become subject to federal income taxation retroactive to the date of issuance of the Bonds.

IN WITNESS WHEREOF, I have hereunto affixed my signature, this ___th day of _____, 2024.

_____, Illinois

By: _____
Its Authorized Officer

Form of Bond Opinion

_____, 2024

Chicago Ridge Park District
Cook County, Illinois

[Purchaser]
_____, Illinois

We have examined the transcript of proceedings for the issue, by the Chicago Ridge Park District, Cook County, Illinois (the “**District**”), of its fully registered bonds designated General Obligation Limited Tax Park Bonds, Series 2024 (the “**Bonds**”), in the aggregate principal sum of \$ _____, dated _____, 2024, bearing interest at the rate of ____% per annum, and maturing on November 15, 2025, without the option of redemption prior to maturity.

We have also examined one Bond only as executed.

From such examination we are of opinion that such proceedings show lawful authority for said issue under the existing laws of the State of Illinois as presently interpreted, the form of Bond prescribed for said issue is in due form of law, the Bonds are valid and legally binding obligations of the District, and all taxable property in the District is subject to the levy of a separate tax to pay the same. The amount of the extension of said tax to pay the Bonds, however, is limited by the provisions of the Property Tax Extension Limitation Law of the State of Illinois as amended. The rights or remedies of bondholders may be affected by bankruptcy, insolvency, fraudulent conveyance or other laws affecting creditors’ rights generally, now existing or hereafter enacted, and by the application of general principles of equity, including those relating to equitable subordination.

We are of the opinion, under existing law, that the interest on the Bonds (a) is excludable from gross income for federal income tax purposes and (b) is not an item of tax preference for purposes of the federal alternative minimum tax. However, such interest is taken into account in determining the annual adjusted financial statement income of applicable corporations (as defined in Section 59(k) of the Internal Revenue Code of 1986, as amended (the “**Code**”)) for the purpose of computing the alternative minimum tax imposed on corporations. The opinion set forth in clause (a) above is subject to the condition that the District comply with all requirements of the Code that must be satisfied subsequent to the issuance of the Bonds in order that interest thereon be (or continue to be) excludable from gross income for federal income tax purposes. The District has covenanted to comply with all such requirements. Failure to comply with certain of such requirements could cause the interest on the Bonds to be included in gross income retroactively to the date of issuance of the Bonds.

It is also our opinion that the District has properly designated the Bonds as “**qualified tax-exempt obligations**” pursuant to Section 265(b)(3) of the Code.

Except as stated in the two preceding paragraphs, we express no opinion regarding other federal or state consequences arising with respect to the Bonds and the interest thereon.

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 District with respect to certain material facts solely within the District’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.

Board of Park Commissioners:

For the \$413,600* General Obligation Limited Tax Park Bonds, Series 2024 (the "Bonds"), of the Chicago Ridge Park District, Cook 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 (such rate a multiple of 1/8 or 1/100 of 1%).

MATURITY* – NOVEMBER 15

\$413,600..... 2025 _____%

By submitting a bid, any bidder makes the representation that it understands Miller, Canfield, Paddock and Stone, PLC, 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 Board of Park Commissioners of the District on October 23, 2024.

CHICAGO RIDGE PARK DISTRICT, COOK COUNTY, 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 YEAR DOLLARS	\$423.94	
AVERAGE LIFE	1.025 Years	

*Subject to change.