Finance Committee

Patricia Rocco, Chairwoman
Scott Mesick
James Kucera

Village Board Agenda Memo

Date: October 21, 2014

To: Finance Committee Chair Patricia Rocco
Village President and Board of Trustees

From: Larry Noller, Finance Director
Julia Cedillo, Village Manager

Re: **2006 Sewer Bonds Refunding**

PURPOSE

To authorize the issuance of bonds for the purpose of refunding the 2006 sewer bonds.

BACKGROUND

The Village issued $5,645,000 in general obligation bonds to finance sewer projects in 2006. The debt service for these bonds is paid with revenue collected from sewer fees charged to Village utility customers. The bonds are scheduled to be paid in full in 2025 with interest rates ranging from 3.75% to 4.125% and are callable at the end of this calendar year. The Village may refinance the debt by issuing new bonds at lower interest rates which pay off or "refund" the existing bonds. Based on current interest rates, the Village would reduce future debt service by over $300,000 and realize a net present value savings of over 7.5%. For comparison, a net present value savings of 2% to 3% is a typical threshold for proceeding with a refunding.

In order to proceed with evaluating and refunding the 2006 sewer bonds, the Village Board recently selected Robert W. Baird as financial advisor and Chapman and Cutler as bond counsel. Stephan Roberts from Baird attended the October 14 Village Board workshop to present his firm's recommendation for a competitive sale of the refunding bonds and reviewed the draft ordinance authorizing the issuance of the refunding bonds.

The next step in the process is for the Village Board to approve the ordinance authorizing the issuance of the refunding bonds. The attached ordinance was prepared by Chapman and Cutler and was reviewed by Village staff and Robert W. Baird.

Also attached to this memo is a draft copy of the Preliminary Official Statement, which will be used by potential buyers of the Village bonds.

STAFF RECOMMENDATION

Staff recommends the Village Board approve the attached ordinance authorizing the issuance of refunding bonds at the October 28 meeting.

ACTION REQUESTED

Motion to approve an Ordinance authorizing and providing for the issuance of not to exceed $3,940,000 General Obligation Refunding Bonds (Alternate Revenue Source), Series 2014, of the Village, for the purpose of refunding certain outstanding sewerage alternate bonds, prescribing all the details of said bonds and providing for the imposition of taxes to pay the same, and for the collection, segregation and distribution of the revenues of the sewerage system operated by said Village.

DOCUMENTATION

- Ordinance authorizing the issuance of refunding bonds
- Memo from Stephan Roberts recommending a competitive sale for the refunding of the 2006 sewer bonds
- Refunding Analysis
- Draft Preliminary Official Statement

EXTRACT OF MINUTES of a regular public meeting of the President and Board of Trustees of the Village of La Grange Park, Cook County, Illinois, held at the Village Hall, 447 North Catherine Avenue, La Grange Park, Illinois, in said Village, at 7:30 o'clock P.M., on the 28th day of October, 2014.

The meeting was called to order by the President, and upon the roll being called, Dr. Jim Discipio, the President, and the following Trustees were physically present at said location: ____

____

The following Trustees were allowed by a majority of the members of the President and Board of Trustees in accordance with and to the extent allowed by rules adopted by the President and Board of Trustees to attend the meeting by video or audio conference: ________________

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No Trustee was not permitted to attend the meeting by video or audio conference.

The following Trustees were absent and did not participate in the meeting in any manner or to any extent whatsoever: ____

____

Thereupon, ____________________ presented and read by title an ordinance as follows, a copy of which was provided to each member of the President and Board of Trustees prior to said meeting and to everyone in attendance at said meeting who requested a copy:

ORDINANCE NO. 996

AN ORDINANCE authorizing and providing for the issuance of not to exceed $3,940,000 General Obligation Refunding Bonds (Alternate Revenue Source), Series 2014, of the Village of La Grange Park, Cook County, Illinois, for the purpose of refunding certain outstanding sewerage alternate bonds, prescribing all the details of said bonds and providing for the imposition of taxes to pay the same, and for the collection, segregation and distribution of the revenues of the sewerage system operated by said Village.

Adopted by the President and Board of Trustees on the 28th day of October, 2014.

Published in Pamphlet Form by the Authority of the President and Board of Trustees on the ____ day of October, 2014.

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This Table of Contents is for convenience only and is not a part of the ordinance.

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AN ORDINANCE authorizing and providing for the issuance of not to exceed $3,940,000 General Obligation Refunding Bonds (Alternate Revenue Source), Series 2014, of the Village of La Grange Park, Cook County, Illinois, for the purpose of refunding certain outstanding sewerage alternate bonds, prescribing all the details of said bonds and providing for the imposition of taxes to pay the same, and for the collection, segregation and distribution of the revenues of the sewerage system operated by said Village.

WHEREAS the Village of La Grange Park, Cook County, Illinois (the *"Village"*), is a duly organized and existing municipality and unit of local government created under the provisions of the laws of the State of Illinois, and is now operating under the provisions of the Illinois Municipal Code, as supplemented and amended (the *"Municipal Code"*), and for many years has owned and operated a municipally-owned sewerage system (the *"System"*) as set forth in Division 141 of Article 11 of the Code; and

WHEREAS the Village has heretofore issued and there are now outstanding the General Obligation Bonds, Series 2006, of the Village, which bonds were authorized in an original aggregate principal amount of $5,645,000, and were delivered on April 18, 2006 (the *"Prior Alternate Bonds"* or the *"Prior Bonds"*); and

WHEREAS the President and Board of Trustees of the Village (the *"Corporate Authorities"*) has heretofore determined and does hereby determine that it is advisable, necessary and in the best interests of the Village, its residents, and the users of the System, in order to promote the public health, welfare, safety and convenience, to undertake the refunding of all or a portion of the Prior Alternate Bonds and thereby accomplish debt service savings (the *"Refunding"*); and

WHEREAS although it is presently contemplated that a portion of the Prior Alternate Bonds will be refunded, the specific Prior Alternate Bonds to be refunded (the *"Refunded Bonds"*), will be specifically identified in the Bond Notification (as hereinafter defined); and

WHEREAS the expenses and contingencies related to the Refunding include legal, financial and accounting services related to the accomplishment of said purpose and the issuance of bonds therefor; bond discount; bond registrar, paying agent, and other related banking fees; printing and publication costs; and other miscellaneous costs; and

WHEREAS the estimated costs of effectuating the Refunding, including, as applicable, such expenses and contingencies, is not more than $3,940,000 plus investment earnings thereon, and there are insufficient funds on hand and lawfully available to pay such costs; and

WHEREAS such costs are expected to be paid from cash on hand or expected to be on hand and lawfully available for the purpose and the proceeds of bonds payable from the revenues of the System and authorized to be issued pursuant to Division 141 of Article 11 of the Municipal Code; and

WHEREAS pursuant to the provisions of the Local Government Debt Reform Act of the State of Illinois, as amended (the *"LGDR Act"*), alternate bonds as defined in the LGDR Act may be issued pursuant to Applicable Law as defined in the LGDR Act for the refunding purpose aforesaid, *i.e.,* the Village is authorized to issue revenue bonds (without referendum or right of petition by the electors) pursuant to Division 4 of Article 8 and Division 141 of Article 11 of the Municipal Code, and further pursuant to the provisions of the LGDR Act and, accordingly, is authorized to issue Alternate Bonds in lieu of said revenue bonds pursuant to the provisions of the LGDR Act; and

WHEREAS the LGDR Act provides that Alternate Bonds can be issued to refund the Refunded Bonds without meeting any of the provisions and requirements of Section 15 of the LGDR Act provided that the term of such Alternate Bonds is not longer than the term of the Refunded Bonds and that the debt service payable in any year on such Alternate Bonds shall not exceed the debt service payable in such year on the Refunded Bonds (the *"Refunding Conditions"*); and

WHEREAS the Corporate Authorities have heretofore, and it is hereby expressly, determined that the Refunding Conditions can be met and accordingly, Alternate Bonds, being hereinafter defined as the "Bonds," can be issued to pay the costs of the Refunding; and

WHEREAS the Bonds to be issued will be payable from the Pledged Revenues and the Pledged Taxes, both as hereinafter defined; and

WHEREAS the debt service due on December 1, 2014, on the Prior Alternate Bonds will be provided for prior to the issuance of the Bonds; and

WHEREAS the Property Tax Extension Limitation Law of the State of Illinois, as amended by Public Act 89-385 (the *"Tax Limitation Law"*), imposes certain limitations on the "aggregate extension" of certain property taxes levied by the Village, but provides that the definition of "aggregate extension" contained in Section 18-185 of the Tax Limitation Law does not include "extensions . . . payments of principal and interest on bonds issued under Section 15 of the Local Government Debt Reform Act;" and

WHEREAS the County Clerk of The County of Cook, Illinois (the "*County Clerk*"), is therefore authorized to extend and collect said direct annual and valorem tax so levied for the payment of the Bonds for the Refunding, as alternate bonds, without limitation as to rate or amount:

NOW THEREFORE Be It Ordained by the President and Board of Trustees of the Village of La Grange Park, Cook County, Illinois, as follows:

Section 1. Definitions. The following words and terms used in this ordinance shall have the following meanings unless the context or use clearly indicates another or different meaning is intended:

"Additional Bonds" means any alternate bonds issued in the future in accordance with the provisions of the LGDR Act on a parity with and sharing ratably and equally in the Pledged Revenues with the Bonds.

"Bond" or *"Bonds"* means one or more, as applicable, of the not to exceed $3,940,000 General Obligation Refunding Bonds (Alternate Revenue Source), Series 2014, authorized to be issued by this Ordinance.

"Bond Fund" means the Alternate Bond Fund established hereunder and further described by Section 17 of this Ordinance.

"Bond Register" means the books of the Village kept by the Bond Registrar to evidence the registration and transfer of the Bonds.

"Bond Registrar" means U.S. Bank National Association, Chicago, Illinois, or a successor thereto or a successor designated as Bond Registrar hereunder.

"Code" means the Internal Revenue Code of 1986, as amended.

"Corporate Authorities" means the President and Board of Trustees of the Village.

"Fiscal Year" means that twelve-calendar month period selected by the Corporate Authorities as the Fiscal Year for the Village.

"Future Bond Ordinances" means the ordinances of the Village authorizing the issuance of bonds payable from the Revenues, but not including this Ordinance or any other ordinance authorizing the issuance of Additional Bonds.

"LGDR Act" means the Local Government Debt Reform Act of the State of Illinois, as amended.

"Municipal Code" means the Illinois Municipal Code, as supplemented and amended.

"Operation and Maintenance Costs" means all costs of operating, maintaining and routine repair of the System, including wages, salaries, costs of materials and supplies, power,

fuel, insurance, purchase of sewage treatment services (including all payments by the Village pursuant to long term contracts for such services as and to the extent provided in such contracts); but excluding debt service, depreciation, or any reserve requirements; and otherwise determined in accordance with generally accepted accounting principles for municipal enterprise funds.

"Ordinance" means this ordinance as originally adopted and as the same may from time to time be amended or supplemented in accordance with terms hereof.

"Outstanding" when used with reference to the Bonds and Additional Bonds means such of those bonds which are outstanding and unpaid; *provided, however,* such term shall not include any of the Bonds or Additional Bonds (i) which have matured and for which moneys are on deposit with proper paying agents or are otherwise sufficiently available to pay all principal thereof and interest thereon or (ii) the provision for payment of which has been made by the Village by the deposit in an irrevocable trust or escrow of funds or direct, full faith and credit obligations of the United States of America, the principal of and interest on which will be sufficient to pay at maturity or as called for redemption all the principal of and interest on such Bonds or Additional Bonds.

"Paying Agent" means U.S. Bank National Association, Chicago, Illinois, or a successor thereto or a successor designated as Paying Agent hereunder.

"Pledged Moneys" means, collectively, the Pledged Revenues and the Pledged Taxes.

"Pledged Revenues" means the Revenues available for the payment of debt service on the Bonds and the Prior Bonds not being refunded by the Bonds after payment of Operation and Maintenance Expenses.

"Pledged Taxes" means the ad valorem taxes levied against all of the taxable property in the Village without limitation as to rate or amount, pledged hereunder by the Village as security for the Bonds.

"Prior Bonds" means the General Obligation Bonds, Series 2006, described as such in the preambles hereto, which bonds due December 1, 2015, and thereafter are subject to redemption and payment prior to maturity at the option of the Village on December 1, 2014, or any date thereafter at a price of par and accrued interest to the date fixed for redemption.

"Purchaser" means either (a) the best bidder for the Bonds at a competitive sale conducted by the Village's independent financial advisor, Robert W. Baird & Co., Naperville, Illinois (*"Baird"*), or (b) a bank or firm (1) listed in the Dealers & Underwriters or Municipal Derivatives sections of the most recent edition of The Bond Buyer's Municipal Marketplace, and (2) recommended by Baird to purchase the Bonds on a negotiated basis because of (i) the pricing of the Bonds by the Purchaser, (ii) market conditions or (iii) the timing of the sale of the Bonds.

"Refunded Bonds" means those certain Prior Bonds being refunded by the Bonds.

"Refunding" means the refunding of the Prior Bonds as provided herein.

"Revenues" means all income from whatever source derived from the System, including (i) investment income; (ii) connection, permit and inspection fees and the like; (iii) penalties and delinquency charges; (iv) capital development, reimbursement, or recovery charges and the like; (v) annexation or pre-annexation charges insofar as designated by the Corporate Authorities as paid for System connection or service; but excluding expressly (a) non-recurring income from the sale of property of the System; (b) governmental or other grants; (c) advances or grants made from the Village; and as otherwise determined in accordance with generally accepted accounting principles for municipal enterprise funds.

"Sewerage Fund" means the Sewerage Fund of the Village continued by this Ordinance.

"System" refers to all property, real, personal or otherwise owned or to be owned by the Village or under the control of the Village, and used for sewerage purposes, including any and all further extensions, improvements and additions to the System.

"Tax-exempt" means, with respect to the Bonds, the status of interest paid and received thereon as not includible in the gross income of the owners thereof under the Code for federal income tax purposes except to the extent that such interest will be taken into account in computing an adjustment used in determining the alternative minimum tax for certain corporations.

"Village" means the Village of La Grange Park, Cook County, Illinois.

"Village Clerk" means the Clerk of the Village.

"Village President" means the President of the Village.

"Village Treasurer" means the Treasurer of the Village.

Section 2. Incorporation of Preambles. The Corporate Authorities hereby find that the recitals contained in the preambles to this Ordinance are true, correct and do hereby incorporate them into this Ordinance by this reference.

Section 3. Determination to Issue Bonds. It is necessary and in the best interests of the Village for the Village to undertake the Refunding in accordance with the estimate of costs therefor as described, and to issue the Bonds to enable the Village to pay the costs thereof.

Section 4. Bond Details. For the purpose of providing for the payment of costs of the Refunding, there shall be issued and sold the Bonds in the aggregate principal amount of not to exceed $3,940,000. The Bonds shall each be designated "General Obligation Refunding Bonds (Alternate Revenue Source), Series 2014", or such other name or names or series designations as may be appropriate and as stated in the Bond Notification. The Bonds, if issued, shall be issued in an amount not to exceed $3,940,000, shall be dated such date as set forth in the Bond Notification (not earlier than October 28, 2014 and not later than April 28, 2015), and shall also bear the date of authentication thereof. The Bonds shall be in fully registered form, shall be in denominations of $5,000 or authorized integral multiples thereof (but no single Bond shall represent principal maturing on more than one date), shall be numbered consecutively in such fashion as shall be determined by the Bond Registrar. The Bonds shall become due and payable serially or subject to mandatory redemption (subject to redemption as hereinafter set forth) on December 1 of each of the years (not later than 2025), in the amounts (not exceeding $420,000 per year) and bearing interest at the rates per annum (not exceeding 6.00% per annum) as set forth in the Bond Notification. The Bonds shall bear interest from their date or from the most recent interest payment date to which interest has been paid or duly provided for, until the principal amount of the Bonds is paid, such interest (computed upon the basis of a 360-day year of twelve 30-day months) being payable semi-annually commencing with the first interest payment date as set forth in the Bond Notification, and on June 1 and December 1 of each year thereafter to maturity.

Interest on each Bond shall be paid by check or draft of the Paying Agent, payable upon presentation thereof in lawful money of the United States of America, to the person in whose name such Bond is registered at the close of business on the applicable Record Date (the *"Record Date"*), and mailed to the registered owner of the Bond as shown in the Bond Register or at such other address furnished in writing by such Registered Owner. The Record Date shall be the 15th day of the month next preceding any regular or other interest payment date occurring on the first day of any month and 15 days preceding any interest payment date occasioned by the redemption of Bonds on other than the first day of a month. The principal of or redemption price due on the Bonds shall be payable in lawful money of the United States of America upon presentation thereof at the principal corporate trust office of the Paying Agent or at successor Paying Agent and locality.

Section 5. Registration of Bonds; Persons Treated as Owners. (a) *General.* The Village shall cause books (the *"Bond Register"*) for the registration and for the transfer of the

Bonds as provided in this Ordinance to be kept at the principal corporate trust office of the Bond Registrar, which is hereby constituted and appointed the registrar of the Village. The Village is authorized to prepare, and the Bond Registrar shall keep custody of, multiple Bond blanks executed by the Village for use in the transfer and exchange of Bonds.

Upon surrender for transfer of any Bond at the principal corporate trust office of the Bond Registrar, duly endorsed by, or accompanied by a written instrument or instruments of transfer in form satisfactory to the Bond Registrar and duly executed by, the registered owner or his attorney duly authorized in writing, the Village shall execute and the Bond Registrar shall authenticate, date and deliver in the name of the transferee or transferees a new fully registered Bond or Bonds of the same maturity of authorized denominations, for a like aggregate principal amount. Any fully registered Bond or Bonds may be exchanged at said office of the Bond Registrar for a like aggregate principal amount of Bond or Bonds of the same maturity of other authorized denominations. The execution by the Village of any fully registered Bond shall constitute full and due authorization of such Bond and the Bond Registrar shall thereby be authorized to authenticate, date and deliver such Bond, *provided, however,* the principal amount of outstanding Bonds of each maturity authenticated by the Bond Registrar shall not exceed the authorized principal amount of Bonds for such maturity less previous retirements.

The Bond Registrar shall not be required to transfer or exchange any Bond during the period beginning at the close of business on the 15th day of the month next preceding any interest payment date on such Bond and ending at the opening of business on such interest payment date, nor to transfer or exchange any Bond after notice calling such Bond for redemption has been mailed, nor during a period of fifteen (15) days next preceding mailing of a notice of redemption of any Bonds.

The person in whose name any Bond shall be registered shall be deemed and regarded as the absolute owner thereof for all purposes, and payment of the principal of or interest on any Bond shall be made only to or upon the order of the registered owner thereof or his legal representative. All such payments shall be valid and effectual to satisfy and discharge the liability upon such Bond to the extent of the sum or sums so paid.

No service charge shall be made for any transfer or exchange of Bonds, but the Village or the Bond Registrar may require payment of a sum sufficient to cover any tax or other governmental charge that may be imposed in connection with any transfer or exchange of Bonds, except in the case of the issuance of a Bond or Bonds for the unredeemed portion of a Bond surrendered for redemption.

(b) *Global Book-Entry System.* The Bonds shall be initially issued in the form of a separate single fully registered Bond for each of the maturities of the Bonds as provided in Section 4 hereof, and the ownership of each such Bond shall be registered in the Bond Register in the name of Cede & Co., or any successor thereto (*"Cede"*), as nominee of The Depository Trust Company, New York, New York, and its successors and assigns (*"DTC"*). All of the outstanding Bonds shall be registered in the Bond Register in the name of Cede, as nominee of DTC, except as hereinafter provided. The Village President, the Village Clerk and Village Treasurer are hereby authorized to execute and deliver on behalf of the Village such letters to or agreements with DTC and the Bond Registrar as shall be necessary to effectuate such book-entry system (any such letter or agreement being referred to herein as the *"Representation Letter"*).

With respect to the Bonds registered in the Bond Register in the name of Cede, as nominee of DTC, the Village and the Bond Registrar shall have no responsibility or obligation to any broker-dealer, bank or other financial institution for which DTC holds Bonds from time to time as securities depository (each such broker-dealer, bank or other financial institution being referred to herein as a *"DTC Participant"*) or to any person on behalf of whom such a DTC Participant holds an interest in the Bonds. Without limiting the immediately preceding sentence, the Village and the Bond Registrar shall have no responsibility or obligation with respect to (i) the accuracy of the records of DTC, Cede or any DTC Participant with respect to any ownership interest in the Bonds, (ii) the delivery to any DTC Participant or any other person, other than a registered owner of a Bond as shown in the Bond Register, of any notice with respect to the Bonds, including any notice of redemption, or (iii) the payment to any DTC Participant or any other person, other than a registered owner of a Bond as shown in the Bond Register, of any amount with respect to principal of or interest on the Bonds. The Village and the Bond Registrar may treat and consider the person in whose name each Bond is registered in the Bond Register as the holder and absolute owner of such Bond for the purpose of payment of principal and interest with respect to such Bond, for the purpose of giving notices of redemption and other matters with respect to such Bond, for the purpose of registering transfers with respect to such Bond, and for all other purposes whatsoever. The Bond Registrar shall pay all principal of and interest on the Bonds only to or upon the order of the respective registered owners of the Bonds, as shown in the Bond Register, or their respective attorneys duly authorized in writing, and all such payments shall be valid and effective to fully satisfy and discharge the Village's obligations with respect to payment of principal of and interest on the Bonds to the extent of the sum or sums so paid. No person other than a registered owner of a Bond as shown in the Bond Register, shall receive a Bond certificate evidencing the obligation of the Village to make payments of principal and interest with respect to any Bond. Upon delivery by DTC to the Bond Registrar of written notice to the effect that DTC has determined to substitute a new nominee in place of Cede, the name *"Cede"* in this ordinance shall refer to such new nominee of DTC.

In the event that (i) the Village determines that DTC is incapable of discharging its responsibilities described herein and in the Representation Letter, (ii) the agreement among the Village, the Bond Registrar and DTC evidenced by the Representation Letter shall be terminated for any reason or (iii) the Village determines that it is in the best interests of the beneficial owners of the Bonds that they be able to obtain certificated Bonds, the Village shall notify DTC and DTC Participants of the availability through DTC of Bond certificates and the Bonds shall no longer be restricted to being registered in the Bond Register in the name of Cede, as nominee of DTC. At the time, the Village may determine that the Bonds shall be registered in the name of and deposited with such other depository operating a global book-entry system, as may be acceptable to the Village, or such depository's agent or designee, and if the Village does not select such alternate global book-entry system, then the Bonds may be registered in whatever name or names registered owners of Bonds transferring or exchanging Bonds shall designate, in accordance with the provisions of Section 5(a) hereof.

Notwithstanding any other provision of this Ordinance to the contrary, so long as any Bond is registered in the name of Cede, as nominee of DTC, all payments with respect to principal of and interest on such Bond and all notices with respect to such Bond shall be made and given, respectively, in the manner provided in the Representation Letter.

Section 6. Redemption. (a) *Optional Redemption.* All or a portion of the Bonds, if any, due on or after the date, if any, specified in the Bond Notification shall be subject to redemption prior to maturity at the option of the Village as a whole, or in part in integral multiples of $5,000 in any order of their maturity as determined by the Village (less than all of the Bonds of a single maturity to be selected by the Bond Registrar), on the date specified in the Bond Notification, and on any date thereafter, at the redemption price of par plus accrued interest to the redemption date.

(b) *Mandatory Redemption*. The Bonds maturing on the date or dates, if any, indicated in the Bond Notification are subject to mandatory redemption, in integral multiples of $5,000 selected by lot by the Bond Registrar, at a redemption price of par plus accrued interest to the redemption date on December 1 of the years, if any, and in the principal amounts, if any, as indicated in the Bond Notification.

The principal amounts of Bonds to be mandatorily redeemed in each year may be reduced through the earlier optional redemption thereof, with any partial optional redemptions of such Bonds credited against future mandatory redemption requirements in such order of the mandatory redemption dates as the Village may determine. In addition, on or prior to the 60th day preceding any mandatory redemption date, the Bond Registrar may, and if directed by the Corporate Authorities shall, purchase Bonds required to be retired on such mandatory redemption date. Any such Bonds so purchased shall be cancelled and the principal amount thereof shall be credited against the mandatory redemption required on such next mandatory redemption date.

(c) *General*. The Bonds shall be redeemed only in the principal amount of $5,000 and integral multiples thereof. The Village shall, at least forty-five (45) days prior to any optional redemption date (unless a shorter time period shall be satisfactory to the Bond Registrar) notify the Bond Registrar of such redemption date and of the principal amount and maturity or maturities of Bonds to be redeemed. For purposes of any redemption of less than all of the outstanding Bonds of a single maturity, the particular Bonds or portions of Bonds to be redeemed shall be selected by lot by the Bond Registrar from the Bonds of such maturity by such method of lottery as the Bond Registrar shall deem fair and appropriate; *provided* that such lottery shall provide for the selection for redemption of Bonds or portions thereof so that any $5,000 Bond or $5,000 portion of a Bond shall be as likely to be called for redemption as any other such $5,000

Bond or $5,000 portion. The Bond Registrar shall make such selection upon the earlier of the irrevocable deposit of funds with an escrow agent sufficient to pay the redemption price of the Bonds to be redeemed or the time of the giving of official notice of redemption.

The Bond Registrar shall promptly notify the Village in writing of the Bonds or portions of Bonds selected for redemption and, in the case of any Bond selected for partial redemption, the principal amount thereof to be redeemed.

Section 7. Redemption Procedure. Unless waived by any holder of Bonds to be redeemed, notice of the call for any such redemption shall be given by the Bond Registrar on behalf of the Village by mailing the redemption notice by first class mail at least thirty (30) days and not more than sixty (60) days prior to the date fixed for redemption to the registered owner of the Bond or Bonds to be redeemed at the address shown on the Bond Register or at such other address as is furnished in writing by such registered owner to the Bond Registrar.

All notices of redemption shall state:

(1) the redemption date,

(2) the redemption price,

(3) if less than all outstanding Bonds are to be redeemed, the identification (and, in the case of partial redemption, the respective principal amounts) of the Bonds to be redeemed,

(4) that on the redemption date the redemption price will become due and payable upon each such Bond or portion thereof called for redemption, and that interest thereon shall cease to accrue from and after said date,

(5) the place where such Bonds are to be surrendered for payment of the redemption price, which place of payment shall be the principal corporate trust office of the Bond Registrar, and

(6) such other information then required by custom, practice or industry standard.

Unless moneys sufficient to pay the redemption price of the Bonds to be redeemed at the option of the Village shall have been received by the Bond Registrar prior to the giving of such notice of redemption, such notice may, at the option of the Village, state that said redemption shall be conditional upon the receipt of such moneys by the Bond Registrar on or prior to the date fixed for redemption. If such moneys are not received, such notice shall be of no force and effect, the Village shall not redeem such Bonds, and the Bond Registrar shall give notice, in the same manner in which the notice of redemption shall have been given, that such moneys were not so received and that such Bonds will not be redeemed. Otherwise, prior to any redemption date, the Village shall deposit with the Bond Registrar an amount of money sufficient to pay the redemption price of all the Bonds or portions of Bonds which are to be redeemed on that date.

Subject to the provisions for a conditional redemption described above, notice of redemption having been given as aforesaid, the Bonds or portions of Bonds so to be redeemed shall, on the redemption date, become due and payable at the redemption price therein specified, and from and after such date (unless the Village shall default in the payment of the redemption price) such Bonds or portions of Bonds shall cease to bear interest. Upon surrender of such Bonds for redemption in accordance with said notice, such Bonds shall be paid by the Bond Registrar at the redemption price. Installments of interest due on or prior to the redemption date shall be payable as herein provided for payment of interest. Upon surrender for any partial redemption of any Bond, there shall be prepared for the registered holder a new Bond or Bonds of the same maturity in the amount of the unpaid principal.

If any Bond or portion of Bond called for redemption shall not be so paid upon surrender thereof for redemption, the principal shall, until paid, bear interest from the redemption date at the rate borne by the Bond or portion of Bond so called for redemption. All Bonds which have been redeemed shall be cancelled and destroyed by the Bond Registrar and shall not be reissued.

Section 8. *Execution; Authentication.* The Bonds shall be executed on behalf of the Village by the manual or facsimile signature of its Village President and attested by the manual or facsimile signature of its Village Clerk, as they may determine, and shall have impressed or imprinted thereon the corporate seal or facsimile thereof of the Village. In case any such officer whose signature shall appear on any Bond shall cease to be such officer before the delivery of such Bond, such signature shall nevertheless be valid and sufficient for all purposes, the same as if such officer had remained in office until delivery. All Bonds shall have thereon a certificate of authentication, substantially in the form hereinafter set forth, duly executed by the Bond Registrar as authenticating agent of the Village and showing the date of authentication. No Bond shall be valid or obligatory for any purpose or be entitled to any security or benefit under this Ordinance unless and until such certificate of authentication shall have been duly executed by the Bond Registrar by manual signature, and such certificate of authentication upon any such Bond shall be conclusive evidence that such Bond has been authenticated and delivered under this Ordinance. The certificate of authentication on any Bond shall be deemed to have been executed by it if signed by an authorized officer of the Bond Registrar, but it shall not be necessary that the same officer sign the certificate of authentication on all of the Bonds issued hereunder.

Section 9. *Form of Bonds.* The Bonds shall be in substantially the form hereinafter set forth; *provided, however,* that if the text of the Bonds is to be printed in its entirety on the front side of the Bonds, then the second paragraph on the front side and the legend "See Reverse Side for Additional Provisions" shall be omitted and the text of paragraphs set forth for the reverse side shall be inserted immediately after the first paragraph.

[Form of Bond - Front Side]

REGISTERED
No. ______

REGISTERED
$________

UNITED STATES OF AMERICA

STATE OF ILLINOIS

COUNTY OF COOK

VILLAGE OF LA GRANGE PARK

GENERAL OBLIGATION REFUNDING BOND

(ALTERNATE REVENUE SOURCE)

SERIES 2014

See Reverse Side for
Additional Provisions

Interest Rate: ____%	Maturity Date: December 1, ___	Dated Date: __________, 20___	CUSIP: ________

Registered Owner: CEDE & CO.

Principal Amount: DOLLARS

KNOW ALL PERSONS BY THESE PRESENTS that the Village of La Grange Park, Cook County, Illinois, a municipality and political subdivision of the State of Illinois (the *"Village"*), hereby acknowledges itself to owe and for value received promises to pay to the Registered Owner identified above, or registered assigns as hereinafter provided, on the Maturity Date identified above, the Principal Amount identified above and to pay interest (computed on the basis of a 360-day year of twelve 30-day months) on such Principal Amount from the Dated Date of this Bond identified above or from the most recent interest payment date to which interest has been paid or duly provided for at the Interest Rate per annum identified above, such interest to be payable on __________, 20__, and semiannually thereafter on June 1 and December 1 of each year until the Principal Amount is paid or duly provided for. The Principal Amount of this Bond are payable in lawful money of the United States of America upon presentation at the principal corporate trust office of U.S. Bank National Association, Chicago, Illinois, as paying agent and bond registrar (the *"Bond Registrar"*). Payment of interest shall be made to the Registered Owner hereof as appearing on the Bond Register of the Village maintained by the Bond Registrar at the close of business on the 15th day of the month next preceding the interest payment date and shall be paid by check or draft of the Bond Registrar, payable upon presentation in lawful money of the United States of America, mailed to the address of such Registered Owner as it appears on such registration books or at such other address furnished in writing by such Registered Owner to the Bond Registrar.

Reference is hereby made to the further provisions of this Bond set forth on the reverse hereof, and such further provisions shall for all purposes have the same effect as if set forth at this place.

It is hereby certified and recited that all acts, conditions and things required to be done precedent to and in the issuance of this Bond have been done and have happened and have been performed in regular and due form of law; that the indebtedness of the Village, including the issue of Bonds of which this is one, does not exceed any limitation imposed by law; that provision has been made for the collection of the Pledged Revenues, the levy and collection of the Pledged Taxes, and the segregation of all Pledged Moneys to pay the interest hereon as it falls due and also to pay and discharge the principal hereof at maturity; and that the Village hereby covenants and agrees that it will properly account for said Pledged Moneys and will comply with all the covenants of and maintain the funds and accounts as provided by the Ordinance.

FOR THE PROMPT PAYMENT OF THIS BOND, BOTH PRINCIPAL AND INTEREST AT MATURITY, THE FULL FAITH, CREDIT AND RESOURCES OF THE VILLAGE ARE HEREBY IRREVOCABLY PLEDGED.

The Village has designated each of the Bonds as a "qualified tax-exempt obligation" pursuant to Section 265(b)(3) of the Internal Revenue Code of 1986, as amended.

This Bond shall not be valid or become obligatory for any purpose until the certificate of authentication hereon shall have been signed by the Bond Registrar.

IN WITNESS WHEREOF the Village of La Grange Park, Cook County, Illinois, by its President and Board of Trustees, has caused this Bond to be executed with the manual or duly authorized facsimile signature of its President and attested by the manual or duly authorized facsimile signature of its Village Clerk and its corporate seal or a facsimile thereof to be impressed or reproduced hereon, all as appearing hereon and as of the Dated Date identified above.

SPECIMEN
President,
Village of La Grange Park,
Cook County, Illinois

ATTEST:

SPECIMEN
Village Clerk
Village of La Grange Park,
Cook County, Illinois

[SEAL]

Date of Authentication: __________, 20__

CERTIFICATE
OF
AUTHENTICATION

This Bond is one of the Bonds described in the within-mentioned Ordinance and is one of the General Obligation Refunding Bonds (Alternate Revenue Source), Series 2014, of the Village of La Grange Park, Cook County, Illinois.

U.S. BANK NATIONAL ASSOCIATION,
as Bond Registrar

By__________SPECIMEN__________
Authorized Officer

Bond Registrar and Paying Agent:
U.S. Bank National Association,
Chicago, Illinois

[Form of Bond - Reverse Side]

VILLAGE OF LA GRANGE PARK, COOK COUNTY, ILLINOIS

GENERAL OBLIGATION REFUNDING BOND

(ALTERNATE REVENUE SOURCE)

SERIES 2014

This bond and the bonds of the series of which it forms a part (*"Bond"* and *"Bonds"* respectively) are of an authorized issue of ________________ Dollars ($__________) Bonds of like dated date and tenor except as to maturity and rate of interest, and are issued pursuant to the Local Government Debt Reform Act of the State of Illinois, as amended. The Bonds are also issued pursuant to Division 141 of Article 11 of the Illinois Municipal Code, as supplemented and amended, for the purpose of paying the costs of refunding a portion of the outstanding General Obligation Bonds, Series 2006 (the "*Series 2006 Bonds*"), of the Village.

The Bonds are payable, together with the Series 2006 Bonds not being refunded, from the net revenues of the sewerage system of the Village (the *"Pledged Revenues"*) and are also payable from the Pledged Taxes of the Village (as defined in the Ordinance).

The Bonds are issued pursuant to a bond ordinance passed by the President and Board of Trustees of the Village on the 28th day of October, 2014 (the *"Ordinance"*), to which reference is hereby expressly made for further definitions and terms and to all the provisions of which the Registered Owner by the acceptance of this Bond assents. This Bond does not and will not constitute an indebtedness of the Village within the meaning of any constitutional or statutory provision or limitation, unless the Pledged Taxes shall be extended pursuant to the general obligation, full faith and credit promise supporting the Bonds, in which case the amount of the Bonds then Outstanding shall be included in the computation of indebtedness of the Village for purposes of all statutory provisions or limitations until such time as an audit of the Village shall show that the Bonds shall have been paid from the Pledged Revenues for a complete Fiscal Year.

Bonds of the issue of which this Bond is one maturing on and after December 1, 20__, are subject to redemption prior to maturity at the option of the Village as a whole, or in part in integral multiples of $5,000 in any order of their maturity as determined by the Village (less than all of the Bonds of a single maturity to be selected by lot by the Bond Registrar), on December 1, 20__, and on any date thereafter, at the redemption price of par plus accrued interest to the redemption date.

[Mandatory redemption as applicable inserted here.]

Notice of any such redemption shall be sent by first class mail not less than thirty (30) days nor more than sixty (60) days prior to the date fixed for redemption to the registered owner of each Bond to be redeemed at the address shown on the registration books of the Village maintained by the Bond Registrar or at such other address as is furnished in writing by such registered owner to the Bond Registrar. When so called for redemption, this Bond will cease to bear interest on the specified redemption date, provided funds for redemption are on deposit at the place of payment at that time, and shall not be deemed to be outstanding.

Any Bond may be transferred or exchanged, but only in the manner, subject to the limitations, and upon payment of the charges as set forth in the Ordinance. Upon surrender for transfer or exchange of any Bond at the principal corporate trust office of the Bond Registrar in Chicago, Illinois, duly endorsed by or accompanied by a written instrument or instruments of transfer or exchange in form satisfactory to the Bond Registrar and duly executed by the Registered Owner or an attorney for such owner duly authorized in writing, the Village shall execute and the Bond Registrar shall authenticate, date and deliver in the name of the transferee or transferees or, in the case of an exchange, the Registered Owner, a new fully registered Bond or Bonds of like tenor, of the same maturity, bearing the same interest rate, of authorized denominations, for a like aggregate principal amount.

The Bond Registrar shall not be required to transfer or exchange any Bond during the period from the close of business on the 15th day of the calendar month preceding an interest payment date on the Bonds to the opening of business on such interest payment date, nor to transfer or exchange any Bond after notice calling such Bond for redemption has been mailed, nor during a period of fifteen (15) days next preceding mailing of a notice of redemption of any Bonds.

The Village and the Bond Registrar may deem and treat the Registered Owner hereof as the absolute owner hereof for the purpose of receiving payment of or on account of principal hereof, premium, if any, hereon and interest due hereon and for all other purposes; and neither the Village nor the Bond Registrar shall be affected by any notice to the contrary.

ASSIGNMENT

FOR VALUE RECEIVED the undersigned sells, assigns and transfers unto ____________________

____

____

(Name and Address of Assignee)

the within Bond and does hereby irrevocably constitute and appoint ________________________

____

as attorney to transfer the said Bond on the books kept for registration thereof with full power of substitution in the premises.

Dated: ____________________________ ________________________________

Signature Guaranteed: ____________________________

NOTICE: The signature to this assignment must correspond with the name of the registered owner as it appears upon the face of the within Bond in every particular, without alteration or enlargement or any change whatever.

Section 10. *Sale of Bonds.* The Village President, Village Manager and the Director of Finance of the Village (the *"Designated Representatives"*) are hereby authorized to proceed not later than the 28th day of April, 2015, without any further authorization or direction from the Corporate Authorities, to sell and deliver the Bonds upon the terms as prescribed in this Ordinance. The Bonds hereby authorized shall be executed as in this Ordinance provided as soon after the delivery of the Bond Notification as may be, and thereupon be deposited with the Village Treasurer, and, after authentication thereof by the Bond Registrar, be by said Village Treasurer delivered to the Purchaser upon receipt of the purchase price therefor, the same being not less than 98% of the principal amount of the Bonds, plus accrued interest to the date of delivery, if any, it being hereby found and determined that the sale of the Bonds to the Purchaser is in the best interests of the Village and that no person holding any office of the Village, either by election or appointment, is in any manner financially interested directly in his or her own name or indirectly in the name of any other person, association, trust or corporation, in the sale of the Bonds to the Purchaser. As an additional limitation on the sale of the Bonds, Baird must provide a certificate or report setting forth that the Refunding will provide a present value debt service savings to the Village resulting from the issuance of Bonds to refund the Prior Alternate Bonds which are chosen to be refunded, which report shall demonstrate that the Village will realize a minimum net present value savings of 3.00% of the debt service on the Prior Alternate Bonds being refunded. The Designated Representatives may choose all or any lesser portion of the Prior Alternate Bonds to be refunded, in such manner as will provide such savings.

Prior to the sale of the Bonds, the President is hereby authorized to approve and execute a commitment for the purchase of a Municipal Bond Insurance Policy (as hereinafter defined), to further secure the Bonds, as long as the present value of the fee to be paid for the Municipal Bond Insurance Policy (using as a discount rate the expected yield on the Bonds treating the fee paid as interest on the Bonds) is less than the present value of the interest reasonably expected to be saved on the Bonds over the term of the Bonds as a result of the Municipal Bond Insurance Policy.

Upon the sale of the Bonds, the Designated Representatives shall prepare a Bond Notification, which shall include the pertinent details of sale as provided herein. In the Bond Notification, the Designated Representatives shall find and determine that the Bonds have been sold at such price and bear interest at such rates that either the true interest cost (yield) or the net interest rate received upon the sale of the Bonds does not exceed the maximum rate otherwise authorized by applicable law. The Bond Notification shall be entered into the records of the Village and made available to the Corporate Authorities at the next regular meeting thereof; but such action shall be for information purposes only, and the Corporate Authorities shall have no right or authority at such time to approve or reject such sale as evidenced in the Bond Notification.

Upon the sale of the Bonds, as evidenced by the execution and delivery of the Bond Notification by the Designated Representatives, the Village President, Village Clerk and the Village Treasurer and any other officers of the Village, as shall be appropriate, shall be and are hereby authorized and directed to approve or execute, or both, such documents of sale of the Bonds as may be necessary, including, without limitation, the contract for the sale of the Bonds between the Village and the Purchaser (the *"Purchase Contract"*). Prior to the execution and delivery of the Purchase Contract, the Designated Representatives shall find and determine that no person holding any office of the Village, either by election or appointment, is in any manner financially interested directly in his or her own name or indirectly in the name of any other person, association, trust or corporation, in the Purchase Contract.

The use by the Purchaser of any Preliminary Official Statement and any final Official Statement relating to the Bonds (the *"Official Statement"*) is hereby ratified, approved and authorized; the execution and delivery of the Official Statement is hereby authorized; and the officers of the Corporate Authorities are hereby authorized to take any action as may be required on the part of the Village to consummate the transactions contemplated by the Purchase Contract, this Ordinance, said Preliminary Official Statement, the Official Statement and the Bonds.

Section 11. Treatment of Bonds As Debt. The Bonds shall be payable from the Pledged Moneys and do not and shall not constitute an indebtedness of the Village within the meaning of any constitutional or statutory limitation, unless the Pledged Taxes shall be extended pursuant to the general obligation, full faith and credit promise supporting the Bonds, as set forth in Section 16 hereof, in which case the amount of the Bonds then Outstanding shall be included in the computation of indebtedness of the Village for purposes of all statutory provisions or limitations until such time as an audit of the Village shall show that the Bonds have been paid from the Pledged Revenues for a complete Fiscal Year in accordance with the LGDR Act.

Section 12. Continuation of Sewerage Fund and Accounts; Flow of Funds. Upon the issuance of any of the Bonds, the System shall continue to be operated on a Fiscal Year basis. All of the Revenues shall be set aside as collected and be deposited in a separate fund and in an account in a bank to be designated by the Corporate Authorities, which fund has heretofore been created and designated as the "Sewerage Fund" of the Village and is expressly continued hereunder, and which fund shall constitute a trust fund for the sole purpose of carrying out the covenants, terms, and conditions of the Prior Alternate Bond Ordinance, this Ordinance and any Future Bond Ordinances, and shall be used only in paying Operation and Maintenance Expenses, providing an adequate depreciation fund, paying the principal of and interest on all bonds of the

Village which by their terms are payable from the revenues derived from the System, and providing for the establishment of and expenditure from the respective accounts as hereinafter described.

Section 13. Flow of Funds; Investments. There shall be and there are hereby created separate accounts in the Sewerage Fund to be known as the "Operation and Maintenance Account," such other accounts as may be established under any Future Bond Ordinances, the "Depreciation Account," and the "Surplus Account," to which there shall be credited on or before the first day of each month by the financial officer of the Village, without any further official action or direction, in the order in which said accounts are hereinafter mentioned, all moneys held in the Fund, in accordance with the following provisions:

(a) Operation and Maintenance Account:

There shall be credited to or retained in the Operation and Maintenance Account an amount sufficient, when added to the amount then on deposit in said Account, to establish or maintain a balance to an amount not less than the amount considered necessary to pay Operation and Maintenance Expenses for the then current month.

(b) Accounts Created Pursuant to Future Bond Ordinances:

Future Bond Ordinances may create additional accounts in the Fund for the payment and security of sewerage revenue bonds that hereafter may be issued by the Village. Amounts in the Sewerage Fund shall be credited to and transferred from said accounts in accordance with the terms of the Future Bond Ordinances.

(c) Depreciation Account:

Beginning the month after the delivery of the Bonds, there shall be credited to the Depreciation Account and held, in cash and investments, such sum as the Corporate Authorities may deem necessary in order to provide an adequate depreciation fund for the System. In future bond ordinances, the Village may covenant to make specific monthly deposits to said Depreciation Account and to accumulate funds therein.

Amounts to the credit of said Depreciation Account shall be used for (i) the payment of the cost of extraordinary maintenance, necessary repairs and replacements, or contingencies, the payment for which no other funds are available, in order that the System may at all times be able to render efficient service, (ii) for the purpose of acquiring or constructing improvements and extensions to the System, and (iii) the payment of principal of or interest and applicable premium on any Outstanding Bonds at any time when there are no other funds available for that purpose in order to prevent a default. Future Bond Ordinances may provide for additional deposits to said Depreciation Account and additional uses and transfers of the funds on deposit in said Depreciation Account.

(d) Surplus Account:

All moneys remaining in the Sewerage Fund, after crediting the required amounts to the respective accounts hereinabove provided for, and after making up any deficiency in said accounts, shall be credited to the Surplus Account. Funds in the Surplus Account shall first be used to make up any subsequent deficiencies in any of said accounts and then shall be deposited to a separate and segregated account hereby created and designated the "Alternate Bond and Interest Subaccount of the Surplus Account" (the *"Alternate Bond and Interest Subaccount"*), as follows:

A. There shall be paid into the Alternate Bond and Interest Subaccount prior to each interest payment date, after the required payments have been made into the Accounts above described, the amount of interest and principal, if any, becoming due on such interest payment date on all Outstanding Bonds and Outstanding Prior Alternate Bonds. The Bonds are expressly issued on a parity with the Outstanding Prior Alternate Bonds and are Additional Bonds as such are defined in the Outstanding Prior Alternate Bond Ordinances.

B. Credits to the Alternate Bond and Interest Subaccount may be suspended in any Fiscal Year at such time as there shall be a sufficient sum, held in cash and investments, in said Subaccount to meet principal and interest requirements in said Subaccount for the balance of such Fiscal Year, but such credits shall be resumed at the beginning of the next Fiscal Year.

C. All moneys in said Subaccount shall be used only for the purpose of paying interest on and principal of Outstanding Bonds, Outstanding Prior Alternate Bonds and Additional Bonds.

D. Any funds remaining in the Surplus Account after making the aforesaid deposits to the credit of the Alternate Bond and Interest Subaccount, at the discretion of the Corporate Authorities, shall be used, first, to make up any subsequent deficiencies in any of the accounts hereinabove named; and then, for the remainder of all surplus Revenues, at the discretion of the Corporate Authorities, shall be used for any purpose enumerated in any Future Bond Ordinance or for any other lawful System purpose.

Money to the credit of the Sewerage Fund may be invested pursuant to any authorization granted to municipal corporations by Illinois statute or court decision.

Section 14. *Account Excesses* Any amounts to the credit of the Accounts in excess of the then current requirements therefor may be transferred at any time by the Corporate Authorities to such other Account or Accounts of the Sewerage Fund as it may in its sole discretion designate.

Section 15. *Use of Bond Proceeds.* Accrued interest received on the delivery of the Bonds, if any, is hereby appropriated for the purpose of paying first interest due on the Bonds and is hereby ordered deposited into the Bond Fund. Simultaneously with the delivery of the Bonds, the principal proceeds of the Bonds, together with any premium received from the sale of the Bonds and such additional amounts as may be necessary from the general funds of the Village, are hereby appropriated to pay the costs of issuance of the Bonds and for the purpose of refunding the Refunded Bonds, and that portion thereof not needed to pay such costs is hereby ordered deposited with Wells Fargo Bank, N.A., Chicago, Illinois, as paying agent for the Prior Bonds, for the purpose of paying the principal of and interest on the Refunded Bonds upon the redemption thereof. At the time of the issuance of the Bonds, the costs of issuance of the Bonds may be paid by the Purchaser on behalf of the Village from the proceeds of the Bonds.

Section 16. *Pledged Taxes; Tax Levy.* For the purpose of providing necessary funds to pay the principal of and interest on the Bonds, and as provided in Section 15 of the LGDR Act, there is hereby levied upon all of the taxable property within the Village, in the years for which any of the Bonds are Outstanding, a direct annual tax in amounts sufficient for that purpose, and there be and there hereby is levied upon all of the taxable property in the Village the following direct annual taxes (the *"Pledged Taxes"*):

For the Year	A Tax Sufficient to Produce the Sum of:	
2015	$427,931.26	for principal and interest up to and including December 1, 2016

2016	$427,056.26	for principal and interest
2017	$425,806.26	for principal and interest
2018	$428,406.26	for principal and interest
2019	$425,406.26	for principal and interest
2020	$427,006.26	for principal and interest
2021	$428,006.26	for principal and interest
2022	$428,406.26	for principal and interest
2023	$428,206.26	for principal and interest
2024	$426,912.50	for principal and interest

Interest or principal coming due at any time when there are insufficient funds on hand from the Pledged Moneys to pay the same shall be paid promptly when due from current funds on hand in advance of the collection of the Pledged Moneys herein pledged and levied; and when the Pledged Moneys shall have been collected, reimbursement shall be made to said funds in the amount so advanced.

To the extent that the taxes levied above exceed the amount necessary to pay debt service on the Bonds as set forth in the Bond Notification, the Village President, Village Clerk and Village Treasurer are hereby authorized to direct the abatement of such taxes to the extent of the excess of such levy in each year over the amount necessary to pay debt service on the Bonds in the following bond year. Proper notice of such abatement shall be filed with the County Clerk in a timely manner to effect such abatement.

For levy year 2014 the Village will not levy a direct annual tax to pay debt service on the Bonds. Principal of and interest on the Bonds up to and including December 1, 2015, shall be payable solely from the Pledged Revenues.

Section 17. Filing with County Clerk, Alternate Bond Fund, and Certificate of Reduction of Taxes. Forthwith upon the passage of this Ordinance, a copy hereof, certified by the Village Clerk, shall be filed with the County Clerk, and it shall be the duty of the County Clerk to annually in and for each of the years 2015 to 2024, inclusive, to ascertain the rate percent necessary to produce the aggregate Pledged Taxes hereinbefore provided to be levied in each of said years; and extend the same for collection on the tax books in connection with other taxes levied in said years in and by the Village for general corporate purposes of the Village; and the County Clerk, or other appropriate officer or designee, shall remit the Pledged Taxes for deposit to the credit of the Bond Fund, and in said years the Pledged Taxes shall be levied and collected by and for and on behalf of the Village in like manner as taxes for general municipal purposes of the Village for said years are levied and collected, and in addition to and in excess of all other taxes. The Pledged Taxes are hereby irrevocably pledged to and shall be used only for the purpose of paying principal of and interest on the Bonds. The purpose of the Bond Fund is to provide a fund to receive and disburse Pledged Taxes for any of the Bonds. All payments made with respect to the Bonds from the Revenues shall be made directly from the Alternate Bond and Interest Subaccount. The Bond Fund and its respective accounts constitute a trust fund established for the purpose of carrying out the covenants, terms and conditions imposed upon the Village by this Ordinance. It is hereby expressly provided that in the event there shall be moneys both to the credit of the Alternate Bond and Interest Subaccount and the Bond Fund, the Bond Fund shall be fully depleted before moneys to the credit of the Alternate Bond and Interest Subaccount shall be used to pay principal of and interest on the Bonds.

The Corporate Authorities be and the same are hereby directed to prepare and file with the County Clerk, a Certificate of Reduction of Taxes Heretofore Levied for the Payment of Bonds showing the Prior Obligations being refunded and directing the abatement of the taxes heretofore levied to pay the Refunded Obligations.

Section 18. Abatement of Pledged Taxes. Whenever the Pledged Revenues shall have been determined by the Corporate Authorities to provide an amount not less than an amount equal to debt service on the Bonds, and said amount of Pledged Revenues is on deposit in the Alternate Bond and Interest Subaccount, the Corporate Authorities or the officers of the Village acting with proper authority shall direct the abatement of the Pledged Taxes paid or to be paid by the Pledged Revenues, and proper notification of such abatement shall be filed with the County Clerk in a timely manner to effect such abatement.

Section 19. General Covenants. The Village covenants and agrees with the registered owners of the Bonds that, so long as any Bonds remain Outstanding:

A. The Village hereby pledges the Pledged Revenues to the payment of the Bonds, and the Corporate Authorities covenant and agree to provide for, collect and apply the Pledged Revenues to the payment of the Bonds and the Outstanding Prior Alternate Bonds and the provision of not less than an additional .25 times debt service on the Bonds and the Outstanding Prior Alternate Bonds, all in accordance with Section 15 of the LGDR Act. The determination of the sufficiency of the Pledged Revenues pursuant to this subsection (A) shall be supported by reference to the annual audit of the Village and acceptance of said Audit by the Corporate Authorities shall be conclusive evidence that the conditions of Section 15 of the LGDR Act have been met.

B. The Village will punctually pay or cause to be paid from the Alternate Bond and Interest Subaccount and from the Bond Fund the principal of and the interest on the Bonds in strict conformity with the terms of the Bonds and this Ordinance, and it will faithfully observe and perform all of the conditions, covenants and requirements thereof and hereof.

C. The Village will pay and discharge, or cause to be paid and discharged, from the Alternate Bond and Interest Subaccount and the Bond Fund any and all lawful claims which, if unpaid, might become a lien or charge upon the Pledged Moneys, or any part thereof, or upon any funds in the hands of the Paying Agent, or which might impair the security of the Bonds. Nothing herein contained shall require the Village to make any such payment so long as the Village in good faith shall contest the validity of said claims.

D. The Village will keep, or cause to be kept, proper books of record and accounts, separate from all other records and accounts of the Village, in which complete and correct entries shall be made of all transactions relating to the Project, the Pledged Moneys, the Alternate Bond and Interest Subaccount and the Bond Fund. Such books of record and accounts shall at all times during business hours be subject to the inspection of the registered owners of not less than ten per cent (10%) of the principal amount of the Outstanding Bonds and Outstanding Prior Alternate Bonds or their representatives authorized in writing.

E. The Village will preserve and protect the security of the Bonds and the rights of the registered owners of the Bonds, and will warrant and defend their rights against all claims and demands of all persons. From and after the sale and delivery of any of the Bonds by the Village, the Bonds shall be incontestable by the Village.

F. The Village will adopt, make, execute and deliver any and all such further ordinances, resolutions, instruments and assurances as may be reasonably necessary or proper to carry out the intention of, or to facilitate the performance of, the Prior Alternate Bond Ordinances and this Ordinance, and for the better assuring and confirming unto the registered owners of the Bonds of the rights and benefits provided in this Ordinance.

G. As long as any Bonds are Outstanding, the Village will continue to deposit the Pledged Revenues to the Alternate Bond and Interest Subaccount and, if applicable, the Pledged Taxes to the General Account of the Bond Fund. The Village covenants and agrees with the purchasers of the Bonds and with the registered owners thereof that so long as any Bonds remain Outstanding, the Village will take no action or fail to take any action which in any way would adversely affect the ability of the Village to collect the Pledged Taxes and to collect and to segregate the Pledged Moneys. The Village and its officers will comply with all present and future applicable laws in order to assure that the Pledged Taxes can be extended and that the Pledged Revenues and the Pledged Taxes may be collected and deposited to the Alternate Bond and Interest Subaccount and the Bond Fund as provided herein.

H. Once issued, the Bonds shall be and forever remain until paid or defeased the general obligation of the Village, for the payment of which its full faith and credit are pledged, and shall be payable, in addition to the Pledged Revenues, from the levy of the Pledged Taxes as provided in the Act.

I. The Village will maintain the System in good repair and working order, will operate the same efficiently and faithfully and will punctually perform all duties with respect thereto required by the Constitution and laws of the State of Illinois and Federal law.

J. The Village will establish and maintain at all times reasonable fees, charges, and rates for the use and service of the System and will provide for the collection thereof and the segregation and application of the Revenues in the manner provided by this Ordinance, sufficient at all times to pay Operation and Maintenance Expenses, to provide an adequate depreciation fund, to pay the principal of and interest on all bonds of the Village which by their terms are payable from the revenues of the System, and to provide for the creation and maintenance and funding of the respective accounts as provided in Section 13 of this Ordinance; it is hereby expressly provided that the pledge and establishment of rates or charges for use of the System shall constitute a continuing obligation of the Village with respect to such establishment and a continuing appropriation of the amounts received.

K. There shall be charged against all users of the System, including the Village, such rates and amounts for sewerage services as shall be adequate to meet the requirements of this section. Charges for services rendered the Village shall be made against the Village, and payment for the same shall be made monthly from the corporate funds into the Fund as revenues derived from the operation of the System; *provided, however,* that the Village need not charge itself for such services if in the previous Fiscal Year Revenues not including any payments made by the Village shall have met the requirements of this Ordinance.

L. Within nine months following the close of each Fiscal Year, the Village will cause the books and accounts of the System to be audited by independent certified public accountants in accordance with appropriate audit standards. Said audit will be available for inspection by the registered owners of any of the Bonds.

Section 20. *Future Revenue Bonds, Additional Bonds.* The Village reserves the right to issue without limit bonds payable solely and only from the Revenues, which bonds may have a lien on the Revenues prior to the lien on the Revenues that secures the Outstanding Bonds, *provided* that upon the issuance of such bonds, the Village shall be able to demonstrate in the same manner as provided by the LGDR Act, as the LGDR Act is written at this time, that at such time all Outstanding Bonds could then be issued as if not then having previously been issued; that is, that the requirements of the LGDR Act for the issuance of alternate bonds payable from the Revenues shall have been met on such date for all Outstanding Bonds.

The Village also reserves the right to issue Additional Bonds from time to time payable from the Pledged Revenues, and any such Additional Bonds shall share ratably and equally in the Pledged Revenues with the Bonds; *provided, however,* that no Additional Bonds shall be issued except in accordance with the provisions of the LGDR Act as the LGDR Act is written at this time.

Section 21. *Non-Arbitrage and Tax-Exemption.* One purpose of this Section is to set forth various facts regarding the Bonds and to establish the expectations of the Corporate Authorities and the Village as to future events regarding the Bonds and the use of Bond proceeds. The certifications, covenants and representations contained herein and at the time of the Closing are made on behalf of the Village for the benefit of the owners from time to time of the Bonds. In addition to providing the certifications, covenants and representations contained herein, the Village hereby covenants that it will not take any action, omit to take any action or permit the taking or omission of any action within its control (including, without limitation, making or permitting any use of the proceeds of the Bonds) if taking, permitting or omitting to take such action would cause any of the Bonds to be an arbitrage bond or a private activity bond within the meaning of the hereinafter defined Code or would otherwise cause the interest on the Bonds to be included in the gross income of the recipients thereof for federal income tax purposes. The Village acknowledges that, in the event of an examination by the Internal Revenue Service (the *"IRS"*) of the exemption from federal income taxation for interest paid on the Bonds, under present rules, the Village may be treated as a "taxpayer" in such examination and agrees that it will respond in a commercially reasonable manner to any inquiries from the IRS in connection with such an examination. The Corporate Authorities and the Village certify, covenant and represent as follows:

1.1. Definitions. In addition to such other words and terms used and defined in this Ordinance, the following words and terms used in this Section shall have the following meanings unless, in either case, the context or use clearly indicates another or different meaning is intended:

"Bond Counsel" means Chapman and Cutler LLP or any other nationally recognized firm of attorneys experienced in the field of municipal bonds whose opinions are generally accepted by purchasers of municipal bonds.

"Capital Expenditures" means costs of a type that would be properly chargeable to a capital account under the Code (or would be so chargeable with a proper election) under federal income tax principles if the Village were treated as a corporation subject to federal income taxation, taking into account the definition of Placed-in-Service set forth herein.

"Closing" means the first date on which the Village is receiving the purchase price for the Bonds.

"Code" means the Internal Revenue Code of 1986, as amended.

"Commingled Fund" means any fund or account containing both Gross Proceeds and an amount in excess of $25,000 that are not Gross Proceeds if the amounts in the fund or account are invested and accounted for, collectively, without regard to the source of funds deposited in the fund or account. An open-ended regulated investment company under Section 851 of the Code is not a Commingled Fund.

"Control" means the possession, directly or indirectly through others, of either of the following discretionary and non-ministerial rights or powers over another entity:

(a) to approve and to remove without cause a controlling portion of the governing body of a Controlled Entity; or

(b) to require the use of funds or assets of a Controlled Entity for any purpose.

"Controlled Entity" means any entity or one of a group of entities that is subject to Control by a Controlling Entity or group of Controlling Entities.

"Controlled Group" means a group of entities directly or indirectly subject to Control by the same entity or group of entities, including the entity that has Control of the other entities.

"Controlling Entity" means any entity or one of a group of entities directly or indirectly having Control of any entities or group of entities.

"Costs of Issuance" means the costs of issuing the Bonds, including underwriters' discount and legal fees.

"External Commingled Fund" means a Commingled Fund in which the Village and all members of the same Controlled Group as the Village own, in the aggregate, not more than ten percent of the beneficial interests.

"GIC" means (a) any investment that has specifically negotiated withdrawal or reinvestment provisions and a specifically negotiated interest rate and (b) any agreement to supply investments on two or more future dates (*e.g.,* a forward supply contract).

"Gross Proceeds" means amounts in the Bond Fund.

"Net Sale Proceeds" means amounts actually or constructively received from the sale of the Bonds reduced by any such amounts that are deposited in a reasonably required reserve or replacement fund for the Bonds.

"Person" means any entity with standing to be sued or to sue, including any natural person, corporation, body politic, governmental unit, agency, authority, partnership, trust, estate, association, company, or group of any of the above.

"Placed-in-Service" means the date on which, based on all facts and circumstances (a) a facility has reached a degree of completion that would permit its operation at substantially its design level and (b) the facility is, in fact, in operation at such level.

"Prior Bond Fund" means the fund or funds established in connection with the issuance of the Prior Bonds to pay the debt service on the Prior Bonds, excluding any interest paid on the Prior Bonds from the Prior Bond Proceeds.

"Prior Bond Proceeds" means amounts actually or constructively received from the sale of the Prior Bonds and all other amounts properly treated as gross proceeds of the Prior Bonds under the Regulations, including (a) amounts used to pay underwriters' discount or compensation and accrued interest, other than accrued interest for a period not greater than one year before the Prior Bonds were issued but only if it is to be paid within one year after the Prior Bonds were issued and (b) amounts derived from the sale of any right that is part of the terms of a Prior Bond or is otherwise associated with a Refunded Bond (*e.g.*, a redemption right).

"Prior Bonds" means the Village's outstanding issue being refunded by the Bonds, as more particularly described in the preambles hereof.

"Prior Project" means the facilities financed, directly or indirectly with the proceeds of the Prior Bonds.

"Private Business Use" means any use of the Prior Project by any Person other than a state or local government unit, including as a result of (i) ownership, (ii) actual or beneficial use pursuant to a lease or a management, service, incentive payment, research or output contract or (iii) any other similar arrangement, agreement or understanding, whether written or oral, except for use of the Prior Project on the same basis as the general public. Private Business Use includes any formal or informal arrangement with any person other than a state or local governmental unit that conveys special legal entitlements to any portion of the Prior Project that is available for use by the general public or that conveys to any person other than a state or local governmental unit any special economic benefit with respect to any portion of the Prior Project that is not available for use by the general public.

"Qualified Administrative Costs of Investments" means (a) reasonable, direct administrative costs (other than carrying costs) such as separately stated brokerage or selling commissions but not legal and accounting fees, recordkeeping, custody and similar costs; or (b) all reasonable administrative costs, direct or indirect, incurred by a publicly offered regulated investment company or an External Commingled Fund.

"Qualified Tax Exempt Obligations" means (a) any obligation described in Section 103(a) of the Code, the interest on which is excludable from gross income of the owner thereof for federal income tax purposes and is not an item of tax preference for purposes of the alternative minimum tax imposed by Section 55 of the Code; (b) an interest in a regulated investment company to the extent that at least ninety-five percent of the income to the holder of the interest is interest which is excludable from gross income under Section 103 of the Code of any owner thereof for federal income tax purposes and is not an item of tax preference for purposes of the alternative minimum tax imposed by Section 55 of the Code; and (c) certificates of indebtedness issued by the

United States Treasury pursuant to the Demand Deposit State and Local Government Series program described in 31 C.F.R. pt. 344.

"Rebate Fund" means the fund, if any, identified and defined in paragraph 4.2 herein.

"Rebate Provisions" means the rebate requirements contained in Section 148(f) of the Code and in the Regulations.

"Regulations" means United States Treasury Regulations dealing with the tax-exempt bond provisions of the Code.

"Reimbursed Expenditures" means expenditures of the Village paid prior to Closing to which Sale Proceeds or investment earnings thereon are or will be allocated.

"Reserve Portion of the Bond Fund" means the portion of the Bond Fund funded in excess of the amount of debt service payable each year.

"Sale Proceeds" means amounts actually or constructively received from the sale of the Bonds, including (a) amounts used to pay underwriter's discount or compensation and accrued interest, other than accrued interest for a period not greater than one year before Closing but only if it is to be paid within one year after Closing and (b) amounts derived from the sale of any right that is part of the terms of a Bond or is otherwise associated with a Bond (*e.g.*, a redemption right).

"Transferred Proceeds" means amounts actually or constructively received from the sale of the Prior Bonds, plus investment earnings thereon, which have not been spent prior to the date principal on the Refunded Bonds is discharged by the Bonds.

"Yield" means that discount rate which when used in computing the present value of all payments of principal and interest paid and to be paid on an obligation (using semiannual compounding on the basis of a 360-day year) produces an amount equal to the obligation's purchase price (or in the case of the Bonds, the issue price as established in paragraph 5.1 hereof), including accrued interest.

"Yield Reduction Payment" means a rebate payment or any other amount paid to the United States in the same manner as rebate amounts are required to be paid or at such other time or in such manner as the IRS may prescribe that will be treated as a reduction in Yield of an investment under the Regulations.

2.1. *Purpose of the Bonds*. The Bonds are being issued solely and exclusively to currently refund in advance of maturity the Refunded Bonds in a prudent manner consistent with the revenue needs of the Village. A breakdown of the sources and uses of funds is set forth in the preceding Section of this Ordinance. Except for any accrued interest on the Bonds used to pay first interest due on the Bonds, no proceeds of the Bonds will be used more than 90 days after the date of issue of the Bonds for the purpose of paying any principal or interest on any issue of bonds, notes, certificates or warrants or on any installment contract or other obligation of the Village or for the purpose of replacing any funds of the Village used for such purpose.

2.2. Bond Fund Investment. The investment earnings on the Bond Fund will be spent to pay interest on the Bonds, or to the extent permitted by law, investment earnings on amounts in the Bond Fund will be commingled with substantial revenues from the governmental operations of the Village, and the earnings are reasonably expected to be spent for governmental purposes within six months of the date earned. Interest earnings on the Bond Fund have not been earmarked or restricted by the Corporate Authorities for a designated purpose.

2.3. Reimbursement. None of the Sale Proceeds or investment earnings thereon will be used for Reimbursed Expenditures.

2.4. Working Capital. All Sale Proceeds and investment earnings thereon will be used, directly or indirectly, to pay principal of, interest on and redemption premium (if any) on the Refunded Bonds, other than the following:

(a) [Reserved];

(b) Costs of Issuance and Qualified Administrative Costs of Investments;

(c) payments of rebate or Yield Reduction Payments made to the United States under the Regulations;

(d) principal of or interest on the Bonds paid from unexpected excess Sale Proceeds and investment earnings thereon;

(e) investment earnings that are commingled with substantial other revenues and are expected to be allocated to expenditures within six months; and

(f) fees for the Credit Facility.

2.5. Consequences of Contrary Expenditure. The Village acknowledges that if Sale Proceeds and investment earnings thereon are spent other than as permitted by paragraph 2.4 hereof, a like amount of then available funds of the Village will be treated as unspent Sale Proceeds.

2.6. Investment of Bond Proceeds. No portion of the Bonds is being issued solely for the purpose of investing a portion of Sale Proceeds or investment earnings thereon at a Yield higher than the Yield on the Bonds.

2.7. No Grants. None of the Sale Proceeds or investment earnings thereon will be used to make grants to any person.

2.8. Hedges. Neither the Village nor any member of the same Controlled Group as the Village has entered into or expects to enter into any hedge (*e.g.*, an interest rate swap, interest rate cap, futures contract, forward contract or an option) with respect to the Bonds or the Prior Bonds. The Village acknowledges that any such hedge could affect, among other things, the calculation of Bond Yield under the Regulations. The IRS could recalculate Bond Yield if the failure to account for the hedge fails to clearly reflect the economic substance of the transaction.

The Village also acknowledges that if it acquires a hedging contract with an investment element (including *e.g.*, an off-market swap agreement, or any cap agreement for which all or a portion of the premium is paid at, or before the effective date of the cap agreement), then a portion of such hedging contract may be treated as an investment of Gross Proceeds of the Bonds, and be subject to the fair market purchase price rules, rebate and yield restriction. The Village agrees not to use proceeds of the Bonds to pay for any such hedging contract in whole or in part. The Village also agrees that it will not give any assurances to any Bondholder or any credit or liquidity enhancer with respect to the Bonds that any such hedging contract will be entered into or maintained. The Village recognizes that if a portion of a hedging contract is determined to be an investment of gross proceeds, such portion may not be fairly priced even if the hedging contract as a whole is fairly priced.

2.9. IRS Audits. The Village represents that the IRS has not contacted the Village regarding the Prior Bonds or any other obligations issued by or on behalf of the Village. To the best of the knowledge of the Village, no such obligations of the Village are currently under examination by the IRS.

3.1. Use of Proceeds. (a) The use of the Sale Proceeds and investment earnings thereon and the funds held under this Ordinance at the time of Closing are described in the preceding Section of this Ordinance. No Sale Proceeds will be used to pre-pay for goods or services to be received over a period of years prior to the date such goods or services are to be received. No Sale Proceeds or any investment earnings thereon will be used to pay for or otherwise acquire goods or services from the Village, any member of the same Controlled Group as the Village, or an Affiliated Person.

(b) Only the funds and accounts described in said Section will be funded at Closing. There are no other funds or accounts created under this Ordinance, other than the Rebate Fund if it is created as provided in paragraph 4.2 hereof.

(c) Principal of and interest on the Bonds will be paid from the Bond Fund.

(d) Any Costs of Issuance incurred in connection with the issuance of the Bonds to be paid by the Village will be paid at the time of Closing.

3.2. Purpose of Bond Fund. The Bond Fund (other than the Reserve Portion of the Bond Fund) will be used primarily to achieve a proper matching of revenues and earnings with principal and interest payments on the Bonds in each bond year. It is expected that the Bond Fund (other than the Reserve Portion of the Bond Fund) will be depleted at least once a year, except for a reasonable carry over amount not to exceed the greater of (a) the earnings on the investment of moneys in the Bond Fund (other than the Reserve Portion of the Bond Fund) for the immediately preceding bond year or (b) 1/12th of the principal and interest payments on the Bonds for the immediately preceding bond year.

The Village will levy taxes to produce an amount sufficient to pay all principal of and interest on the Bonds in each bond year. To minimize the likelihood of an insufficiency, the amount extended to pay the Bonds may in most years be in excess of the amount required to pay principal and interest within one year of collection. This over-collection (if any) may cause the Bond Fund as a whole to fail to function as a bona fide debt service fund. Nevertheless, except for the Reserve Portion of the Bond Fund, the Bond Fund will be depleted each year as described above. The Reserve Portion of the Bond Fund will constitute a separate account not treated as part of the bona fide debt service fund. The Reserve Portion of the Bond Fund is subject to yield restriction requirements except as it may otherwise be excepted as provided in 5.2 below. It is also subject to rebate requirements.

3.3. The Prior Bonds. (a) As of the earlier of (i) the time of the Closing or (ii) the date three years after the Prior Bonds were issued, all Prior Bond Proceeds, including investment earnings thereon, were completely spent to pay the costs of Capital Expenditures.

(b) As of the date hereof, no Prior Bond Proceeds or money or property of any kind (including cash) is on deposit in any fund or account, regardless of where held or the source thereof, with respect to the Prior Bonds or any credit enhancement or liquidity device relating to the foregoing, or is otherwise restricted to pay the Village's obligations.

(c) The Prior Bond Fund was used primarily to achieve a proper matching of revenues and earnings with principal and interest payments on the Prior Bonds in each bond year. The Prior Bond Fund was depleted at least once a year, except for a reasonable carry over amount not to exceed the greater of (i) the earnings on the investment of moneys in such account for the immediately preceding bond year or (ii) one-twelfth (1/12th) of the principal and interest payments on the Prior Bonds.

(d) At the time the Prior Bonds were issued, the Village reasonably expected to spend at least 85% of the proceeds (including investment earnings) of the Prior Bonds to be used for non-refunding purposes for such purposes within three years of the date the Prior Bonds were issued and such proceeds were so spent. Not more than 50% of the proceeds of the Prior Bonds to be used for non-refunding purposes was invested in investments having a substantially guaranteed Yield for four years or more.

(e) The Refunded Bonds subject to redemption prior to maturity will be called within 90 days of the Closing.

(f) The Village has not been notified that the Prior Bonds or any obligation refunded by the Prior Bonds is under examination by the IRS, and to the best of the Village's knowledge neither the Prior Bonds nor any obligation refunded by the Prior Bonds is under examination by the IRS.

(h) The Village acknowledges that (i) the final rebate payment with respect to the Prior Bonds may be required to be made sooner than if the refunding had not occurred and (ii) the final rebate is due 60 days after the Prior Bonds are paid in full.

3.4. No Other Gross Proceeds. (a) Except for the Bond Fund and except for investment earnings that have been commingled as described in paragraph 2.2 and any credit enhancement or liquidity device related to the Bonds, after the issuance of the Bonds, neither the Village nor any member of the same Controlled Group as the Village has or will have any property, including cash, securities or any other property held as a passive vehicle for the production of income or for investment purposes, that constitutes:

(i) Sale Proceeds;

(ii) amounts in any fund or account with respect to the Bonds (other than the Rebate Fund);

(iii) Transferred Proceeds;

(iv) amounts that have a sufficiently direct nexus to the Bonds or to the governmental purpose of the Bonds to conclude that the amounts would have been used for that governmental purpose if the Bonds were not used or to be used for that governmental purpose (the mere availability or preliminary earmarking of such amounts for a governmental purpose, however, does not itself establish such a sufficient nexus);

(v) amounts in a debt service fund, redemption fund, reserve fund, replacement fund or any similar fund to the extent reasonably expected to be used directly or indirectly to pay principal of or interest on the Bonds or any amounts for which there is provided, directly or indirectly, a reasonable assurance that the amount will be available to pay principal of or interest on the Bonds or any obligations under any credit enhancement or liquidity device with respect to the Bonds, even if the Village encounters financial difficulties;

(vi) any amounts held pursuant to any agreement (such as an agreement to maintain certain levels of types of assets) made for the benefit of the Bondholders or any credit enhancement provider, including any liquidity device or negative pledge (*e.g.*, any amount pledged to pay principal of or interest on an issue held under an agreement to maintain the amount at a particular level for the direct or indirect benefit of holders of the Bonds or a guarantor of the Bonds); or

(vii) amounts actually or constructively received from the investment and reinvestment of the amounts described in (i), (ii) or (iii) above.

(b) No compensating balance, liquidity account, negative pledge of property held for investment purposes required to be maintained at least at a particular level or similar arrangement exists with respect to, in any way, the Bonds or any credit enhancement or liquidity device related to the Bonds.

(c) The term of the Bonds is not longer than is reasonably necessary for the governmental purposes of the Bonds. The average reasonably expected remaining economic life of the Prior Project is at least 11 years. The weighted average maturity of the Bonds does not exceed 11 years and does not exceed 120 percent of the average reasonably expected economic life of the Prior Project. The maturity schedule of the Bonds (the *"Principal Payment Schedule"*) is based on an analysis of revenues expected to be available to pay debt service on the Bonds. The Principal Payment Schedule is not more rapid (*i.e.,* having a lower average maturity) because a more rapid schedule would place an undue burden on tax rates and cause such rates to be increased beyond prudent levels, and would be inconsistent with the governmental purpose of the Bonds as set forth in paragraph 2.1 hereof.

4.1. Compliance with Rebate Provisions. The Village covenants to take such actions and make, or cause to be made, all calculations, transfers and payments that may be necessary to comply with the Rebate Provisions applicable to the Bonds. The Village will make, or cause to be made, rebate payments with respect to the Bonds in accordance with law.

4.2. Rebate Fund. The Village is hereby authorized to create and establish a special fund to be known as the Rebate Fund (the *"Rebate Fund"*), which, if created, shall be continuously held, invested, expended and accounted for in accordance with this Ordinance. Moneys in the Rebate Fund shall not be considered moneys held for the benefit of the owners of the Bonds. Except as provided in the Regulations, moneys in the Rebate Fund (including earnings and deposits therein) shall be held in trust for payment to the United States as required by the Rebate Provisions and by the Regulations and as contemplated under the provisions of this Ordinance.

4.3. Records. The Village agrees to keep and retain or cause to be kept and retained for the period described in paragraph 7.9 adequate records with respect to the investment of all Gross Proceeds and amounts in the Rebate Fund. Such records shall include: (a) purchase price; (b) purchase date; (c) type of investment; (d) accrued interest paid; (e) interest rate; (f) principal amount; (g) maturity date; (h) interest payment date; (i) date of liquidation; and (j) receipt upon liquidation.

If any investment becomes Gross Proceeds on a date other than the date such investment is purchased, the records required to be kept shall include the fair market value of such investment on the date it becomes Gross Proceeds. If any investment is retained after the date the last Bond is retired, the records required to be kept shall include the fair market value of such investment on the date the last Bond is retired. Amounts or investments will be segregated whenever necessary to maintain these records.

4.4. Fair Market Value; Certificates of Deposit and Investment Agreements. The Village will continuously invest all amounts on deposit in the Rebate Fund, together with the amounts, if any, to be transferred to the Rebate Fund, in any investment permitted under this Ordinance. In making investments of Gross Proceeds or of amounts in the Rebate Fund the Village shall take into account prudent investment standards and the date on which such moneys may be needed. Except as provided in the next sentence, all amounts that constitute Gross Proceeds and all amounts in the Rebate Fund shall be invested at all times to the greatest extent practicable, and no amounts may be held as cash or be invested in zero yield investments other than obligations of the United States purchased directly from the United States. In the event moneys cannot be invested, other than as provided in this sentence due to the denomination, price or availability of investments, the amounts shall be invested in an interest bearing deposit of a bank with a yield not less than that paid to the general public or held uninvested to the minimum extent necessary.

Gross Proceeds and any amounts in the Rebate Fund that are invested in certificates of deposit or in GICs shall be invested only in accordance with the following provisions:

(a) Investments in certificates of deposit of banks or savings and loan associations that have a fixed interest rate, fixed payment schedules and substantial penalties for early withdrawal shall be made only if either (i) the Yield on the certificate of deposit (A) is not less than the Yield on reasonably comparable direct obligations of the United States and (B) is not less than the highest Yield that is published or posted by the provider to be currently available from the provider on reasonably comparable certificates of deposit offered to the public or (ii) the investment is an investment in a GIC and qualifies under paragraph (b) below.

(b) Investments in GICs shall be made only if

(i) the bid specifications are in writing, include all material terms of the bid and are timely forwarded to potential providers (a term is material if it may directly or indirectly affect the yield on the GIC);

(ii) the terms of the bid specifications are commercially reasonable (a term is commercially reasonable if there is a legitimate business purpose for the term other than to reduce the yield on the GIC);

(iii) all bidders for the GIC have equal opportunity to bid so that, for example, no bidder is given the opportunity to review other bids (a last look) before bidding;

(iv) any agent used to conduct the bidding for the GIC does not bid to provide the GIC;

(v) at least three of the providers solicited for bids for the GIC are reasonably competitive providers of investments of the type purchased (*i.e.,* providers that have established industry reputations as competitive providers of the type of investments being purchased);

(vi) at least three of the entities that submit a bid do not have a financial interest in the Bonds;

(vii) at least one of the entities that provided a bid is a reasonably competitive provider that does not have a financial interest in the Bonds;

(viii) the bid specifications include a statement notifying potential providers that submission of a bid is a representation that the potential provider did not consult with any other provider about its bid, that the bid was determined without regard to any other formal or informal agreement that the potential provider has with the Village or any other person (whether or not in connection with the Bonds) and that the bid is not being submitted solely as a courtesy to the Village or any other person for purposes of satisfying the federal income tax requirements relating to the bidding for the GIC;

(ix) the determination of the terms of the GIC takes into account the reasonably expected deposit and drawdown schedule for the amounts to be invested;

(x) the highest-yielding GIC for which a qualifying bid is made (determined net of broker's fees) is in fact purchased; and

(xi) the obligor on the GIC certifies the administrative costs that it is paying or expects to pay to third parties in connection with the GIC.

(c) If a GIC is purchased, the Village will retain the following records with its bond documents until three years after the Bonds are redeemed in their entirety:

(i) a copy of the GIC;

(ii) the receipt or other record of the amount actually paid for the GIC, including a record of any administrative costs paid, and the certification under subparagraph (b)(xi) of this paragraph;

(iii) for each bid that is submitted, the name of the person and entity submitting the bid, the time and date of the bid, and the bid results; and

(iv) the bid solicitation form and, if the terms of the GIC deviated from the bid solicitation form or a submitted bid is modified, a brief statement explaining the deviation and stating the purpose for the deviation.

Moneys to be rebated to the United States shall be invested to mature on or prior to the anticipated rebate payment date. All investments made with Gross Proceeds or amounts in the Rebate Fund shall be bought and sold at fair market value. The fair market value of an investment is the price at which a willing buyer would purchase the investment from a willing seller in a bona fide, arm's length transaction. Except for investments specifically described in this Section and United States Treasury obligations that are purchased directly from the United States Treasury, only investments that are traded on an established securities market, within the meaning of regulations promulgated under Section 1273 of the Code, will be purchased with Gross Proceeds. In general, an "established securities market" includes: (i) property that is listed on a national securities exchange, an interdealer quotation system or certain foreign exchanges; (ii) property that is traded on a Commodities Futures Trading Commission designated board of trade or an interbank market; (iii) property that appears on a quotation medium; and (iv) property for which price quotations are readily available from dealers and brokers. A debt instrument is not treated as traded on an established market solely because it is convertible into property which is so traded.

An investment of Gross Proceeds in an External Commingled Fund shall be made only to the extent that such investment is made without an intent to reduce the amount to be rebated to the United States Government or to create a smaller profit or a larger loss than would have resulted if the transaction had been at arm's length and had the rebate or Yield restriction requirements not been relevant to the Village. An investment of Gross Proceeds shall be made in a Commingled Fund other than an External Commingled Fund only if the investments made by such Commingled Fund satisfy the provisions of this paragraph.

A single investment, or multiple investments awarded to a provider based on a single bid may not be used for funds subject to different rules relating to rebate or yield restriction.

The foregoing provisions of this paragraph satisfy various safe harbors set forth in the Regulations relating to the valuation of certain types of investments. The safe harbor provisions of this paragraph are contained herein for the protection of the Village, who has covenanted not to take any action to adversely affect the tax-exempt status of the interest on the Bonds. The Village will contact Bond Counsel if it does not wish to comply with the provisions of this paragraph and forego the protection provided by the safe harbors provided herein.

4.5. Arbitrage Elections. The Village President, Village Clerk and Village Treasurer are hereby authorized to execute one or more elections regarding certain matters with respect to arbitrage.

4.6. Six Month Exception. If all Gross Proceeds of the Bonds (including earnings thereon) are spent within six months of the date the Bonds are issued, other than amounts deposited in a reasonably required reserve fund or a bona fide debt service fund, no rebate is required except in the case of unexpected gross proceeds arising after the date of Closing. If all proceeds (including earnings thereon) required to be spent are so spent within this six-month period, except for 5% of the Bond proceeds, and the Village spends the 5% (plus earnings thereon), within one year from the Closing, no rebate is required. To qualify for the six-month exception, there must be no other amounts that are treated as Gross Proceeds of the Bonds, other than a reasonably required reserve or replacement fund or a bona fide debt service fund. Even if the Village qualifies for this exception, the Village may have to rebate with respect to any amounts that arise or are pledged to the payment of the Bonds at a later date.

5.1. Issue Price. For purposes of determining the Yield on the Bonds, the purchase price of the Bonds is equal to the first offering price (including accrued interest) at which the Purchaser reasonably expected to sell at least ten percent of the principal amount of each maturity of the Bonds to the public (excluding bond houses, brokers or similar persons or organizations acting in the capacity of underwriters, placement agents or wholesalers). All of the Bonds have been the subject of a bona fide initial offering to the public (excluding bond houses, brokers, or similar persons or organizations acting in the capacity of underwriters, placement agents or wholesalers) at prices equal to those set forth in the Official Statement. Based upon prevailing market conditions, such prices are not less than the fair market value of each Bond as of the sale date for the Bonds.

5.2. Yield Limits. Except as provided in paragraph (a) or (b), all Gross Proceeds shall be invested at market prices and at a Yield (after taking into account any Yield Reduction Payments) not in excess of the Yield on the Bonds.

The following may be invested without Yield restriction:

(a) amounts on deposit in the Bond Fund (except for capitalized interest and any Reserve Portion of the Bond Fund) that have not been on deposit under the Ordinance for more than 13 months, so long as the Bond Fund (other than the Reserve Portion of the Bond Fund) continues to qualify as a bona fide debt service fund as described in paragraph 3.2 hereof;

(b) (i) An amount not to exceed the lesser of $100,000 or five percent of the Sale Proceeds;

(ii) amounts invested in Qualified Tax Exempt Obligations (to the extent permitted by law and this Ordinance);

(iii) amounts in the Rebate Fund;

(iv) all amounts other than Sale Proceeds for the first 30 days after they become Gross Proceeds; and

(v) all amounts derived from the investment of Sale Proceeds or investment earnings thereon.

5.3. Yield Limits on Prior Bond Proceeds. Except for an amount not to exceed the lesser of $100,000 or five percent of Prior Bond Proceeds, the Village acknowledges that all Prior Bond Proceeds must be invested at market prices and at a Yield not in excess of the Yield on the Prior Bonds.

5.4. Continuing Nature of Yield Limits. Except as provided in paragraph 7.10 hereof, once moneys are subject to the Yield limits of paragraph 5.2 hereof, such moneys remain Yield restricted until they cease to be Gross Proceeds.

5.5. Federal Guarantees. Except for investments meeting the requirements of paragraph 5.2(a) hereof, investments of Gross Proceeds shall not be made in (a) investments constituting obligations of or guaranteed, directly or indirectly, by the United States (except obligations of the United States Treasury or investments in obligations issued pursuant to Section 21B(d)(3) of the Federal Home Loan Bank, as amended (*e.g.,* Refcorp Strips)); or (b) federally insured deposits or accounts (as defined in Section 149(b)(4)(B) of the Code). Except as otherwise permitted in the immediately prior sentence and in the Regulations, no portion of the payment of principal or interest on the Bonds or any credit enhancement or liquidity device relating to the foregoing is or will be guaranteed, directly or indirectly (in whole or in part), by the United States (or any agency or instrumentality thereof), including a lease, incentive payment, research or output contract or any similar arrangement, agreement or understanding with the United States or any agency or instrumentality thereof. No portion of the Gross Proceeds has been or will be used to make loans the payment of principal or interest with respect to which is or will be guaranteed (in whole or in part) by the United States (or any agency or instrumentality thereof). Neither this paragraph nor paragraph 5.6 hereof applies to any guarantee by the Federal Housing Administration, the Federal National Mortgage Association, the Federal Home Loan Mortgage Corporation, the Government National Mortgage Association, the Student Loan Marketing Association or the Bonneville Power Administration pursuant to the Northwest Power Act (16 U.S.C. 839d) as in effect on the date of enactment of the Tax Reform Act of 1984.

5.6. Investments After the Expiration of Temporary Periods, Etc. Any amounts that are subject to the yield limitation in Section 5.2 because Section 5.2(a) is not applicable and amounts not subject to yield restriction only because they are described in Section 5.2(b) cannot be invested in (i) federally insured deposits or accounts (as defined in Section 149(b)(4)(B) of the Code or (ii) investments constituting obligations of or guaranteed, directly or indirectly, by the United States (except obligations of the United States Treasury or investments in obligations issued pursuant to Section 21B(d)(3) of the Federal Home Loan Bank Act, as amended (*e.g.,* Refcorp Strips).

6.1. Payment and Use Tests. (a) No more than five percent of the proceeds of each issue of the Prior Bonds and investment earnings thereon were used, directly or indirectly, in whole or in part, in any Private Business Use. The Village acknowledges that, for purposes of the preceding sentence, Gross Proceeds used to pay costs of issuance and other common costs (such as capitalized interest and fees paid for a qualified guarantee or qualified hedge) or invested in a reserve or replacement fund must be ratably allocated among all the purposes for which Gross Proceeds are being used.

(b) The payment of more than five percent of the principal of or the interest on the Bonds or on each issue of the Prior Bonds considered separately will not be, directly or indirectly (i) secured by any interest in (A) property used or to be used in any Private Business Use or (B) payments in respect of such property or (ii) on a present value basis, derived from payments (whether or not to the Village or a member of the same Controlled Group as the Village) in respect of property, or borrowed money, used or to be used in any Private Business Use.

(c) No more than the lesser of $5,000,000 or five percent of the sum of the proceeds of each issue of the Prior Bonds and investment earnings thereon were used, and no more than the lesser of $5,000,000 or five percent of the sum of the Sale Proceeds and investment earnings thereon will be used, directly or indirectly, to make or finance loans to any persons. The Village acknowledges that, for purposes of the preceding sentence, Gross Proceeds used to pay costs of issuance and other common costs (such as capitalized interest and fees paid for a qualified guarantee or qualified hedge) or invested in a reserve or replacement fund must be ratably allocated among all the purposes for which Gross Proceeds are being used.

(d) No user of the Prior Project other than a state or local governmental unit will use more than five percent of such facilities, considered separately, on any basis other than the same basis as the general public.

6.2. I.R.S. Form 8038-G. The information contained in the Information Return for Tax-Exempt Governmental Obligations, Form 8038-G, is true and complete. The Village will file Form 8038-G (and all other required information reporting forms) in a timely manner.

6.3. Bank Qualification. (a) The Village hereby designates each of the Bonds as a "qualified tax-exempt obligation" for the purposes and within the meaning of Section 265(b)(3) of the Code. In support of such designation, the Village hereby certifies that (i) none of the Bonds will be at anytime a "private activity bond" (as defined in Section 141 of the Code), (ii) as of the date hereof in calendar year 2014, other than the Bonds, no tax-exempt obligations of any kind have been issued (x) by or on behalf of the Village, (y) by other issuers any of the proceeds of which have been or will be used to make any loans to the Village or (z) any portion of which has been allocated to the Village for purposes of Section 265(b) of the Code and (iii) not more than $10,000,000 of obligations of any kind (including the Bonds) issued (x) by or on behalf of the Village, (y) by other issuers any of the proceeds of which have been or will be used to make any loans to the Village or (z) any portion of which has been allocated to the Village for purposes of Section 265(b) of the Code during calendar year 2014 will be designated for purposes of Section 265(b)(3) of the Code.

(b) The Village is not subject to Control by any entity, and there are no entities subject to Control by the Village.

(c) On the date hereof, the Village does not reasonably anticipate that for calendar year 2014 it will issue, have another entity issue on behalf of the Village, borrow the proceeds of or have allocated to the Village for purposes of Section 265(b) of the Code more than $10,000,000 Section 265 Tax-Exempt Obligations (including the Bonds). "Section 265 Tax-Exempt Obligations" are obligations the interest on which is excludable from gross income of the owners thereof under Section 103 of the Code, except for private activity bonds other than qualified 501(c)(3) bonds, both as defined in Section 141 of the Code. The Village will not, in calendar year 2014 issue, permit the issuance on behalf of it or by any entity subject to Control by the Village (which may hereafter come into existence), borrow the proceeds of or have allocated to it for purposes of Section 265(b) of the Code Section 265 Tax-Exempt Obligations (including the Bonds) that exceed the aggregate amount of $10,000,000 during calendar year 2014 unless it first obtains an opinion of Bond Counsel to the effect that such issuance, borrowing or allocation will not adversely affect the treatment of the Bonds as "qualified tax-exempt obligations" for the purpose and within the meaning of Section 265(b)(3) of the Code.

(d) The Bonds have not been sold in conjunction with any other obligation.

7.1. Termination; Interest of Village in Rebate Fund. The terms and provisions set forth in this Section shall terminate at the later of (a) 75 days after the Bonds have been fully paid and retired or (b) the date on which all amounts remaining on deposit in the Rebate Fund, if any, shall have been paid to or upon the order of the United States and any other payments required to satisfy the Rebate Provisions of the Code have been made to the United States. Notwithstanding the foregoing, the provisions of paragraphs 4.3, 4.4(c) and 7.9 hereof shall not terminate until the third anniversary of the date the Bonds are fully paid and retired.

7.2. Separate Issue. Since a date that is 15 days prior to the date of sale of the Bonds by the Village to the Purchaser, neither the Village nor any member of the same Controlled Group as the Village has sold or delivered any tax-exempt obligations other than the Bonds that are reasonably expected to be paid out of substantially the same source of funds as the Bonds. Neither the Village nor any member of the same Controlled Group as the Village will sell or deliver within 15 days after the date of sale of the Bonds any tax-exempt obligations other than the Bonds that are reasonably expected to be paid out of substantially the same source of funds as the Bonds.

7.3. No Sale of the Prior Project. (a) Other than as provided in the next sentence, neither the Prior Project nor any portion thereof has been, is expected to be, or will be sold or otherwise disposed of, in whole or in part, prior to the earlier of (i) the last date of the reasonably expected economic life to the Village of the property (determined on the date of issuance of the Bonds) or (ii) the last maturity date of the Bonds. The Village may dispose of personal property in the ordinary course of an established government program prior to the earlier of (i) the last date of the reasonably expected economic life to the Village of the property (determined on the date of issuance of the Bonds) or (ii) the last maturity of the Bonds, provided: (A) the weighted average maturity of the Bonds financing the personal property is not greater than 120 percent of the reasonably expected actual use of that property for governmental purposes; (B) the Village reasonably expects on the issue date that the fair market value of that property on the date of disposition will be not greater than 25 percent of its cost; (C) the property is no longer suitable for its governmental purposes on the date of disposition; and (D) the Village deposits amounts received from the disposition in a commingled fund with substantial tax or other governmental revenues and the Village reasonably expects to spend the amounts on governmental programs within six months from the date of the commingling.

(b) The Village acknowledges that if property financed with the Prior Bonds is sold or otherwise disposed of in a manner contrary to (a) above, such sale or disposition may constitute a "deliberate action" within the meaning of the Regulations that may require remedial actions to prevent the Bonds from becoming private activity bonds. The Village shall promptly contact Bond Counsel if a sale or other disposition of Bond-financed property is considered by the Village.

7.4. Purchase of Bonds by the Village. The Village will not purchase any of the Bonds except to cancel such Bonds.

7.5. First Call Date Limitation. The period between the date of Closing and the first call date of the Bonds is not more than 10-1/2 years.

7.6. Registered Form. The Village recognizes that Section 149(a) of the Code requires the Bonds to be issued and to remain in fully registered form in order that interest thereon be exempt from federal income taxation under laws in force at the time the Bonds are delivered. In this connection, the Village agrees that it will not take any action to permit the Bonds to be issued in, or converted into, bearer or coupon form.

7.7. First Amendment. The Village acknowledges and agrees that it will not use, or allow the Prior Project to be used, in a manner which is prohibited by the Establishment of Religion Clause of the First Amendment to the Constitution of the United States of America or by any comparable provisions of the Constitution of the State of Illinois.

7.8. Future Events. The Village acknowledges that any changes in facts or expectations from those set forth herein may result in different Yield restrictions or rebate requirements from those set forth herein. The Village shall promptly contact Bond Counsel if such changes do occur.

7.9. Records Retention. The Village agrees to keep and retain or cause to be kept and retained sufficient records to support the continued exclusion of the interest paid on the Bonds from federal income taxation, to demonstrate compliance with the covenants in this Ordinance and to show that all tax returns related to the Bonds submitted or required to be submitted to the IRS are correct and timely filed. Such records shall include, but are not limited to, basic records relating to the Bond transaction (including this Ordinance and the Bond Counsel opinion); documentation evidencing the expenditure of Bond proceeds; documentation evidencing the use of Bond-financed property by public and private entities (*i.e.,* copies of leases, management contracts and research agreements); documentation evidencing all sources of payment or security for the Bonds; and documentation pertaining to any investment of Bond proceeds (including the information required under paragraphs 4.3 and 4.4 hereof and in particular information related to the purchase and sale of securities, SLGs subscriptions, yield calculations for each class of investments, actual investment income received from the investment of proceeds, guaranteed investment contracts and documentation of any bidding procedure related thereto and any fees paid for the acquisition or management of investments and any rebate calculations). Such records shall be kept for as long as the Bonds are outstanding, plus three (3) years after the later of the final payment date of the Bonds or the final payment date of any obligations or series of obligations issued to refund directly or indirectly all or any portion of the Bonds.

7.10. Permitted Changes; Opinion of Bond Counsel. The Yield restrictions contained in paragraph 5.2 hereof or any other restriction or covenant contained herein need not be observed or may be changed if such nonobservance or change will not result in the loss of any exemption for the purpose of federal income taxation to which interest on the Bonds is otherwise entitled and the Village receives an opinion of Bond Counsel to such effect. Unless the Village otherwise directs, such opinion shall be in such form and contain such disclosures and disclaimers as may be required so that such opinion will not be treated as a covered opinion or a state or local bond opinion for purposes of Treasury Department regulations governing practice before the IRS (Circular 230) 31 C.F.R. pt. 10.

7.11. Successors and Assigns. The terms, provisions, covenants and conditions of this Section shall bind and inure to the benefit of the respective successors and assigns of the Corporate Authorities and the Village.

7.12. Expectations. The Corporate Authorities has reviewed the facts, estimates and circumstances in existence on the date of issuance of the Bonds. Such facts, estimates and circumstances, together with the expectations of the Village as to future events, are set forth in summary form in this Section. Such facts and estimates are true and are not incomplete in any material respect. On the basis of the facts and estimates contained herein, the Village has adopted the expectations contained herein. On the basis of such facts, estimates, circumstances and expectations, it is not expected that Sale Proceeds, investment earnings thereon or any other moneys or property will be used in a manner that will cause the Bonds to be arbitrage bonds within the meaning of the Rebate Provisions and the Regulations. Such expectations are reasonable and there are no other facts, estimates and circumstances that would materially change such expectations.

The Village also agrees and covenants with the purchasers and holders of the Bonds from time to time outstanding that, to the extent possible under Illinois law, it will comply with whatever federal tax law is adopted in the future which applies to the Bonds and affects the tax-exempt status of the Bonds.

The Corporate Authorities hereby authorizes the officials of the Village responsible for issuing the Bonds, the same being the Village President, Village Clerk and Village Treasurer, to make such further covenants and certifications as may be necessary to assure that the use thereof will not cause the Bonds to be arbitrage bonds and to assure that the interest in the Bonds will be exempt from federal income taxation. In connection therewith, the Village and the Corporate Authorities further agree: (a) through their officers, to make such further specific covenants, representations as shall be truthful, and assurances as may be necessary or advisable; (b) to consult with counsel approving the Bonds and to comply with such advice as may be given; (c) to pay to the United States, as necessary, such sums of money representing required rebates of excess arbitrage profits relating to the Bonds; (d) to file such forms, statements, and supporting documents as may be required and in a timely manner; and (e) if deemed necessary or advisable by their officers, to employ and pay fiscal agents, financial advisors, attorneys, and other persons to assist the Village in such compliance.

Section 22. Defeasance. Bonds which are no longer Outstanding Bonds as defined in this Ordinance shall cease to have any lien on or right to receive or be paid from Pledged Revenues or the Pledged Taxes, and shall no longer have the benefits of any covenant for the registered owners of Outstanding Bonds as set forth herein as such relates to lien and security for the Bonds in the Pledged Revenues or the Pledged Taxes.

Section 23. This Ordinance a Contract. The provisions of this Ordinance shall constitute a contract between the Village and the registered owners of the Bonds, and no changes, additions or alterations of any kind shall be made hereto, except as herein provided.

Section 24. Duties of Bond Registrar. If requested by the Bond Registrar, the President and Village Clerk of the Village are authorized to execute the Bond Registrar's standard form of agreement between the Village and the Bond Registrar with respect to the obligations and duties of the Bond Registrar hereunder which may include the following:

(a) to act as bond registrar, authenticating agent, paying agent and transfer agent as provided herein;

(b) to maintain a list of Bondholders as set forth herein and to furnish such list to the Village upon request, but otherwise to keep such list confidential;

(c) to give notice of redemption of Bonds as provided herein;

(d) to cancel and/or destroy Bonds which have been paid at maturity or upon earlier redemption or submitted for exchange or transfer;

(e) to furnish the Village at least annually a certificate with respect to Bonds cancelled and/or destroyed; and

(f) to furnish the Village at least annually an audit confirmation of Bonds paid, Bonds outstanding and payments made with respect to interest on the Bonds.

Section 25. Continuing Disclosure Undertaking. The Village President or Village Treasurer is hereby authorized, empowered and directed to execute and deliver the Continuing Disclosure Undertaking (the *"Continuing Disclosure Undertaking"*) in substantially the same form as now before the Corporate Authorities, or with such changes therein as the individual executing the Continuing Disclosure Undertaking on behalf of the Village shall approve, the official's execution thereof to constitute conclusive evidence of the approval of such changes. When the Continuing Disclosure Undertaking is executed and delivered on behalf of the Village as herein provided, the Continuing Disclosure Undertaking will be binding on the Village and the officers, employees and agents of the Village, and the officers, employees and agents of the Village are hereby authorized, empowered and directed to do all such acts and things and to execute all such documents as may be necessary to carry out and comply with the provisions of the Continuing Disclosure Undertaking as executed. Notwithstanding any other provision of this Ordinance, the sole remedies for failure to comply with the Continuing Disclosure Undertaking shall be the ability of the beneficial owner of any Bond to seek mandamus or specific performance by court order, to cause the Village to comply with its obligations under the Continuing Disclosure Undertaking.

Section 26. Record-Keeping Policy and Post-Issuance Compliance Matters. It is necessary and in the best interest of the Village to maintain sufficient records to demonstrate compliance with its covenants and expectations to ensure the appropriate federal tax status for the Bonds and other debt obligations of the Village, the interest on which is excludable from "gross income" for federal income tax purposes or which enable the Village or the holder to receive federal tax benefits, including, but not limited to, qualified tax credit bonds and other specified tax credit bonds (including the Bonds, the *"Tax Advantaged Obligations"*). Further, it is necessary and in the best interest of the Village that (i) the Corporate Authorities adopt policies with respect to record-keeping and post issuance compliance with the Village's covenants related to its Tax Advantaged Obligations and (ii) the Compliance Officer (as hereinafter defined) at least annually review the Village's Contracts (as hereinafter defined) to determine whether the Tax Advantaged Obligations comply with the federal tax requirements applicable to each issue of the Tax Advantaged Obligations. The Corporate Authorities and the Village hereby adopt the following Record-Keeping Policy and, in so doing, amend any such policy previously adopted for such purpose:

(a) *Compliance Officer Is Responsible for Records.* The Finance Director of the Village (the *"Compliance Officer"*) is hereby designated as the keeper of all records of the Village with respect to each issue of the Tax Advantaged Obligations, and such officer shall report to the Corporate Authorities at least annually that he/she has all of the required records in his/her possession, or is taking appropriate action to obtain or recover such records.

(b) *Closing Transcripts.* For each issue of Tax Advantaged Obligations, the Compliance Officer shall receive, and shall keep and maintain, a true, correct and complete counterpart of each and every document and agreement delivered in connection with the issuance of the Tax Advantaged Obligations, including without limitation (i) the proceedings of the Village authorizing the Tax Advantaged Obligations, (ii) any offering document with respect to the offer and sale of the Tax Advantaged Obligations, (iii) any legal opinions with respect to the Tax Advantaged Obligations delivered by any lawyers, and (iv) all written representations of any person delivered in connection with the issuance and initial sale of the Tax Advantaged Obligations.

(c) *Arbitrage Rebate Liability.* The Compliance Officer shall review the agreements of the Village with respect to each issue of Tax Advantaged Obligations and shall prepare a report for the Corporate Authorities stating whether or not the Village has any rebate liability to the United States Treasury, and setting forth any applicable exemptions that each issue of Tax Advantaged Obligations may have from rebate liability. Such report shall be updated annually and delivered to the Corporate Authorities.

(d) *Recommended Records.* The Compliance Officer shall review the records related to each issue of Tax Advantaged Obligations and shall determine what requirements the Village must meet in order to maintain the tax-exemption of interest paid on its Tax Advantaged Obligations, its entitlement to direct payments by the United States Treasury of the applicable percentages of each interest payment due and owing on its Tax Advantaged Obligations, and applicable tax credits or other tax benefits arising from its Tax Advantaged Obligations. The Compliance Officer shall then prepare a list of the contracts, requisitions, invoices, receipts and other information that may be needed in order to establish that the interest paid on the Tax Advantaged Obligations is entitled to be excluded from "gross income" for federal income tax purposes, that the Village is entitled to receive from the United States Treasury direct payments of the applicable percentages of interest payments coming due and owing on its Tax Advantaged Obligations, and the entitlement of holders of any Tax Advantaged Obligations to any tax credits or other tax benefits, respectively. Notwithstanding any other policy of the Village, such retained records shall be kept for as long as the Tax Advantaged Obligations relating to such records (and any obligations issued to refund the Tax Advantaged Obligations) are outstanding, plus three years, and shall at least include:

(i) complete copies of the transcripts delivered when any issue of Tax Advantaged Obligations is initially issued and sold;

(ii) copies of account statements showing the disbursements of all Tax Advantaged Obligation proceeds for their intended purposes, and records showing the assets and other property financed by such disbursements;

(iii) copies of account statements showing all investment activity of any and all accounts in which the proceeds of any issue of Tax Advantaged Obligations has been held or in which funds to be used for the payment of principal of or interest on any Tax Advantaged Obligations has been held, or which has provided security to the holders or credit enhancers of any Tax Advantaged Obligations;

(iv) copies of all bid requests and bid responses used in the acquisition of any special investments used for the proceeds of any issue of Tax Advantaged Obligations, including any swaps, swaptions, or other financial derivatives entered into in order to establish that such instruments were purchased at *fair market value*;

(v) copies of any subscriptions to the United States Treasury for the purchase of State and Local Government Series (SLGS) obligations;

(vi) any calculations of liability for *arbitrage rebate* that is or may become due with respect to any issue of Tax Advantaged Obligations, and any calculations prepared to show that no arbitrage rebate is due, together, if applicable, with account statements or cancelled checks showing the payment of any rebate amounts to the United States Treasury together with any applicable IRS Form 8038-T; and

(vii) copies of all contracts and agreements of the Village, including any leases (the *"Contracts"*), with respect to the use of any property owned by the Village and acquired, constructed or otherwise financed or refinanced with the proceeds of the Tax Advantaged Obligations effective at any time when such Tax Advantaged Obligations are, will or have been outstanding. Copies of contracts covering no more than 50 days of use and contracts related to Village employees need not be retained.

(e) *IRS Examinations or Inquiries.* In the event the IRS commences an examination of any issue of Tax Advantaged Obligations or requests a response to a compliance check, questionnaire or other inquiry, the Compliance Officer shall inform the Corporate Authorities of such event, and is authorized to respond to inquiries of the IRS, and to hire outside, independent professional counsel to assist in the response to the examination or inquiry.

(f) *Annual Review.* The Compliance Officer shall conduct an annual review of the Contracts and other records to determine for each issue of Tax Advantaged Obligations then outstanding whether each such issue complies with the federal tax requirements applicable to such issue, including restrictions on private business use, private payments and private loans. The Compliance Officer is expressly authorized, without further official action of the Corporate Authorities, to hire outside, independent professional counsel to assist in such review. To the extent that any violations or potential violations of federal tax requirements are discovered incidental to such review, the Compliance Officer may make recommendations or take such actions as the Compliance Officer shall reasonably deem necessary to assure the timely correction of such violations or potential violations through remedial actions described in the United States Treasury Regulations, or the Tax Exempt Bonds Voluntary Closing Agreement Program described in Treasury Notice 2008-31 or similar program instituted by the IRS.

(g) *Training*. The Compliance Officer shall undertake to maintain reasonable levels of knowledge concerning the rules related to tax-exempt bonds (and build America bonds and tax credit bonds to the extent the Village has outstanding build America bonds or tax-credit bonds) so that such officer may fulfill the duties described in this Section. The Compliance Officer may consult with counsel, attend conferences and presentations of trade groups, read materials posted on various web sites, including the web site of the Tax Exempt Bond function of the IRS, and use other means to maintain such knowledge. Recognizing that the Compliance Officer may not be fully knowledgeable in this area, the Compliance Officer may consult with outside counsel, consultants and experts to assist him or her in exercising his or her duties hereunder. The Compliance Officer will endeavor to make sure that the Village's staff is aware of the need for continuing compliance. The Compliance Officer will provide copies of this Ordinance and the Tax Exemption Certificate and Agreement or other applicable tax documents for each series of Tax Advantaged Obligations then currently outstanding (the *"Tax Agreements"*) to staff members who may be responsible for taking actions described in such documents. The Compliance Officer should assist in the education of any new Compliance Officer and the transition of the duties under these procedures. The Compliance Officer will review this Ordinance and each of the Tax Agreements periodically to determine if there are portions that need further explanation and, if so, will attempt to obtain such explanation from counsel or from other experts, consultants or staff.

(h) *Amendment and Waiver*. The procedures described in this Section are only for the benefit of the Village. No other person (including an owner of a Tax Advantaged Obligation) may rely on the procedures included in this Section. The Village may amend this Section and any provision of this Section may be waived, without the consent of the holders of any Tax Advantaged Obligations and as authorized by passage of an ordinance by the Corporate Authorities. Additional procedures may be required for Tax Advantaged Obligations the proceeds of which are used for purposes other than capital governmentally owned projects or refundings of such, including tax increment financing bonds, bonds financing output facilities, bonds financing working capital, or private activity bonds. The Village also recognizes that these procedures may need to be revised in the event the Village enters into any derivative products with respect to its Tax Advantaged Obligations.

Section 27. *Call of Refunded Bonds*. In accordance with the redemption provisions of the ordinance authorizing the issuance of the Refunded Bonds, the Village does hereby make provision for the payment of and does hereby call (subject only to the delivery of the Bonds) the Refunded Bonds for redemption on the date set forth in the Bond Notification (not later than 90 days after the date of the Bonds).

Section 28. *Severability*. If any section, paragraph, clause or provision of this Ordinance shall be held invalid, the invalidity of such section, paragraph, clause or provision shall not affect any of the other provisions of this Ordinance.

Section 29. *Repealer*. All ordinances, resolutions or orders, or parts thereof, in conflict with the provisions of this ordinance are to the extent of such conflict hereby repealed.

Section 30. Effective Date. This Ordinance shall be effective immediately.

PASSED by the President and Board of Trustees on October 28, 2014.

AYES: ______________________________

____

NAYS: ______________________________

ABSENT: ______________________________

Approved: October 28, 2014.

____
President

PUBLISHED in pamphlet form by authority of the Board on October __, 2014.

RECORDED in the Village Records on October 28, 2014.

ATTEST:

____
Village Clerk

[SEAL]

Trustee _____________ moved and Trustee _____________ seconded the motion that said ordinance as presented and read by title by the Village Clerk be adopted.

After a full and complete discussion thereof, including a public recital of the nature of the matter being considered and such other information as would inform the public of the business being conducted, the President directed that the roll be called for a vote upon the motion to adopt the ordinance as read.

Upon the roll being called, the following Trustees voted

AYE: ____

____

NAY: ____

ABSENT: ____

Whereupon the President declared the motion carried and the ordinance adopted, and henceforth did approve and sign the same in open meeting and did direct the Village Clerk to record the same in full in the records of the President and Board of Trustees of the Village.

Other business not pertinent to the adoption of said ordinance was duly transacted at said meeting.

Upon motion duly made and seconded, the meeting was adjourned.

____
Village Clerk

STATE OF ILLINOIS)
) SS
COUNTY OF COOK)

CERTIFICATION OF ORDINANCE AND MINUTES

I, the undersigned, do hereby certify that I am the duly qualified and acting Village Clerk of the Village of La Grange Park, Cook County, Illinois (the *"Village"*), and as such officer I am the keeper of the books, records, files, and journal of proceedings of the Village and of the President and Board of Trustees (the *"Corporate Authorities"*) thereof.

I do further certify that the foregoing constitutes a full, true and complete transcript of the minutes of the legally convened meeting of the Corporate Authorities held on the 28th day of October, 2014, insofar as same relates to the adoption of an ordinance numbered ________ and entitled:

> AN ORDINANCE authorizing and providing for the issuance of not to exceed $3,940,000 General Obligation Refunding Bonds (Alternate Revenue Source), Series 2014, of the Village of La Grange Park, Cook County, Illinois, for the purpose of refunding certain outstanding sewerage alternate bonds, prescribing all the details of said bonds and providing for the imposition of taxes to pay the same, and for the collection, segregation and distribution of the revenues of the sewerage system operated by said Village.

a true, correct and complete copy of which said ordinance as adopted at said meeting appears in the foregoing transcript of the minutes of said meeting.

I do further certify that the deliberations of the Corporate Authorities on the adoption of said ordinance were taken openly; that the vote on the adoption of said ordinance was taken openly; that said meeting was held at a specified time and place convenient to the public; that notice of said meeting was duly given to all of the news media requesting such notice; that an agenda for said meeting was posted at the location where said meeting was held and at the principal office of the Corporate Authorities at least 96 hours in advance of the holding of said meeting, that at least one copy of said agenda was continuously available for public review during the entire 96-hour period preceding said meeting, that said agenda contained a separate specific item concerning the proposed adoption of said ordinance, that a true, correct and complete copy of said agenda as so posted being attached to this Certificate as *Exhibit A,* that said meeting was called and held in strict accordance with the provisions of the Open Meetings Act of the State of Illinois, as amended; and that the Corporate Authorities have complied with all of the applicable provisions of said Act and their procedural rules in the adoption of said ordinance.

IN WITNESS WHEREOF, I have hereunto affixed my official signature and the seal of the Village this 28th day of October, 2014.

____
Village Clerk

[SEAL]

STATE OF ILLINOIS)
) SS
COUNTY OF COOK)

CERTIFICATE OF PUBLICATION IN PAMPHLET FORM

I, the undersigned, do hereby certify that I am the duly qualified and acting Village Clerk of the Village of La Grange Park, Cook County, Illinois (the *"Village"*), and as such official I am the keeper of the official journal of proceedings, books, records, minutes and files of the Village and of the President and Board of Trustees (the *"Corporate Authorities"*) of the Village.

I do further certify that on the ____ day of October, 2014 there was published in pamphlet form, by authority of the President and Board of Trustees, a true, correct, and complete copy of Ordinance Number ______ of the Village entitled:

> AN ORDINANCE authorizing and providing for the issuance of not to exceed $3,940,000 General Obligation Refunding Bonds (Alternate Revenue Source), Series 2014, of the Village of La Grange Park, Cook County, Illinois, for the purpose of refunding certain outstanding sewerage alternate bonds, prescribing all the details of said bonds and providing for the imposition of taxes to pay the same, and for the collection, segregation and distribution of the revenues of the sewerage system operated by said Village.

and that the ordinance as so published was on that date readily available for public inspection and distribution, in sufficient number so as to meet the needs of the general public, at my office as Village Clerk located in the Village.

IN WITNESS WHEREOF I have affixed hereto my official signature and the seal of the Village this ____ day of October, 2014.

____
Village Clerk

[SEAL]

STATE OF ILLINOIS)
) SS
COUNTY OF COOK)

FILING CERTIFICATE

I, the undersigned, do hereby certify that I am the duly qualified and acting County Clerk of The County of Cook, Illinois (the *"County"*), and as such officer I do hereby certify that on the ____ day of __________, 2014 there was filed in my office a duly certified copy of an ordinance, numbered _________, and entitled:

> AN ORDINANCE authorizing and providing for the issuance of not to exceed $3,940,000 General Obligation Refunding Bonds (Alternate Revenue Source), Series 2014, of the Village of La Grange Park, Cook County, Illinois, for the purpose of refunding certain outstanding sewerage alternate bonds, prescribing all the details of said bonds and providing for the imposition of taxes to pay the same, and for the collection, segregation and distribution of the revenues of the sewerage system operated by said Village.

passed by the President and Board of Trustees of the Village of La Grange Park, Cook County, Illinois, on the 28th day of October, 2014, and approved by the President of said Village, and that the same has been deposited in the official files and records of my office.

IN WITNESS WHEREOF I have hereunto affixed my official signature and the seal of the County this ____ day of ________, 2014.

____
County Clerk of The
County of Cook, Illinois

[SEAL]

Robert W. Baird & Co.
Public Finance

MEMORANDUM

TO:	Mr. Larry Noller Village of La Grange Park
FROM:	Mr. Stephan C. Roberts Robert W. Baird & Co.
DATE:	October 8, 2014
SUBJECT:	Method of Sale

The question of whether to sell bonds at a negotiated or competitive sale or private placement is often the topic of discussion at the time issuers are contemplating the sale of bonds. Baird does not believe that one method of sale is always superior to the other. Certain factors must be explored to determine the method of sale that could result in the lowest interest rates.

GFOA Recommendation

The GFOA recommends that issuers select a method of sale based on thorough analysis of the relevant rating, security, structure and other factors pertaining to the proposed bond issue as described in the table below.

Factors that Favor Competitive Sale:	Factors that Favor Negotiated Sale:
• Rating of the bonds is at least in the "A" category. • Bonds are GO bonds or full faith and credit obligations of the issuer or are secured by a strong, known and long-standing revenue stream. • Structure of the bonds does not include innovative or new financing features that require extensive explanation of the bond market. • Issuer is well known and frequently in the market.	• Rating of the bonds is lower than "A" category. • Bond insurance or other credit enhancement is unavailable or not cost-effective. • Structure of the bonds has features such as a pooled bond program, variable rate debt, deferred interest bonds, or other bonds that may be better suited to negotiation. • Issuer desires to target underwriting participation to include minority or local firms.

The Village's proposed refunding is a standard bank-qualified general obligation bond issue that will be well accepted in the market. This refunding will not have any innovative or new financing features, will have a short amortization structure and will carry a strong "AA" category rating. While the Village does not issue bonds frequently, we believe it does have name recognition being in the Chicago metro area. The GFOA's guidelines lean towards a competitive sale.

Baird's Recommendation

In addition to the factors mentioned above, the Village must also consider the level of savings generated by the refunding and current market conditions.

There could be an argument for a negotiated sale if the debt service savings generated by the refunding was at or near the Village's savings threshold. The Village's proposed refunding generates over 6.5% present value savings which is well above the Village's minimum savings threshold of 3% present value savings. Based on the estimated savings, we believe there is an argument for a competitive sale.

The current municipal market offers ideal conditions for a competitive sale. Thus far in 2014, there has been a lack of supply in the muni bond market including a lack of comparable Illinois competitive transactions within the last month. As a result, underwriters are aggressively bidding on competitive offerings in need of municipal paper. In mid-September the Village of Arlington Heights (rated Aa1) competitively sold a $7.6 million general obligation bond issue that had 12 underwriters place bids and a true interest cost of 1.1697%. There was only 0.0008% difference between the winning bid and cover bid. In early October, Wheeling Park District (rated AA) competitively sold a $3.38 million general obligation alternate revenue bond issue that had 8 underwriters place bids and a true interest cost of 2.0122%. There was only 0.001% difference between the winning bid and cover bid. These are the only comparable Illinois municipal competitive issuance brought to market in the last month.

Private Placement

There are certain risks/barriers with private placements that must be taken into consideration. All investors approached could turn down the Village's credit, face capital restrictions, demand certain covenants/terms or set an interest rate above what the Village could achieve in the public market. Private placements are most commonly used for bond issues with any or all of the following characteristics:

- Small in par amount;
- Poor credit rating;
- Story bond; and/or
- Nontraditional structure or terms.

Transactions with the above referenced characteristics are often not suitable or well received in the public market making a private placement a very attractive alternative. Given the Village's proposed issuance is a standard general obligation bond with a strong "AA" category rating we believe a public offering (specifically a competitive sale) would result in a lower true interest cost for the Village.

Conclusion

Based on all the above factors, it is Baird's belief that a competitive sale would result in the lowest true interest cost and greatest debt service savings on the Village's proposed refunding.

Village of La Grange Park, IL

Hypothetical Illustration for Refunding GO Bonds, Series 2006

Dated: November 17, 2014

Assumes Aa2 Rating, BQ Rates, Level Savings

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Report

Village of La Grange Park, IL

Hypothetical Illustration for Refunding GO Bonds, Series 2006

Dated: November 17, 2014

Assumes Aa2 Rating, BQ Rates, Level Savings

Debt Service Comparison

Date	Total P+I	Existing D/S	Net New D/S	Old Net D/S	Savings
12/01/2014	-	275,062.50	275,062.50	275,062.50	-
12/01/2015	400,096.60	-	400,096.60	428,431.26	28,334.66
12/01/2016	400,262.50	-	400,262.50	427,931.26	27,668.76
12/01/2017	399,162.50	-	399,162.50	427,056.26	27,893.76
12/01/2018	397,962.50	-	397,962.50	425,806.26	27,843.76
12/01/2019	396,662.50	-	396,662.50	428,406.26	31,743.76
12/01/2020	397,062.50	-	397,062.50	425,406.26	28,343.76
12/01/2021	397,162.50	-	397,162.50	427,006.26	29,843.76
12/01/2022	396,962.50	-	396,962.50	428,006.26	31,043.76
12/01/2023	396,462.50	-	396,462.50	428,406.26	31,943.76
12/01/2024	400,662.50	-	400,662.50	428,206.26	27,543.76
12/01/2025	398,475.00	-	398,475.00	426,912.50	28,437.50
Total	**$4,380,934.10**	**$275,062.50**	**$4,655,996.60**	**$4,976,637.60**	**$320,641.00**

PV Analysis Summary (Net to Net)

Net FV Cashflow Savings	320,641.00
Gross PV Debt Service Savings	355,452.63
Net PV Cashflow Savings @ 2.283%(Bond Yield)	355,452.63
Transfers from Prior Issue Debt Service Fund	(74,215.63)
Contingency or Rounding Amount	1,852.70
Net Present Value Benefit	$283,089.70
Net PV Benefit / $3,740,000 Refunded Principal	7.569%
Average Annual Cash Flow Savings	26,720.08

Refunding Bond Information

Refunding Dated Date	11/17/2014
Refunding Delivery Date	11/17/2014

Village of La Grange Park, IL

Hypothetical Illustration for Refunding GO Bonds, Series 2006

Dated: November 17, 2014

Assumes Aa2 Rating, BQ Rates, Level Savings

Sources & Uses

Dated 11/17/2014 | Delivered 11/17/2014

SOURCES OF FUNDS	
Par Amount of Bonds	$3,685,000.00
Reoffering Premium	144,931.95
Transfers from Prior Issue Debt Service Funds	74,215.63
TOTAL SOURCES	$3,904,147.58

USES OF FUNDS	
Deposit to Current Refunding Fund	3,821,224.88
Assumed Costs of Issuance	81,070.00
Rounding Amount	1,852.70
TOTAL USES	$3,904,147.58

Village of La Grange Park, IL

Hypothetical Illustration for Refunding GO Bonds, Series 2006

Dated: November 17, 2014

Assumes Aa2 Rating, BQ Rates, Level Savings

Debt Service Schedule

Date	Principal	Coupon	Interest	Total P+I	Fiscal Total
11/17/2014	-	-	-	-	-
06/01/2015	-	-	54,515.35	54,515.35	-
12/01/2015	295,000.00	2.000%	50,581.25	345,581.25	400,096.60
06/01/2016	-	-	47,631.25	47,631.25	-
12/01/2016	305,000.00	2.000%	47,631.25	352,631.25	400,262.50
06/01/2017	-	-	44,581.25	44,581.25	-
12/01/2017	310,000.00	2.000%	44,581.25	354,581.25	399,162.50
06/01/2018	-	-	41,481.25	41,481.25	-
12/01/2018	315,000.00	2.000%	41,481.25	356,481.25	397,962.50
06/01/2019	-	-	38,331.25	38,331.25	-
12/01/2019	320,000.00	3.000%	38,331.25	358,331.25	396,662.50
06/01/2020	-	-	33,531.25	33,531.25	-
12/01/2020	330,000.00	3.000%	33,531.25	363,531.25	397,062.50
06/01/2021	-	-	28,581.25	28,581.25	-
12/01/2021	340,000.00	3.000%	28,581.25	368,581.25	397,162.50
06/01/2022	-	-	23,481.25	23,481.25	-
12/01/2022	350,000.00	3.000%	23,481.25	373,481.25	396,962.50
06/01/2023	-	-	18,231.25	18,231.25	-
12/01/2023	360,000.00	3.000%	18,231.25	378,231.25	396,462.50
06/01/2024	-	-	12,831.25	12,831.25	-
12/01/2024	375,000.00	3.250%	12,831.25	387,831.25	400,662.50
06/01/2025	-	-	6,737.50	6,737.50	-
12/01/2025	385,000.00	3.500%	6,737.50	391,737.50	398,475.00
Total	**$3,685,000.00**	-	**$695,934.10**	**$4,380,934.10**	-

Yield Statistics

Bond Year Dollars	$23,223.31
Average Life	6.302 Years
Average Coupon	2.9967056%
Net Interest Cost (NIC)	2.3726258%
True Interest Cost (TIC)	2.2993834%
Bond Yield for Arbitrage Purposes	2.2825809%
All Inclusive Cost (AIC)	2.6764562%

IRS Form 8038

Net Interest Cost	2.2738866%
Weighted Average Maturity	6.327 Years

Village of La Grange Park, IL

Hypothetical Illustration for Refunding GO Bonds, Series 2006

Dated: November 17, 2014

Assumes Aa2 Rating, BQ Rates, Level Savings

Pricing Summary

Maturity	Type of Bond	Coupon	Yield	Maturity Value	Price		Dollar Price
12/01/2015	Serial Coupon	2.000%	0.550%	295,000.00	101.499%		299,422.05
12/01/2016	Serial Coupon	2.000%	0.800%	305,000.00	102.421%		312,384.05
12/01/2017	Serial Coupon	2.000%	1.050%	310,000.00	102.833%		318,782.30
12/01/2018	Serial Coupon	2.000%	1.400%	315,000.00	102.347%		322,393.05
12/01/2019	Serial Coupon	3.000%	1.700%	320,000.00	106.251%		340,003.20
12/01/2020	Serial Coupon	3.000%	1.950%	330,000.00	105.953%		349,644.90
12/01/2021	Serial Coupon	3.000%	2.250%	340,000.00	104.856%		356,510.40
12/01/2022	Serial Coupon	3.000%	2.500%	350,000.00	103.620%		362,670.00
12/01/2023	Serial Coupon	3.000%	2.650%	360,000.00	102.796%		370,065.60
12/01/2024	Serial Coupon	3.250%	2.750%	375,000.00	104.359%		391,346.25
12/01/2025	Serial Coupon	3.500%	2.850%	385,000.00	105.639%	c	406,710.15
Total	-	-	-	**$3,685,000.00**	-	-	**$3,829,931.95**

Bid Information

Par Amount of Bonds	$3,685,000.00
Reoffering Premium or (Discount)	144,931.95
Gross Production	$3,829,931.95
Bid (103.933%)	3,829,931.95
Total Purchase Price	$3,829,931.95
Bond Year Dollars	$23,223.31
Average Life	6.302 Years
Average Coupon	2.9967056%
Net Interest Cost (NIC)	2.3726258%
True Interest Cost (TIC)	2.2993834%

Village of La Grange Park, IL

Hypothetical Illustration for Refunding GO Bonds, Series 2006

Dated: November 17, 2014

Assumes Aa2 Rating, BQ Rates, Level Savings

Current Refunding Escrow

Date	Principal	Rate	Receipts	Disbursements	Cash Balance
11/17/2014	-	-	74,215.88	-	74,215.88
12/01/2014	-	-	-	74,215.63	**0.25**
12/18/2014	3,747,009.00	-	3,747,009.00	3,747,009.25	-
Total	**$3,747,009.00**	-	**$3,821,224.88**	**$3,821,224.88**	-

Investment Parameters

Investment Model [PV, GIC, or Securities]	Securities
Default investment yield target	Bond Yield
Cash Deposit	74,215.88
Cost of Investments Purchased with Bond Proceeds	3,747,009.00
Total Cost of Investments	$3,821,224.88
Target Cost of Investments at bond yield	$3,813,843.31
Actual positive or (negative) arbitrage	(7,381.57)
Yield to Receipt	-3.73E-12
Yield for Arbitrage Purposes	2.2825809%
State and Local Government Series (SLGS) rates for	10/08/2014

Village of La Grange Park, IL

Hypothetical Illustration for Refunding GO Bonds, Series 2006

Dated: November 17, 2014

Assumes Aa2 Rating, BQ Rates, Level Savings

Primary Purpose Fund Proof Of Yield @ 0.0000000%

Date	Cashflow	PV Factor	Present Value	Cumulative PV
11/17/2014	-	1.0000000x	-	-
12/18/2014	3,747,009.00	1.0000000x	3,747,009.00	3,747,009.00
Total	**$3,747,009.00**	-	**$3,747,009.00**	-

Composition Of Initial Deposit

Cost of Investments Purchased with Bond Proceeds	3,747,009.00
Adjusted Cost of Investments	3,747,009.00

Village of La Grange Park, IL

Hypothetical Illustration for Refunding GO Bonds, Series 2006

Dated: November 17, 2014

Assumes Aa2 Rating, BQ Rates, Level Savings

Current Refunding Escrow Summary Cost

Maturity	Type	Coupon	Yield	$ Price	Par Amount	Principal Cost	+Accrued Interest	= Total Cost
Current Refunding Escrow								
12/18/2014	SLGS-CI	-	-	100.0000000%	3,747,009	3,747,009.00	-	3,747,009.00
Subtotal		-	-	-	**$3,747,009**	**$3,747,009.00**	-	**$3,747,009.00**
Total		-	-	-	**$3,747,009**	**$3,747,009.00**	-	**$3,747,009.00**

Current Refunding Escrow

Cash Deposit	74,215.88
Cost of Investments Purchased with Bond Proceeds	3,747,009.00
Total Cost of Investments	$3,821,224.88

Delivery Date	11/17/2014

Village of La Grange Park, IL

General Obligation Bonds, Series 2006

Dated: April 15, 2006

Callable: December 1, 2014 @ 100

Debt Service To Maturity And To Call

Date	Refunded Bonds	Refunded Interest	D/S To Call	Principal	Coupon	Interest	Refunded D/S	Fiscal Total
11/17/2014	-	-	-	-	-	-	-	-
12/01/2014	-	74,215.63	74,215.63	-	3.750%	74,215.63	74,215.63	74,215.63
12/18/2014	3,740,000.00	7,009.25	3,747,009.25	-	-	-	-	-
06/01/2015	-	-	-	-	-	74,215.63	74,215.63	-
12/01/2015	-	-	-	280,000.00	3.750%	74,215.63	354,215.63	428,431.26
06/01/2016	-	-	-	-	-	68,965.63	68,965.63	-
12/01/2016	-	-	-	290,000.00	3.750%	68,965.63	358,965.63	427,931.26
06/01/2017	-	-	-	-	-	63,528.13	63,528.13	-
12/01/2017	-	-	-	300,000.00	3.750%	63,528.13	363,528.13	427,056.26
06/01/2018	-	-	-	-	-	57,903.13	57,903.13	-
12/01/2018	-	-	-	310,000.00	4.000%	57,903.13	367,903.13	425,806.26
06/01/2019	-	-	-	-	-	51,703.13	51,703.13	-
12/01/2019	-	-	-	325,000.00	4.000%	51,703.13	376,703.13	428,406.26
06/01/2020	-	-	-	-	-	45,203.13	45,203.13	-
12/01/2020	-	-	-	335,000.00	4.000%	45,203.13	380,203.13	425,406.26
06/01/2021	-	-	-	-	-	38,503.13	38,503.13	-
12/01/2021	-	-	-	350,000.00	4.000%	38,503.13	388,503.13	427,006.26
06/01/2022	-	-	-	-	-	31,503.13	31,503.13	-
12/01/2022	-	-	-	365,000.00	4.000%	31,503.13	396,503.13	428,006.26
06/01/2023	-	-	-	-	-	24,203.13	24,203.13	-
12/01/2023	-	-	-	380,000.00	4.000%	24,203.13	404,203.13	428,406.26
06/01/2024	-	-	-	-	-	16,603.13	16,603.13	-
12/01/2024	-	-	-	395,000.00	4.125%	16,603.13	411,603.13	428,206.26
06/01/2025	-	-	-	-	-	8,456.25	8,456.25	-
12/01/2025	-	-	-	410,000.00	4.125%	8,456.25	418,456.25	426,912.50
Total	**$3,740,000.00**	**$81,224.88**	**$3,821,224.88**	**$3,740,000.00**	-	**$1,035,790.73**	**$4,775,790.73**	-

Yield Statistics

Base date for Avg. Life & Avg. Coupon Calculation	11/17/2014
Average Life	6.425 Years
Average Coupon	4.0255078%
Weighted Average Maturity (Par Basis)	6.425 Years

Refunding Bond Information

Refunding Dated Date	11/17/2014
Refunding Delivery Date	11/17/2014

Village of La Grange Park, IL

General Obligation Bonds, Series 2006

Dated: April 15, 2006

Callable: December 1, 2014 @ 100

Current Outstanding Debt Service

Date	Principal	Coupon	Interest	Total P+I
12/01/2014	270,000.00	3.750%	5,062.50	275,062.50
Total	**$270,000.00**	-	**$5,062.50**	**$275,062.50**

Yield Statistics

Base date for Avg. Life & Avg. Coupon Calculation	11/17/2014
Average Life	0.039 Years
Average Coupon	3.7500000%
Weighted Average Maturity (Par Basis)	0.039 Years

Refunding Bond Information

Refunding Dated Date	11/17/2014
Refunding Delivery Date	11/17/2014

PRELIMINARY OFFICIAL STATEMENT DATED ________, 2014

NEW ISSUE: Book-Entry Only
Bank Qualified

Standard & Poor's Investment Rating: ____

Subject to compliance by the Village with certain covenants, in the opinion of Bond Counsel, 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 federal alternative minimum tax for individuals and corporations, but such interest is taken into account in computing an adjustment used in determining the federal alternative minimum tax for certain corporations. Interest on the Bonds is not exempt from present State of Illinois income taxes. See "TAX EXEMPTION" herein for a more complete discussion. The Bonds are "qualified tax-exempt obligations" under Section 265(b)(3) of the Internal Revenue Code of 1986, as amended. See "QUALIFIED TAX-EXEMPT OBLIGATIONS" herein.

$________*

VILLAGE OF LA GRANGE PARK
Cook County, Illinois
General Obligation Refunding Bonds (Alternate Revenue Source), Series 2014

Dated: Date of Delivery **Due: December 1, see inside cover**

The $_________* General Obligation Refunding Bonds (Alternate Revenue Source), Series 2014 (the "Bonds") of the Village of La Grange Park, Cook County, Illinois (the "Village") will be issued in fully registered form in the denomination of $5,000 or authorized integral multiples thereof. Semi-annual interest shall be payable on each December 1 and June 1, commencing June 1, 2015. The Bond Registrar and Paying Agent for this issue is U.S. Bank National Association, Chicago, Illinois (the "Bond Registrar and Paying Agent"). The Bonds will be issued only in fully registered form and will be registered in the name of Cede & Co. as nominee of The Depository Trust Company, New York, New York ("DTC"). DTC will act as the securities depository of the Bonds. Individual purchases will be made in book-entry form only in denominations of $5,000 principal amount or any authorized integral multiple thereof. Purchasers of the Bonds will not receive certificates representing their interest in the Bonds purchased. (See "THE BONDS - Book-Entry Only System.").

The proceeds from the sale of the Bonds will be used to (i) currently refund a portion of the Village's outstanding General Obligation Bonds, Series 2006 (the "2006 Bonds") and (ii) pay certain expenses relating to the issuance of the Bonds. See "THE FINANCING – Purpose of the Bonds" herein.

In the opinion of Bond Counsel, the Bonds are valid and legally binding upon the Village and are payable from (i) the net revenues derived from the Sewerage System of the Village and (ii) ad valorem taxes levied against all of the taxable property in the Village 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. See "THE BONDS – Security" herein.

The Bonds are subject to optional redemption prior to maturity. See "THE BONDS – Redemption Prior to Maturity" herein.

COMPETITIVE BIDS INVITED
Sale Date: _________, _____ 2014 Time: 10:30 AM CT
See **OFFICIAL NOTICE OF SALE: APPENDIX D**

This cover page contains certain information for quick reference only. It is not a summary for the Bonds. Investors must read the entire Official Statement to obtain information essential to the making of an informed investment decision.

The Bonds are offered when, as and if issued by the Village and received by ______________ (the "Underwriter"), subject to prior sale, withdrawal or modification of the offer without notice and to the approval of legality by Chapman and Cutler LLP, Chicago, Illinois as Bond Counsel. It is expected that the Bonds will be available for delivery through the facilities of DTC on or about ______, 2014.

Financial Advisor:

BAIRD

*Preliminary, subject to change.

MATURITY SCHEDULE, AMOUNTS, INTEREST RATES, YIELDS AND CUSIPs *

General Obligation Refunding Bonds (Alternate Revenue Source), Series 2014

Maturing December 1	Principal Amount	Interest Rate	Yield	CUSIP [1]
2015	$			
2016				
2017				
2018				
2019				
2020				
2021				
2022				
2023				
2024				
2025				

*Preliminary, subject to change.
[1] CUSIP data herein is provided by Standard & Poor's CUSIP Bureau Service, a division of the McGraw-Hill Companies, Inc.

Certain information contained in this Official Statement has been obtained by the Village of La Grange Park (the "Village") from DTC and other sources that are deemed to be reliable. No representation or warranty is made, however, as to the accuracy or completeness of such information by the Village or the Financial Advisor. Nothing contained in this Official Statement is or shall be relied on as a promise or representation by the Financial Advisor. This Official Statement is being used in connection with the sale of securities as referred to herein and may not be used, in whole or in part, for any other purpose. The delivery of this Official Statement at any time does not imply that information in it is correct as of any time subsequent to its date.

No dealer, broker, salesman or other person has been authorized by the Village or by the Financial Advisor to give any information or to make any representations other than those contained herein, and if given or made, such other information or representations must not be relied upon as having been authorized by any of the foregoing. This Official Statement does not constitute an offer to sell or the solicitation of any offer to buy, nor shall there be any sale of the Bonds, by any person in any jurisdiction in which it is unlawful for such person to make such offer, solicitation or sale.

Robert W. Baird & Co., in its role as Financial Advisor, assisted the Village in preparing the Official Statement. The Financial Advisor obtained information from the Village and other sources that it believed was reliable but cannot guarantee the accuracy or completeness of the information in this Official Statement.

The information and expressions of opinion herein are subject to change without notice and neither the delivery of this Official Statement nor any other sale made hereunder shall, under any circumstances, create any implication that there has been no change in the affairs of the Village.

The tax advice contained in this Official Statement is not intended or written by the Village, its Bond Counsel, or any other tax practitioner to be used, and it cannot be used, by any taxpayer for the purpose of avoiding penalties that may be imposed on the taxpayer. The tax advice contained in this Official Statement was written to support the promotion or marketing of the Bonds. Each taxpayer should seek advice based on the taxpayer's particular circumstances from an independent tax advisor.

In connection with the offering of the Bonds, the Underwriter may overallot or effect transactions that stabilize or maintain the market price of the Bonds at a level above the level that might otherwise prevail in the open market. Such stabilizing, if commenced, may be discontinued at any time without notice. The prices and other terms respecting the offering and sale of the Bonds may be changed from time to time by the Underwriter after the Bonds are released for sale, and the Bonds may be offered and sold at prices other than the initial offering prices, including sales to dealers who may sell the Bonds into investment accounts.

IN MAKING AN INVESTMENT DECISION, INVESTORS MUST RELY ON THEIR OWN EXAMINATION OF THE VILLAGE AND THE TERMS OF THE OFFERING, INCLUDING THE MERITS AND RISK INVOLVED. THESE SECURITIES HAVE NOT BEEN RECOMMENDED BY ANY FEDERAL OR STATE SECURITIES COMMISSION OR REGULATORY AUTHORITY. FURTHERMORE, THE FOREGOING AUTHORITIES HAVE NOT CONFIRMED THE ACCURACY OR DETERMINED THE ADEQUACY OF THIS DOCUMENT. ANY REPRESENTATION TO THE CONTRARY IS A CRIMINAL OFFENSE.

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Village of La Grange Park

Village Board

Administration

Village Manager
Julia Cedillo

Assistant Village Manager
Emily Rodman

Director of Finance
Larry Noller

Village of La Grange Park
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LaGrange Park, Illinois 60526
Phone: (708) 354-0225
Fax: (708) 354-0241
www.lagrangepark.org

PROFESSIONAL SERVICES

Financial Advisor:	Robert W. Baird & Co., Naperville, Illinois
Local Counsel:	Martin, Craig, Chester & Sonnenschein LLP, Oak Brook, Illinois
Bond Counsel:	Chapman and Cutler LLP, Chicago, Illinois
Bond Registrar and Paying Agent:	U.S. Bank National Association, Chicago, Illinois
Auditor:	Selden Fox LTD, Certified Public Accountants, Oak Brook, Illinois

OFFICIAL STATEMENT
of the
Village of La Grange Park
Cook County, Illinois
Relating to its
$_________*
General Obligation Refunding Bonds (Alternate Revenue Source), Series 2014

INTRODUCTION

This Official Statement, including the cover page hereof and the appendices hereto, is provided by the Village of La Grange Park, Cook County, Illinois (the "Village") for the purpose of setting forth information to all who may become registered owners of the Village's $_________* General Obligation Refunding Bonds (Alternate Revenue Source), Series 2014 (the "Bonds") as authorized in an ordinance adopted by the President and Board of Trustees of the Village (the "Board") on October 28, 2014 (as supplemented by a Notification of Sale executed in connection with the sale of the Bonds, the "Ordinance").

THE FINANCING

Purpose of the Bonds

The Bonds are being issued for the purpose of (i) currently refunding a portion of the Village's outstanding General Obligation Bonds, Series 2006 dated April 15, 2006 (the "2006 Bonds"), maturing in the years 2015 through and including 2025 (the "Bonds to be Refunded") and (ii) paying certain expenses relating to the issuance of the Bonds. See "The Refunding" and the "The Bonds to be Refunded", herein.

The Refunding

On the delivery date of the Bonds, Wells Fargo Bank, N.A., Chicago, Illinois (the "Prior Paying Agent") will receive a portion of bond proceeds and $_________ of cash on hand. Such amount will be sufficient to pay principal of and interest on the Bonds to be Refunded on the redemption date. Proceeds of the Bonds not being used to pay principal of and interest on the Bonds to be Refunded will be used to pay costs of issuance of the Bonds.

The Bonds to be Refunded

The following schedule sets forth the principal of the Bonds to be Refunded, the redemption price and redemption date.

General Obligation Bonds, Series 2006

Maturities	Outstanding Amount	Refunded Amount	Redemption Price	Redemption Date
December 1, 2014	$ 270,000	$ 0	-	-
December 1, 2015	280,000	280,000	100%	December 1, 2014
December 1, 2016	290,000	290,000	100%	December 1, 2014
December 1, 2017	300,000	300,000	100%	December 1, 2014
December 1, 2018	310,000	310,000	100%	December 1, 2014
December 1, 2019	325,000	325,000	100%	December 1, 2014
December 1, 2020	335,000	335,000	100%	December 1, 2014
December 1, 2021	350,000	350,000	100%	December 1, 2014
December 1, 2022	365,000	365,000	100%	December 1, 2014
December 1, 2023	380,000	380,000	100%	December 1, 2014
December 1, 2024	395,000	395,000	100%	December 1, 2014
December 1, 2025	410,000	410,000	100%	December 1, 2014
	$ 4,010,000	$ 3,740,000		

* Preliminary, subject to change.

Estimated Sources and Uses of Funds

Estimated Sources of Funds

Par Amount of the Bonds	$
Transfer from Prior Debt Service Fund	
Original Issue Premium	
Total	$

Estimated Uses of Funds

To Redeem the Bonds to be Refunded	$
Costs of Issuance (1)	
Total	$

(1) Includes bond registrar and paying agent fees, financial advisor fees, underwriter's discount, legal fees, rating agency fees, printing and other miscellaneous costs of issuance.

THE BONDS

Authorization

The Bonds are issued pursuant to the Constitution and laws of the State of Illinois, the Illinois Municipal Code, as supplemented and amended (the "Municipal Code"), and the Local Government Debt Reform Act, as amended (the "Reform Act"). The Bonds are authorized by the President and Board by the Ordinance.

Security

In the opinion of Chapman and Cutler LLP, Chicago, Illinois ("Bond Counsel"), the Bonds are valid and legally binding upon the Village, and are payable from (i) the net revenues derived from the Sewerage System of the Village (the "Pledged Revenues"), and (ii) ad valorem taxes levied against all of the taxable property in the Village without limitation as to rate or amount (the "Pledged Taxes"), 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. The Bonds are being issued on a parity with and share ratably and equally with the 2006 Bonds not being refunded by the Bonds, with respect to the Pledged Revenues.

The Village covenants and agrees with the purchasers and the owners of the Bonds that so long as any of the Bonds remain outstanding, the Village will take no action or fail to take any action which in any way would adversely affect the ability of the Village to collect the Pledged Revenues or to levy and collect the Pledged Taxes. The Village and its officers will comply with all present and future applicable laws in order to assure that the Pledged Revenues will be available and that the Pledged Taxes will be levied, extended and collected as provided in the Ordinance and deposited in the bond fund.

Filing with County Clerk

The Ordinance provides for the levy of ad valorem taxes, unlimited as to rate or amount, upon all taxable property within the Village in amounts sufficient to pay, as and when due, all principal of and interest on the Bonds. Such Ordinance will be filed with the County Clerk of Cook County, Illinois (the "County Clerk"), and will serve as authorization to the County Clerk to extend and collect the Pledged Taxes as set forth in such Ordinance to pay the Bonds.

Highlights of Alternate Revenue Bonds

Section 15 of the Reform Act provides that whenever there exists for a governmental unit (such as the Village) a revenue source, a local government unit may issue its general obligation bonds payable from any revenue source, and such general obligation bonds may be referred to as "alternate bonds." Such bonds are general obligation debt payable from the pledged revenues with the general obligation of the issuer as a back-up security. The Reform Act prescribes several conditions that must be met before alternate bonds may be issued.

First, alternate bonds must be issued for a lawful corporate purpose. If issued payable from a revenue source, which revenue source is limited in its purposes or applications, then the alternate bonds can only be issued for such limited purposes or applications.

Second, the question of issuance must be submitted to referendum if, within thirty (30) days after publication of an authorizing ordinance and notice of intent to issue alternate bonds, a petition signed by the greater of (i) 7.5% of the registered voters in the government unit or (ii) 200 of those registered voters or 15%, whichever is less, is filed.

Third, an issuer must demonstrate that the pledged revenues are sufficient in each year to provide an amount not less than 1.25 times debt service on the alternate bonds payable from such revenue source previously issued and outstanding and the alternate bonds proposed to be issued. For an enterprise system, an issuer must demonstrate that the pledged revenues are sufficient in each year to provide for or pay in each year to final maturity of such alternate bonds all of the following: (1) costs of operation and maintenance of the utility or enterprise, but not including depreciation, (2) debt service on all outstanding revenue bonds payable from such enterprise revenues, (3) all amounts required to meet any fund or account requirements with respect to such outstanding revenue bonds, (4) other contractual or tort liability obligations, if any, payable from such enterprise revenues, and (5) in each year, an amount not less than 1.25 times debt service of all (i) alternate bonds payable from such enterprise revenues previously issued and outstanding and (ii) alternate bonds proposed to be issued. The sufficiency of the revenue source must be supported by the most recent audit of the governmental unit. The audit must be for a fiscal year ending not earlier than 18 months prior to the issuance of the alternate bonds. If the audit does not adequately show such revenue source or if such source of revenue is shown to be insufficient, then the determination of sufficiency must be supported by the report of an independent accountant or feasibility analyst, the latter having a national reputation for expertise in such matters. Such report must demonstrate the sufficiency of the revenue and explain how the revenues will be greater than those shown in the audit. Whenever such sufficiency is demonstrated by reference to a schedule of higher rates or charges for enterprise revenues or a higher tax imposition for a revenue source, such higher rates, charges or taxes must be imposed by an ordinance or resolution adopted prior to the delivery of the alternate bonds.

Fourth, the revenue source must be pledged to the payment of the alternate bonds.

Last, the governmental unit must covenant to provide for, collect and apply the revenue source to the payment of the alternate bonds and to provide for an amount equal to not less than an additional .25 times debt service.

The Village complied with all of the aforementioned conditions in connection with the issuance of the 2006 Bonds.

The sufficiency of Pledged Revenues for the Bonds is demonstrated in the coverage table below. The Pledged Revenues provide debt service coverage in an annual amount in excess of two times the estimated maximum annual debt service on the Bonds and the 2006 Bonds not refunded by the Bonds for fiscal year ended April 30, 2014.

	Fiscal Years Ended April 30,			
	2011	2012	2013	2014
Pledged Revenues (1)	$598,427	$729,003	$838,160	$833,554
Maximum Annual Debt Service (2)	$400,663	$400,663	$400,663	$400,663
Debt Service Coverage	1.49x	1.82x	2.09x	2.08x

(1) Sewer Fund Net Revenues plus Depreciation and Interest Expense.

(2) Assumes the refunding of the 2006 Bonds. Preliminary, subject to change.

Refunding Alternate Revenue Bonds

Alternate bonds (such as the Bonds) may be issued to refund alternate bonds without meeting any of the conditions set forth above, except that the term of the refunding bonds shall not be longer than the term of the refunded bonds and that the debt service payable in any year on the refunding bonds shall not exceed the debt service payable in such year on the refunded bonds.

Abatement of Pledged Taxes

Whenever the Pledged Revenues shall have been determined by the Board to provide an amount not less than an amount equal to debt service on the Bonds, and said amount of Pledged Revenues is on deposit in the Alternate Bond and Interest Subaccount, the Board or the officers of the Village acting with proper authority shall direct the abatement of the Pledged Taxes paid or to be paid by the Pledged Revenues, and proper notification of such abatement shall be filed with the County Clerk in a timely manner to effect such abatement.

Sewerage Fund and Accounts

Upon the issuance of the Bonds, the Sewerage System of the Village (the "System") will continue to be operate on a fiscal year basis. All of the revenues of the System will be set aside as collected and be deposited in a separate fund which is designated as the "Sewerage Fund" (the "Fund") of the Village, which shall constitute a trust fund for the sole purpose of caring out the covenants, term, and conditions of the Ordinance and any future bond ordinances, and will be used only in paying operation and maintenance expenses, providing an adequate depreciation fund, paying the principal of and interest on all bonds of the Village which by their term are payable from the revenues derived from the System, and providing for the establishment of an expenditure from the respective accounts as hereinafter described.

Flow of Funds

There have been created separate accounts in the Fund to be known as the "Operation and Maintenance Account," such other accounts as may be established under any future bond ordinances, the "Depreciation Account," and the "Surplus Account," to which there shall be credited on or before the first day of each month by the financial officer of the Village, without any further official action or direction, in the order in which said accounts are hereinafter mentioned, all moneys held in the Fund, in accordance with the following provisions:

(a) Operation and Maintenance Account:
There shall be credited to or retained in the Operation and Maintenance Account an amount sufficient, when added to the amount then on deposit in said Account, to establish or maintain a balance to an amount not less than the amount considered necessary to pay Operation and Maintenance Expenses for the then current month.

(b) Accounts Created Pursuant to Future Bond Ordinances:
Future bond ordinances may create additional accounts in the Fund for the payment and security of sewerage revenue bonds that hereafter may be issued by the Village. Amounts in the Sewerage Fund shall be credited to and transferred from said accounts in accordance with the terms of the future bond ordinances.

(c) Depreciation Account:
Beginning the month after the delivery of the Bonds, there shall be credited to the Depreciation Account and held, in cash and investments, such sum as the Board may deem necessary in order to provide an adequate depreciation fund for the System. In future bond ordinances, the Village may covenant to make specific monthly deposits to said Depreciation Account and to accumulate funds therein.

Amounts to the credit of said Depreciation Account shall be used for (i) the payment of the cost of extraordinary maintenance, necessary repairs and replacements, or contingencies, the payment for which no other funds are available, in order that the System may at all times be able to render efficient service, (ii) for the purpose of acquiring or constructing improvements and extensions to the System, and (iii) the payment of principal of or interest and applicable premium on any outstanding alternate bonds at any time when there are no other funds available for that purpose in order to prevent a default. Future bond ordinances may provide for additional deposits to said Depreciation Account and additional uses and transfers of the funds on deposit in said Depreciation Account.

(d) Surplus Account:
All moneys remaining in the Sewerage Fund, after crediting the required amounts to the respective accounts hereinabove provided for, and after making up any deficiency in said accounts, shall be credited to the Surplus Account. Funds in the Surplus Account shall first be used to make up any subsequent deficiencies

in any of said accounts and then shall be deposited to a separate and segregated account hereby created and designated the "Alternate Bond and Interest Subaccount of the Surplus Account" (the "Alternate Bond and Interest Subaccount"), as follows:

A. There shall be paid into the Alternate Bond and Interest Subaccount prior to each interest payment date, after the required payments have been made into the Accounts above described, the amount of the interest and principal, if any, becoming due on such interest payment date on all outstanding alternate bonds. The Bonds are expressly issued on a parity with the 2006 Bonds not being refunded by the Bonds.

B. Credits to the Alternate Bond and Interest Subaccount may be suspended in any Fiscal Year at such time as there shall be a sufficient sum, held in cash and investments, in said Subaccount to meet principal and interest requirements in said Subaccount for the balance of such Fiscal Year, but such credits shall be resumed at the beginning of the next Fiscal Year.

C. All moneys in said Subaccount shall be used only for the purpose of paying interest on and principal of outstanding alternate bonds and additional bonds.

D. Any funds remaining in the Surplus Account after making the aforesaid deposits to the credit of the Alternate Bond and Interest Subaccount, at the discretion of the Board, shall be used, first, to make up any subsequent deficiencies in any of the accounts hereinabove named; and then, for the remainder of all surplus Revenues, at the discretion of the Board, shall be used for any purpose enumerated in any future bond ordinance or for any other lawful System purpose.

Bond Fund

The Village will deposit the appropriate Pledged Taxes into a separate bond fund, which is a trust fund established for the purpose of carrying out the covenants, terms and conditions imposed upon the Village by the Ordinance. The Bonds are secured by a pledge of all of the monies on deposit in the bond fund, and such pledge is irrevocable until the Bonds have been paid in full or until the obligations of the Village are discharged under the Ordinance.

Future Revenue Bonds and Additional Bonds

The Village reserves the right to issue future revenue bonds and additional bonds without limit provided that upon the issuance of such future revenue bonds or additional bonds, the Village will be able to demonstrate in the same manner as provided by the Reform Act as the Reform Act is written at this time, that at such time all outstanding alternate bonds could then be issued as if not then having previously been issued; that is, that the requirements of the Reform Act for the issuance of alternate bonds payable from the Pledged Revenues shall have been met on such date for all outstanding alternate bonds and additional bonds.

Treatment of Bonds as Debt

The Bonds will be payable from the Pledged Moneys and will not constitute an indebtedness of the Village within the meaning of any constitutional or statutory limitation, unless the Pledged Taxes will have been extended pursuant to the general obligation, full faith and credit promise supporting the Bonds, in which case the amount of the outstanding Bonds will be included in the computation of indebtedness of the Village for purposes of all statutory provisions or limitations until such time as an audit of the Village shows that the Bonds have been paid from the Pledged Revenues for a complete fiscal year, in accordance with the Reform Act.

Certain Risk Factors

The ability of the Village to pay the Bonds from the Pledged Revenues may be limited by circumstances beyond the control of the Village. There is no guarantee that the Pledged Revenues will continue to be available at current levels. To the extent that Pledged Revenues may be insufficient to pay the Bonds, the Bonds are to be paid from the Pledged Taxes. If the Pledged Taxes are ever extended for the payment of the Bonds, the amount of the Bonds then outstanding will be included in the computation of indebtedness of the Village for purposes of all statutory provisions or limitations until such time as an audit of the Village shows that the Bonds have been paid from the Pledged Revenues for a complete fiscal year.

Redemption Prior to Maturity

Optional Redemption

The Bonds maturing on or after December 1, 20__, are subject to redemption prior to maturity at the option of the Village from any available funds on December 1, 20__, and any date thereafter, in whole or in part, and if in part, in any order of their maturity as determined by the Village (less than all of the Bonds of a single maturity to be selected by U.S. Bank National Association, Chicago Illinois (the "Bond Registrar" or "Paying Agent")) at a redemption price of par plus accrued interest to the date fixed for redemption.

Mandatory Sinking Fund Redemption.

The Bonds due on December 1, 20__, are subject to mandatory redemption, in integral multiples of $5,000 selected by lot by the Bond Registrar, at a redemption price of par plus accrued interest to the redemption date, on December 1 of the years and in the principal amounts as follows:

FOR THE BONDS DUE DECEMBER 1, 20__

YEAR	PRINCIPAL AMOUNT	
20__	$	
20__		
20__		(stated maturity)

The principal amounts of Bonds to be mandatorily redeemed in each year may be reduced through the earlier optional redemption thereof, with any partial optional redemptions of such Bonds credited against future mandatory redemption requirements in such order of the mandatory redemption dates as the Village may determine. In addition, on or prior to the 60th day preceding any mandatory redemption date, the Bond Registrar may, and if directed by the Village shall, purchase Bonds required to be retired on such mandatory redemption date. Any such Bonds so purchased shall be cancelled and the principal amount thereof shall be credited against the mandatory redemption required on such next mandatory redemption date.

General

The Village will, at least 45 days prior to any optional redemption date (unless a shorter time period shall be satisfactory to the Bond Registrar), notify the Bond Registrar of such redemption date and of the principal amount and maturity or maturities of Bonds to be redeemed. For purposes of any redemption of less than all of the outstanding Bonds of a single maturity, the particular Bonds or portions of Bonds to be redeemed shall be selected by lot by the Bond Registrar from the Bonds of such maturity by such method of lottery as the Bond Registrar shall deem fair and appropriate (except when the Bonds are held in a book-entry system, in which case the selection of Bonds to be redeemed will be made in accordance with procedures established by DTC or any other book-entry depository); provided that such lottery shall provide for the selection for redemption of Bonds or portions thereof in principal amounts of $5,000 and integral multiples thereof.

Unless waived by any holder of Bonds to be redeemed, notice of the call for any redemption will be given by the Bond Registrar on behalf of the Village by mailing the redemption notice by first-class U.S. mail at least 30 days and not more than 60 days prior to the date fixed for redemption to each registered owner of the Bonds to be redeemed at the address shown on the Register or at such other address as is furnished in writing by such registered owner to the Bond Registrar.

Unless moneys sufficient to pay the redemption price of the Bonds to be redeemed are received by the Bond Registrar prior to the giving of such notice of redemption, such notice may, at the option of the Village, state that said redemption will be conditional upon the receipt of such moneys by the Bond Registrar on or prior to the date fixed for redemption. If such moneys are not received, such notice will be of no force and effect, the Village will not redeem such Bonds, and the Bond Registrar will give notice, in the same manner in which the notice of redemption has been given, that such moneys were not so received and that such Bonds will not be redeemed. Otherwise, prior to any redemption date, the Village will deposit with the Bond Registrar an amount of money sufficient to pay the redemption price of all the Bonds or portions of Bonds which are to be redeemed on that date.

Subject to the provisions for a conditional redemption described above, notice of redemption having been given as described above and in the Ordinance, and notwithstanding failure to receive such notice, the Bonds or portions of Bonds so to be redeemed will, on the redemption date, become due and payable at the redemption price therein specified, and from and after such date (unless the Village shall default in the payment of the redemption price) such Bonds or portions of Bonds shall cease to bear interest. Upon surrender of such Bonds for redemption in accordance with said notice, such Bonds will be paid by the Bond Registrar at the redemption price.

Registration, Payment and Transfer

The Bonds are issuable only as fully registered Bonds without coupons, and when issued, will be registered in the name of Cede & Co., as nominee for The Depository Trust Company ("DTC"), New York, New York. DTC will act as securities depository for the Bonds. Purchases of beneficial interests in the Bonds will be made in book-entry-only form, in the denomination of $5,000 or any integral multiple thereof. Purchasers will not receive certificates representing their beneficial interests in Bonds purchased. So long as Cede & Co. is the Bondholder, as nominee for DTC, references herein to the Bondholders or registered owners shall mean Cede & Co., as aforesaid, and shall not mean the Beneficial Owners (as hereinafter defined) of the Bonds. See "THE BONDS – Book-Entry Only System" herein.

The Bonds will be issued in the original aggregate principal amount as shown on the inside cover of this Official Statement. The Bonds will be dated as of the date of issuance (the "Dated Date") and will bear interest from the later of the Dated Date or from the most recent interest payment date to which interest has been paid or duly provided for. Interest on the Bonds shall be payable semi-annually on each December 1 and June 1 commencing June 1, 2015. Interest on the Bonds shall be computed using a 360-day year and twelve 30-day months and the Bonds will mature on the dates and in the principal amounts and will bear interest at the rates as set forth on the cover of this Official Statement. The Bonds will be registered Bonds in the denomination of $5,000 or multiples thereof not exceeding for each maturity the principal amount of such maturity. The principal and interest shall be payable at the designated office maintained for the purpose by the Bond Registrar or such paying agent as the Village may hereafter designate by notice mailed to the Bondholders. So long as DTC or its nominee, Cede & Co., is the Bondholder, such payments will be made directly to DTC.

Disbursement of such payments to the Beneficial Owners is the responsibility of DTC Participants and Indirect Participants (both as hereinafter defined), as more fully described below. Interest shall be paid when due by check or draft mailed to the registered owners of Bonds as shown on the registration books as of the close of business on the fifteenth day (whether or not a business day) of the calendar month preceding the payment date for each interest payment (the "Record Date") or at the request of a registered owner, by wire transfer to the registered owner's instructions.

In the event the book-entry system is discontinued, the following provisions would apply to the Bonds: The Village shall cause books (the "Bond Register") for the registration and for the transfer of the Bonds to be kept at the principal office maintained for the purpose by the Bond Registrar in Chicago, Illinois. The Village will authorize to be prepared, and the Bond Registrar shall keep custody of, multiple bond blanks executed by the Village for use in the transfer and exchange of Bonds.

Any Bond may be transferred or exchanged, but only in the manner, subject to the limitations, and upon payment of the charges as set forth in the Ordinance. Upon surrender for transfer or exchange of any Bond at the designated office maintained for the purpose by the Bond Registrar, duly endorsed by, or accompanied by a written instrument or instruments of transfer in form satisfactory to the Bond Registrar and duly executed by the registered owner or such owner's attorney duly authorized in writing, the Village shall execute and the Bond Registrar shall authenticate, date and deliver in the name of the registered owner, transferee or transferees (as the case may be) a new fully registered Bond or Bonds of the same maturity and interest rate of authorized denominations, for a like aggregate principal amount.

The execution by the Village of any fully registered Bond shall constitute full and due authorization of such Bond, and the Bond Registrar shall thereby be authorized to authenticate, date and deliver such Bond, provided, however, the principal amount of outstanding Bonds of each maturity authenticated by the Bond Registrar shall not exceed the authorized principal amount of Bonds for such maturity less Bonds previously paid.

The Bond Registrar shall not be required to transfer or exchange any Bond during the period beginning at the close of business on the 15th day of the month next preceding any interest payment date on such Bond and ending at the opening of business on such interest payment date, nor to transfer or exchange any Bond after notice calling such Bond for redemption has been mailed, nor during a period of fifteen (15) days next preceding mailing of a notice of redemption of any Bonds.

The person in whose name any Bonds shall be registered shall be deemed and regarded as the absolute owner thereof for all purposes, and payment of the principal of or interest on any Bonds shall be made only to or upon the order of the registered owner thereof or such owner's legal representative. All such payments shall be valid and effectual to satisfy and discharge the liability upon such Bond to the extent of the sum or sums so paid.

No service charge shall be made for any transfer or exchange of Bonds, but the Village or the Bond Registrar may require payment of a sum sufficient to cover any tax or other governmental charge that may be imposed in connection with any transfer or exchange of Bonds, except in the case of the issuance of a Bond or Bonds for the unredeemed portion of a Bond surrendered for redemption.

Book-Entry Only System

The information in this section has been furnished by DTC. No representation is made by the Village, Bond Counsel, Local Counsel, Financial Advisor, or the Bond Registrar and Paying Agent as to the completeness or accuracy of such information or as to the absence of material adverse changes in such information subsequent to the date hereof. No attempt has been made by the Village, Bond Counsel, Local Counsel, Financial Advisor, or the Bond Registrar and Paying Agent to determine whether DTC is or will be financially or otherwise capable of fulfilling its obligations. Neither the Village nor the Bond Registrar and Paying Agent will have any responsibility or obligation to DTC participants, indirect participants or the persons for which they act as nominees with respect to the Bonds, or for any principal or interest payment thereof.

DTC will act as securities depository for the Bonds. The Bonds will be issued as fully-registered bonds registered in the name of Cede & Co. (DTC's partnership nominee) or such other name as may be requested by an authorized representative of DTC. One fully-registered Bond certificate will be issued for each maturity of the Bonds, in the aggregate principal amount of such maturity, and will be deposited with DTC.

DTC, the world's largest securities depository, is a limited-purpose trust company organized under the New York Banking Law, a "banking organization" within the meaning of the New York Banking Law, a member of the Federal Reserve System, a "clearing corporation" within the meaning of the New York Uniform Commercial Code, and a "clearing agency" registered pursuant to the provisions of Section 17A of the Securities Exchange Act of 1934, as amended (the "Exchange Act"). DTC holds and provides asset servicing for over 3.5 million issues of U.S. and non-U.S. equity issues, corporate and municipal debt issues, and money market instruments from over 100 countries that DTC's participants ("Direct Participants") deposit with DTC. DTC also facilitates the post-trade settlement among Direct Participants of sales and other securities transactions in deposited securities, through electronic computerized book-entry transfers and pledges between Direct Participants' accounts. This eliminates the need for physical movement of securities certificates. Direct Participants include both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, clearing corporations, and certain other organizations. DTC is a wholly-owned subsidiary of The Depository Trust & Clearing Corporation ("DTCC"). DTCC is the holding company for DTC, National Securities Clearing Corporation and Fixed Income Clearing Corporation, all of which are registered clearing agencies. DTCC is owned by the users of its regulated subsidiaries. Access to the DTC system is also available to others such as both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, and clearing corporations that clear through or maintain a custodial relationship with a Direct Participant, either directly or indirectly ("Indirect Participants"). DTC is rated "AA+" by Standard & Poor's Ratings Services. The DTC Rules applicable to its Participants are on file with the Securities and Exchange Commission (the "Commission"). More information about DTC can be found at www.dtcc.com and www.dtc.org.

Purchases of Bonds under the DTC system must be made by or through Direct Participants, which will receive a credit for the Bonds on DTC's records. The ownership interest of each actual purchaser of each Bond ("Beneficial Owner") is in turn to be recorded on the Direct and Indirect Participants' records. Beneficial Owners will not receive written confirmation from DTC of their purchase. Beneficial Owners are, however, expected to receive written confirmations providing details of the transaction, as well as periodic statements of their holdings, from the Direct or Indirect Participant through which the Beneficial Owner entered into the transaction. Transfers of ownership interests in the Bonds are to be accomplished by entries made on the books of Direct and Indirect Participants acting on behalf of Beneficial Owners. Beneficial Owners will not receive certificates representing their ownership interests in Bonds, except in the event that use of the book-entry system for the Bonds is discontinued.

To facilitate subsequent transfers, all Bonds deposited by Direct Participants with DTC are registered in the name of DTC's partnership nominee, Cede & Co., or such other name as may be requested by an authorized representative of DTC.

The deposit of Bonds with DTC and their registration in the name of Cede & Co. or such other DTC nominee do not affect any change in beneficial ownership. DTC has no knowledge of the actual Beneficial Owners of the Bonds; DTC's records reflect only the identity of the Direct Participants to whose accounts such Bonds are credited, which may or may not be the Beneficial Owners. The Direct and Indirect Participants will remain responsible for keeping account of their holdings on behalf of their customers.

Conveyance of notices and other communications by DTC to Direct Participants, by Direct Participants to Indirect Participants, and by Direct Participants and Indirect Participants to Beneficial Owners will be governed by arrangements among them, subject to any statutory or regulatory requirements as may be in effect from time to time. Beneficial Owners of Bonds may wish to take certain steps to augment transmission to them of notices of significant events with respect to the Bonds, such as redemptions, tenders, defaults, and proposed amendments to the Bond documents. For example, Beneficial Owners of Bonds may wish to ascertain that the nominee holding the Bonds for their benefit has agreed to obtain and transmit notices to Beneficial Owners. In the alternative, Beneficial Owners may wish to provide their names and addresses to the Bond Registrar and request that copies of notices be provided directly to them.

Redemption notices shall be sent to DTC. If less than all of the Bonds within an issue are being redeemed, DTC's practice is to determine by lot the amount of the interest of each Direct Participant in such issue to be redeemed.

Neither DTC nor Cede & Co. (nor any other DTC nominee) will consent or vote with respect to the Bonds unless authorized by a Direct Participant in accordance with DTC's Procedures. Under its usual procedures, DTC mails an Omnibus Proxy to the Village as soon as possible after the record date. The Omnibus Proxy assigns Cede & Co.'s consenting or voting rights to those Direct Participants to whose accounts the Bonds are credited on the record date (identified in a listing attached to the Omnibus Proxy).

Redemption proceeds, distributions, and dividend payments on the Bonds will be made to Cede & Co., or such other nominee as may be requested by an authorized representative of DTC. DTC's practice is to credit Direct Participants' accounts upon DTC's receipt of funds and corresponding detailed information from the Village or Bond Registrar, on payable date in accordance with their respective holdings shown on DTC's records. Payments by Participants to Beneficial Owners will be governed by standing instructions and customary practices, as is the case with bonds held for the accounts of customers in bearer form or registered in "street name," and will be the responsibility of such Participant and not of DTC, the Bond Registrar, or the Village, subject to any statutory or regulatory requirements as may be in effect from time to time. Payment of redemption proceeds, distributions, and dividend payments to Cede & Co. (or such other nominee as may be requested by an authorized representative of DTC) is the responsibility of the Village or the Bond Registrar, disbursement of such payments to Direct Participants will be the responsibility of DTC, and disbursement of such payments to the Beneficial Owners will be the responsibility of Direct and Indirect Participants.

DTC may discontinue providing its services as securities depository with respect to the Bonds at any time by giving reasonable notice to the Village or the Bond Registrar. Under such circumstances, in the event that a successor securities depository is not obtained, Bond certificates are required to be printed and delivered.

The Village may decide to discontinue use of the system of book-entry transfers through DTC (or a successor securities depository). In that event, Bond certificates will be printed and delivered to DTC.

The information in this section concerning DTC and DTC's book-entry system has been obtained from DTC, and the Village takes no responsibility for the accuracy thereof.

The Village will have no responsibility or obligation to any Securities Depository, any Participants in the Book-Entry System or the Beneficial Owners with respect to (i) the accuracy of any records maintained by the Securities Depository or any Participant; (ii) the payment by the Securities Depository or by any Participant of any amount due to any Beneficial Owner in respect of the principal amount or redemption price of, or interest on, any Bonds; (iii) the delivery of any notice by the Securities Depository or any Participant; (iv) the selection of the Beneficial Owners to receive payment in the event of any partial redemption of the Bonds; or (v) any other action taken by the Securities Depository or any Participant.

THE VILLAGE

General Information

The Village is located in Cook County (the "County"), Illinois approximately 17 miles west of downtown Chicago. The Village's municipal neighbors include Brookfield to the east, La Grange to the south, and Westchester to the north. Cook County Forest Preserves are adjacent to the Village on the west. U.S. routes 45 (La Grange Road) and 34 (Ogden Avenue) provide quick access to the Chicago area expressway system; I-290 (Eisenhower Expressway) is 1 mile north of the Village and I-294 is 1.5 miles west of the Village. METRA, the commuter rail system serving the larger metropolitan area, operates two stations in nearby La Grange that are within walking distance to many residents of the Village. PACE also operates four express bus routes that travel through or adjacent to the Village limits. O'Hare International Airport and Midway Airport are less than 30 minutes away. Rail freight travels through the Village along the Indiana Harbor Belt Railroad, which parallels the north-south La Grange Road (U.S. Route 45).

Until the early 19th century, the territory that is now La Grange Park remained unsettled by Europeans; however, Sac, Fox, and other Indian tribes inhabited the area. The Black Hawk War of 1832 opened the area to settlers. During the mid-1800's, five farmers named Dieke, Kemman, Robb, Wesemann, and Meyers purchased the land that would become La Grange Park. The terrain of the "Park" as the area was known in the late 19th century, ranged from flat open prairies to the west, heavily wooded groves to the north and low swampy areas to the east. In its early days, the Park was considered a hunter's paradise. Game of all kinds was plentiful – deer, prairie chickens, quail and ducks. Meadows, gardens, and open space were abundant.

More settlers came to the area with the extension of the Burlington Railroad from Chicago in 1863. The first school in the Village, called Poet's Corner, was constructed in 1865. The Great Fire of 1871, which left 90,000 homeless, also drove many Chicago residents to move west along the railroad. Many of the farmers in the Village sold off parcels as home sites to the newcomers. Still, the Village remained primarily a farming and bedroom community. The population of La Grange Park was 300 when it incorporated in 1892. The population had increased to 3,406 by 1940.

After World War ll, war veterans and their young families pushed west out of Chicago as new highways were built that offered easy access to job sites. Residential and commercial areas began to develop, thanks in part to the work of builder and developer Charles Joem. His projects included the Edgewood Park subdivision, the Homestead Apartments, and, in 1951, the Village Market. The Market was one of the first shopping centers in the Chicago area. The Village experienced its most significant population increase in this decade, with the 1950 population recording 6,176 residents and the 1960 population recording 13,795 residents. The population peaked at 15,459 in 1970, and, in keeping with the national trends to smaller family sizes, decreased to 13,359 at the 1980 Census and 12,861 at the 1990 Census. At the 2000 Census, the population was 13,295, and the 2010 census population was 13,579. The current land area of the Village is 2.2 square miles.

Population Characteristics

The following table sets forth the population for the Village, the County and the State of Illinois (the "State") as of the 2010 U.S. Census.

	1990	2000	2010	% Change (2000-2010)
Village	12,861	13,295	13,579	2.14%
County	5,105,067	5,376,741	5,194,675	(3.39)
State	11,430,602	12,419,293	12,830,632	3.31

Source: U.S. Department of Commerce, Bureau of the Census.

The following table shows the age distribution of the Village's population based on the 2008-2012 American Community Survey by the U.S. Census Bureau, as compared to the County and the State of Illinois ("State").

Category	Village	County	State
Under 5 Years	5.8%	6.6%	6.5%
5-9 Years	6.6	6.4	6.7
10-14 Years	7.5	6.5	6.8
15-19 Years	6.2	6.9	7.2
20-24 Years	4.6	7.1	6.9
25-34 Years	10.9	16.1	13.8
35-44 Years	12.2	13.7	13.5
45-54 Years	15.5	13.7	14.5
55-59 Years	7.1	6.0	6.3
60-64 Years	6.0	5.0	5.2
65-74 Years	6.3	6.3	6.7
75-84 Years	6.1	3.9	4.1
85 + Years	5.2	1.8	1.8
Median Age	42.5 Years	35.3 Years	36.6 Years

Source: U.S. Census Bureau, 2008-2012 American Community Survey 5-year estimates.

Village Government and Municipal Services

The Village operates under the council/manager form of government. The Village President, Village Clerk, and six Trustees are elected at large for four-year terms. The terms are staggered with elections being held in odd-numbered years. The table below lists elected and appointed officials, date of first appointment and date their term expires.

		First Elected/Appointed	Term Expires
President:	Dr. Jim Discipio	2005	May 2017
Village Clerk:	Amanda Seidel	2012	May 2017
Village Treasurer:	Chad Chevalier	2012	May 2015
Village Trustees			
Mario Fotino		2013	May 2017
James P. Kucera		2013	May 2017
Robert Lautner		2013	May 2015
Scott Mesick		2007	May 2015
Patricia Rocco		2011	May 2015
Michael Sheehan		2013	May 2017

The President and Board of Trustees appoint a full-time Village Manager who is responsible for the day-to-day administration of the Village and its employees. The table below lists the Department Heads for all positions and their initial employment date.

Position	Department Head	Start Date
Village Manager	Julia Cedillo	2011
Assistant Village Manager	Emily Rodman	2011
Director of Finance	Larry Noller	2014
Interim Chief of Police	Phil Kubisztal	2014
Director of Fire, Building & Emergency Management	Dean Maggos	2001
Director of Public Works	Brendan McLaughlin	2012

The Village offers a full range of municipal services. The Police Department is made up of two divisions: Operations and Support Services. The Operations Division is responsible for providing patrol and investigative services, while the Support Services Division provides the communications, purchasing and central supply functions. Telecommunications services are provided for both the police and fire departments. The Village's E911 system was instituted in 1992. The system is an "enhanced" system (address and other details of the caller are available when the call is made). The lower level of the police station was remodeled when the Village Hall remodeling was undertaken in 2000. In 2000, the Police Department started a Residential Foot Patrol Program which requires police officers to walk one hour per shift during the months of April through October, subject to the call demands and availability. The program, which offers the opportunity for patrol officers to interact with residents, has been well received by the community.

The Village has two fire stations; one is at the Village Hall and one is east of the Indiana Harbor Belt Railroad tracks. The Fire Department is predominantly run by paid-on-call staff. Major pieces of fire equipment include three engines, one aerial ladder, two ambulances, and other support vehicles. The fire department is part of the Mutual Aid Box Alarm System that provides and receives assistance to and from other neighboring communities. The Village also provides Advanced Life Support emergency ambulance service through a contract with Public Safety Services, Inc. offices which are based in Rosemont, Illinois. In addition to the on-duty paramedic/firefighters, the Village also employs several paid-on-call Emergency Medical Technicians.

The Public Works Department operates, maintains and repairs the basic infrastructure within the Village, including 35 miles of storm and sanitary sewers, 42 miles of water distribution lines and associated equipment, 38 miles of streets, 73 miles of sidewalks, and 76 miles of parkway land. Services provided by the Public Works Department include street maintenance, oversight of the water and sewer systems, snow and ice control and brush pick-up. The Department also maintains police and fire vehicles. Refuse and yard waste pick-up is provided through a contract with a refuse hauling firm.

The Village's Lake Michigan water supply is provided by the Brookfield-North Riverside Water Commission, which receives its water from the City of Chicago. The Village has 2.75 million gallons of water storage and an average daily consumption of 1.3 million gallons. The Village is responsible for sewerage collection (combined sewers serve the Village) with the Metropolitan Water Reclamation District of Greater Chicago responsible for treatment.

The Village has a longstanding commitment to managed growth and economic development. The framework for land use related policy for the last three decades was established in 1971 and expanded in 1977 with the completion of the Village's Comprehensive Plan. The Village updated its Comprehensive Plan in June 2006. In the area of financial management, the Village addresses its future capital needs by periodically updating a five-year capital improvement plan. In December 2005, the Village completed its first 5-year Financial Plan. The Plan, which includes forecasts for each major fund, is updated on an annual basis.

Other Governmental Services

The La Grange Park Public Library District provides library services to the Village. The current Library, which was built in 1989, contains 21,000 square feet of space on three levels with ample room for expansion.

Community Park District of La Grange Park serves the Village residents. It maintains 24 acres of park land divided into six parks in the Village and offers year round programs for people of all ages. A 10,000 square foot recreation center was built in 2006. Village residents also benefit from the open space and trail system provided by the Salt Creek Forest Preserve, part of the Cook County Forest Preserve system, which is adjacent to the Village of the west and north.

REAL PROPERTY ASSESSMENT, TAX LEVY AND COLLECTION PROCEDURES

Tax Assessments

The County Assessor (the "County Assessor") is responsible for the assessment of all taxable real property within the County, including real property within the Village, except for certain railroad property and pollution control facilities which are assessed directly by the Illinois Department of Revenue (the "Department of Revenue"). For triennial reassessment purposes, the County is divided into three sections: west and south suburbs, north and northwest suburbs, and the City of Chicago. The Village is located in the west and south suburbs and will be reassessed for the 2014 tax levy year.

Real property in the County is separated into classifications for assessment purposes. After the County Assessor establishes the fair market value of a parcel of property, that value is multiplied by the appropriate classification percentage to arrive at the assessed valuation (the "Assessed Valuation") for the parcel. The classification percentages effective for tax years through 2008 range from 16% for certain residential; industrial and commercial property to 36% and 38%, respectively, for other industrial and commercial property. Beginning with tax year 2009, the classification percentages have generally been reduced to 10% for all vacant land and residential properties, and 25% for all industrial and commercial properties.

Detailed information covering property tax assessment and collections can be found in the Statute 35 ILCS 200. For additional information on the Cook County tax assessment process please reference Chapter 74 of the Cook County Code of Ordinances at www.municode.com/Resources/gateway.asp?pid=13805&sid=13 or visit the website of the Cook County Clerk at www.cookcountyclerk.com.

General Tax Assessment Process

Property tax levies of each taxing body are filed in the office of the county clerk of each county in which territory of that taxing body is located. The county clerk computes the rates and amount of taxes applicable to the taxable property subject to the tax levies of each taxing body and determines the dollar amount of taxes attributable to each respective parcel of taxable property. The county clerk then supplies information to the appropriate collecting officials within the county to bill the attributable taxes to the individual parcels. After the taxes have been paid, the collecting officials distribute to the respective share of taxes collected to the various taxing bodies. Taxes levied in one calendar year are due and payable in two installments during the next calendar year. Taxes that are not paid when due, or that are not paid by mail and postmarked on or before the due date, are subject to a penalty of 1-1/2% per month until paid. Unpaid property taxes, together with penalties, interest and costs constitute a lien against the property subject to the tax.

Exemptions

The Illinois Property Tax Code currently provides for nine different Homestead Exemptions. Homestead Exemptions reduce the property tax burden of the recipient while increasing the tax burden for all other taxpayers in the taxing district.

The General (Residential) Homestead Exemption reduces the taxable assessed value of an individual's primary residence. The maximum assessment deduction for counties with less than 3,000,000 inhabitants is $5,000 for tax year 2007 payable in 2008, $5,500 for tax year 2008 payable in 2009 and $6,000 for tax year 2009 payable in 2010 and thereafter. The maximum exemption in Cook County is $7,000 beginning with the 2012 tax year. This exemption may be granted on a pro-rated basis for newly constructed homes based upon the number of days in the tax year the home was occupied by the taxpayer.

The Disabled Persons' Homestead Exemption is an additional exemption available to certain disabled individuals who meet State-mandated guidelines. The exemption reduces the taxable assessed value by an additional $2,000.

The Homestead Improvement Exemption applies to residential properties that have been improved or rebuilt in the two years following a catastrophic event. The exemption is limited to a maximum assessed value deduction of $75,000, to the extent the assessed value deduction is attributable solely to such improvements or rebuilding.

There are two additional exemptions for senior citizens. The Senior Citizens Homestead exemption operates annually to reduce the EAV on a senior citizen's home. The maximum reduction is $5,000 in Cook County beginning with the 2012 tax year and $5,000 for all counties beginning with the 2013 tax year. Furthermore property that is first occupied as a residence after January 1 of any assessment year by a person who is eligible for the Senior Citizens Homestead Exemption must be granted a pro-rata exemption for the assessment year based on the number of days during the assessment year that the property is occupied as a residence by a person eligible for the exemption.

A Senior Citizens Assessment Freeze Homestead Exemption freezes property tax assessments for homeowners who are 65 and older and have annual income of less than $55,000. In general, the Exemption limits the annual real property tax bill of such property by granting to qualifying senior citizens an exemption as to a portion of the valuation of their property. The exempt amount is the difference between (i) the current EAV of their residence and (ii) the base amount, which is the EAV of a senior citizen's residence for the year prior to the year in which he or she first qualifies and applies for the Exemption plus the EAV of improvements since such year.

There are two exemptions available to veterans who have at least a 50% service-related disability. The first program, the Disabled Veterans' Standard Exemption provides up to a maximum assessment deduction of $5,000 for certain veterans, dependent on their actual level of service-related disability. The second program, the Disabled Veterans' Exemption (Adaptive Housing), provides a maximum assessment deduction of $70,000 for veterans' who have a 100% service related disability and who have been certified by the Illinois Department of Veterans Affairs as being eligible to receive federal funding for the construction or modification of specially adapted housing to accommodate their disability.

Members of the U.S. Armed Forces, Illinois National Guard, or U.S. Reserve Forces that have returned from active duty in an armed conflict involving the armed forces of the U.S. are eligible for a one-time assessment deduction of $5,000.

The Natural Disaster Homestead Exemption is for a rebuilt residential structure following a natural disaster occurring in the taxable year 2012 or any taxable year thereafter. The amount of the exemption is the reduction in EAV of the residence in the first taxable year for which the taxpayer applies for an exemption minus the EAV of the residence for the taxable year prior to the taxable year in which the natural disaster occurred. The exemption continues at the same amount until the taxable year in which the property is sold or transferred.

Lastly, in addition to the nine Homestead Exemptions, certain property is exempt from taxation on the basis of ownership and/or use, such as public parks, not-for-profit schools and public schools, churches, and not-for-profit hospitals and public hospitals.

Property Tax Extension Limitation Law

The Property Tax Extension Limitation Law, as amended (the "Limitation Law") limits the annual growth in the amount of property taxes to be extended for certain Illinois non-home-rule units, including the Village. In general, the annual growth permitted under the Limitation Law is the lesser of 5% or the percentage increase in the Consumer Price Index during the calendar year preceding the levy year. Taxes can also be increased due to new construction, referendum approval of tax rate increases, mergers and consolidations.

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 they are approved by referendum, are alternate bonds or are for certain refunding purposes. This does not apply to "limited bonds" payable from a unit's "debt service extension base" or to "double-barreled alternate bonds" (such as the Bonds) issued pursuant to Section 15 of the Reform Act.

The Village has the authority to levy taxes for many different purposes. See "Property Tax Rates". The ceiling at any particular time on the rate at which these taxes may be extended for the Village is either (i) unlimited (as provided by statute), (ii) initially set by statute but permitted to be increased by referendum, (iii) capped by statute, or (iv) limited to the rate approved by referendum. Effective June 30, 2006, the only ceiling on a particular tax rate is the ceiling set by statute above, at which the rate is not permitted to be further increased by referendum or otherwise. Therefore, taxing districts (such as the Village) have increased flexibility to levy taxes for the purposes for which they most need the money. The total aggregate tax rate for the various purposes subject to the Limitation Law, however, will not be allowed to exceed the Village's limiting rate computed in accordance with the provisions of the Limitation Law.

Truth in Taxation Law

Legislation known as the Truth in Taxation Law (the "Law") limits the aggregate amount of certain taxes which can be levied by, and extended for, a taxing Village to 105% of the amount of taxes extended in the preceding year unless specified notice, hearing and certification requirements are met by the taxing body. The express purpose of the Law is to require published disclosure of, and hearing upon, an intention to adopt a levy in excess of the specified levels. The provisions of the Law do not apply to levies made to pay principal of and interest on the Bonds. The Village covenanted in the Ordinance that it will not take any action which would adversely affect the levy, extension, collection and application of the taxes levied by the Village for payment of principal of and interest on the Bonds. The Village also covenanted that it will comply with all present and future laws concerning the levy, extension and collection of such taxes levied by the Village.

Property Valuations

The following table sets forth the Village's EAV and estimated market value for the last five fiscal years.

Property Valuations

Levy Year	Collection Year	EAV	Estimated Market Value	Percent Change
2009	2010	$ 428,552,160	$ 1,285,656,480	7.08%
2010	2011	434,868,975	1,304,606,925	1.47
2011	2012	363,522,692	1,090,568,076	(16.41)
2012	2013	336,131,046	1,008,393,138	(7.54)
2013	2014	317,519,480	952,558,440	(5.54)

Per Capita 2013 EAV (1) $23,383
Per Capita 2013 Estimated Market Value (1) $70,149

(1) Based on the Village's 2010 census population of 13,579
Source: The Cook County Clerk's office.

The following table sets forth the Village's EAV by use for the tax levy year 2013.

Equalized Assessed Valuation by Use

Classification	2013
Residential........	$ 280,266,903
Commercial......	27,670,509
Industrial	9,308,954
Other................	273,114
Total...........	$ 317,519,480

Source: The Cook County Clerk's Office.

Property Tax Rates

The Village's property tax rates expressed as a dollar for each $100 of EAV, for the tax levy years 2009 through 2013 are as follows:

Tax Rates by Purpose Per $100 of Equalized Assessed Valuation

	Levy Years				
	2009	2010	2011	2012	2013
Corporate..............................	$ 0.268	$ 0.254	$ 0.263	$ 0.332	$ 0.326
Street & Bridge..............................	0.012	0.012	0.046	0.030	0.058
Police Pension..............................	0.142	0.172	0.194	0.217	0.246
Social Security..............................	0.020	0.020	0.022	0.024	0.026
IMRF..............................	0.013	0.013	0.017	0.018	0.023
Police Protection..............................	0.090	0.089	0.145	0.134	0.141
Fire Protection..............................	0.090	0.089	0.112	0.134	0.141
Liability Insurance..............................	0.020	0.020	0.034	0.036	0.039
Ambulance Service..............................	0.033	0.033	0.030	0.033	0.037
Crossing Guards..............................	0.014	0.014	0.013	0.017	0.016
Total Village Purposes..............................	$ 0.704	$ 0.716	$ 0.874	$ 0.976	$ 1.052

Source: The Cook County Clerk's Office.

The Village's property tax rates and those levied by other units of government expressed as a dollar for each $100 of EAV, for the tax levy years 2009 through 2013 are as follows:

Representative Property Tax Rates
Per $100 Equalized Assessed Valuation

	Levy Years				
	2009	2010	2011	2012	2013
Village of La Grange Park	$ 0.704	$ 0.716	$ 0.874	$ 0.976	$ 1.052
County of Cook	0.394	0.423	0.462	0.531	0.560
Consolidated Elections	0.021	0.000	0.025	0.000	0.031
Forest Preserve District of Cook County	0.049	0.051	0.058	0.063	0.069
Proviso Township (Includes General Assistance)	0.090	0.093	0.119	0.140	0.162
Mental Health District Proviso	0.113	0.117	0.145	0.150	0.150
School District 102	2.559	2.629	3.249	3.622	3.877
Lyons Township High School 204	1.491	1.545	1.922	2.129	2.312
DuPage Community College District 502	0.204	0.211	0.248	0.276	0.323
Community Park District of La Grange Park	0.223	0.225	0.275	0.304	0.323
La Grange Park Public Library District	0.377	0.368	0.448	0.500	0.539
Metro Water Reclamation District of Greater Chicago	0.261	0.274	0.320	0.370	0.417
Des Plaines Valley Mosquito Abatement District	0.011	0.011	0.014	0.015	0.016
Total (1)	$ 6.497	$ 6.663	$ 8.159	$ 9.076	$ 9.831

(1) Tax rate applicable to the largest tax code in the Village.
Source: The Village and the Cook County Clerk's Office.

Tax Collections and Extensions

Local Assessment Officers determine the assessed valuation of taxable real property and railroad property not held or used for railroad operations. The Illinois Department of Revenue (the "Department") assesses certain other types of taxable property, including railroad property held or used for railroad operations. Local Assessment Officers' valuation determinations are subject to review at the county level and then, in general, to equalization by the Department. Such equalization is achieved by applying to each county's assessments a multiplier determined by the Department. The purpose of equalization is to provide a common basis of assessments among counties by adjusting assessments toward the statutory standard of 33-1/3% of fair cash value. Farmland is assessed according to a statutory formula, which takes into account factors such as productivity and crop mix. Taxes are extended against the assessed values after equalization.

Property tax levies of each taxing body are filed in the office of the county clerk of each county in which territory of that taxing body is located. The county clerk computes the rates and amount of taxes applicable to taxable property subject to the tax levies of each taxing body and determines the dollar amount of taxes attributable to each respective parcel of taxable property The county clerk then supplies to the appropriate collecting officials within the county the information needed to bill the taxes attributable to the various parcels therein. After the taxes have been collected, the collecting officials distribute to the various taxing bodies their respective shares of the taxes collected. Taxes levied in one calendar year are due and payable in two installments during the next calendar year. Taxes that are not paid when due, or that are not paid by mail and postmarked on or before the due date, are subject to a penalty of 1-1/2% per month until paid. Unpaid property taxes, together with penalties, interest and costs, constitute a lien against the property subject to the tax.

The following table sets forth the Village's tax levy and collections for the last five fiscal years and the levy for the current fiscal year.

Tax Levy and Collections

Levy Year	Collection Year	Total Taxes Extended	Total Cumulative Collections Amount	Total Cumulative Collections Percent
2008	2009	$ 3,005,662	$ 2,921,918	97.2%
2009	2010	3,021,293	2,936,790	97.2
2010	2011	3,113,662	3,054,337	98.1
2011	2012	3,180,824	3,151,777	99.1
2012	2013	3,280,639	3,246,272	99.0
2013	2014	3,340,305	(In process of collection)	

Source: The Village.

Principal Taxpayers

The top ten taxpayers of the Village, their type of business and 2013 Equalized Assessed Value are as follows:

Taxpayers	Type of Business	2013 Equalized Assessed Valuation	Percent of Total (1)
The Village Market	Commercial Shopping Center	$ 7,660,621	2.41%
Resurrection Health Co.(2)	Senior Living	5,628,206	1.77
Northern Trust	Homestead Apartments	5,300,619	1.67
The Grove La Grange Park	Nursing/Rehabilitation Care	2,517,098	0.79
First Industrial Realty	Multi-Tenant Commercial	1,701,487	0.54
Deslauries Inc.	Manufacturer of Concrete Forming & Testing Accessories	1,151,734	0.36
Rosars Building Corp.	Builders and Consultants	986,087	0.31
International Molding	Building Molding Machines	738,733	0.23
1100 E. 31st LLC	Leased by YMCA	681,561	0.21
Christopher Krob	Strip Mall	523,132	0.16
Total Ten Largest Taxpayers		$ 26,889,278	8.47%

(1) Based on the Village's 2013 EAV of $317,519,480.
(2) Purchased by Provena in 2013.
Source: The Cook County Clerk's Office.

VILLAGE DEBT

Debt Limitations

The Village is not a home rule municipality. Pursuant to authority granted by Chapter 24, Section 8-5-1 of the Illinois Revised Statutes, a non-home rule municipality may incur general obligation indebtedness up to 8.625% of the total EAV of all taxable property in the municipality. Except for certain lease/purchase agreement powers, general obligation indebtedness must be incurred pursuant to referendum.

Village of La Grange Park
Schedule of Legal Debt Margin
As of the Dated Date of the Bonds

Legal Debt Limit (8.625% of EAV) (1)...............................	$ 27,386,055
Less Amount of Debt Applicable to Legal Debt Limit (2) ...	0
Legal Debt Margin	$ 27,386,055

(1) Based on 8.625% of the Village's 2013 EAV of $317,519,480.

(2) Does not include the General Obligation Bonds, Series 2004, the 2006 Bonds or the Bonds. General obligation alternate revenue bonds under Illinois statutes are not subject to debt limitation under either the overall 8.625% of EAV debt limit or the non-referendum 0.5% of EAV limit for general obligation debt, until such time as the property taxes are extended to pay debt service at which time the amount then outstanding is included as indebtedness of the Village until such time as the general obligation alternate revenue bonds are retired or an audit of the Village shows that the general obligation alternate revenue bonds have been paid from the Pledged Revenues for a completed fiscal year.

Source: The Village.

Debt Amortization

The table that follows presents information as to the retirement of the Village's outstanding general obligation bonded debt after the issuance of the Bonds. Excludes the Bonds to be Refunded. All of the general obligation alternate revenue bonded debt principal and interest is anticipated to be abated from various revenue sources.

Fiscal Year	Series 2004 (1)	Series 2006 (2)	The Bonds (2)*	Less: Refunded Bonds*	Total*	Cumulative Amount*	Cumulative Percent*
2015	255,000	270,000		-	525,000	525,000	12.46%
2016	-	280,000	275,000	(280,000)	275,000	800,000	18.98%
2017	-	290,000	305,000	(290,000)	305,000	1,105,000	26.22%
2018	-	300,000	310,000	(300,000)	310,000	1,415,000	33.57%
2019	-	310,000	315,000	(310,000)	315,000	1,730,000	41.04%
2020	-	325,000	325,000	(325,000)	325,000	2,055,000	48.75%
2021	-	335,000	330,000	(335,000)	330,000	2,385,000	56.58%
2022	-	350,000	345,000	(350,000)	345,000	2,730,000	64.77%
2023	-	365,000	355,000	(365,000)	355,000	3,085,000	73.19%
2024	-	380,000	365,000	(380,000)	365,000	3,450,000	81.85%
2025	-	395,000	375,000	(395,000)	375,000	3,825,000	90.75%
2026	-	410,000	390,000	(410,000)	390,000	4,215,000	100.00%
	$ 255,000	$ 4,010,000	$3,690,000	$ (3,740,000)	$ 4,215,000		

(1) Alternate revenue source bond payable from motor fuel taxes.

(2) Alternate revenue source bond payable from Sewerage System revenues.

*Preliminary, subject to change.

Source: The Village.

Statement of Direct Bonded Indebtedness (1)

	Total Debt Outstanding	Self-Supporting	Net
General Obligation Bonds (2)	$ 4,215,000	$ 4,215,000	$ 0
Totals	$ 4,215,000	$ 4,215,000	$ 0

Per Capita Direct Bonded Debt (3)	$ 0
Percent of Direct Bonded Debt to 2013 EAV (4)	0%
Percent of Direct Debt to 2013 Market Value (5)	0%

Overlapping Bonded Debt:	Outstanding Bonds	Percent	Amount
Cook County	$ 3,572,060,000	0.25%	$ 8,930,150
Cook County Forest Preserve District	179,655,000 (7)	0.25	449,138
Metropolitan Water Reclamation District of Greater Chicago	1,857,731,000	0.26	4,830,101
Community Park District of La Grange Park	2,175,000	100.00	2,175,000
La Grange Park Public Library District	0 (8)	100.00	0
School District 94 (Komarek)	4,735,000	0.19	8,997
School District 95 (Brookfield-LaGrange Park)	7,085,000	17.62	1,248,377
School District 102 (La Grange)	41,899,975 (6)(8)	37.28	15,620,311
High School District 204 (Lyons Township)	20,975,000	10.41	2,183,498
High School District 208 (Riverside Brookfield)	44,760,000	5.00	2,238,000
High School District 209 (Proviso Township)	53,726,394 (6)	0.01	5,373
Community College District 502 (DuPage)	303,465,000 (7)	0.76	2,306,334
Total Overlapping Bonded Debt:			$ 39,995,277

Per Capita Direct Overlapping Debt (3)	$2,945.38
Percent of Overlapping Debt to 2013 EAV (4)	12.6%
Percent of Overlapping Debt to 2013 Market Value (5)	4.2%
Total Direct and Overlapping Bonded Debt:	$39,995,277
Per Capita Direct and Overlapping Debt (3)	$2,945.38
Percent of Direct and Overlapping Debt to 2013 EAV (4)	12.6%
Percent of Direct and Overlapping Debt to 2013 Market Value (5)	4.2%

(1) Debt information for overlapping and direct debt as of September 1, 2014 and the dated date of the Bonds, respectively.
(2) Includes the Bonds and excludes the Bonds to be Refunded. Preliminary, subject to change.
(3) Based on the Village's 2010 Census population of 13,579
(4) Based on the Village's 2013 EAV of $317,519,480.
(5) Based on the Village's estimated 2013 Market Value of $952,558,440.
(6) Includes original principal amount of outstanding General Obligation Capital Appreciation Bonds.
(7) Includes principal amounts of outstanding General Obligation Alternate Revenue Source Bonds despite the fact that they are expected to be paid from sources other than general taxation.
(8) Excludes principal amounts of outstanding debt certificates.

Source: Cook, Will and DuPage County Clerk Offices and the Municipal Securities Rulemaking Board's Electronic Municipal Market Access System.

Debt History

There is no record of default on obligations of the Village.

Short Term Borrowing

The Village does not utilize short-term borrowing.

Future Financing

The Village does not anticipate issuing additional debt in the next twelve months.

LABOR CONTRACTS

The Village has 46 full time employees and 78 part time and seasonal employees. Approximately 48% of the full time employees are represented by labor organizations. The following table illustrates the labor organizations that represent the Village employees, the number of members and the expiration date of the present contracts.

Union	Members	Contract Expires
Fraternal Order of Police	14	April 30, 2015
Internal Union of Operating Engineers	8	April 30, 2016
	22	

Source: The Village

PENSION PLANS [(1)]

The Village participates in two contributory retirement plans. Law enforcement officers are covered under the Police Pension Fund of the Village (a single employer plan administered by a separate Police Pension Board of Trustees). The Illinois Municipal Retirement Fund ("IMRF") (a statewide plan) covers substantially all full-time employees except law enforcement officers.

Police Pension Plan

Plan Description

Police sworn personnel are covered by the La Grange Park Police Pension Plan ("Police Pension Plan"), which is a defined benefit, single-employer pension plan. The Village's payroll for employees covered by the Police Pension Plan for the year ended April 30, 2014 was $1,753,976 out of a total Village payroll of $4,309,133. At April 30, 2014, the Police Pension Plan's membership consisted of:

Retirees and beneficiaries currently receiving benefits	19
Participants currently receiving disability benefits	2
Active employees:	
Fully vested	6
Partially vested	10
Nonvested	5
Terminated employees	1
Total	43

The Police Pension Plan provides retirement benefits, as well as death and disability benefits. Employees attaining the age of 50 or more, with 20 or more years of creditable service, are entitled to receive an annual retirement benefit of one-half of the salary attached to the rank held on the last day of service, or for one year prior to the last day, whichever is greater. The pension shall be increased by 2.5% of such salary for each additional year of service over 20 years up to 30 years, and 1% of such salary for each additional year of service over 30 years, to a maximum of 75% of such salary.

Employees with at least eight years but less than 20 years of credited service may retire at or after age 60 and receive a reduced benefit. The monthly pension of a police officer who retires with 20 or more years of service shall be increased annually, by 3% of the original pension, following the first anniversary date of retirement, and be paid upon reaching the age of at least 55 years, and by an additional 3% of the original pension in January of each year thereafter.

Basis of Accounting

The financial statements are prepared using the accrual basis of accounting. Employee and employer contributions are recognized as revenues in the period in which employee services are performed. Benefits and refunds are recognized when due and payable in accordance with the terms of the Police Pension Plan.

(1) Source: The Village's Audited Financial Statements for the fiscal year ended April 30, 2014.

Valuation of Investments

The Police Pension Fund records investments at fair value. The composition of the Police Pension Plan investments at fair value on April 30, 2014 was as follows:

Common stock and options	$ 4,052,655
Mutual funds	1,420,234
Closed-end funds	1,457,552
Government securities	2,996,519
Corporate bonds	1,484,571
Total	$ 11,411,531

The amortized cost of Police Pension Plan investments at April 30, 2014 was $9,309,406.

Contributions

Although this is a single-employer pension plan, the defined benefits and employee and employer contribution levels are governed by Illinois Compiled Statutes, and may be amended only by the Illinois legislature.

The Police Pension Plan's funding policy provides for actuarially determined periodic contributions at rates that, for individual employees, accumulate assets gradually over time so that sufficient assets will be available to pay benefits when due. All costs of administering the Police Pension Plan are paid for by the Police Pension Plan, except certain accounting functions, which are provided by the Village at no cost.

Covered employees are required to contribute to the Police Pension Plan 9.91% of their base salary. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The Village is required to contribute the remaining amounts necessary to finance the Police Pension Plan as actuarially determined by an enrolled actuary. By the year 2040, the Village's contributions must accumulate to the point where the unfunded accrued liability for the Police Pension Plan is fully funded.

Funding Status and Progress

The amount shown below as the "pension benefit obligation" is a standardized disclosure measure of the present value of pension benefits, adjusted for the effects of projected salary increases and stop-rate benefits, estimated to be payable in the future as a result of employee service to date.

The measure is intended to help users assess the funding status of the system on a going-concern basis, assess progress made in accumulating sufficient assets to pay benefits when due, and make comparisons among employers. The measure is the actuarial present value of credited projected benefits, and is independent of the funding method used to determine contributions to the Police Pension Plan.

Actuarial valuation	May 1, 2013
Actuarial cost method	Entry age normal cost
Amortization method	Level percentage of payroll
Remaining amortization period	24 years
Actuarial assumptions:	
Rate of return on investment of present and future assets	7.00% per annum, compounded annually (net of expenses)
Projected salary increases – attributable to inflation	4.00% compounded annually
Mortality rate assumption	RP-2000 mortality tables
Disability and separation	Demographic experience tables

The pension benefit obligation and net position available for benefits at May 1, 2013 (date of most recent actuarial valuation), as reflected in a report prepared by Tepfer Consulting Group, Ltd., are presented below:

Pension benefit obligation:	
Total pension benefit obligation	$ 21,275,009
Net position available for benefits	12,044,839
Net position available for benefits	$ 9,230,170

Information regarding actuarial present value of vested and nonvested accumulated benefits is not available. Trend information gives an indication of the progress made in accumulating sufficient assets to pay benefits when due. Trend information for the three most recent plan years ended April 30 is as follows:

Plan/Levy Year	Actuarial Valuation Date	Annual Pension Cost (APC)	Employer Contribution	% of APC contributed	Net Pension Obligation
2013	May 1, 2012	$785,079	$780,300	99.39%	-
2012	May 1, 2011	729,058	729,300	100.03	-
2011	April 30, 2010	708,185	704,820	99.52	-
2010	April 30, 2009	751,408	749,700	99.77	-

The schedule of funding progress below presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial liability for benefits.

Schedule of Funding Progress
Police Pension Plan

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability (AAL) Entry-Age	Unfunded AAL (UAAL)	Funded Ratio	Covered Payroll	UAAL as a % of Covered Payroll
May 1, 2013	$12,044,839	$21,275,009	$9,230,170	56.61%	$1,671,292	552.28%
May 1, 2012	11,170,440	20,659,204	9,488,764	54.07	1,677,197	565.75
May 1, 2011	10,291,801	19,978,792	9,686,991	51.51	1,635,939	592.14
April 30, 2010	10,411,235	19,904,650	9,493,415	52.31	1,465,136	647.95
April 30, 2009	9,008,649	19,157,908	10,149,259	47.02	1,628,620	623.18

Illinois Municipal Retirement Fund

The Village's defined benefit pension plan for regular employees provides retirement and disability benefits, post-retirement increases, and death benefits to plan members and beneficiaries. The plan is affiliated with the IMRF, an agent-multiple-employer plan. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available report that includes financial statements and supplementary information. That report may be obtained on-line at www.imrf.org.

As set by statute, the Village's regular plan members are required to contribute 4.5% of their annual covered salary. The statute requires the Village to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The Village's annual required contribution rate for calendar year 2013 was 11.07%. The Village also contributes for disability benefits, death benefits and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

For fiscal year ending 2014, the Village's actual contributions for pension cost for the regular plan were $191,473. Its required contribution for fiscal year 2014 was $191,473. Trend information for the three most recent plan years ended April 30 is as follows:

Fiscal Year Ending	Annual Pension Cost (APC)	Percent of APC Contributed	Net Pension Obligation
2014	$191,473	100%	$78,495
2013	172,281	100	76,933
2012	166,561	90	75,322
2011	180,328	75	57,935

The required contribution for 2013 was determined as part of the December 31, 2011, actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2011 included (a) 7.5% investment rate of return (net of administrative and direct investment expenses), (b) projected salary increases of 4.0% per year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 10.0% per year depending on age and service, attributable to seniority/merit, and (d) post-retirement benefit increases of 3.0% annually. The actuarial value of the Village's regular plan assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period with a 20.0% corridor between the actuarial and market value of assets. The Village's regular plan's unfunded actuarial accrued liability ("UAAL") at December 31, 2011 is being amortized as a level percentage of projected payroll on an open 30 year basis.

The schedule of funding progress below presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial liability for benefits.

Schedule of Funding Progress
Illinois Municipal Retirement Fund

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability (AAL) Entry-Age	Unfunded AAL (UAAL)	Funded Ratio	Covered Payroll	UAAL as a % of Covered Payroll
December 31, 2013	$5,448,268	$5,664,175	$215,907	96.19%	$1,679,912	12.85%
December 31, 2012	4,923,644	5,437,649	514,005	90.55	1,621,089	31.71
December 31, 2011	4,454,469	5,158,158	703,689	86.36	1,572,278	44.76
December 31, 2010	4,516,138	5,003,226	487,088	90.26	1,668,173	29.20
December 31, 2009	4,102,417	4,877,890	775,473	84.10	1,752,020	44.26

OTHER POST EMPLOYMENT BENEFITS (1)

Plan Description

The Village provides limited health care insurance coverage for its eligible retired employees. Full-time employees who retire and are eligible for a pension under either the IMRF Plan or Police Pension Plan can elect to continue their medical insurance for life by paying the full price of the insurance. They also have the option to continue their dental coverage. The Village accounts for the plan in the government-wide financial statements. The plan does not issue a stand-alone financial report.

At April 30, 2014, the other post-employment benefits ("OPEB") retiree healthcare plan membership consisted of:

Retirees and beneficiaries currently receiving benefits and terminated employees entitled to benefits but not yet receiving them	12
Current employees:	
Vested	6
Nonvested	32
Total	50

Funding Policy

The Village is not required to and currently does not advance fund the cost of benefits that will become due and payable in the future. Active employees do not contribute to the plan until retirement.

Annual OPEB Cost and Net OPEB Obligation

The Village's annual OPEB cost (expense) is calculated based on the annual required contribution ("ARC") of the employer, an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover the normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period of time not to exceed 30 years.

(1) Source: The Village's Audited Financial Statements for the fiscal year ended April 30, 2014.

The following table shows the components of the Village's annual OPEB cost for the year, the amount actually contributed to the plan and the changes in the net OPBE obligation:

Annual Required Contribution	$141,169
Interest on Net OPEB Obligation	-
Adjustment to the ARC	-
Annual OPEB Cost	$141,169
Estimated Contributions	87,233
Increase in Net OPEB Obligation	$53,936
Net OPEB Obligation at April 30, 2013	-
Net OPEB Obligation at April 30, 2014	$53,936
Percentage of Annual OPEB Cost Contributed	61.8%

The Village has recorded the net OPEB obligation of $53,936 ($48,093 in the government-wide statement of net position and $5,843 in the proprietary funds).

Funding Status and Funding Progress

The OPEB plan is being funded on a pay-as-you-go basis. At April 30, 2014, the most recent actuarial valuation date, the unfunded actuarial accrued liability ("UAAL") for benefits was $1,712,950. Annual covered payroll was $2,965,807 and the ratio of the UAAL to the covered payroll was 58%.

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision, as actual results are compared with past expectations and new estimates are made about the future.

Actuarial Methods and Assumptions

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations. The valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future and are subject to continual revision as results are compared to past expectations and new estimates are made in the future.

In the May 1, 2013 actuarial valuation, the entry age normal actuarial cost method was used. The actuarial assumptions included a 4% investment rate of return (net of administrative expenses), including a 3% inflation assumption, projected salary increases of 4% annually and an annual healthcare inflation rate of 6% initially, reduced by decrements to an ultimate rate of 5%. The actuarial value of assets was not determined as the Village has not advanced funded its obligation. The UAAL is being amortized as a level percentage of projected payroll on an open basis. The remaining amortization period at April 30, 2014 was 30 years.

The Village provides a $3,000 post-retirement death benefit for certain beneficiaries of retirees who were Village employees prior to August 1, 1983. As of April 30, 2014, there were 14 retired Village employees who met the eligibility requirements. The Village has established an Agency Fund to provide for the present value of these benefits. At April 30, 2014, the balance of the fund totaled $31,920.

SUMMARY OF HISTORICAL FINANCIAL OPERATIONS

Budget Process

Annual budgets are adopted on a basis consistent with accounting principles generally accepted in the United States of America for all governmental funds. All annual budgeted amounts lapse at year end. The Village follows these procedures in establishing the budgetary data reflected in the financial statements:

- The budget is prepared in tentative form by the Village Manager, reviewed and approved by the Village Board, and is made available for public inspection at least 10 days prior to final Board action. A public hearing is held on the tentative budget to obtain taxpayer comments.
- Prior to May 1, the budget is legally adopted by the Board of Trustees. All actual expenditures contained herein have been compared to the annual operating budget.
- The Village Manager may transfer within any department amounts budgeted for an object or purpose to another object or purpose. No object or purpose can be reduced below an amount sufficient to provide for all obligations incurred or to be incurred against the budget.
- The Board of Trustees may (i) by two-thirds vote amend the budget, or transfer amounts between departments and funds. No amendment or transfer shall be made increasing the budget, in the event funds are not available to effectuate the purpose of the amendment or transfer; and (ii) adopt a supplemental budget in an amount not to exceed any additional revenue available, including unbudgeted fund balances, or amounts estimated to be received after adoption of the annual budget.
- Expenditures may exceed budgeted amounts at the sub-object level.
- The Village does not use the encumbrance method of accounting. Budgetary funds are controlled by an integrated budgetary accounting system in accordance with various legal requirements which govern the Village.

Summary of Financial Information

The following tables are summaries and do not purport to be the complete audits, copies of which are available upon request.

General Fund - Balance Sheet
Fiscal Years Ended April 30, 2010 Through 2014

	2010	2011	2012	2013	2014
Assets					
Cash	$ 946,271	$ 1,451,007	$ 1,074,498	$ 2,210,306	$ 2,756,415
Investments	710,520	527,805	1,328,180	646,467	700,000
Accounts receivable:					
Property taxes-net of allowance for loss on collection	1,408,160	1,521,762	1,483,538	1,560,773	1,563,174
Interest	26	37	298	242	731
Utility taxes and telephone surcharge	191,076	193,281	178,792	183,984	188,068
Other	41,602	43,340	65,163	76,044	83,871
Due from other funds	36,625	142,707	90,112	34,713	30,777
Due from other governments	659,561	561,882	751,232	606,629	591,115
Prepaid items	8,268	6,960	7,535	6,751	8,345
Restricted Cash	13,781	13,781	13,788	13,778	13,778
Insurance deposits	292,566	245,498	225,564	180,480	630,516
Total Assets	$ 4,308,456	$ 4,708,066	$ 5,218,700	$ 5,520,167	$ 6,566,790
Liabilities and Fund Balances					
Liabilities:					
Accounts payable	$ 69,355	$ 80,107	$ 93,281	$ 141,737	$ 166,268
Security deposits	13,781	13,787	13,788	13,778	13,778
Accrued wages	88,638	105,361	117,084	146,343	162,871
Due to other funds	-	3,319	-	-	-
Due to other governments	-	-	-	-	36,235
Deferred property tax revenue	1,408,160	1,521,762	1,483,538	1,560,773	1,563,174
Total Liabilities	$ 1,579,934	$ 1,724,336	$ 1,707,691	$ 1,862,631	$ 1,942,326
Fund Balances:					
Nonspendable	-	-	7,535	6,751	8,345
Restricted, reported in General Fund	-	-	225,564	180,480	175,016
Assigned, reported in General Fund	-	-	783,172	-	-
Reserved for prepaid items	8,268	6,960	-	-	-
Reserved for insurance deposits	292,566	245,498	-	-	-
Unassigned, report in General Fund	-	-	2,494,738	3,470,305	4,441,103
Unreserved undesignated available sources	1,693,416	2,118,200	-	-	-
Unreserved undesignated other	734,272	613,072	-	-	-
Total Fund Balances	$ 2,728,522	$ 2,983,730	$ 3,511,009	$ 3,657,536	$ 4,624,464
Total Liabilities and Fund Balance	$ 4,308,456	$ 4,708,066	$ 5,218,700	$ 5,520,167	$ 6,566,790

Source: The Village's Audited Financial Statements for the fiscal years 2010 through 2014.

General Fund - Statement of Revenues, Expenses and Changes in Fund Balances
Fiscal Years Ended April 30, 2010 Through 2014

	2010	2011	2012	2013	2014
Revenues:					
Property taxes	$ 3,139,489	$ 2,872,450	$ 3,122,082	$ 3,168,420	$ 3,256,187
Other local taxes	1,667,433	1,670,743	1,615,219	1,679,970	1,651,293
Licenses and permits	500,724	469,453	430,861	472,685	629,039
Intergovernmental	1,227,733	1,273,813	1,436,581	1,547,876	1,591,916
Charges for services	412,030	402,335	372,449	441,729	500,087
Fines and forfeitures	130,013	134,541	143,873	165,109	207,014
Interest and investment income (loss)	73,789	35,362	5,600	23,747	25,221
Miscellaneous	305,418	281,532	276,891	316,493	404,733
Total Revenues	$ 7,456,629	$ 7,140,229	$ 7,403,556	$ 7,816,029	$ 8,265,490
Expenditures:					
Current:					
General government	$ 1,083,815	$ 1,146,882	$ 1,004,261	$ 1,096,621	$ 1,233,927
Public safety	4,541,156	4,743,189	4,955,773	4,999,734	5,060,168
Highway and streets	1,048,560	1,023,720	938,643	1,020,314	1,148,766
Debt service:					
Principal	-	12,500	12,500	12,500	12,500
Interest	-	-	-	-	-
Total Expenditures	$ 6,673,531	$ 6,926,291	$ 6,911,177	$ 7,129,169	$ 7,455,361
Revenues over (under) expenditures before other financing sources (uses)	$ 783,098	$ 213,938	$ 492,379	$ 686,860	$ 810,129
Other financing sources (uses):					
Operating transfers in	$ 32,782	$ 33,765	$ 34,000	$ 35,000	$ 36,000
Operating transfers out	(828,474)	-	-	(576,340)	(264,200)
Sale of capital assets	8,910	7,505	900	1,007	762
Total other financing sources (uses)	$ (786,782)	$ 41,270	$ 34,900	$ (540,333)	$ (227,438)
Net changes in fund balance	$ (3,684)	$ 255,208	$ 527,279	$ 146,527	$ 582,691
Fund balance – beginning of the year	2,732,206	2,728,522	2,983,730	3,511,009	3,657,536
Restatement of beginning fund balance	-	-	-	-	384,237[1]
Fund balance – end of the year	$ 2,728,522	$ 2,983,730	$ 3,511,009	$ 3,657,536	$ 4,624,464

(1) The 2013 Village financial statements were restated to include member reserves on deposit with a cooperative health insurance plan for Village employees as well as certain compensated absences that had not previously been recorded. Please see the Notes to the Financial Statements in the fiscal year 2014 audit report for more information.

Source: The Village's Audited Financial Statements for the fiscal years 2010 through 2014.

ECONOMIC PROFILE

Employment

The Village is primarily residential in nature, with 88% of the Village's tax base classified as residential. There are, however, two major commercial areas in the Village: the Village Market Shopping Center on La Grange Road and the 31st Street Business District to the north. The Village Market serves as a town center and includes retail, office and medical businesses. The shopping center is anchored by a Jewel-Osco retail store. The 31st Street Business District has a more traditional street environment featuring a variety of restaurants, antique shops, a hardware store, and an assortment of professional and medical offices. Industrial uses are generally limited to land adjacent to the Indiana Harbor Belt Railroad north of 31st Street and immediately north of the southern Village limits.

The Village has two large retirement facilities: Bethlehem Woods and Plymouth Place. Bethlehem Woods Retirement Community has 270 independent living apartments and 64 assisted living units. Upon completion of a significant expansion completed in 2007, Plymouth Place has 55 cottages; 182 independent living units, 79 assisted living beds, and 86 skilled care beds.

The employment opportunities available to residents in the Village and the surrounding metropolitan area have contributed to a very favorable employment rate for the Village. The following table sets forth the rates of unemployment for the Village, the County, the State and the United States for the last five years and the most recent month available in 2014.

Comparative Unemployment Rates

Year	Village	County	State	United States
2009	N/A	10.4%	10.0%	9.3%
2010	8.4%	10.8	10.5	9.6
2011	7.5	10.3	9.7	8.9
2012	7.0	9.3	8.9	8.1
2013	7.4	9.6	9.2	7.4
2014 (1)	N/A	7.2	7.0	6.5

(1) As of July 2014.
Source: Illinois Department of Employment Security, Department of Economic Information and Analysis.

According to the 2008-2012 American Community Survey by the U.S. Census Bureau, Village residents have a wide variety of occupations. The following table categorizes occupations for employed residents 16 years of age and older for the Village, the County and the State.

Occupational Categories

Occupational Category	Village	County	State
Management, business, science, and arts occupations	49.1%	37.4%	36.1%
Service occupations	9.0	17.9	17.0
Sales and office occupations	27.1	25.0	25.3
Natural resources, construction, and maintenance occupations	5.2	6.5	7.7
Production, transportation, and material moving occupations	9.7	13.2	13.9
Totals	100.0%	100.0%	100.0%

Source: U.S. Census Bureau, 2008-2012 American Community Survey 5-year estimates.

According to the 2008-2012 American Community Survey by the U.S. Census Bureau, Village residents work in a variety of industries. The following table categorizes the industries that residents (16 years of age and older) are employed by for the Village, the County and the State.

Industry Category

Industry Category	Village	County	State
Agriculture, forestry, fishing and hunting, and mining	0.3%	0.2%	1.1%
Construction	3.8	4.8	5.4
Manufacturing	12.9	10.8	12.7
Wholesale trade	5.6	2.9	3.1
Retail trade	9.5	9.9	10.9
Transportation and warehousing, and utilities	5.0	6.3	5.8
Information	2.0	2.5	2.2
Finance, insurance, real estate, and rental and leasing	11.3	8.4	7.6
Professional, scientific, management, administrative, and waste management services	9.4	13.5	11.1
Educational services, health care and social assistance	22.6	22.4	22.6
Arts, entertainment, recreation, accommodation and food services	9.4	9.6	8.8
Other services (except public administration)	4.8	5.1	4.9
Public administration	3.4	3.8	3.9
Totals	100.0%	100.0%	100.0%

Source: U.S. Census Bureau, 2008-2012 American Community Survey 5-year estimates.

The following table reflects the diversity of the major employers in the Village by the products manufactured or services performed and the approximate number of employees.

Representative Large Employers

Employer	Product/Service	Number of Employees
Plymouth Place	Senior Retirement Living	300
Pillars	Social Services	180
Jewel Food Store	Grocery	165
The Grove of La Grange Park	Senior Retirement Living	136
Brook Park School	Education	79
Forest Road School	Education	64
Bethlehem Woods	Senior Retirement Living	59
American Nuclear Society	Scientific Education	50
Deslauriers, Inc.	Injection Molding	40
Century 21/Alonzo& Associates	Real Estate	30

Sources: Phone canvass of employers and 2014 Illinois Services and Manufacturers Directories.

Education

Two elementary school districts and two high school districts primarily serve the Village. Student enrollment has been stable in recent decades. Existing facilities generally meet the needs of the current population and the projected demand. La Grange School District 102 currently operates two schools within the Village. Brookfield School District 95 currently operates on school within the Village's limits. Lyons High School District 204 operates two large campuses that have sufficient land to accommodate future enrollment projections. Riverside Brookfield High School District 208 operates one school Nazareth Academy is a private high school established in 1900 that serves grades 9-12 and St. Louise de Marillac is a private elementary school (grade K-8).

The educational background of Village residents as compared to the County and the State is illustrated in the following table:

Education Levels For Persons 25 Years of Age and Older

Educational Attainment	Village	County	State
Less than 9th grade	2.2%	7.9%	5.8%
9th or 12th grade, no diploma	3.0	8.0	7.3
High school graduate	20.2	24.2	27.2
Some college, no degree	22.4	19.5	21.3
Associate degree	7.3	6.2	7.4
Bachelor's degree	27.5	20.7	19.3
Graduate or professional degree	17.3	13.6	11.8
Percent high school graduate or higher	94.7	84.1	87.0
Percent bachelor's degree or higher	44.8	34.3	31.1

Source: U.S. Census Bureau, 2008-2012 American Community Survey 5-year estimates.

Estimated Retail Sales

The following table reflects the breakdown of retail sales according to major purchase categories for the Village, the County and the State for the calendar year ended 2013.

2013 Comparative Retail Sales By Classification

	Village (1)		County		State	
	Retail Sales	Percent of Total	Retail Sales	Percent of Total	Retail Sales	Percent of Total
General Merchandise	$ -	0.00%	$6,702,390,983	10.48%	$20,504,597,926	12.38%
Food	19,147,679	40.21%	8,550,603,124	13.37%	20,415,116,679	12.32%
Drinking and Eating Places	5,830,496	12.24%	10,282,887,029	16.08%	20,130,433,715	12.15%
Apparel	27,069	0.06%	3,471,432,474	5.43%	6,163,155,122	3.72%
Furniture and Radio	-	0.00%	2,964,249,574	4.64%	7,267,671,833	4.39%
Lumber and Building Hardware	2,676,032	5.62%	2,677,124,153	4.19%	8,207,547,411	4.95%
Automotive and Gas Stations	4,618,764	9.70%	12,385,268,632	19.37%	37,680,549,689	22.74%
Drugs and Miscellaneous Retail	9,855,212	20.69%	10,415,423,730	16.29%	24,909,321,382	15.03%
Agriculture and All Others	3,512,941	7.38%	5,416,456,079	8.47%	17,326,028,096	10.46%
Manufacturers	894,684	1.88%	1,087,532,843	1.70%	3,072,981,598	1.85%
Totals	$47,623,078	97.77%	$63,953,368,621	100.00%	$165,677,403,451	100.00%

(1) Blank categories have less than four taxpayers, therefore no data is shown to protect the confidentiality of individual taxpayers.
Source: Illinois Department of Revenue.

Housing and Construction

A history of construction value in the Village for the last five calendar years and 2014 to date is as follows:

Construction Value

Year	Total Value
2009	$ 2,218,186
2010	842,500
2011	895,000
2012	675,300
2013	3,600,000
2014 YTD	1,343,855

Source: The Village.

According to the 2008-2012 American Community Survey by the U.S. Census Bureau, 67.1% of the 5,450 occupied housing units in the Village were owner-occupied. The median home value of owner occupied homes in the Village was $340,000. Selected home value data relative to values of owner-occupied housing units in the Village compared with the County and the State are provided in the table below.

Median Home Values

Value of Specified Owner-Occupied Units	Village	County	State
Under 50,000	0.8%	3.2%	6.9%
$50,000 to $99,999	1.3	6.3	14.4
$100,000 to $149,999	4.4	11.3	14.9
$150,000 to $199,999	6.4	16.4	16.4
$200,000 to $299,999	25.1	26.4	21.9
$300,000 to $499,999	42.6	23.9	17.3
$500,000 to $999,999	18.4	10.1	6.6
$1,000,000 or more	1.0	2.5	1.6
Median Home Value	$340,000	$244,900	$190,800

Source: U.S. Census Bureau, 2008-2012 American Community Survey 5-year estimates.

Income

The following table sets forth the distribution of household income derived from the 2008-2012 American Community Survey by the U.S. Census Bureau for the Village compared with the County and the State.

Income Statistics

Household Income	Village	County	State
Under $10,000	4.3%	8.3%	6.9%
$10,000 to $14,999	2.6	4.9	4.7
$15,000 to $24,999	10.4	10.4	10.1
$25,000 to $34,999	10.5	9.7	9.7
$35,000 to $49,999	10.3	12.9	13.0
$50,000 to $74,999	16.3	17.6	18.2
$75,000 to $99,999	14.6	12.2	13.0
$100,000 to $149,999	16.3	13.1	13.9
$150,000 to $199,999	6.0	5.2	5.3
$200,000 or more	8.6	5.8	5.2
Median Household Income	$66,826	$54,648	$56,853
Median Family Income	$90,107	$66,124	$70,144
Per Capita Income	$38,128	$30,048	$29,519

Source: U.S. Census Bureau, 2008-2012 American Community Survey 5-year estimates.

BOND RATING

Standard & Poor's Ratings Services, a Standard & Poor's Financial Services LLC business ("S&P")has assigned its rating of "___" to the Bonds. There is no assurance that such rating will prevail for any given period of time or that they will not be revised downward or withdrawn entirely by such rating agency if, in its judgment, circumstances so warrant. Any such downward revision or withdrawal of such rating may have an adverse effect on the market price of the Bonds. Any rating assigned represents only the view of the rating agency. The definitions furnished by the rating agency for its rating may be obtained from the rating agency.

TAX EXEMPTION

Federal tax law contains a number of requirements and restrictions which apply to the Bonds, including investment restrictions, periodic payments of arbitrage profits to the United States, requirements regarding the proper use of bond proceeds and the facilities financed therewith, and certain other matters. The Village has covenanted to comply with all requirements that must be satisfied in order for the interest on the Bonds to be excludable from gross income for federal income tax purposes. Failure to comply with certain of such covenants could cause interest on the Bonds to become includable in gross income for federal income tax purposes retroactively to the date of issuance of the Bonds.

Subject to the Village's compliance with the above-referenced covenants, under present law, in the opinion of Bond Counsel, interest on the Bonds is excludable from the gross income of the owners thereof for federal income tax purposes and is not included as an item of tax preference in computing the federal alternative minimum tax for individuals and corporations, but interest on the Bonds is taken into account, however, in computing an adjustment used in determining the federal alternative minimum tax for certain corporations.

In rendering its opinion, Bond Counsel will rely upon certifications of the Village with respect to certain material facts within the Village's knowledge. Bond Counsel's opinion represents its legal judgment based upon its review of the law and the facts that it deems relevant to render such opinion and is not a guarantee of a result.

The Internal Revenue Code of 1986, as amended (the "Code"), includes provisions for an alternative minimum tax ("AMT") for corporations in addition to the corporate regular tax in certain cases. The AMT, if any, depends upon the corporation's alternative minimum taxable income ("AMTI"), which is the corporation's taxable income with certain adjustments. One of the adjustment items used in computing the AMTI of a corporation (with certain exceptions) is an amount equal to 75% of the excess of such corporation's "adjusted current earnings" over an amount equal to its AMTI (before such adjustment item and the alternative tax net operating loss deduction). "Adjusted current earnings" would generally include certain tax-exempt interest, including interest on the Bonds.

Ownership of the Bonds may result in collateral federal income tax consequences to certain taxpayers, including, without limitation, corporations subject to the branch profits tax, financial institutions, certain insurance companies, certain S corporations, individual recipients of Social Security or Railroad Retirement benefits and taxpayers who may be deemed to have incurred (or continued) indebtedness to purchase or carry tax-exempt obligations. Prospective purchasers of the Bonds should consult their tax advisors as to applicability of any such collateral consequences.

The issue price (the "Issue Price") for each maturity of the Bonds is the price at which a substantial amount of such maturity of the Bonds is first sold to the public. The Issue Price of a maturity of the Bonds may be different from the price set forth, or the price corresponding to the yield set forth, on the inside cover page hereof.

If the Issue Price of a maturity of the Bonds is less than the principal amount payable at maturity, the difference between the Issue Price of each such maturity, if any, of the Bonds (the "OID Bonds") and the principal amount payable at maturity is original issue discount.

For an investor who purchases an OID Bond in the initial public offering at the Issue Price for such maturity and who holds such OID Bond to its stated maturity, subject to the condition that the Village complies with the covenants discussed above, (a) the full amount of original issue discount with respect to such OID Bond constitutes interest which is excludable from the gross income of the owner thereof for federal income tax purposes; (b) such owner will not realize taxable capital gain or market discount upon payment of such OID Bond at its stated maturity; (c) such original issue discount is not included as an item of tax preference in computing the alternative minimum tax for individuals and corporations under the Code, but is taken into account in computing an adjustment used in determining the alternative minimum tax for certain corporations under the Code, as described above; and (d) the accretion of original issue discount in each year may result in an alternative minimum tax liability for corporations or certain other collateral federal income tax consequences in each year even though a corresponding cash payment may not be received until a later year. Based upon the stated position of the Illinois Department of Revenue under Illinois income tax law, accreted original issue discount on such OID Bonds is subject to taxation as it accretes, even though there may not be a corresponding cash payment until a later year. Owners of OID Bonds should consult their own tax advisors with respect to the state and local tax consequences of original issue discount on such OID Bonds.

Owners of Bonds who dispose of Bonds prior to the stated maturity (whether by sale, redemption or otherwise), purchase Bonds in the initial public offering, but at a price different from the Issue Price or purchase Bonds subsequent to the initial public offering should consult their own tax advisors.

If a Bond is purchased at any time for a price that is less than the Bond's stated redemption price at maturity or, in the case of an OID Bond, its Issue Price plus accreted original issue discount (the "Revised Issue Price"), the purchaser will be treated as having purchased a Bond with market discount subject to the market discount rules of the Code (unless a statutory *de minimis* rule applies). Accrued market discount is treated as taxable ordinary income and is recognized when a Bond is disposed of (to the extent such accrued discount does not exceed gain realized) or, at the purchaser's election, as it accrues. Such treatment would apply to any purchaser who purchases an OID Bond for a price that is less than its Revised Issue Price. The applicability of the market discount rules may adversely affect the liquidity or secondary market price of such Bond. Purchasers should consult their own tax advisors regarding the potential implications of market discount with respect to the Bonds.

An investor may purchase a Bond at a price in excess of its stated principal amount. Such excess is characterized for federal income tax purposes as "bond premium" and must be amortized by an investor on a constant yield basis over the remaining term of the Bond in a manner that takes into account potential call dates and call prices. An investor cannot deduct amortized bond premium relating to a tax-exempt bond. The amortized bond premium is treated as a reduction in the tax-exempt interest received. As bond premium is amortized, it reduces the investor's basis in the Bond. Investors who purchase a Bond at a premium should consult their own tax advisors regarding the amortization of bond premium and its effect on the Bond's basis for purposes of computing gain or loss in connection with the sale, exchange, redemption or early retirement of the Bond.

There are or may be pending in the Congress of the United States legislative proposals, including some that carry retroactive effective dates, that, if enacted, could alter or amend the federal tax matters referred to above or affect the market value of the Bonds. It cannot be predicted whether or in what form any such proposal might be enacted or whether, if enacted, it would apply to bonds issued prior to enactment. Prospective purchasers of the Bonds should consult their own tax advisors regarding any pending or proposed federal tax legislation. Bond Counsel expresses no opinion regarding any pending or proposed federal tax legislation.

The Internal Revenue Service (the "Service") has an ongoing program of auditing tax-exempt obligations to determine whether, in the view of the Service, interest on such tax-exempt obligations is includible in the gross income of the owners thereof for federal income tax purposes. It cannot be predicted whether or not the Service will commence an audit of the Bonds. If an audit is commenced, under current procedures the Service may treat the Village as a taxpayer and the holders of the Bonds may have no right to participate in such procedure. The commencement of an audit could adversely affect the market value and liquidity of the Bonds until the audit is concluded, regardless of the ultimate outcome.

Payments of interest on, and proceeds of the sale, redemption or maturity of, tax-exempt obligations, including the Bonds, are in certain cases required to be reported to the Service. Additionally, backup withholding may apply to any such payments to any Bond owner who fails to provide an accurate Form W-9 Request for Taxpayer Identification Number and Certification, or a substantially identical form, or to any Bond owner who is notified by the Service of a failure to report any interest or dividends required to be shown on federal income tax returns. The reporting and backup withholding requirements do not affect the excludability of such interest from gross income for federal tax purposes.

Interest on the Bonds is not exempt from present State of Illinois income taxes. Ownership of the Bonds may result in other state and local tax consequences to certain taxpayers. Bond Counsel expresses no opinion regarding any such collateral consequences arising with respect to the Bonds. Prospective purchasers of the Bonds should consult their tax advisors regarding the applicability of any such state and local taxes.

QUALIFIED TAX-EXEMPT OBLIGATIONS

Subject to the Village's compliance with certain covenants, in the opinion of Bond Counsel, the Bonds are "qualified tax-exempt obligations" under the small issuer exception provided under Section 265(b)(3) of the Code, which affords banks and certain other financial institutions more favorable treatment of their deduction for interest expense than would otherwise be allowed under Section 265(b)(2) of the Code.

CERTAIN LEGAL MATTERS

Certain legal matters incident to the authorization, issuance and sale of the Bonds are subject to the approving legal opinion of Chapman and Cutler LLP, as Bond Counsel who has been retained by and acts as Bond Counsel to the Village. Bond Counsel has not been retained or consulted on disclosure matters and has not undertaken to review or verify the accuracy, completeness or sufficiency of this Official Statement or other offering material relating to the Bonds and assumes no responsibility for the statements of information contained in or incorporated by reference in this Official Statement, except that in its capacity as Bond Counsel, Chapman and Cutler LLP has, at the request of the Village, reviewed only those portions of this Official Statement involving the description of the Bonds, the security for the Bonds (excluding forecasts, projections, estimates or any other financial or economic information in connection therewith), the description of the federal tax exemption of interest on the Bonds and the "bank qualified" status of the Bonds. This review was undertaken solely at the request and for the benefit of the Village and did not include any obligation to establish or confirm factual matters set forth herein.

LIMITED CONTINUING DISCLOSURE

Because at the time of the delivery of the Bonds the Village will be an "obligated person" (as such term is defined in Rule 15c2-12 (the "Rule") adopted by the Securities Exchange Commission (the "Commission" under the Exchange Act) with respect to less than $10,000,000 in aggregate amount of outstanding municipal securities, including the Bonds, the Village is required to provide to the Municipal Securities Rulemaking Board (the "MSRB"), as specified in the Rule, annual financial information or operating data regarding the Village which annual financial information and operating data shall include, at a minimum, that annual financial information and operating data which is customarily prepared by the Village and is publicly available. Consequently, pursuant to the Rule, the Village will enter into a Continuing Disclosure Undertaking (the "Undertaking") for the benefit of the beneficial owners of the Bonds to send certain annual financial information and operating data to the MSRB for purposes of the Rule and to provide notice of certain events to the MSRB pursuant to the requirements of Section (b)(5) of the Rule adopted by the Commission under the Exchange Act. No person, other than the Village, has undertaken, or is otherwise expected, to provide continuing disclosure with respect to the Bonds.

The Village failed to file a Reportable Event (as defined below) within the time period specified in prior continuing disclosure agreements for its outstanding General Obligation Bonds, Series 2004 (the "2004 Bonds") and 2006 Bonds for Moody's rating changes of (i) Assured Guaranty Municipal, previously known as Financial Security Assurance, Inc, which is the insurer on the 2004 Bonds; and (ii) CIFG Financial Services, Inc., which is the insurer of the 2006 Bonds. As of the date of this Official Statement, the Village has filed such Reportable Events.

A failure by the Village to comply with the Undertaking will not constitute a default under the Ordinance and beneficial owners of the Bonds are limited to the remedies described in the Undertaking. See "The Undertaking—Consequences of Failure of the Village to Provide Information." A failure by the Village to comply with the Undertaking must be reported in accordance with the Rule and must be considered by any broker, dealer or municipal securities dealer before recommending the purchase or sale of the Bonds in the secondary market. Consequently, such a failure may adversely affect the transferability and liquidity of the Bonds and their market price.

THE UNDERTAKING

The following is a brief summary of certain provisions of the Undertaking of the Village and does not purport to be complete. The statements made under this caption are subject to the detailed provisions of the Undertaking, a copy of which is available upon request from the Village. See Appendix C herein for a copy of the "Form of Continuing Disclosure Undertaking."

Financial Information Disclosure

The Village covenants that it will disseminate its Financial Information (as described below) annually to the MSRB in such manner and format and accompanied by identifying information as is prescribed by the MSRB or the Commission at the time of delivery of such information. The Village is required to deliver such information within 210 days after the last day of the Village's fiscal year (currently April 30). If audited financial statements are not available when the Financial Information is filed, the Village will file unaudited statements and the Village will submit audited financial statements to the MSRB's Electronic Municipal Market Access ("EMMA") system within 30 days after availability to the Village. MSRB Rule G-32 requires all EMMA filings to be in word-searchable PDF format. This requirement extends to all documents to be filed with EMMA, including financial statements and other externally prepared reports.

"Financial Information" means financial statements of the Village as audited annually by independent certified public accountants. The Village's audited financial statements are prepared according to Generally Accepted Accounting Principles as applicable to governmental units (i.e., as subject to the pronouncements of the Governmental Accounting Standards Board and subject to any express requirements of State law).

Reportable Events Disclosure

The Village covenants that it will disseminate in a timely manner (not in excess of ten business days after the occurrence of the Reportable Event) Reportable Events Disclosure to the MSRB in such manner and format and accompanied by identifying information as is prescribed by the MSRB or the Commission or the State at the time of delivery of such information. MSRB Rule G-32 requires all EMMA filings to be in word-searchable PDF format. This requirement extends to all documents filed with EMMA, including financial statements and other externally prepared reports. The "Events" are:

- Principal and interest payment delinquencies
- Non-payment related defaults, if material
- Unscheduled draws on debt service reserves reflecting financial difficulties
- Unscheduled draws on credit enhancements reflecting financial difficulties
- Substitution of credit or liquidity providers, or their failure to perform
- Adverse tax opinions, the issuance by the Internal Revenue Service of proposed or final determinations of taxability, Notices of Proposed Issue (IRS Form 5701-TEB) or other material notices or determinations with respect to the tax status of the security, or other material events affecting the tax-exempt status of the security
- Modifications to the rights of security holders, if material
- Bond calls, if material, and tender offers
- Defeasances
- Release, substitution or sale of property securing repayment of the securities, if material
- Rating changes
- Bankruptcy, insolvency, receivership or similar event of the Village*
- The consummation of a merger, consolidation, or acquisition involving the Village or the sale of all or substantially all of the assets of the Village, other than in the ordinary course of business, the entry into a definitive agreement to undertake such an action or the termination of a definitive agreement to any such actions, other than pursuant to its terms, if material
- Appointment of a successor or additional trustee or the change of name of a trustee, if material

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* This event is considered to occur when any of the following occur: the appointment of a receiver, fiscal agent or similar officer for the Village in a proceeding under the U.S. Bankruptcy Code or in any other proceeding under state or federal law in which a court or governmental authority has assumed jurisdiction over substantially all of the assets or business of the Village, or if such jurisdiction has been assumed by leaving the existing governing body and officials or officers in possession but subject to the supervision and orders of a court or governmental authority, or the entry of an order confirming a plan of reorganization, arrangement or liquidation by a court or governmental authority having supervision or jurisdiction over substantially all of the assets or business of the Village.

Consequences of Failure of the Village to Provide Information

The Village shall give notice in a timely manner to the MSRB of any failure to provide disclosure of Financial Information and Audited Financial Statements when the same are due under the Undertaking.

In the event of a failure of the Village to comply with any provision of the Undertaking, the beneficial owner of any Bond may seek mandamus or specific performance by court order to cause the Village to comply with its obligations under the Undertaking. A default under the Undertaking shall not be deemed a default under the Ordinance, and the sole remedy under the Undertaking in the event of any failure of the Village to comply with the Undertaking shall be an action to compel performance.

Amendment; Waiver

Notwithstanding any other provision of the Undertaking, the Village by ordinance authorizing such amendment or waiver, may amend the Undertaking, and any provision of the Undertaking may be waived, if:

(a) (i) The amendment or the waiver is made in connection with a change in circumstances that arises from a change in legal requirements, including, without limitation, pursuant to a "no-action" letter issued by the Commission, a change in law, or change in the identity, nature, or status of the Village, or type of business conducted; or

(ii) The Undertaking, as amended, or the provision, as waived, would have complied with the requirements of the Rule at the time of the primary offering, after taking into account any amendments or interpretations of the Rule, as well as any change in circumstances; and

(b) The amendment or waiver does not materially impair the interests of the beneficial owners of the Bonds, as determined either by parties unaffiliated with the Village (such as Bond Counsel).

In the event that the Commission or the MSRB or other regulatory authority approves or requires Financial Information or notices of a Reportable Event to be filed with a central post office, governmental agency or similar entity other than the MSRB or in lieu of the MSRB, the Village shall, if required, make such dissemination to such central post office, governmental agency or similar entity without the necessity of amending the Undertaking.

Termination of Undertaking

The Undertaking shall be terminated if the Village shall no longer have any legal liability for any obligation on or relating to repayment of the Bonds under the Ordinance. The Village shall give notice to the MSRB in a timely manner if this paragraph is applicable.

Additional Information

Nothing in the Undertaking shall be deemed to prevent the Village from disseminating any other information, using the means of dissemination set forth in the Undertaking or any other means of communication, or including any other information in any Financial Information or Audited Financial Statements or notice of occurrence of a Reportable Event, in addition to that which is specifically required by the Undertaking. If the Village chooses to include any information from any document or notice of occurrence of a Reportable Event in addition to that which is specifically required by the Undertaking, the Village shall have no obligation under the Undertaking to update such information or include it in any future disclosure or notice of occurrence of a Reportable Event.

Dissemination of Information; Dissemination Agent

When filings are required to be made with the MSRB in accordance with the Undertaking, such filings are required to be made through its EMMA system for municipal securities disclosure or through any other electronic format or system prescribed by the MSRB for purposes of the Rule.

The Village may, from time to time, appoint or engage a Dissemination Agent to assist it in carrying out its obligations under the Undertaking, and may discharge any such Dissemination Agent, with or without appointing a successor Dissemination Agent.

LITIGATION

There is no controversy or litigation of any nature now pending against the Village, or to the knowledge of its officers, threatened, seeking to restrain or enjoin the issuance, sale, execution or delivery of the Bonds, or in any way contesting or affecting the validity of the Bonds or any proceedings of the Village taken with respect to the issuance or sale thereof, or the pledge or application or any moneys or security provided for the payment of the Bonds or the existence of the Village or any of its powers, or the use of the proceeds of the Bonds.

There is no other controversy of any nature now pending against the Village, or to the knowledge of its officers, threatened, which, if successful, would materially adversely affect the operations or financial condition of the Village.

UNDERWRITING

The Bonds have been purchased at a public, competitive sale by ________________ (the "Underwriter") at a price of $_________ (par plus a reoffering premium of $_________ less an Underwriter's discount of $_________). The Underwriter is committed to take and pay for all of the Bonds if any are taken. The Underwriter has represented to the Village that the Bonds have been subsequently re-offered to the public initially at the prices set forth on the inside cover of the Official Statement. The Underwriter reserves the right to join with other dealers and other underwriters in offering the Bonds to the public.

FINANCIAL ADVISOR

Robert W. Baird & Co., Naperville, Illinois (the "Financial Advisor"), has been retained by the Village to provide certain financial advisory services to the Village. The Financial Advisor's fees are expected to be paid from Bond proceeds.

MISCELLANEOUS

Any statements made in this Official Statement involving matters of opinion or of estimates, whether or not so expressly stated, are set forth as such and not as representations of fact, and no representation is made that any of the estimates will be realized. Bond Counsel has not participated in the preparation of this Official Statement and will not pass on its accuracy, completeness or sufficiency. Bond Counsel has not examined or attempted to examine or verify any of the financial or statistical statements or data contained in this Official Statement, and will express no opinion with respect thereto. The execution and delivery of this Official Statement by its President has been duly authorized by the Village.

In accordance with SEC Rule 15c2-12, the Preliminary Official Statement is deemed Final.

OFFICIAL STATEMENT AUTHORIZATION

The Village will provide to the Underwriter at the time of delivery of the Bonds, a certificate confirming to the Underwriter that, to the best of its knowledge and belief, the Official Statement with respect to the Bonds, together with any supplements thereto at the time of delivery of the Bonds, was true and correct in all material respects and did not at any time contain any untrue statement of a material fact or omit to state a material fact required to be stated, where necessary to make the statements therein, in light of the circumstances under which they were made, not misleading.

This Official Statement has been duly executed and delivered by the Village.

Village of La Grange Park, Cook County, Illinois

By: ______________________
/s/ Dr. Jim Discipio
Its: President

DATED: _______, 2014

Village of La Grange Park

BASIC FINANCIAL STATEMENTS AND RELATED NOTES

Fiscal Year Ended April 30, 2014

This Appendix contains the Independent Auditor's Report, and basic financial statements and related notes for the fiscal year ended April 30, 2014. The supplemental financial information for the fiscal year ended April 30, 2014, is available from the Village upon request. The Village has not requested that the auditor, Selden Fox LTD, Certified Public Accountants, Oak Brook, Illinois, update the information contained in Appendix A; nor has the Village requested that the auditor consent to the use of the reports in this Official Statement.

Appendix B

FORM OF APPROVING OPINION

FORM OF CONTINUING DISCLOSURE UNDERTAKING

Appendix D

OFFICIAL NOTICE OF SALE

OFFICIAL NOTICE OF SALE

$__________*
VILLAGE OF LA GRANGE PARK
Cook County, Illinois
General Obligation Refunding Bonds (Alternate Revenue Source), Series 2014

ELECTRONIC BIDS: Electronic bids will be received on _____, 2014, until 10:30 a.m., Central Standard Time by PARITY as agent of the undersigned. For further information about PARITY, including any fee charged, bidders may contact PARITY, at 1359 Broadway, 2nd Floor, New York, New York 10018, Telephone (212) 849-5021. If any provision of the Official Notice of Sale shall conflict with information provided by PARITY as the approved provider of electronic bidding services, this Official Notice of Sale shall control.

SEALED BIDS: Sealed bids for the purchase of the above bonds will also be received on the same date and until the same time as Electronic Bids by the undersigned at the offices of the Village of La Grange Park ("Village") Financial Advisor, Robert W. Baird & Co. ("Baird"), located at 300 E. Fifth Avenue, Suite 200, Naperville, Illinois 60563, at which time and place the bids will be publicly opened and read.

FAXED BIDS: Bidders may submit bids by fax to Baird at fax number (630) 848-6450, Attention: Dalena Welkomer; **provided that** faxed bids must arrive before the time of sale and the bidder bears all risks of transmission failure.

BOND DETAILS: The General Obligation Refunding Bonds (Alternate Revenue Source), Series 2014 (the "Bonds") will be fully registered Bonds of the denomination of $5,000 each or any whole multiple thereof, dated the date of delivery, numbered in order of their registration, and will bear interest from their date payable on June 1, 2015, and semi-annually thereafter on the first day of June and December of each year.

The Bonds will mature on December 1 in each year as follows:

YEAR	AMOUNT *	YEAR	AMOUNT *
2015	$	2021	$
2016		2022	
2017		2023	
2018		2024	
2019		2025	
2020			

* The Village reserves the right, after bids are opened and prior to the award, to increase or reduce the principal amount of the Bonds offered for sale. Any such increase or reduction will be made in multiples of $5,000 in any maturity. In the event the principal amount is increased or reduced, any premium offered or any discount taken by the successful bidder will be increased or reduced by a percentage equal to the percentage by which the principal amount of the Bonds is increased or reduced.

TERM BOND OPTION: The initial purchaser of the Bonds shall have the option of designating any one or more maturities of bonds as serial bonds or term bonds, or both. If a bidder designates bonds as term bonds, the principal amounts shown above for the designated years shall represent a mandatory redemption requirement for a term bond or a term bond maturity as designated by the bidder. In any event, the principal amounts set forth above shall be represented by either serial bond maturities or mandatory redemption requirements or a combination of both, in the years and in the amounts set forth, at par. If the winning bidder does not designate Bonds as term bonds within 24 hours of the sale, then the maturities shown above shall be serial maturities.

PRIOR REDEMPTION:

A. Mandatory Redemption. Bonds designated as term bonds shall be subject to mandatory redemption at par and accrued interest on the dates and in the amounts corresponding to the annual principal maturities hereinbefore set forth. The Bonds or portions of Bonds to be redeemed shall be selected by lot.

B. Optional Redemption. The Bonds maturing on or after December 1, 20__, are subject to redemption prior to maturity at the option of the Village from any available funds on December 1, 20__, and any date thereafter, in whole or in part, and if in part, in any order of their maturity as determined by the Village (less than all of the Bonds of a single maturity to be selected by the Bond Registrar) at a redemption price of par plus accrued interest to the date fixed for redemption.

TAX TREATMENT: Subject to compliance by the Village with certain covenants, in the opinion of Bond Counsel, 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 federal alternative minimum tax for individuals and corporations, but such interest is taken into account in computing an adjustment used in determining the federal alternative minimum tax for certain corporations. Interest on the Bonds is not exempt from present State of Illinois income taxes.

INTEREST RATE AND BIDDING DETAILS: The Bonds shall bear interest at a rate or rates not exceeding 6% per annum, to be fixed by the bids therefore expressed in multiples of 1/8 or 1/20 of 1%, or both. Interest shall be computed using a 360 day year consisting of twelve 30 day months. The interest on any one bond shall be at one rate only. All bonds maturing in any one year must carry the same interest rate. The difference between the highest and lowest interest rate on the Bonds shall not exceed five percentage points. No proposal for the purchase of less than all of the Bonds or at a price less than 98% of their par value will be considered. THE INTEREST RATE BORNE BY BONDS MATURING AFTER DECEMBER 1, 2015 MUST BE EQUAL TO OR GREATER THAN THE INTEREST RATE BORNE BY BONDS MATURING IN THE RESPECTIVE PRECEDING YEAR.

DTC BOOK-ENTRY-ONLY: The Bonds are being initially offered as registered in the name of Cede & Co., as Registered Owner and nominee for The Depository Trust Company, New York, New York ("DTC") under DTC's Book-Entry-Only system of registration. Purchasers of interests in the Bonds (the "Beneficial Owners") will not receive physical delivery of bond certificates and ownership by the Beneficial Owners of the Bonds will be evidenced by book-entry-only. As long as Cede & Co. is the Registered Owner of the Bonds as nominee of DTC, payments of principal and interest will be made directly to such Registered Owner which will in turn remit such payments to the DTC participants for subsequent distribution to the Beneficial Owners. It will be the responsibility of the purchaser to obtain DTC eligibility. Failure of the purchaser to obtain DTC eligibility shall not constitute cause for a failure or refusal by the purchaser to accept delivery of and pay for the Bonds.

PAYING AGENT AND REGISTRATION: Principal shall be payable at the designated office of U.S. Bank National Association as Paying Agent (which shall also act as transfer agent and bond registrar) or such other Paying Agent as the Village may from time to time hereafter designate by notice mailed to the Registered Owner not less than 60 days prior to the next interest payment date. Interest shall be paid when due to the Registered Owner as shown by the registration books of the Village as of the 15th day of the month prior to any interest payment date. The Bonds will be transferable only upon the registration books of the Village kept by the Paying Agent.

PURPOSE AND SECURITY: The Bonds are issued pursuant to the Constitution and laws of the State of Illinois, the Illinois Municipal Code, as supplemented and amended, the Local Debt Reform Act, as amended, and pursuant to an Ordinance adopted by the President and Board of Trustees of the Village on October 28, 2014 as supplemented by a notification of sale. Proceeds from the sale of the Bonds will be used to (i) currently refund a portion of the Village's outstanding General Obligation Bonds, Series 2006 and (ii) pay the costs of issuance of the Bonds.

In the opinion of Bond Counsel, the Bonds are valid and legally binding upon the Village and are payable from (i) the net revenues derived from the Sewerage System of the Village and (ii) ad valorem taxes levied against all of the taxable property in the Village 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.

GOOD FAITH: A certified or cashier's check drawn upon an incorporated bank or trust company or a wire transfer, in the amount of $_______*, payable to the Village will be required of the successful bidder as a guarantee of good faith on the part of the bidder, to be forfeited as liquidated damages if the bidder fails to take up and pay for the Bonds. The successful bidder is required to submit its good faith deposit to the Village as instructed by the Village or its Financial Advisor no later than 12:00 p.m. Central Standard Time, on the next business day following the award of the Bonds. The good faith deposit will be deposited into the Village's funds and payment of the balance of the purchase price of the Bonds shall be made at the closing. No interest shall be allowed on the good faith check.

*Preliminary, subject to change.

AWARD OF BONDS – TRUE INTEREST COST: The Bonds will be awarded to the bidder whose bid produces the lowest true interest cost to the Village. True interest cost will be computed by determining the single interest rate (compounded on ________, ____ and semi-annually thereafter) necessary to discount the debt service payments from the payment dates thereof ________, ____, in an amount equal to the price bid, excluding accrued interest.

LEGAL OPINION: Bids shall be conditioned upon the approving opinion of Chapman and Cutler LLP, Chicago, Illinois ("Bond Counsel"), which will be furnished without expense to the purchaser of the Bonds at the delivery thereof. The fees of Bond Counsel for services rendered in connection with such approving opinion are expected to be paid from bond proceeds. Except to the extent necessary to issue its approving opinion as to the validity of the Bonds, Bond Counsel has made no inquiry as to any financial information, statements or material contained in any financial documents, statements or materials that have been or may be furnished in connection with the authorization, issuance or marketing of the Bonds, including specifically the Official Statement, and accordingly will not express any opinion with respect to the accuracy or completeness of any such financial information, statements or materials.

By submitting a bid, any bidder makes the representation that it understands Bond Counsel represents the Village in the Bond transaction and, if such bidder has retained Bond Counsel in an unrelated manner, such bidder consents and waives any conflict of interest 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.

DELIVERY OF BONDS: The Village will furnish Bonds ready for execution at its expense. Bonds will be delivered without expense to the purchaser through DTC. (Payment for the Bonds shall be made in Federal Reserve Funds). The usual closing documents, including a certificate that no litigation is pending affecting the issuance of the Bonds, will be delivered at the time of the delivery of the Bonds. If the Bonds are not tendered for delivery by twelve o'clock noon, Central Standard Time, on the 45th day following the date of sale, or the first business day thereafter if the 45th day is not a business day, the successful bidder may on that day or any time thereafter until delivery of the Bonds, withdraw his proposal by serving notice of cancellation, in writing, on the undersigned in which event the Village shall promptly return the good faith deposit.

CERTIFICATION: Upon the delivery of the Bonds, the successful bidder will be required to furnish a certificate, in form acceptable to Bond Counsel, as to the "issue price" of the Bonds.

CUSIP: The successful bidder will request the assignment of CUSIP numbers for each maturity of the Bonds. All expenses for the printing of CUSIP numbers, including the CUSIP Service Bureau charge for the assignment of said numbers, shall be the responsibility of and shall be paid for by the successful bidder.

OFFICIAL STATEMENT: Copies of the Preliminary Official Statement may be obtained by contacting the Financial Advisor at the address referred to below. The Preliminary Official Statement is in a form deemed final as of its date by the Village for purposes of SEC Rule 15c2-12 (the "Rule"), but is subject to revision, amendment and completion of a final Official Statement.

The successful bidder shall supply to the Village, within twenty-four (24) hours after the award of the Bonds, all pricing information and any underwriter identification determined by Bond Counsel to be necessary to complete the final Official Statement. The Village will furnish to the successful bidder, with a reasonable number of the final Official Statements within seven business days after the award of the Bonds. Additional copies will be supplied upon the bidder's agreement to pay the costs incurred by the Village for those additional copies. Requests for additional copies of the Official Statement must be made to the Financial Advisor within 24 hours of the award of the Bonds.

CONTINUING DISCLOSURE: As described more fully in the Official Statement, the Village agrees to provide or cause to be provided, in accordance with the requirements of the Rule, audited financial statements for the preceding fiscal year (or if audited financial statements are not available, unaudited financial statements), generally consistent with the information contained or cross-referenced in the Official Statement relating to the Bonds, (ii) timely notice of the occurrence of certain material events with respect to the Bonds, and (iii) timely notice of a failure by the Village to provide the required annual financial information on or before the date specified in (i) above.

BOND RATING: The Bonds have been rated "___" by ____________. No application was made to any other rating agency for a rating on the Bonds.

FINANCIAL CONSULTANT: Further information with respect to the Bonds may be obtained from Robert W. Baird & Co., 300 E. Fifth Avenue, Suite 200, Naperville, Illinois 60563. Telephone: (630) 778-9100, Fax: (630) 848-6450.

THE RIGHT IS RESERVED TO REJECT ANY OR ALL BIDS AND TO WAIVE IRREGULARITIES.

ENVELOPES containing the bids should be plainly marked "Proposal for Village of La Grange Park 2014 Bonds."

Dr. Jim Discipio
Village President

OFFICIAL BID FORM

Village President and Board of Trustees ______, 2014
Village of La Grange Park
Cook County, Illinois

Ladies and Gentlemen:

Subject to all the provisions of your Official Notice of Sale, which is expressly made a part of this bid, we offer to purchase $_________ General Obligation Refunding Bonds (Alternate Revenue Source), Series 2014 (the "Bonds"), dated as of the date of delivery, as described in said Notice, for the sum of $___________ (which is not less than 98% of the par amount of the Bonds, such Bonds to bear interest at the following rate per annum:

Maturity December 1	Amount [(1)]	Rate	Expected Reoffering Price [(2)]	Maturity December 1	Amount [(1)]	Rate	Expected Reoffering Price [(2)]
2015	$	______%	______%	2021	$	______%	______%
2016		______%	______%	2022		______%	______%
2017		______%	______%	2023		______%	______%
2018		______%	______%	2024		______%	______%
2019		______%	______%	2025		______%	______%
2020		______%	______%				

[(1)] The Village reserves the right, after bids are opened and prior to the award, to increase or reduce the principal amount of the Bonds offered for sale. Any such increase or reduction, any premium offered or any discount taken by the successful bidder will be increased or reduced by a percentage equal to the percentage by which the principal amount of the Bonds is increased or reduced.
[(2)] The first price at which 10% of the Bonds of that maturity are reasonably expected to be sold to the public, excluding bond houses, brokers, or similar persons or organizations acting in the capacity of underwriters, placement agents or wholesalers.

The following have been designated as Term Bonds.

Year	Mandatory Redemptions	Year	Mandatory Redemptions
______	From_____ To_____	______	From_____ To_____

Said Bonds are to be accompanied by the unqualified approving legal opinion of Chapman and Cutler LLP, and a certificate evidencing that no litigation is pending against the Village, which will affect the validity of these Bonds. The Village's Attorney's fees, Bond Counsel and rating fees are to be paid by the Village.

Enclosed herewith is a certified or cashier's check or wire transfer in the amount of $___ payable to said Village as a guarantee of good faith, to be applied in accordance with the Notice of Sale if this bid is accepted, otherwise to be promptly returned.

____
Managing Underwriter

Direct Contact and Phone Number: ______________________________

By: ______________________________

-Please attach a list of account members -

For your information, but not as a condition of this bid, the above interest rates results in:

True Interest Cost $_______ True Interest Rate _______%

The foregoing offer is hereby accepted this __th day of ______ 2014 by the Board of Trustees and in recognition therefore is signed by the Officers empowered and authorized to make such acceptance.

______________________________ ______________________________
Designated Officer Designated Officer

Village Board Agenda Memo

Date: October 7, 2014

To: Finance Committee Chair Patricia Rocco
Village President and Board of Trustees

From: Larry Noller, Finance Director
Julia Cedillo, Village Manager

Re: **2014 Property Tax Levy Estimate**

PURPOSE

To approve an estimate of the amount of property taxes to be levied by the Village for 2014 as required by the Truth in Taxation Law.

BACKGROUND

The Truth in Taxation Law requires that the Village Board estimate the amount of property taxes it will levy at least 20 days prior to the adoption of the tax levy. The Village's 2014 tax levy ordinance will be reviewed at the November 11 workshop and then placed on the agenda for Board approval at its November 25 meeting.

The Village's annual property tax levy is restricted by the Illinois Property Tax Extension Limitation Law (PTELL). The PTELL limits the amount the Village may increase the operating levy each year to the lesser of 5% or the change in the Consumer Price Index (CPI). For the 2014 levy, the PTELL CPI change is 1.5% and is therefore the limiting factor.

The PTELL allows the Village to collect additional property taxes on any new construction value. As we do not know the amount of new value until well after the final tax levy is due, the Village estimates a levy that is greater than allowed by PTELL and the County will reduce the levy to the allowed amount.

The Village's levy estimate for 2014 is $3,503,980 which is 4.9% above the 2013 levy extension of $3,340,305. Due to the PTELL, the final extension increase will be much closer to the 1.5% adjustment in CPI. Since the estimated amount is less than a 5% increase, a public hearing is not required under the Truth in Taxation Law.

STAFF RECOMMENDATION

Staff recommends the Village Board approve the following motion at the October 28 Board meeting.

ACTION REQUESTED

Motion that the President and Village Board of Trustees estimate that the amount necessary to be raised from the 2014 property tax levy for the 2014/15 fiscal year is $3,503,980; which amount is less than 5% greater than the amount of taxes extended for 2013.

DOCUMENTATION

- PTELL CPI History
- 5 Year History of Village Property Tax Levies

Illinois Dept. of Revenue
History of CPI's Used for the PTELL
01/21/2014

Year	December CPI-U	% Change From Previous December	% Use for PTELL	Comments	Levy Year	Years Taxes Paid
1991	137.900	--				
1992	141.900	2.9%	2.9%		1993	1994
1993	145.800	2.7%	2.7%	(5 % for Cook)	1994	1995
1994	149.700	2.7%	2.7%		1995	1996
1995	153.500	2.5%	2.5%		1996	1997
1996	158.960	3.6%	3.6%		1997	1998
1997	161.300	1.5%	1.5%		1998	1999
1998	163.900	1.6%	1.6%		1999	2000
1999	168.300	2.7%	2.7%		2000	2001
2000	174.000	3.4%	3.4%		2001	2002
2001	176.700	1.6%	1.6%		2002	2003
2002	180.900	2.4%	2.4%		2003	2004
2003	184.300	1.9%	1.9%		2004	2005
2004	190.300	3.3%	3.3%		2005	2006
2005	196.800	3.4%	3.4%		2006	2007
2006	201.800	2.5%	2.5%		2007	2008
2007	210.036	4.08%	4.1%		2008	2009
2008	210.228	0.1%	0.1%		2009	2010
2009	215.949	2.7%	2.7%		2010	2011
2010	219.179	1.5%	1.5%		2011	2012
2011	225.672	3.0%	3.0%		2012	2013
2012	229.601	1.7%	1.7%		2013	2014
2013	233.049	1.5%	1.5%		2014	2015

Village of La Grange Park
5 Year Property Tax History

Levy Year	PTELL CPI	Levy	$ Change	% Change	Equalized Assessed Value	EAV Increase/(Decrease)	
2013	1.7%	$ 3,340,305	$ 59,666	1.8%	$ 317,519,480	$ (18,611,566)	-5.5%
2012	3.0%	$ 3,280,639	$ 99,815	3.1%	$ 336,131,046	$ (27,391,646)	-7.5%
2011	1.5%	$ 3,180,824	$ 67,162	2.2%	$ 363,522,692	$ (71,346,283)	-16.4%
2010	2.7%	$ 3,113,662	$ 92,369	3.1%	$ 434,868,975	$ 6,316,815	1.5%
2009	0.1%	$ 3,021,293	$ 15,631	0.5%	$ 428,552,160	$ 28,330,846	7.1%

Items of Interest

VILLAGE OF LA GRANGE PARK
La Grange Park Village Hall, 447 N. Catherine Ave., La Grange Park, Illinois

State of the Village Address	**Thursday, November 6th**
Village Hall Boardroom	**7:00 pm**

2014 MEETINGS REMINDER

November 11, 2014	Work Session Meeting	7:30 p.m.	Village Hall
November 25, 2014	Village Board Meeting	7:30 p.m.	Village Hall
December 9, 2014	Work Session Meeting	7:30 p.m.	Village Hall