



## Village of Oak Lawn

9446 S. Raymond Avenue, Oak Lawn, IL 60453

December 12, 2023

To: Oak Lawn Regional Water System Community

From: Village of Oak Lawn

Re: Final Changes to the Conforming Agreements (Based on Municipal Feedback):

Based on feedback received from member communities, below are the final revisions to the Conforming Agreement. Below are the key sections changing and background on why the edit is needed.

1. Section 13.E. – Southeast Customers wanted to clarify that agreement must be made by two of the three municipalities to proceed with the “Redundancy Project” before Oak Lawn proceeds with the design Engineering.
2. Exhibit O – Due to the higher-than-expected construction cost bid for BP5, the maximum principal on bonds directly related to the construction of project is increased by \$20,000,000. All series bonds for the 2013 RWS Improvement Project overall is going up \$10,000,000. Finally, the maximum annual debt service needs to be increased \$500,000. These increases will allow enough buffer to complete financing of the currently planned 2013 Regional Water Improvements and the Southeast Redundancy Project.

The below table has the proposed Chapman / Cutler wording changes originally shared and new proposed language in red.

<b>Section</b>	<b>Current Proposed Wording</b>	<b>Edit / Change Made</b>
Section 13.E. Coordination and Completion of the 2013 Regional System	For the purpose of additional redundancy for the Oak Lawn Regional Water System, Tinley Park has agreed to allow a permanent 24-inch	For the purpose of additional redundancy for the Oak Lawn Regional Water System, Tinley Park has agreed to allow a permanent

Section	Current Proposed Wording	Edit / Change Made
<p>Improvements and Future Projects (<i>For SE customers it is Section E.</i>)</p>	<p>connection to the Tinley Park Branch System at approximately 183rd Street and Ridgeland Ave. and the use of the Tinley Park Branch System coming from Booster Station #2 (the “<i>Southeast System Redundancy Project</i>”). Additional water meters shall be installed if needed for exact water usage determinations. When the Southeast System Customers determine and mutually approve the Southeast System Redundancy Project improvements, then Oak Lawn shall begin the design process.</p>	<p>24-inch connection to the Tinley Park Branch System at approximately 183rd Street and Ridgeland Ave. and the use of the Tinley Park Branch System coming from Booster Station #2 (the “<i>Southeast System Redundancy Project</i>”). Additional water meters shall be installed if needed for exact water usage determinations. When <b>at least two of the Southeast System Customers</b> determine and mutually approve the Southeast System Redundancy Project improvements, then Oak Lawn shall begin the design process.</p>
<p>Exhibit O "Financing Plan and Parameters Oak Lawn Regional Water System "New Series Bonds" for "2013 Regional System Improvements" Section III.A.</p>	<p>The maximum principal amount of Bonds issued to pay the costs of acquiring and constructing the Project, including the costs of all lands and rights in land and water, and other necessary or advisable capital expenditures related thereto, and all costs of engineering related to the Project, shall not exceed such principal amount as will produce not in excess of \$295,000,000 of proceeds.</p>	<p>The maximum principal amount of Bonds issued to pay the costs of acquiring and constructing the Project, including the costs of all lands and rights in land and water, and other necessary or advisable capital expenditures related thereto, and all costs of engineering related to the Project, shall not exceed such principal amount as will produce not in excess of <del>\$295,000,000</del> <b>\$315,000,000</b> of proceeds.</p>

<b>Section</b>	<b>Current Proposed Wording</b>	<b>Edit / Change Made</b>
Exhibit O "Financing Plan and Parameters Oak Lawn Regional Water System "New Series Bonds" for "2013 Regional System Improvements" Section III.C.	The maximum principal amount of Bonds of all series, including any series of refunding Bonds, which may be outstanding at any one time shall not exceed \$317,000,000.	The maximum principal amount of Bonds of all series, including any series of refunding Bonds, which may be outstanding at any one time shall not exceed <del>\$317,000,000</del> \$327,000,000.
Exhibit O "Financing Plan and Parameters Oak Lawn Regional Water System "New Series Bonds" for "2013 Regional System Improvements" Section VI.	Planned maximum annual debt service shall not exceed \$23,500,000. However, Bonds may become due resulting in greater debt service than that amount with the intention of refunding such Bonds (such obligations may have what is referred to as "bullet" maturities).	Planned maximum annual debt service shall not exceed <del>\$23,500,000</del> \$24,000,000. However, Bonds may become due resulting in greater debt service than that amount with the intention of refunding such Bonds (such obligations may have what is referred to as "bullet" maturities).

Regards,

John Spatz  
RWS Consultant

Jerry Dillon  
Assistant Village Manager, Village of Oak Lawn