

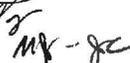
Public Hearing
Notice Of Intent To Issue
Bonds And Right To File A
Petition

Tuesday, June 24, 2025 at 7:30 p.m.
During the Regular Village Board Meeting

Village Board Agenda Memo

Date: June 24, 2025

To: Village President and Board of Trustees

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

Re: Public hearing for alternate revenue bonds

PURPOSE

Hold a public hearing required for the Village to issue alternate revenue source bonds not to exceed \$5,000,000 for the Central Area Sewer Separation project.

GENERAL BACKGROUND

At the February 25, 2025 meeting, the Village Board approved a Resolution of Intent to proceed with constructing the Central Area Sewer Separation Project. The resolution accepted \$4 million in funding assistance from the Metropolitan Water Reclamation District and committed the Village to issue up to \$5 million in bonds to support the project. Additional grants and Village cash reserves will provide the remaining funds necessary for the project.

The debt service for the proposed bonds will be paid from sewer fees collected from the Village's sewer system customers. The Village is currently paying approximately \$390,000 per year in debt service for bonds originally issued in 2006 for sewer projects. That debt service will end in 2025. The annual debt service on the proposed bonds is anticipated to be approximately equal to the current debt service, therefore no increase in the sewer rate is required to support the new debt service.

The Village Board approved an ordinance authorizing the issuance of the bonds at the May 27, 2025 meeting and an order calling a public hearing as required by the Bond Notification Act.

STAFF RECOMMENDATION

Staff recommends the Village Board hold a public hearing at the June 24, 2025 Village Board meeting.

ACTION REQUESTED

Hold a public hearing concerning the intent of the Village Board to sell not to exceed \$5,000,000 General Obligation Bonds (Alternate Revenue Source) to pay the costs of improving the sewerage system of the Village.

DOCUMENTATION

- Bond issuance timeline
- Bond Analysis

Village of La Grange Park, IL
General Obligation Bonds (Alternate Revenue Source), Series 2025

Time and Responsibility Schedule*
As of May 5, 2025

Role	Participant	Abbreviation
Issuer	Village of La Grange Park	Village
Bond Counsel	Chapman and Cutler LLP	BC
Municipal Advisor	Robert W. Baird & Co.	MA
Underwriter	TBD	UW

May 2025							June 2025							July 2025							August 2025						
S	M	T	W	T	F	S	S	M	T	W	T	F	S	S	M	T	W	T	F	S	S	M	T	W	T	F	S
				1	2	3	1	2	3	4	5	6	7	6	7	8	9	10	11	12	3	4	5	6	7	8	9
4	5	6	7	8	9	10	8	9	10	11	12	13	14	13	14	15	16	17	18	19	10	11	12	13	14	15	16
11	12	13	14	15	16	17	15	16	17	18	19	20	21	20	21	22	23	24	25	26	17	18	19	20	21	22	23
18	19	20	21	22	23	24	22	23	24	25	26	27	28	27	28	29	30	31	24	25	26	27	28	29	30		
25	26	27	28	29	30	31	29	30													31						

Village Board meets second and fourth Tuesday of each month

Week	Task	Responsible Participant(s)
Week of May 5	Distribute BINA documents and Ordinance setting forth the intent to issue Alternate Bonds.	BC
May 13	Baird and Chapman to attend Village Board meeting to discuss schedule for alternate revenue source bonds and voted bonds.	All
May 27	Adopt Ordinance setting forth the intent to issue Alternate Bonds. Sign Order calling the BINA hearing.	Village
Week of June 2	Distribute first draft of POS.	MA
Week of June 2	Distribute first draft of Parameters Ordinance.	BC
By June 7	Authorizing Ordinance and notice of BINA hearing published. (Publication of Authorizing Ordinance starts the 30-day petition period.) (Publication must be 7-30 days before the BINA Hearing.)	Village
Week of June 9	Receive comments on draft of POS.	All
Week of June 16	Distribute second draft of POS.	MA
Week of June 16	Send draft documents to rating agency.	MA
Week of June 16	Receive comments on draft Parameters Ordinance.	All
Week of June 23	Receive comments on second draft of POS.	All
June 24	Hold BINA Hearing at Village Board meeting. (7-30 days after the notice published.)	Village
Week of June 30 or July 7	Conference call with the rating agency and due diligence session.	Village & MA
By July 7	Back-door petition period expires. (30 days after notice is published in local newspaper.)	-

*Preliminary subject to change.

**Village of La Grange Park, IL
General Obligation Bonds (Alternate Revenue Source), Series 2025**

**Time and Responsibility Schedule*
As of May 5, 2025**

Role	Participant	Abbreviation
Issuer	Village of La Grange Park	Village
Bond Counsel	Chapman and Cutler LLP	BC
Municipal Advisor	Robert W. Baird & Co.	MA
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May 2025							June 2025							July 2025							August 2025						
S	M	T	W	T	F	S	S	M	T	W	T	F	S	S	M	T	W	T	F	S	S	M	T	W	T	F	S
				1	2	3	1	2	3	4	5	6	7			1	2	3	4	5					1	2	
4	5	6	7	8	9	10	8	9	10	11	12	13	14	6	7	8	9	10	11	12	3	4	5	6	7	8	9
11	12	13	14	15	16	17	15	16	17	18	19	20	21	13	14	15	16	17	18	19	10	11	12	13	14	15	16
18	19	20	21	22	23	24	22	23	24	25	26	27	28	20	21	22	23	24	25	26	17	18	19	20	21	22	23
25	26	27	28	29	30	31	29	30						27	28	29	30	31			24	25	26	27	28	29	30
														31							31						

Village Board meets second and fourth Tuesday of each month

Week	Task	Responsible Participant(s)
Week of July 7	Distribute third draft of POS.	MA
July 8	Discussion of Parameters Ordinance at Village Board meeting.	Village
Week of July 14	Receive rating.	MA
July 22	Adopt Parameters Ordinance at Village Board meeting. (Must occur after back-door petition period expires.)	Village
July 24	Post POS.	MA
Week of July 28	Competitive sale of bonds.	Village & MA
Week of July 28	Distribute draft of Final Official Statement (“FOS”).	MA
Week of August 4	Receive comments and Post FOS.	MA
Week of August 18	Bond closing.	All

*Preliminary subject to change.

Village of LaGrange Park, Illinois

Hypothetical Illustration for General Obligation Bonds (ARS), Series 2025 \$5 Million for Sewer Projects

Bond Year Ending December 1	Existing Debt Service ⁽¹⁾	General Obligation Bonds (ARS), Series 2025 ⁽²⁾					Aggregate New Debt Service
		Principal	Assumed Rate	Assumed Yield	Assumed Interest	Total Debt Service	
		<i>(12/1)</i>	<i>(6/1 & 12/1)</i>				
2025	\$386,650						\$386,650
2026		\$85,000	5.000%	3.320%	\$310,500	\$395,500	\$395,500
2027		\$155,000	5.000%	3.320%	\$238,750	\$393,750	\$393,750
2028		\$165,000	5.000%	3.340%	\$231,000	\$396,000	\$396,000
2029		\$170,000	5.000%	3.380%	\$222,750	\$392,750	\$392,750
2030		\$180,000	5.000%	3.440%	\$214,250	\$394,250	\$394,250
2031		\$190,000	5.000%	3.490%	\$205,250	\$395,250	\$395,250
2032		\$200,000	5.000%	3.600%	\$195,750	\$395,750	\$395,750
2033		\$210,000	5.000%	3.630%	\$185,750	\$395,750	\$395,750
2034		\$220,000	5.000%	3.750%	\$175,250	\$395,250	\$395,250
2035		\$230,000	5.000%	3.830%	\$164,250	\$394,250	\$394,250
2036		\$245,000	5.000%	4.000%	\$152,750	\$397,750	\$397,750
2037		\$255,000	5.000%	4.100%	\$140,500	\$395,500	\$395,500
2038		\$270,000	5.000%	4.150%	\$127,750	\$397,750	\$397,750
2039		\$280,000	5.000%	4.240%	\$114,250	\$394,250	\$394,250
2040		\$295,000	5.000%	4.350%	\$100,250	\$395,250	\$395,250
2041		\$310,000	5.000%	4.460%	\$85,500	\$395,500	\$395,500
2042		\$325,000	5.000%	4.570%	\$70,000	\$395,000	\$395,000
2043		\$340,000	5.000%	4.640%	\$53,750	\$393,750	\$393,750
2044		\$360,000	5.000%	4.690%	\$36,750	\$396,750	\$396,750
2045		\$375,000	5.000%	4.740%	\$18,750	\$393,750	\$393,750
		<u>\$4,860,000</u>	<u>\$3,043,750</u> <u>\$7,903,750</u>				<u>\$8,290,400</u>

Assumed Sources and Uses

Sources of Funds

Par Amount	\$4,860,000
Reoffering Premium	\$268,768
Total Sources	\$5,128,768

Uses of Funds

Deposit to Project Fund	\$5,000,000
Assumed Costs of Issuance ⁽³⁾	\$128,768
Total Uses of Funds	\$5,128,768

Potential True Interest Cost ⁽⁴⁾	4.39%
Potential True Interest Cost -10 Basis Points ⁽⁴⁾	4.29%
Potential True Interest Cost +10 Basis Points ⁽⁴⁾	4.49%

(1) Represents the Village's outstanding Series 2014, which is fully abated and paid for by sewer fees similar to the proposed bonds. Does not include Series 2016.

(2) This illustration represents a mathematical calculation of potential interest cost, assuming hypothetical rates based on current bank qualified rates for general obligation bonds rated AA+ as of May 5, 2025. Actual rates may vary. If actual rates are higher than those assumed, the interest cost would be higher. This illustration provides information and is not intended to be a recommendation, proposal or suggestion for a financing or otherwise be considered as advice. Structure assumes twenty year amortization, dated date of August 21, 2025 and first interest payment of June 1, 2026. Preliminary, subject to change.

(3) Assumed costs of issuance of \$25 per \$1,000 of bonds. Preliminary, subject to change.

(4) True Interest Cost is the rate of interest, compounded semi-annually, required to discount the payments of principal and interest to bondholders to the original purchase price.

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Robert W. Baird & Co.
G-17 Disclosures as Financial Advisor

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If Baird is hired as financial advisor in connection with an issuance of municipal securities, Baird will provide municipal advisory services with respect to the issuance of municipal securities, including advice, recommendations and other assistance regarding the structure, timing, terms and other similar matters concerning the particular issuance of municipal securities for which you may be considering. As such, Baird will serve as a fiduciary and act solely in your best interest. Baird's fiduciary duties as your financial advisor will include the duty of care and the duty of loyalty. Under MSRB Rule G-23, if Baird is hired as financial advisor with respect to an issuance of municipal securities, Baird will not be able to serve as underwriter or placement agent for that issuance.

Should you want Baird serve in a different capacity, such as underwriter or placement agent, you should notify Baird of such decision immediately and Baird will provide additional disclosures to you which will describe the role of underwriter or placement agent and explain any actual or potential conflicts of interest inherent in that role.

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ORDER CONFIRMATION (CONTINUED)

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Status: New

PUBLIC NOTICE

NOTICE OF INTENT TO ISSUE BONDS AND RIGHT TO FILE A PETITION

Notice is hereby given that pursuant to Ordinance No. 1260, adopted May 27, 2025 (the "Ordinance"), the Village of La Grange Park, Cook County, Illinois (the "Village"), intends to issue its Sewerage Revenue Bonds (the "Revenue Bonds") or, in lieu thereof, its General Obligation Bonds (Sewerage System Alternate Revenue Source) (the "Alternate Bonds") in the principal amount of not to exceed \$5,000,000, and bearing interest per annum at not to exceed the maximum rate authorized by law at the time of the sale thereof, for the purpose of paying the costs of improving the sewerage system of the Village (the "System"). The revenue source that will be pledged to the payment of the principal of and interest on the Alternate Bonds will be the net revenues of the System. If such revenue source is insufficient to pay the Alternate Bonds, ad valorem property taxes levied upon all taxable property in the Village without limitation as to rate or amount are authorized to be extended to pay the principal of and interest on the Alternate Bonds. A complete copy of the Ordinance follows this notice.

Notice is hereby further given that if a petition signed by 1,019 or more electors of the Village (the same being equal to 10% of the registered voters of the Village) asking that the question of improving the System, as provided in the Ordinance, and the issuance of the Revenue Bonds therefor, be submitted to the electors of the Village is filed with the Village Clerk within thirty (30) days after the date of publication of the Ordinance and this notice, an election on the proposition to issue the Revenue Bonds shall be held on the 17th day of March, 2026. The Circuit Court may declare that an emergency referendum should be held prior to said election date pursuant to the provisions of Section 2A-1.4 of the Election Code of the State of Illinois, as amended (the "Election Code"). If no such petition is filed within said thirty (30) day period, then the Village shall thereafter be authorized to issue the Revenue Bonds for the purposes hereinabove provided.

Notice is hereby further given that if a petition signed by 764 or more electors of the Village (being equal to the greater of (i) 7.5% of the registered voters in the Village or (ii) 200 of those registered voters or 15% of those registered voters, whichever is less) asking that the issuance of the Alternate Bonds be submitted to referendum is filed with the Village Clerk within thirty (30) days after the date of publication of this notice, an election on the proposition to issue the Alternate Bonds shall be held on the 17th day of March, 2026. The Circuit Court may declare that an emergency referendum should be held prior to said election date pursuant to the provisions of Section 2A-1.4 of the Election Code. If no such petition is filed within said thirty (30) day period, then the Village shall thereafter be authorized to issue the Alternate Bonds for the purposes hereinabove provided.

The forms of petitions are available to any individual requesting one from the office of the Village Clerk.

By order of the President and Board of Trustees of the Village.
Dated this 27th day of May, 2025.

Meghan Kool
Village Clerk, Village of La Grange Park,
Cook County, Illinois
ORDINANCE NO. 1260

AN ORDINANCE authorizing the issuance of Sewerage Revenue Bonds of the Village of La Grange Park, Cook County, Illinois, in an aggregate principal amount not to exceed \$5,000,000 or, in lieu thereof, General Obligation Bonds (Sewerage System Alternate Revenue Source) (said bonds being general obligation bonds for which real property taxes, unlimited as to rate or amount, may be levied, but which are expected to be paid from the net revenues of the sewerage system of the Village) in an aggregate principal amount not to exceed \$5,000,000 for the purpose of paying the costs of improving the System.

WHEREAS, the Village of La Grange Park, Cook County, Illinois (the "Village"), is a duly organized and existing municipality incorporated and existing under the provisions of the laws of the State of Illinois, and is now operating under the provisions of the Illinois Municipal Code, as amended (the "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 Board has determined that it is advisable, necessary and in the best interests of the Village to pay the costs of improving the System (the "Project"); and

WHEREAS, the estimated costs of the Project, including legal, financial, bond discount, printing and publication costs, and other expenses, is approximately \$5,000,000 and there are insufficient funds on hand and lawfully available to pay such costs; and

WHEREAS, it is necessary and for the best interests of the Village that the Project be constructed and, in order to finance the costs of the Project it will be necessary for the Village to issue up to \$5,000,000 of bonds payable from the net revenues derived from the operation of the System (the "Net Revenues"), as authorized to be issued at this time pursuant to Division 141 of Article 11 of the Code (the "Revenue Bonds") or, in lieu thereof, up to \$5,000,000 alternate bonds (the "Alternate Bonds"), being general obligation bonds payable from the Net Revenues, as authorized to be issued at this time pursuant to the Local Government Debt Reform Act of the State of Illinois, as amended (the "Act"); and

WHEREAS, if the Net Revenues are insufficient to pay the Alternate Bonds, ad valorem property taxes upon all taxable property in the Village without limitation as to rate or amount are authorized to be extended to pay the principal of and interest on the Alternate Bonds;

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. Incorporation of Preambles. The Board hereby finds that all of the recitals contained in the preambles to this Ordinance are full, true and correct and does incorporate them into this Ordinance by this reference.

Section 2. Declaration of Intent. The Board hereby declares its intention to avail of the provisions of the Code and the Act and to issue the Revenue Bonds or, in lieu thereof, the Alternate Bonds in an aggregate principal amount not to exceed \$5,000,000 for the purpose of paying a portion of the costs of the Project.

Section 3. Determination to Issue Bonds. It is necessary and in the best interests of the Village to construct the Project for the public health, safety and welfare, in accordance with the estimate of costs as hereinabove described, and that for the purpose of financing a portion of the costs thereof, there are hereby authorized to be issued and sold the Revenue Bonds in an aggregate principal amount not to exceed \$5,000,000 or, in lieu thereof, the Alternate Bonds in an aggregate principal amount not to exceed \$5,000,000.

Section 4. Publication. This Ordinance, together with a notice in the statutory form (the "Notice"), shall be published once within ten (10) days after passage hereof by the Board in a newspaper of general circulation in the Village, and if no petition signed by 1,019 electors (being equal to ten percent (10%) of the number of registered voters in the Village) asking that the question of completing the Project, as provided in this Ordinance, and the issuance of the Revenue Bonds therefor be submitted to the electors of the Village is filed with the Village Clerk within thirty (30) days after the date of the publication of this Ordinance and the Notice, then the Revenue Bonds shall be authorized to be issued.

If no petition signed by 764 electors of the Village (being equal to the greater of (i) 7.5% of the registered voters in the Village or (ii) 200 of those registered voters or 15% of those registered voters, whichever is less) asking that the issuance of the Alternate Bonds be submitted to referendum is filed with the Village Clerk within thirty (30) days after the date of the publication of this Ordinance and the Notice, then the Alternate Bonds shall be authorized to be issued.

It is expressly provided that in the event that there shall be filed with the Village Clerk in a timely manner a petition, asking that the issuance of the Revenue Bonds be submitted to referendum, the Alternate Bonds shall not be authorized to be issued until such time as the issuance of the Revenue Bonds shall have been submitted to the electors of the Village and a majority of the votes cast on such question shall have been in favor thereof.

Section 5. Additional Ordinances. If no petition with respect to the issue of the Revenue Bonds or, in lieu thereof, the Alternate Bonds and meeting the requirements of applicable law is filed during the petition periods hereinabove referred to, then the Board may adopt additional ordinances or proceedings supplementing or amending this Ordinance providing for the issuance and sale of the Revenue Bonds or, in lieu thereof, the Alternate Bonds and prescribing all the details of the Revenue Bonds or, in lieu thereof, the Alternate Bonds, so long as the maximum aggregate principal amount of the Revenue Bonds or, in lieu thereof, the Alternate Bonds as set forth in this Ordinance is not exceeded and there is no material change in the Project. Such additional ordinances or proceedings shall in all instances become effective in accordance with applicable law. This Ordinance, together with such additional ordinances or proceedings, shall constitute complete authority for the issuance of the Revenue Bonds or, in lieu thereof, the Alternate Bonds, under applicable law.

Section 6. 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 7. 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.

ADOPTED by the President and Board of Trustees on May 27, 2025.

AYES: Trustees: Launer, Koncel, Sheehan, Caputo, DiIorio, and

Pres. Discipline

NAYS: 0 ABSENT: Trustee Zaura

APPROVED on May 27, 2025

/s/ Dr. Jim Discipline

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

PUBLISHED in the Suburban Life on June 5, 2025.

RECORDED in the Village Records on May 27, 2025.

ATTEST:

/s/ Meghan Kool

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

NOTICE OF PUBLIC HEARING CONCERNING THE INTENT OF THE PRESIDENT AND BOARD OF TRUSTEES OF THE VILLAGE OF LA GRANGE PARK, COOK COUNTY, ILLINOIS TO SELL NOT TO EXCEED \$5,000,000 GENERAL OBLIGATION BONDS (ALTERNATE REVENUE SOURCE)

PUBLIC NOTICE IS HEREBY GIVEN that the Village of La Grange Park, Cook County, Illinois (the "Village"), will hold a public hearing on the 24th day of June, 2025, at 7:30 o'clock P.M. The hearing will be held in the Board Room at Village Hall, 447 North Catherine Avenue, La Grange Park, Illinois. The purpose of the hearing will be to receive public comments on the proposal to sell alternate bonds of the Village in an amount not to exceed \$5,000,000 for the purpose of paying the costs of improving the sewerage system of the Village.

By order of the President of the Village of La Grange Park, Cook County, Illinois.

DATED the 27th day of May, 2025.

Meghan Kool
Village Clerk,
Village of La Grange Park, Cook County, Illinois

(Published in La Grange Suburban Life June 5, 2025) 2247249

Legal Notice - Bond Issuance