
THE VILLAGE OF COAL CITY
GRUNDY & WILL COUNTIES, ILLINOIS

ORDINANCE
NUMBER 26-20

**AN ORDINANCE AUTHORIZING ENTRY INTO A PUBLIC WATER SUPPLY LOAN
AGREEMENT WITH THE ILLINOIS ENVIRONMENTAL PROTECTION AGENCY
AUTHORIZING THE VILLAGE OF COAL CITY, GRUNDY AND WILL COUNTIES,
ILLINOIS TO BORROW AN ADDITIONAL \$1,203,848.67 FROM THE PUBLIC
WATER SUPPLY LOAN PROGRAM (PWSLP)**

Loan Number L17 3512

DAVID A. SPESIA, Village President
KAYLA MELVIN, Village Clerk

ROSS BRADLEY
DANIEL GREGGAIN
CJ LAUTERBUR
BILL MINCEY
PAMELA NOFFSINGER
DAVID TOGLIATTI
Village Trustees

Published in pamphlet form by authority of the President and Board of Trustees of the Village of

Coal City
on June 10, 2026

ORDINANCE NO. 26-20

AN ORDINANCE AUTHORIZING ENTRY INTO A PUBLIC WATER SUPPLY LOAN AGREEMENT WITH THE ILLINOIS ENVIRONMENTAL PROTECTION AGENCY AUTHORIZING THE VILLAGE OF COAL CITY, GRUNDY AND WILL COUNTIES, ILLINOIS TO BORROW AN ADDITIONAL \$1,203,848.67 FROM THE PUBLIC WATER SUPPLY LOAN PROGRAM (PWSLP)

Loan Number L17 3512

WHEREAS, the Village of Coal City, Grundy and Will Counties, Illinois (“*Village*”) is an Illinois municipal corporation organized and operated under the laws of the State of Illinois; and

WHEREAS, the Village is a non-home rule municipality and, as such, may exercise delegated statutory and Constitutional powers and such powers as are necessarily implied therefrom; and

WHEREAS, the Village has for many years owned and operated a combined waterworks and sewerage system as set forth in Division 139 of Article 11 of the Illinois Municipal Code (the “*System*”) and operates said System in accordance with the provisions of 65 ILCS 5/11-139-2 and the Local Government Debt Reform Act, 30 ILCS 350/1 et seq. (collectively, “*Act*”); and

WHEREAS, the President and Trustees of the Village (the “*Corporate Authorities*”), have determined that it is advisable, necessary, and in the best interest of the public health, safety, and welfare to improve the System by constructing a new well (Well No. 7) and raw water main and controls which must be integrated with the existing control system; and constructing a new ion exchange and HMO filtration water treatment plant, together with any land or rights in land and all electrical, mechanical or other services necessary, useful or advisable to the construction and installation and all associated engineering, legal,

administration, restoration and testing, all in accordance with the plans and specifications prepared by the consulting engineers of the Village, which Project has a weighted-average useful life of twenty (20) years (“**Project**”); and

WHEREAS, the Corporate Authorities previously enacted Ordinance Number 22-31 on December 14, 2022, authorizing entry into a public water supply loan agreement with the Illinois Environmental Protection Agency to borrow \$6,106,503.90 to fund the Project (the “**Initial Debt Authorizing Ordinance**”); and

WHEREAS, the Village published the Initial Debt Authorizing Ordinance in the *Coal City Courier* on December 21, 2022 and made a referendum petition form available from the Village Clerk continuously from said date through and including January 25, 2023; and

WHEREAS, no petitions were filed with the Village Clerk within the thirty (30) day period from and after the above-referenced publication requesting that the question regarding the borrowing contemplated be submitted to the voters of the Village of Coal City; and

WHEREAS, pursuant to authority granted by the Initial Debt Authorizing Ordinance, the Village has borrowed \$6,106,503.90 from the IEPA for the Project to date via Loan Number L17 3512 (the “**Loan**”);

WHEREAS, the IEPA has forgiven repayment of \$1,250,000.00 in principal from the Loan; and

WHEREAS, the Village has received bids for the Project and determined that the cost of the Project will be higher than previously anticipated and will require additional funding; and

WHEREAS, the estimated cost of construction and installation of the Project, including engineering, legal, financial, deferred interest accruing during the construction of the Project, and other related expenses has now been determined to be \$7,310,352.57, a sum that is \$1,203,848.67

greater than the Village had previously authorized borrowing in the Initial Debt Authorizing Ordinance; and

WHEREAS, there are insufficient funds on hand and lawfully available to pay this additional, unanticipated increase in the anticipated cost of the Project resulting from the high Project bids; and

WHEREAS, in light of the above-described principal forgiveness that exceeds the Project cost increase herein identified, the total outstanding principal on the Loan that requires repayment plus the additional \$1,203,848.67 in borrowing authorized in this Ordinance, ultimately leaves the Village liable in the aggregate for less of a principal repayment obligation than originally authorized in the Initial Debt Authorizing Ordinance; and

WHEREAS, the Village seeks to increase the cap on borrowing established in the Initial Debt Authorizing Ordinance in order to access additional low-interest loan funds from the IEPA and therefore is authorizing additional borrowing as provided herein;

WHEREAS, the loan shall bear an interest rate as defined by 35 Ill. Adm. Code 662, which does not exceed the maximum rate authorized by the Bond Authorization Act, as amended, 30 ILCS 305/0.01 et seq., at the time of the issuance of the loan; and

WHEREAS, the principal and interest payment shall be payable semi-annually, and the loan shall mature in 20 years, which is within the period of useful life of the Project; and

WHEREAS, the costs of the Project are expected to be paid for with a loan to the Village from the Public Water Supply Loan Program through the Illinois Environmental Protection Agency, the loan to be repaid from net revenues derived from the operation by the Village of the System ("**Net Revenues**" generally, means gross revenues minus operating and maintenance expenses), with the utility rate charged to customers increasing by the amount necessary, if any, to provide the revenues to meet principal and interest debt service obligations arising out of the

loan herein authorized, and the loan is authorized to be accepted at this time pursuant to the Act; and

WHEREAS, in accordance with the provisions of the Act, the Village is authorized to borrow additional funds from the Public Water Supply Loan Program in the amount of \$1,203,848.67, yielding an aggregate principal loan amount of \$7,310,352.57 to provide funds to pay the costs of the Project; and

WHEREAS, the loan to the Village shall be made pursuant to a Loan Agreement, including certain terms and conditions, between the Village and the Illinois Environmental Protection Agency; and

WHEREAS, the Corporate Authorities hereby determine that it is advisable, necessary and in the best interests of the Village to complete the Project in accordance with the estimate of costs as hereinabove described and to authorize entry into a Public Water Supply Loan Agreement (the “*Loan Agreement*”) with the Illinois Environmental Protection Agency.

NOW, THEREFORE, BE IT ORDAINED by the President and Board of Trustees of the Village of Coal City, Counties of Grundy and Will, Illinois, as follows:

SECTION 1. RECITALS.

That the foregoing recitals shall be and are hereby incorporated into and made a part of this Ordinance as if fully set forth in this Section 1.

SECTION 2. DETERMINATION TO BORROW FUNDS.

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 plans and specifications, as described;

that the System continues to be operated in accordance with the provisions of the Illinois Environmental Protection Act, 415 ILCs 5/1 et seq.; and that for the purpose of constructing the Project, is hereby authorized that additional funds be borrowed by the Village from the Illinois Environmental Protection Agency's Public Water Supply Loan Program in the amount of \$1,203,848.67, yielding an aggregate authorized principal loan amount of \$7,310,352.57, in order to provide funds to pay the costs of the Project.

SECTION 3. PUBLICATION.

This Ordinance, together with a Notice in the statutory form, a copy of which is attached hereto as **Exhibit A**, shall be published once within ten (10) days after passage in the *Coal City Courant*, a newspaper published and of general circulation in the Village, and if a petition, signed by 399 electors (said number being ten percent (10%) or more of the registered voters in the Village) asking that the question of improving the System as provided in this Ordinance and entering into the Loan Agreement therefore be submitted to the electors of the Village, is not filed with the Village Clerk within thirty (30) days after the date of the publication, then this Ordinance shall be in full force and effect. A petition form shall be provided by the Village Clerk to any individual requesting one.

SECTION 4. ADDITIONAL ORDINANCES.

If no petition meeting the requirements of the Act and other applicable laws is filed during the thirty (30) day petition period, then the Corporate Authorities may adopt additional ordinances or proceedings supplementing or amending this Ordinance, providing for entering into the Loan Agreement with the Illinois Environmental Protection Agency, prescribing all the details of the Loan Agreement, and providing for the collection, segregation, and distribution of

the revenues of the System, so long as the maximum amount of the Loan Agreement as set forth in this Ordinance is not exceeded and there is no material change in the project or purposes described herein. Any additional ordinances or proceedings shall in all instances become effective in accordance with the Act or other applicable laws. This Ordinance, together with such additional ordinances or proceedings, shall constitute complete authority for entering into the Loan Agreement under applicable law.

However, notwithstanding the above, the Village may not adopt additional ordinances or amendments which provide for any substantive or material change in the scope and intent of this Ordinance, including but not limited to interest rate, preference or priority of any other ordinance with this Ordinance, parity of any other ordinance with this Ordinance, or otherwise alter or impair the obligation of the Village to pay the principal and interest due to the Public Water Supply Loan Program without the written consent of the Illinois Environmental Protection Agency.

SECTION 5. LOAN NOT INDEBTEDNESS OF THE VILLAGE OF COAL CITY.

Repayment of the loan to the Illinois Environmental Protection Agency by the Village pursuant to this Ordinance is to be solely from the revenue derived from the revenues of the System, and the loan does not constitute an indebtedness of the Village within the meaning of any constitutional or statutory limitation.

SECTION 6. APPLICATION FOR LOAN.

The Village Administrator, President and/or Village Clerk are hereby jointly and severally authorized to make application to the Illinois Environmental Protection Agency for a

loan through the Public Water Supply Loan Program, in accordance with the loan requirements set out in 35 Ill. Adm. Code 662.

SECTION 7. ACCEPTANCE OF LOAN AGREEMENT.

The Corporate Authorities hereby authorize acceptance of the offer of a loan through the Public Water Supply Loan Program, including all terms and conditions of the Loan Agreement as well as all special conditions contained therein and made a part thereof by reference. The Corporate Authorities further agree that the loan funds awarded shall be used solely for the purposes of the Project as approved by the Illinois Environmental Protection Agency in accordance with the terms and conditions of the Loan Agreement.

SECTION 8. OUTSTANDING BONDS.

The Village has outstanding unsecured bonds, payable from revenues of the system, but the outstanding bonds are not senior to, but on parity with, the loan authorized by this Ordinance.

SECTION 9. AUTHORIZATION OF PRESIDENT TO EXECUTE LOAN AGREEMENT.

The President is hereby authorized and directed to execute the Loan Agreement with the Illinois Environmental Protection Agency. The Corporate Authorities hereby additionally authorize the Village Administrator to authorize or execute any documents associated with payment requests or reimbursements from the Illinois Environmental Protection Agency in connection with this loan.

SECTION 10. RESOLUTION OF CONFLICTS. All ordinances or parts of ordinances in conflict herewith are hereby repealed to the extent of such conflict.

SECTION 11. SAVING CLAUSE. If any section, paragraph, clause, or provision of this Ordinance shall be held invalid, the invalidity thereof shall not affect any of the other provisions of this Ordinance, which are hereby declared to be separable.

SECTION 12 EFFECTIVE DATE. This Ordinance shall be in full force and effect from and after its passage, approval and publication in pamphlet form as provided by law.

SIGNATURE PAGE FOLLOWS

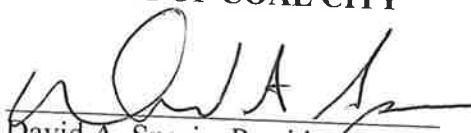
SO ORDAINED this 10 day of June, 2026, at Coal City,
Grundy and Will Counties, Illinois by roll call vote as follows:

Trustees	Aye	Nay	Abstain	Absent
Ross Bradley Trustee	X			
Daniel Greggain Trustee				X
CJ Lauterbur Trustee	X			
Bill Mincey Trustee				X
Pamela Noffsinger Trustee	X			
David Togliatti Trustee	X			
David A. Spesia Village President				

APPROVED By Village President

This 10 day of June, 2026.

VILLAGE OF COAL CITY


David A. Spesia, President

Attest:


Kayla Melvin, Clerk

EXHIBIT A

**NOTICE OF INTENT TO BORROW FUNDS
AND RIGHT TO FILE PETITION**

NOTICE IS HEREBY GIVEN that, pursuant to Ordinance Number 26-20, adopted at a duly called Regular Meeting of the Board of Trustees, held at Coal City, Illinois, at 7:00 p.m. on the 10th day of June, 2026, the Village of Coal City, Grundy and Will Counties, Illinois (the "Village"), intends to enter into a Loan Agreement with the Illinois Environmental Protection Agency providing for an additional \$1,203,848.67 in principal, which, coupled with previously-authorized borrowing from the Illinois Environmental Protection Agency, will yield an aggregate principal loan amount not to exceed \$7,310,352.57, and bear annual interest at an amount not to exceed the maximum rate authorized by law at the time of execution of a loan agreement, for the purpose of paying the cost of certain improvement to the public water supply system of the Village of Coal City. A complete copy of the Ordinance accompanies this notice.

NOTICE IS HEREBY FURTHER GIVEN that if a petition signed by signed by 399 electors (said number being ten percent (10%) or more of the registered voters in the Village), requesting that the question of improving the public water supply system and entering into the Loan Agreement is submitted to the Village Clerk within 30 days after the publication of this Notice, the question of improving the public water supply system of the Village as provided in the Ordinance and Loan Agreement shall be submitted to the electors of the Village at the next election to be held under general election law on November 3, 2026.

The forms of petitions shall be provided by the Village Clerk at the principal office of the Village, located at 515 South Broadway Street, Coal City, Illinois, to any individual requesting one.

By order of the Board of the Village.

Dated this 10th day of June, 2026.

/s/ Kayla Melvin
Village Clerk
Village of Coal City, Grundy and Will Counties, Illinois

STATE OF ILLINOIS

)

) SS.

COUNTIES OF GRUNDY AND WILL)

CERTIFICATION

I, Kayla Melvin, DO HEREBY CERTIFY that I am the duly qualified and acting Village Clerk of the Village of Coal City, Grundy and Will Counties, Illinois, and as such official, I am keeper of the records, ordinances, files and seal of said Village.

I HEREBY CERTIFY that the foregoing instrument is a true and correct copy of Ordinance Number 26-20, *AN ORDINANCE AUTHORIZING ENTRY INTO A PUBLIC WATER SUPPLY LOAN AGREEMENT WITH THE ILLINOIS ENVIRONMENTAL PROTECTION AGENCY AUTHORIZING THE VILLAGE OF COAL CITY, GRUNDY AND WILL COUNTIES, ILLINOIS TO BORROW AN ADDITIONAL \$1,203,848.67 FROM THE PUBLIC WATER SUPPLY LOAN PROGRAM (PWSLP)- Loan Number L17 3512* [hereinafter, the “Ordinance”] adopted at a duly called Regular Meeting of the Board of Trustees, held at Coal City, Illinois, at 7:00 p.m. on the 10th day of June, 2026.

I DO FURTHER CERTIFY that the deliberations of the Board on the adoption of said Ordinance were conducted openly, that the vote on the adoption of said Ordinance was taken openly, that said meeting was called and 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 said meeting was called and held in strict compliance with the provisions of the Open Meetings Act of the State of Illinois, as amended, and with the provisions of the Village Code of the Village of Coal City, as amended, and that the Board has complied with all of the provisions of said Act and said Code and with all of the procedural rules of the Board.

IN WITNESS WHEREOF, I hereunto affix my official signature and the seal of said Village at Coal City, Illinois, this 21 day of July, 2026.

Village at Coal City, Illinois, this 21

 KAYLA MELVIN,
 VILLAGE CLERK
 VILLAGE OF COAL CITY

[SEAL]

PETITION — IMPROVING THE PUBLIC WATER SUPPLY SYSTEM AND ENTERING
 INTO A LOAN AGREEMENT WITH THE IEPA REFLECTING ADDITIONAL
 AUTHORIZATION FOR A \$1,203,848.67 INCREASE IN THE AGGREGATE PRINCIPAL
 LOAN AMOUNT OF THE LOAN (GRUNDY COUNTY),

To the Village Clerk of the Village of Coal City, Grundy and Will Counties, Illinois:

We, the undersigned, being registered voters of the Village of Coal City, Grundy County, Illinois, do hereby petition you to cause the following question to be certified to the County Clerk of the County of Grundy, Illinois, and submitted to the electors of said Village at the next election to be held at which said question may be voted upon:

“Shall the Village of Coal City, Grundy and Will Counties, Illinois, pay the costs of additional financing for the construction of the new well (Well No. 7) and raw water main and controls which must be integrated with the existing control system; and constructing a new ion exchange and HMO filtration water treatment plant and borrow an additional \$1,203,848.67 from the Illinois Environmental Protection Agency in accordance with a loan agreement as provided for by Ordinance No. 26-20 and increase its waterworks and sewerage rates for the purpose of paying the costs thereof?”

SIGNATURE	ADDRESS
_____	_____, Coal City, Grundy County, Illinois
_____	_____, Coal City, Grundy County, Illinois
_____	_____, Coal City, Grundy County, Illinois
_____	_____, Coal City, Grundy County, Illinois
_____	_____, Coal City, Grundy County, Illinois
_____	_____, Coal City, Grundy County, Illinois
_____	_____, Coal City, Grundy County, Illinois
_____	_____, Coal City, Grundy County, Illinois

The undersigned, being first duly sworn, deposes and certifies that he or she is at least 18 years of age, his or her residence address is _____ (Street Address), _____ (City, Village or Town), _____ County, _____ (State), that he or she is a citizen of the United States of America, that the signatures on the foregoing petition were signed in his or her presence and are genuine, that to the best of his or her knowledge and belief the persons so signing were at the time of signing said petition registered voters of said Village and that their respective residences are correctly stated therein.

Signed and sworn to before me this _____ day of _____, 2026.

Illinois Notary Public

My commission expires _____ (NOTARY SEAL)

PETITION — IMPROVING THE PUBLIC WATER SUPPLY SYSTEM AND ENTERING
 INTO A LOAN AGREEMENT WITH THE IEPA REFLECTING ADDITIONAL
 AUTHORIZATION FOR A \$1,203,848.67 INCREASE IN THE AGGREGATE PRINCIPAL
 LOAN AMOUNT OF THE LOAN (WILL COUNTY),

To the Village Clerk of the Village of Coal City, Will County, Illinois:

We, the undersigned, being registered voters of the Village of Coal City, Grundy County, Illinois, do hereby petition you to cause the following question to be certified to the County Clerk of the County of Grundy, Illinois, and submitted to the electors of said Village at the next election to be held at which said question may be voted upon:

“Shall the Village of Coal City, Grundy and Will Counties, Illinois, pay the costs of additional financing for the construction of the new well (Well No. 7) and raw water main and controls which must be integrated with the existing control system; and constructing a new ion exchange and HMO filtration water treatment plant and borrow an additional \$1,203,848.67 from the Illinois Environmental Protection Agency in accordance with a loan agreement as provided for by Ordinance No. 26-20 and increase its waterworks and sewerage rates for the purpose of paying the costs thereof?”

SIGNATURE	ADDRESS
_____	_____, Coal City, Will County, Illinois
_____	_____, Coal City, Will County, Illinois
_____	_____, Coal City, Will County, Illinois
_____	_____, Coal City, Will County, Illinois
_____	_____, Coal City, Will County, Illinois
_____	_____, Coal City, Will County, Illinois
_____	_____, Coal City, Will County, Illinois
_____	_____, Coal City, Will County, Illinois

The undersigned, being first duly sworn, deposes and certifies that he or she is at least 18 years of age, his or her residence address is _____ (Street Address), _____ (City, Village or Town), _____ County, _____ (State), that he or she is a citizen of the United States of America, that the signatures on the foregoing petition were signed in his or her presence and are genuine, that to the best of his or her knowledge and belief the persons so signing were at the time of signing said petition registered voters of said Village and that their respective residences are correctly stated therein.

Signed and sworn to before me this _____ day of _____, 2026.

Illinois Notary Public

My commission expires _____ (NOTARY SEAL)

NO REFERENDUM CERTIFICATE

STATE OF ILLINOIS)
) SS.
COUNTIES OF GRUNDY AND WILL)

I, Kayla Melvin, DO HEREBY CERTIFY that I am the duly qualified and acting Village Clerk of the Village of Coal City, Grundy and Will Counties, Illinois, and as such official, I am keeper of the records, ordinances, files and seal of said Village.

I HEREBY CERTIFY that Ordinance Number 26-20, *AN ORDINANCE AUTHORIZING ENTRY INTO A PUBLIC WATER SUPPLY LOAN AGREEMENT WITH THE ILLINOIS ENVIRONMENTAL PROTECTION AGENCY AUTHORIZING THE VILLAGE OF COAL CITY, GRUNDY AND WILL COUNTIES, ILLINOIS TO BORROW AN ADDITIONAL \$1,203,848.67 FROM THE PUBLIC WATER SUPPLY LOAN PROGRAM (PWSLP)- Loan Number L17 3512* [hereinafter, the “Ordinance”] was presented to and passed by the Board of Trustees of the Village of Coal City at a duly called Regular Meeting of the Board of Trustees, held at Coal City, Illinois, at 7:00 p.m. on the 10th day of June, 2026 and signed by the Village President of the Village of Coal City on said day.

I DO FURTHER CERTIFY that the deliberations of the Board on the adoption of said Ordinance were conducted openly, that the vote on the adoption of said Ordinance was taken openly, that said meeting was called and 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 said meeting was called and held in strict compliance with the provisions of the Open Meetings Act of the State of Illinois, as amended, and with the provisions of the Village Code of the Village of Coal City, as amended, and that the Board has complied with all of the provisions of said Act and said Code and with all of the procedural rules of the Board.

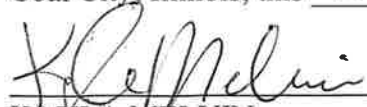
I do further certify that the Ordinance was duly and properly published in the *Coal City Courant*, a newspaper published and of general circulation within the Village of Coal City, on the 17th day of June, 2026, being a date within ten days from the date of passage of the Ordinance.

I do further certify that publication of the Ordinance was accompanied by a separate publication of notice of (1) the specific number of voters required to sign the petition requesting the question of constructing improvements to the public water supply system as provided in the Ordinance; (2) the time in which such petition must have been filed; and (3) the date of the prospective referendum.

I do further certify that I did make available and provide to any individual so requesting a petition form, which petition form provided for submission to the electors of the Village of Coal City of the question as set forth therein. Such petition forms were available from me continuously from June 10, 2026 up to and including July 20, 2026.

I do further certify that no Petition has been filed in my office within 30 days after publication of the Ordinance or as of the time of the signing hereof as provided by statute asking that the question of improving the public water supply system as provided in the Ordinance and the Loan Agreement therefore be submitted to the electors of the Village of Coal City.

IN WITNESS WHEREOF, I hereunto affix my official signature and the seal of said Village at Coal City, Illinois, this 21 day of July, 2026.



KAYLA MELVIN,
VILLAGE CLERK
VILLAGE OF COAL CITY

[SEAL]

CERTIFICATE OF PUBLICATION

STATE OF ILLINOIS } Ss.
County of Grundy,

Certificate of the Publisher

Free Press Newspapers certifies that it is the publisher of the Coal City Courant

Coal City Courant is a secular newspaper, has been continuously published weekly for more than fifty (50) weeks prior to the first publication of the attached notice, is published in the city of Coal City, State of Illinois, is of general circulation throughout that county and surrounding area, and is a newspaper as defined by 715 ILCS 5/5. A notice, relating to the matter of:

Village of Coal City passes ordinance to borrow additional funds from public water supply loan program

a true copy of which is attached, was published one times in Coal City Courant, namely one time per week for one successive weeks. The first publication of the notice was made in the newspaper, dated and published on June 17, 2026, and the last publication of the notice was made in the newspaper dated and published on June 17, 2026. This notice was also placed on a statewide public notice website as required by 715 ILCS 5/2.1. In witness, the Free Press Newspapers has signed this certificate by **Eric D. Fisher**, its publisher, at Coal City, Illinois, on June 17, 2026.

Free Press Newspapers

By Eric D. Fisher, Publisher
Eric D. Fisher

Printer's Fee \$ 484.50

es ordinance to borrow additional funds from public

PUBLIC NOTICE

out of the loan herein authorized, and the loan is authorized to be accepted at this time pursuant to the Act; and

WHEREAS, in accordance with the provisions of the Act, the Village is authorized to borrow additional funds from the Public Water Supply Loan Program in the amount of \$1,203,848.67, yielding an aggregate principal loan amount of \$7,310,352.57 to provide funds to pay the costs of the Project; and

WHEREAS, the loan to the Village shall be made pursuant to a Loan Agreement, including certain terms and conditions, between the Village and the Illinois Environmental Protection Agency; and

WHEREAS, the Corporate Authorities hereby determine that it is advisable, necessary and in the best interests of the Village to complete the Project in accordance with the estimate of costs as hereinabove described and to authorize entry into a Public Water Supply Loan Agreement (the "Loan Agreement") with the Illinois Environmental Protection Agency.

NOW, THEREFORE, BE IT ORDAINED by the President and Board of Trustees of the Village of Coal City, Counties of Grundy and Will, Illinois, as follows:

SECTION 1.

RECITALS.

That the foregoing recitals shall be and are hereby incorporated into and made a part of this Ordinance as if fully set forth in this Section 1.

SECTION 2.

DETERMINATION TO BORROW FUNDS.

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 plans and specifications, as described; that the System continues to be operated in accordance with the provisions of the Illinois Environmental Protection Act, 415 ILCS 5/1 et seq.; and that for the purpose of constructing the Project, is hereby authorized that additional funds be borrowed by the Village from the Illinois Environmental Protection Agency's Public Water Supply Loan Program in the amount of \$1,203,848.67, yielding an aggregate authorized principal loan amount of \$7,310,352.57, in order to provide funds to pay the costs of the Project.

SECTION 3.

PUBLICATION.

This Ordinance, together with a Notice in the statutory form, a copy of which is attached hereto as **Exhibit A**, shall be published once within ten (10) days after passage in the Coal City Courant, a newspaper published and of general circulation in the Village, and if a petition, signed by 399 electors (said number being ten percent (10%) or more of the registered voters in the Village) asking that the question of improving the System as provided in this Ordinance and entering into the Loan Agreement therefore be submitted to the electors of the Village, is not filed

Village of Coal City passes ordinance to borrow additional funds from public water supply loan program

THE VILLAGE OF COAL CITY
GRUNDY & WILL COUNTIES, ILLINOIS
ORDINANCE NO. 26-20

AN ORDINANCE AUTHORIZING ENTRY INTO A PUBLIC WATER SUPPLY LOAN AGREEMENT WITH THE ILLINOIS ENVIRONMENTAL PROTECTION AGENCY AUTHORIZING THE VILLAGE OF COAL CITY, GRUNDY AND WILL COUNTIES, ILLINOIS TO BORROW AN ADDITIONAL \$1,203,848.67 FROM THE PUBLIC WATER SUPPLY LOAN PROGRAM (PWSLP)

Loan Number L17-3512

WHEREAS, the Village of Coal City, Grundy and Will Counties, Illinois ("Village") is an Illinois municipal corporation organized and operated under the laws of the State of Illinois; and

WHEREAS, the Village is a non-home rule municipality and, as such, may exercise delegated statutory and Constitutional powers and such powers as are necessarily implied therefrom; and

WHEREAS, the Village has for many years owned and operated a combined wastewater and stormwater system as set forth in Division 139 of Article 11 of the Village Code (the "System") and operates said System in accordance with the provisions of 65 ILCS 5/11-139-2 and the Local Government Debt Reform Act, 30 ILCS 350/1 et seq. (collectively, "Act"); and

WHEREAS, the President and Trustees of the Village (the "Corporate Authorities"), have determined that it is advisable, necessary, and in the best interest of the public health, safety, and welfare to improve the System by constructing a new well (Well No. 7) and raw water main and controls which must be integrated with the existing control system; and constructing a new ion exchange and HMO filtration water treatment plant, together with any and all rights in land and all electrical, mechanical or other services necessary, useful or advisable in the construction and installation and all associated engineering, legal, administration, restoration and testing, all in accordance with the plans and specifications prepared by the consulting engineers of the Village ("Project"); and

WHEREAS, the Corporate Authorities previously enacted Ordinance Number 22-31 on December 14, 2022 authorizing entry into a public water supply loan agreement with the Illinois Environmental Protection Agency ("IEPA") to borrow \$5,106,503.90 to fund the Project (the "Initial Debt Authorizing Ordinance"); and

WHEREAS, the Village published the Initial Debt Authorizing Ordinance in the Coal City Courier on December 2, 2022 and made a referendum petition form available from the Village Clerk continuously from said date through and including January 25, 2023; and

WHEREAS, no petitions were filed with the Village Clerk within the thirty (30) day period from and after the above-referenced publication requesting the question regarding the borrowing contemplated be submitted to the voters of the Village of Coal City; and

WHEREAS, pursuant to authority granted by the Initial Debt Authorizing Ordinance, the Village has borrowed \$5,106,503.90 from the IEPA for the Project to date via Loan Number L17-3512 (the "Loan");

WHEREAS, the IEPA has forgiven repayment of \$1,250,000.00 in principal from the Loan; and

WHEREAS, the Village has received bids for the Project and determined that the cost of the Project will be higher than previously anticipated and will require additional funding; and

WHEREAS, the estimated cost of construction and installation of the Project, including engineering, legal, financial, deferred interest accruing during the construction of the Project, and other related expenses has now been determined to be \$7,310,352.57, a sum that is \$1,203,848.67 more than the Village had previously authorized borrowing in the Initial Debt Authorizing Ordinance and

WHEREAS, there are insufficient funds in hand and readily available to pay this additional anticipated amount in the unallocated cost of the Project resulting in a projected budget deficit;

WHEREAS, in light of the above-described principal deficiencies that exceed the Project cost increase herein identified, the total outstanding principal on the Loan that requires repayment plus the additional \$1,203,848.67 in borrowing authorized in this Ordinance, ultimately leaves the Village liable in the aggregate for less of a principal repayment obligation than originally authorized in the Initial Debt Authorizing Ordinance; and

WHEREAS, the Village seeks to increase the cap on borrowing established in the Initial Debt Authorizing Ordinance in order to access additional low-interest loan funds from the IEPA and therefore is authorizing additional borrowing as provided herein;

WHEREAS, the loan shall bear an interest rate as defined by 35 Ill. Adm. Code 862, which does not exceed the maximum rate authorized by the Bond Authorization Act, as amended, 30 ILCS 305/0.91 et seq., at the time of the issuance of the loan; and

WHEREAS, the principal and interest payment shall be payable semi-annually, and the loan shall mature in 20 years, which is within the period of useful life of the Project; and

WHEREAS, the costs of the Project are expected to be paid for with a loan to the Village from the Public Water Supply Loan Program through the Illinois Environmental Protection Agency ("IEPA") the amount to be repaid from net revenues derived from the operation of the Project, and the amount to be repaid from net revenues derived from the operation of the Village ("Net Revenues"), generally, means charges to customers increasing by the amount necessary, if any, to provide the revenues to meet principal and interest debt service obligations arising

PUBLIC NOTICE

out of the loan herein authorized, and the loan is authorized to be accepted at this time pursuant to the Act; and

WHEREAS, in accordance with the provisions of the Act, the Village is authorized to borrow additional funds from the Public Water Supply Loan Program in the amount of \$1,203,848.67, yielding an aggregate principal amount of \$7,310,352.57 to provide funds to provide costs for the Project; and

WHEREAS, the loan to the Village shall be made pursuant to a Loan Agreement (including the Project Agreement) and conditions, between the Village and the Illinois Environmental Protection Agency; and

WHEREAS, the Corporate Authorities hereby determine that it is advisable, necessary, and in the best interest of the Village to complete the Project in accordance with the estimate of costs as hereinabove described and to authorize entry into a Public Water Supply Loan Agreement (the "Loan Agreement") with the Illinois Environmental Protection Agency.

NOW, THEREFORE, BE IT ORDAINED by the President and Board of Trustees of the Village of Coal City, Counties of Grundy and Will, Illinois, as follows:

SECTION 1. RECITALS.

That the foregoing recitals shall be and are hereby incorporated into and made a part of this Ordinance as if fully set forth in this Section 1.

SECTION 2. DETERMINATION TO BORROW FUNDS.

It is necessary, and in the best interests of this Village, to complete the Project for the public health, safety, and welfare in accordance with the plans and specifications, as described, that the Illinois Environmental Protection Agency, 415 ILCS 30/1 et seq., and for the purpose of completing the Project, is hereby authorized that, additional funds, be borrowed by the Village, from the Illinois Environmental Protection Agency, to complete the Project. The total amount of \$1,203,848.67, yielding an aggregate authorized principal loan amount of \$7,310,352.57, in order to provide funds to pay the costs of the Project.

SECTION 3. PUBLICATION.

This Ordinance, together with a Notice in the statutory form, a copy of which is attached hereto as Exhibit A, shall be published once within ten (10) days after passage in the Coal City Courier, a newspaper published and of general circulation in the Village, and if a petition, signed by 30% of the registered voters in the Village, or more of the registered voters in the Village asking that the question of improving the System as provided in this Ordinance and entering into the Loan Agreement be submitted to the election of the Village, a not filed with the Village Clerk within thirty (30) days after the date of the publication, then this Ordinance shall be in full force and effect. A petition form shall be provided by the Village Clerk to any individual requesting one.

SECTION 4. ADDITIONAL ORDINANCES.

If no petition meeting the requirements of the Act and other applicable laws is filed during the thirty (30) day petition period, then the Corporate Authorities may adopt additional ordinances supplementing or amending this Ordinance, providing for the collection, segregation, and distribution of the Loan Agreement, and providing for the collection, segregation, and distribution of the project as purposes described herein. Any additional ordinances or amendments shall be in full force and effect if they are adopted by the Village and are not in conflict with the Act or other applicable laws. This Ordinance, together with such additional ordinances or amendments, shall constitute complete authority for entering into the Loan Agreement under applicable law.

However, notwithstanding the above, the Village may not adopt additional ordinances or amendments which provide for any substantive or material change in the scope and intent of this Ordinance, including but not limited to interest rate, preference or priority of any other ordinance with the Ordinance, priority of any other ordinance with this Ordinance, or otherwise alter or impair the legal force of the Village to pay the principal and interest due to the Public Water Supply Loan Program, without the written consent of the Illinois Environmental Protection Agency.

SECTION 5. LOAN NOT INDEBTEDNESS OF THE VILLAGE OF COAL CITY. Repayment of this Ordinance is to be solely from the revenue derived from the operation of the System, and the loan does not constitute an indebtedness of the Village within the meaning of any constitutional or statutory limitation.

SECTION 6. APPLICATION FOR LOAN.

The Village Administrator, President and/or Village Clerk are hereby jointly and severally authorized to make application to the Illinois Environmental Protection Agency for a loan through the Public Water Supply Loan Program, in accordance with the loan requirements set out in 35 Ill. Adm. Code 862.

SECTION 7. ACCEPTANCE OF LOAN AGREEMENT.

The Corporate Authorities hereby authorize acceptance of the offer of a loan through the Public Water Supply Loan Program, including all terms and conditions

ditions of the Loan Agreement by which all special conditions contained therein and made a part thereof by reference. The Corporate Authorities further agree that the loan funds awarded shall be used solely for the purposes of the Project as approved by the Illinois Environmental Protection Agency in accordance with the terms and conditions of the Loan Agreement.

SECTION 8. OUTSTANDING BONDS.

The Village has outstanding unsecured bonds, payable from revenues of the system. The outstanding bonds are not senior to but on parity with, the loan authorized by this Ordinance.

SECTION 9. AUTHORIZATION OF PRESIDENT TO EXECUTE LOAN AGREEMENT.

The President is hereby authorized and directed to execute the Loan Agreement with the Illinois Environmental Protection Agency. The Corporate Authorities hereby additionally authorize the Village Administrator to authorize or execute any documents associated with payment requests or reimbursements from the Illinois Environmental Protection Agency in connection with this loan.

SECTION 10. RESOLUTION OF CONFLICTS.

All ordinances or parts of ordinances in conflict herewith are hereby repealed to the extent of such conflict.

SECTION 11. SAVING CLAUSE.

If any section, paragraph, clause, or provision of this Ordinance shall be held invalid, the invalidity thereof shall not affect any of the other provisions of this Ordinance, which are hereby declared to be separable.

SECTION 12. EFFECTIVE DATE.

This Ordinance shall be in full force and effect from and after its passage, approval and publication in pamphlet form as provided by law.

SO ORDAINED this 10th day of June, 2026, at Coal City, Grundy and Will Counties, Illinois by roll call vote as follows:

Aye – Ross Bradley, Trustee; C.J. Lauderbur, Trustee; Pamela Nofsinger, Trustee; David Tognietti, Trustee

Absent – Daniel Grogan, Trustee; Bill Mincey, Trustee

APPROVED BY Village President this 10th day of June, 2026.

VILLAGE OF COAL CITY
David A. Spesia, President

Kayla Melvin, Clerk

EXHIBIT A
NOTICE OF INTENT TO BORROW FUNDS
AND RIGHT TO FILE PETITION

NOTICE IS HEREBY GIVEN that, pursuant to Ordinance Number 26-20, adopted at a duly called Regular Meeting of the Board of Trustees, held at Coal City, Illinois, at 7:00 p.m. on the 10th day of June, 2026, the Village of Coal City, Grundy and Will Counties, Illinois (the "Village"), intends to enter into a Loan Agreement with the Illinois Environmental Protection Agency, providing for an additional \$1,203,848.67 in principal, which, coupled with previously authorized borrowing from the Illinois Environmental Protection Agency, will yield an aggregate principal loan amount not to exceed \$7,310,352.57, and bear annual interest at an amount not to exceed the maximum rate authorized by law at the time of execution of a loan agreement, for the purpose of paying the cost of construction of a public water supply system of the Village of Coal City. A complete copy of the Ordinance accompanies this notice.

NOTICE IS HEREBY FURTHER GIVEN that if a petition signed by 30% of the registered voters (said number being ten percent (10%) or more of the registered voters in the Village), requesting that the question of improving the public water supply system of the Village, be submitted to the question of improving the public water supply system of the Village, at 7:00 p.m. on the 10th day of June, 2026, the Village of Coal City, Grundy and Will Counties, Illinois, shall be held under general election law on November 3, 2026.

The forms of petitions shall be provided by the Village Clerk at the principal office of the Village, located at 515 South Broadway Street, Coal City, Illinois, to any individual requesting one.

By order of the Board of the Village.
Dated this 10th day of June, 2026.

Village of Coal City, Grundy and Will Counties, Illinois
Village Clerk
Published in the Coal City Courier on June 17, 2026.