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RAPHALIATA MCKENZIE
VICE PRESIDENT

September 2, 2010

The Honorable William J. Mueller and
Members of the Village Board of Trustees
Village of Lombard
255 East Wilson Avenue
Lombard, Illinois 61048-3926

Dear President Mueller and Village Trustees:

Bids were received today for the \$6,700,000 General Obligation Debt Certificates, Series 2010. There were three bids received, which are listed at the bottom of this letter in accordance with the signed bids.

The open auction savings to the Village by reduced interest costs associated with the bid improvement of 0.053110% by the winning bidder equates to \$13,399.96.

Upon examination, it is our opinion that the bid of BMO Capital Markets GKST Inc., Chicago, Illinois, is the best bid received, and it is further our opinion that the bid is favorable to the Village and should be accepted. We therefore recommend that the Certificates be awarded to that bidder at a price of \$6,751,169.70, plus accrued interest, being at a true interest rate of 1.9996%.

<u>Account Managers</u>	<u>True Interest Rate</u>
BMO Capital Markets GKST Inc., Chicago, Illinois	1.9996%
Hutchinson Shockey Erley, Chicago, Illinois	2.0055%
Robert W. Baird & Co. Inc., Red Bank, New Jersey	2.0931%

Respectfully submitted,

Raphaliata T. McKenzie
Vice President

RTM/lad

Attachments



Auction Date Thu., Sep 2, 2010 **Type** AON **Start** 11:15:00 am **End** 11:32:58 am **Time Now** 11:46:52 am EDT **Status** Over
 Connected to server

\$6,700,000*
 Village of Lombard, DuPage County, Illinois
 General Obligation Debt Certificates,
 Series 2010

	Bidder	Firm	TIC	Time	Gross Interest	+ Discount/ (Premium)	Total Interest	Bid No.	Cumulative Improvement	Open Auction Savings
1st	BMOC-TM	BMO Capital	1.999641%	11:30:58 am	\$583,486.82	(51,169.70)	\$532,317.12	3	0.053110%	\$ 13,399.96
2nd	HUTC-JV	Hutchinson	2.005488%	11:29:48 am	\$792,716.67	(248,946.70)	\$543,769.97	3	0.191116%	-
3rd	ROBE-CG	Robert Baird	2.093051%	11:20:49 am	\$710,021.25	(145,514.80)	\$564,506.45	1	-	-

*Preliminary, subject to change

SPEER FINANCIAL, INC.

PUBLIC FINANCE CONSULTANTS SINCE 1954

SUITE 4100 • ONE NORTH LASALLE STREET • CHICAGO, ILLINOIS 60602 • (312) 346-3700 • FAX (312) 346-8833

Insured Investment Rating:
Standard & Poor's ... AAA (negative outlook)
(Assured Guaranty Municipal Insured)

Underlying Rating:
Standard & Poor's ... AA

\$6,700,000
VILLAGE OF LOMBARD
DuPage County, Illinois
General Obligation Debt Certificates, Series 2010

Date of Sale: September 2, 2010
Average Life: 3.944 Years
Bond Buyer Index: 3.88%
(Based on TIC)

<u>Bidders*</u>	<u>Price</u>	<u>Maturities</u>	<u>Rates</u>	<u>Interest**</u>
BMO Capital Markets GKST Inc., Chicago, IL	100.764% \$6,751,170	7/1/11-1/1/15 7/1/15-1/1/17 7/1/17	2.000% 2.125% 3.000%	1.9996% \$532,317
Hutchinson Shockey Erley, Chicago, IL	103.716% \$6,948,947	7/1/11-7/1/17	3.000%	2.0055% \$543,770
Robert W. Baird & Co. Inc., Red Bank, NJ	102.172% \$6,845,515	7/1/11-7/1/15 1/1/16-7/1/16 1/1/17-7/1/17	2.000% 2.500% 4.000%	2.0931% \$564,506

*Syndicate information is provided by the underwriter. The information contained in this report is the most current available.

**The true interest rate reflects the time value of money where dollars spent in early years have a greater weight than dollars spent in later years.

\$6,700,000 *
 Village of Lombard, DuPage County, Illinois
 General Obligation Debt Certificates,
 Series 2010

Bidder: BMO Capital Markets Bidder TIC: 1.999641 %
Best AON TIC: 1.999641 % Status: Winner**

Due	Principal Amount *	Serial/ Sinker/ Term	Coupon
Jul 1, 2011	\$390,000	Serial	2.000%
Jan 1, 2012	\$470,000	Serial	2.000%
Jul 1, 2012	\$480,000	Serial	2.000%
Jan 1, 2013	\$490,000	Serial	2.000%
Jul 1, 2013	\$495,000	Serial	2.000%
Jan 1, 2014	\$510,000	Serial	2.000%
Jul 1, 2014	\$525,000	Serial	2.000%
Jan 1, 2015	\$530,000	Serial	2.000%
Jul 1, 2015	\$540,000	Serial	2.125%
Jan 1, 2016	\$550,000	Serial	2.125%
Jul 1, 2016	\$565,000	Serial	2.125%
Jan 1, 2017	\$570,000	Serial	2.125%
Jul 1, 2017	\$585,000	Serial	3.000%

Purchase Price: \$6,751,169.70
Insurer: None Selected
Spread: None Entered
Time Submitted: September 2, 2010
 at 11:30:58 AM EDT

Speer Auction Interest Cost Calculations (for informational purposes only)	
Issue Size	\$6,700,000
Gross Interest	\$583,486.82
Plus Discount/(Less Premium)	(51,169.70)
Total Interest Cost	\$532,317.12
True Interest Rate	1.999641%
Total Bond Years	26,423.89
Average Life	3.944 Years

Firm: BMO Capital Markets

*Preliminary, subject to change

**Winner - Unofficial, subject to verification and award.

Village of Lombard, DuPage County, Illinois

\$6,700,000 General Obligation Debt Certificates, Series 2010

Combined Projects - Final

Debt Service Schedule

Date	Principal	Coupon	Interest	Total P+I	Fiscal Total
09/23/2010	-	-	-	-	-
07/01/2011	390,000.00	2.000%	110,143.02	500,143.02	500,143.02
01/01/2012	470,000.00	2.000%	67,415.63	537,415.63	-
07/01/2012	480,000.00	2.000%	62,715.63	542,715.63	1,080,131.26
01/01/2013	490,000.00	2.000%	57,915.63	547,915.63	-
07/01/2013	495,000.00	2.000%	53,015.63	548,015.63	1,095,931.26
01/01/2014	510,000.00	2.000%	48,065.63	558,065.63	-
07/01/2014	525,000.00	2.000%	42,965.63	567,965.63	1,126,031.26
01/01/2015	530,000.00	2.000%	37,715.63	567,715.63	-
07/01/2015	540,000.00	2.125%	32,415.63	572,415.63	1,140,131.26
01/01/2016	550,000.00	2.125%	26,678.13	576,678.13	-
07/01/2016	565,000.00	2.125%	20,834.38	585,834.38	1,162,512.51
01/01/2017	570,000.00	2.125%	14,831.25	584,831.25	-
07/01/2017	585,000.00	3.000%	8,775.00	593,775.00	1,178,606.25
Total	\$6,700,000.00	-	\$583,486.82	\$7,283,486.82	-

Yield Statistics

Bond Year Dollars	\$26,423.89
Average Life	3.944 Years
Average Coupon	2.2081792%
Net Interest Cost (NIC)	2.0145298%
True Interest Cost (TIC)	1.9996415%
Bond Yield for Arbitrage Purposes	1.7990222%
All Inclusive Cost (AIC)	2.1825667%

IRS Form 8038

Net Interest Cost	1.7161327%
Weighted Average Maturity	3.946 Years