



# Towamencin Township

## PFM Update on the Sewer System Due Diligence Process As of November 19, 2021

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Donald Delamater  
Township Manager  
Towamencin Township  
1090 Troxel Road  
Lansdale, PA 19446

RE: Status Update

Dear Don,

As part of the Township's ongoing exploration of a possible sale of its sewer system, the Township has asked PFM to provide regular updates to the Board on how the process has been proceeding. Below please find a list of events and actions that have occurred since our last update in this exploration phase.

Sincerely,

PFM Financial Advisors LLC

### **Recent Events:**

- Continue drafting all the necessary bidding documents including but not limited to the; Asset Purchase Agreement ("APA") & Schedules, Asset Lease Agreement ("ALA") & Schedules, and the Request for Bids ("RFB").
- Following the Township's receipt of bidder comments/edits to the APA & Schedules on October 15<sup>th</sup>, the Township and its team held internal calls to discuss the various comments/edits received and, specifically, which comments/edits the Township would consider including in the revised APA & Schedules.
- The Township and its team conducted calls with each of the bidders interested in a sale to discuss the various comments/edits that they had to the APA as well as discuss and remaining due diligence questions.
- On November 12<sup>th</sup> the Township released a second draft of the APA & Schedules for bidders to review and provide additional comments/edits.
- On November 15<sup>th</sup> the Township released a draft of the ALA for review and comment.

### **Immediate Next Steps:**

- Continue fielding due diligence questions received from the bidders and populating the data room as necessary.



- Continue drafting the various required bidding documents.
- Receive comments from bidders on the draft ALA & APA and make revisions to both documents where necessary.
- The tentative timeline calls for a review of the bidding documents by the Board at their December 22<sup>nd</sup> meeting, followed by the reaease of the RFB in the days thereafter.

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