



Towamencin Township

PFM Update on the Sewer System Due Diligence Process As of September 17, 2021

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.
- Begin drafting an FAQ sheet to help address questions from the public. FAQ sheet will be posted to the Township's website in the very near future.

Immediate Next Steps:

- Continue fielding due diligence questions received from the bidders.
- Continue drafting the various required bidding documents.
 - It is the goal of the financing team to have a draft APA and Schedules available to the various bidders for their review and comment in September, 2021.
 - Once the draft APA and Schedules are circulated to the bidders, the Team will shift focus to the ALA and related Schedule.