



# Towamencin Township

## PFM Update on the Sewer System Due Diligence Process As of August 20, 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:**

- Continued to populate the data room with various documents that were requested from the bidders or uncovered as part of the Township's ongoing due diligence.
- 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.

### **Immediate Next Steps:**

- Continue fielding due diligence questions received from the bidders and continue populating the virtual data room accordingly.
- 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. Prior to releasing the draft documents to the bidders, the Team would brief the Board of the various terms in the documents and allow them to address any comments, questions or concerns.
  - Once the draft APA and Schedules are circulated to the bidders, the Team will shift focus to the ALA and related Schedules.