

FINAL NOTICE OF ACCEPTANCE

regarding the

INVITATION TO TENDER DATED APRIL 20, 2026

made by

CITY OF CHICAGO

in connection with

**City of Chicago Second Lien Water Revenue Bonds,
Series 2000 and Series 2016A-1 (Tax-Exempt)**

**City of Chicago Second Lien Water Revenue Refunding Bonds,
Series 2004, Series 2017 and Series 2017-2**

The purpose of this Final Notice of Acceptance, dated May 6, 2026, is to provide notice of the final determination of the City of Chicago (the “City”) to accept for purchase certain Target Bonds (as defined below).

Pursuant to the Invitation to Tender, dated April 20, 2026 (the “*Invitation*”), the City invited the beneficial owners (the “*Holder*” or “*Bondholders*”) of the City’s outstanding Second Lien Water Revenue Bonds and Second Lien Water Revenue Refunding Bonds of the Series and maturities listed in Table 1 on page (ii) of the Invitation (the “*Target Bonds*”) to tender such Bonds for cash.

The following page reflects the Target Bonds that the City is accepting for purchase.

All capitalized terms used herein and not otherwise defined are used as defined in the Invitation.

The Settlement Date is the day on which the accepted Target Bonds tendered to the City for purchase will be purchased for cash. The Settlement Date is expected to be on or about May 21, 2026, and is subject to the conditions set forth in the Invitation. The City may change the Settlement Date by giving notice as described in the Invitation. The purchase of any Target Bonds tendered pursuant to the Invitation is also contingent on, among other things, the Financing Conditions, which remain applicable through the Settlement Date.

The purchase price will be paid in cash from the proceeds of the Series 2026C Bonds. The City has no other funds for such purpose. The Series 2026C Bonds are expected to be issued on or about May 21, 2026, subject to the satisfaction of certain customary purchase and delivery conditions. However, no assurance can be provided that the Series 2026C Bonds will be issued.

Any questions should be directed to the Information Agent and Tender Agent at (212) 227-9622.

Target Bonds

The table below provides the Target Bonds of each Series and maturity that have been accepted for purchase by the City.

**City of Chicago Second Lien Water Revenue Bonds,
Series 2000 and Series 2016A-1 (Tax-Exempt)
and
City of Chicago Second Lien Water Revenue Refunding Bonds,
Series 2004, Series 2017 and Series 2017-2**

TARGET BONDS - TENDERED BONDS

Series	CUSIP* (167736)	Maturity (November 1)	Interest Rate	Outstanding Principal Amount	Principal Amount Tendered	Principal Amount Accepted	Principal Amount Rejected
2000	E29	2028	5.00%	\$33,000,000	\$ 60,000	\$ 60,000	\$0
2000	E37	2029	5.00	33,000,000	90,000	90,000	0
2000	E45	2030	5.00	34,000,000	3,205,000	3,205,000	0
2004	F77	2027	5.00	33,345,000	645,000	645,000	0
2016A-1	G43	2027	5.00	6,545,000	240,000	240,000	0
2016A-1	G50	2028	5.00	6,870,000	430,000	430,000	0
2016A-1	G68	2029	5.00	7,215,000	0	0	0
2016A-1	G76	2030	5.00	7,575,000	0	0	0
2016A-1	G84	2031	5.00	7,955,000	250,000	250,000	0
2017	K71	2029	5.00	22,490,000	4,615,000	4,615,000	0
2017	K89	2030	5.25	8,265,000	6,425,000	6,425,000	0
2017	K97	2031	5.25	8,700,000	4,585,000	4,585,000	0
2017	L21	2032	5.25	9,160,000	7,005,000	7,005,000	0
2017	L39	2033	5.25	9,635,000	4,920,000	4,920,000	0
2017	L47	2034	5.25	10,145,000	2,510,000	2,510,000	0
2017	L54	2035	5.25	10,680,000	2,800,000	2,800,000	0
2017	L62	2036	5.00	11,240,000	6,790,000	6,790,000	0
2017-2	P27	2030	5.00	15,030,000	12,370,000	12,370,000	0
2017-2	P35	2031	5.00	15,780,000	12,655,000	12,655,000	0
2017-2	P43	2032	5.00	16,570,000	7,700,000	7,700,000	0
2017-2	P50	2033	5.00	17,400,000	8,100,000	8,100,000	0
2017-2	P68	2034	5.00	18,275,000	13,380,000	13,380,000	0
2017-2	P76	2035	5.00	19,185,000	13,775,000	13,775,000	0
2017-2	P84	2036	5.00	20,145,000	6,500,000	6,500,000	0
2017-2	P92	2037	5.00	21,145,000	15,560,000	15,560,000	0
2017-2	Q26	2038	5.00	22,205,000	9,985,000	9,985,000	0

* CUSIP data herein is provided by CUSIP® Global Services (“CGS”). CGS is managed on behalf of the American Bankers Association by FactSet Research Systems Inc. This data is not intended to create a database and does not serve in any way as a substitute for CGS. CUSIP numbers are provided for convenience of reference only. None of the City, the Dealer Manager, the Information Agent, the Tender Agent nor their respective agents or counsel assume responsibility for the accuracy of such numbers.