26

CHICAGO O'HARE AIRLINES TOP COMMITTEE

Kate Hill, Chair • P.O. Box 66100, Chicago, IL 60666 • Tel: 847-700-6006
Fax: 847-700-4841

May 5, 2003

John Harris
First Deputy Commissioner
Department of Aviation
O'Hare International Airport
P.O. Box 66142
Chicago, Il 60666

Dear Commissioner Harris:

Enclosed is a Certificate reflecting the fact that a Majority-in-Interest of Airline Parties have voted to approve funding for Phase 1A and 1B for the project entitled "OMP Phase 1 Projects and Noise Program (Capital Project Approval Request No. 2 – Double Barrel PFC Bonds)" for the not-to-exceed sum of $420,600,000. This approval is for the issuance of GARBs supported by a pledge of legally available PFC Revenues ("Double Barrel PFC Bonds"). This approval amount reflects a partial funding for OMP Phase 1A and 1B as described in Attachment 1. The remaining funding for these OMP Phases shall be as described in the funding sources and uses tables (also as described in Attachment A).

In addition a Majority-in-Interest of Airlines parties have also voted to approve the issuance of Double Barrel PFC Bonds for the not-to-exceed sum of $80,000,000 to fund the ongoing Noise Program, as described in the City's Funding request entitled "OMP Phase 1 Projects and Noise Program (Capital Project Approval Request No. 2 – Double Barrel PFC Bonds)".

As the Airline Parties and the City have discussed, it is our understanding that the City intends to take pursue the following:

a. The City will undertake a series of bond refunding and restructurings that will, in the best efforts of the City, result in the overall debt service savings as presented in the City's financing proposal for this funding request, and that these savings will be immediately reflected in Airline rates and charges.

b. The City will work with the Airlines to implement the Management Procedures as detailed in the attachment to this funding request.

c. The City will take active steps to reduce operation and maintenance expenses at the Airport and will work in a timely manner with the Airlines to minimize O&M Expenses wherever possible.

Sincerely,

Kate Hill

Kate Hill
Chair
O'Hare Top Committee

cc: Top Committee
J. Delaney
P. Harney
D. McNabb