

**VILLAGE OF LINCOLNSHIRE
COUNTY OF LAKE, ILLINOIS
\$15,000,000
SPECIAL SERVICE AREA NUMBER 1
SPECIAL TAX BONDS, SERIES 2004
(SEDGEBROOK PROJECT)**

SIGNIFICANT EVENT NOTICE

FAILURE TO PAY REAL PROPERTY TAXES

Pursuant to Section 3 (i) of the Continuing Disclosure Agreement, dated November 16, 2004, Lincolnshire Campus, LLC (the "Development Owner") reports that there has been a failure to pay the real property taxes including Special Taxes to be collected on the property within the District owned by the Development Owner for the 2008 tax year in the amount of \$2,229,606. As of August 28, 2009, the first installment in the amount of \$1,164,969.10, which was due on June 3, 2009, remains outstanding. If the Special Taxes are not paid by September 1, 2009, the semi-annual interest payment due on the Series 2004 Bonds will be paid from a draw on the Reserve Fund.