



MEMORANDUM

To: Qualified Energy Conservation Bond (“QECB”) Allocation Recipients and other Prospective QECB Issuers

From: Illinois Finance Authority

Date: March 16, 2015

Re: Availability, Transfers, and Required Reporting to the Illinois Finance Authority regarding Qualified Energy Conservation Bond Allocations

The federal Qualified Energy Conservation Bond (“QECB”) program was expanded in connection with procedures specified under the (federal) American Recovery and Reinvestment Act of 2009 (“ARRA”). Under ARRA, the allocation amounts and subsidy method were significantly expanded compared to prior authorizing law.

In Illinois, ARRA provided for program-based allocations of issuance authority over the life of the QECB Program. In contrast to most other ARRA-related initiatives, neither the QECB Program nor the QECB allocations reported on page 3 of this memorandum have an established expiration (i.e., “sunset”) date as specified under current federal law. The allocation amounts reported for the eight Illinois cities (with populations over 100,000) and nineteen Illinois counties were established pursuant to procedures specified under ARRA. The reported net allocations (4th column of the report) are available for use to support QECB issuances by the local recipient (or for waiver or transfer to other issuers or units of government as discussed below). The report on page 3 reflects QECB issuances by each unit of government that was awarded an allocation pursuant to ARRA (either directly by each allocatee or through QECB waivers or transfers to other issuers) through December 31, 2014.

For those interested in learning more about the qualified uses and benefits of QECB financing, the Illinois Finance Authority’s (“IFA’s”) website provides detailed background information that is posted at www.il-fa.com/programs/energy (pertinent information on QECBs is provided under the heading “Qualified Energy Conservation Bonds” on IFA’s Energy Programs web page).

Each “recipient jurisdiction” of QECB allocation pursuant to ARRA (i.e., the “QECB Allocatee”) may voluntarily waive its allocation to the Illinois Finance Authority (“IFA”) at any time for reallocation and transfer by the IFA to any other jurisdiction(s) statewide (as specified in a duly-adopted Resolution or Ordinance) in order to facilitate the issuance of QECBs to finance specific projects. Each waiver or transfer by an original QECB Allocatee is subject to the following conditions:

1. Any QECB allocation waiver or transfer shall be approved pursuant to a duly adopted Resolution or Ordinance by the QECB Allocatee.
 - a. Optional provisions: such Resolution or Ordinance may specify and designate the ultimate QECB issuer and project and may also specify deadlines and other terms under which the Resolution or Ordinance would be effective.



- b. Each city or county receiving a QECB allocation (i.e., QECB Allocatee) shall report any issuances of QECBs to the IFA by written notice within 30 days of the QECB issuance date:

Illinois Finance Authority
160 N. LaSalle Street, Suite S-1000
Chicago, IL 60601
ATTN: QECB Issuance / QECB Reallocation Confirmation

- c. Each QECB Allocatee shall provide a copy of each pertinent Resolution or Ordinance providing for the transfer of the Original QECB Recipient's allocation to IFA (or via IFA to a local jurisdiction) within 30 days of the Resolution/Ordinance approval date to the IFA by written notice that is delivered to:

Illinois Finance Authority
160 N. LaSalle Street, Suite S-1000
Chicago, IL 60601
ATTN: QECB Issuance / QECB Reallocation Confirmation

For Additional Information: For additional information regarding QECBs or for information on procedures for waiving your QECB allocation to IFA for re-allocation to a qualifying project elsewhere in Illinois, please contact IFA's Chicago Office at 312.651.1300 and ask to discuss "Qualified Energy Conservation Bonds".



**Qualified Energy Conservation Bond Allocations in the State of Illinois
as of December 31, 2014**

Counties with QECB Allocations	Initial 2009 Allocation (under ARRA)	*Amount Issued or Transferred / Waived	Net Allocation Available (for use or transfer):
Champaign	\$2,021,135	\$705,000	\$1,316,135
Cook	\$24,948,146	\$24,945,000	\$3,146
DeKalb	\$1,103,086	\$0	\$1,103,086
DuPage	\$8,173,550	\$6,815,000	\$1,358,550
Kane	\$3,089,684	\$0	\$3,089,684
Kankakee	\$1,170,159	\$0	\$1,170,159
Lake	\$7,357,456	\$0	\$7,357,456
LaSalle	\$1,178,255	\$0	\$1,178,255
Macon	\$1,138,706	\$0	\$1,138,706
Madison	\$2,797,540	\$0	\$2,797,540
McHenry	\$3,295,988	\$1,500,000	\$1,795,988
McLean	\$1,717,486	\$0	\$1,717,486
Peoria	\$726,949	\$0	\$726,949
Rock Island	\$1,540,357	\$0	\$1,540,357
Sangamon	\$804,820	\$0	\$804,820
St. Clair	\$2,736,092	\$0	\$2,736,092
Tazewell	\$1,371,743	\$1,300,000	\$71,743
Will	\$5,008,254	\$0	\$5,008,254
Winnebago	\$1,480,857	\$0	\$1,480,857
SUBTOTAL - Counties	<u>\$71,660,263</u>	<u>\$35,265,000</u>	<u>\$36,395,263</u>
Cities with QECB Allocations	Initial 2009 Allocation (under ARRA)	*Amount Issued or Transferred / Waived	Net Allocation Available (for use or transfer):
Aurora	\$1,778,201	\$0	\$1,778,201
Chicago	\$29,666,445	\$29,665,000	\$1,445
Elgin	\$1,085,427	\$0	\$1,085,427
Joliet	\$1,497,510	\$0	\$1,497,510
Naperville	\$1,485,203	\$0	\$1,485,203
Peoria	\$1,190,634	\$0	\$1,190,634
Rockford	\$1,636,106	\$0	\$1,636,106
Springfield	\$1,225,428	\$0	\$1,225,428
SUBTOTAL - Cities	<u>\$39,564,954</u>	<u>\$29,665,000</u>	<u>\$9,899,954</u>
QECB Allocation - IFA	Initial 2009 Allocation (under ARRA)	*Amount Issued or Transferred / Waived	Net Allocation Available (Encumbered for Use by State Universities)
Illinois Finance Authority	<u>\$22,620,783</u>	<u>\$17,865,000</u>	<u>\$4,755,783</u>
TOTALS	<u>Initial Statewide QECB Allocation</u> <u>\$133,846,000</u>	<u>*Amount Issued or Transferred / Waived</u> <u>\$82,795,000</u>	<u>Net Allocation Available (for use or transfer):</u> <u>\$46,295,217</u>
* NOTE: "Amount Issued" is as reported by the Issuers in the public domain, including on the Municipal Securities Rulemaking Board's "EMMA" website (see www.emma.msrb.org and type "Illinois Qualified Energy Conservation Bonds" in the search box).			