



Tuesday, October 2, 2018

PUBLIC NOTICE OF TAX EQUITY AND FISCAL RESPONSIBILITY ACT HEARING

The Illinois Finance Authority (the “IFA”) will hold a public hearing as required by Section 147(f) of the Internal Revenue Code of 1986, as amended, in Suite 501 of the office of Hart, Southworth & Witsman located at One North Old State Capitol Plaza, Springfield, Illinois 62701 on **Friday, October 5, 2018 at 9:00 a.m.**

This Notice is issued pursuant to the provisions of the Illinois Open Meetings Act, 5 ILCS 120/1 et seq., as supplemented and amended. Those wishing to provide public comment are invited to do so, pursuant to the “Guidelines for Public Comment” prescribed by the IFA and posted at www.il-fa.com. Please contact Ryan Oechsler at (312) 651-1314 for more information.

By Order of the Members of the Authority,

CHRISTOPHER B. MEISTER
EXECUTIVE DIRECTOR

**ILLINOIS FINANCE AUTHORITY
TEFRA HEARING
Friday, October 5, 2018
9:00 AM**

AGENDA:

<u>Summary of Projects</u>	<u>Not-To-Exceed Amount</u>
1. SwedishAmerican Hospital	\$350,000,000.00
2. Covenant Retirement Communities, Inc.	68,000,000.00
3. Beginning Farmer Bond – Joseph Marchello	400,000.00
4. Beginning Farmer Bond – Adam Anthony Klinger and Susan J. Klinger	191,500.00
Total	\$418,591,500.00

All meetings will be accessible to handicapped individuals in compliance with Executive Order #5 (1979) as well as pertinent State and Federal laws upon notification of anticipated attendance. Handicapped persons planning to attend any meeting and needing special accommodations should contact Mari Money at the Illinois Finance Authority by calling (312)651-1319, TTY (800)526-0844.

<u>Project Descriptions</u>	<u>Not-To-Exceed Amount</u>
<p>1. SwedishAmerican Hospital – a public hearing will be held before the Executive Director of the Illinois Finance Authority (the “IFA”) or his designee, regarding a plan of finance to issue one or more series of revenue bonds (the “Bonds”) by the University of Wisconsin Hospitals and Clinics Authority (the “Wisconsin Authority”), in an aggregate principal amount not to exceed \$350,000,000 (the “Bonds”) issued for the benefit of the Wisconsin Authority and SwedishAmerican Hospital, an Illinois not for profit corporation (“SwedishAmerican”) and an affiliate of the Wisconsin Authority, which operates hospital facilities in Rockford and Belvidere, Illinois.</p> <p>The proceeds of the Bonds will be used for some or all the following purposes: (i) to finance the acquisition, construction, furnishing, rehabilitation and equipping of certain health care facilities and related capital expenditures described below; (ii) to refund bonds previously issued by the Wisconsin Authority and the IFA described below; (iii) to pay capitalized interest on a portion of the Bonds; (iv) to fund one or more debt service reserve funds for all or a portion of the Bonds if deemed necessary; and (v) to pay certain of the costs incurred in connection with the issuance of the Bonds.</p> <p>The following sets forth further information relating to the purposes of the Bonds:</p> <p>Bonds in an aggregate principal amount not to exceed \$120,000,000 will be used to finance the acquisition, construction, furnishing, rehabilitation and equipping of various health care and hospital facilities, and other related capital expenditures, including but not limited to (a) the construction of an approximately five-story, 113,165 square foot tower for women’s and children’s services, and all the necessary and attendant equipment, facilities, site work and utilities therefore, (b) construction of an approximately one-story 12,000 square foot extension of the existing facility to provide for a replacement catherization lab and angioplasty suite, and (c) the modernization, renovation, remodeling and equipping of approximately 94,469 square feet of the existing acute care facility (the “Illinois 2018 Project”). The Illinois 2018 Project will be operated by SwedishAmerican and is to be located at 1401 East State Street, Rockford, Illinois 61104.</p> <p>Bonds in an aggregate principal amount not to exceed \$67,140,000 will be used to refund the IFA Revenue Bonds, Series 2004 (SwedishAmerican Hospital) (the “Illinois Series 2004 Bonds”). Proceeds of the Illinois Series 2004 Bonds were loaned to SwedishAmerican and were used, together with certain other funds, to (i) pay or reimburse SwedishAmerican for, or refinance outstanding indebtedness the proceeds of which were used for, the payment of the costs of acquiring, constructing, renovating, remodeling and equipping certain health facilities owned by SwedishAmerican, including but not limited to the acquisition, construction and/or equipping of a four-story tower addition to the SwedishAmerican’s hospital for its cardiac program, the modernization of its surgery unit, the modernization and relocation of its intensive care and critical care units and certain routine capital expenditures; (ii) refund the Illinois Health Facilities Authority Revenue Bonds, Series 1993 (SwedishAmerican Hospital) (the “Illinois Series 1993 Bonds”); (iii) refund the Illinois Health Facilities Authority Revenue Bonds, Series 2000 (SwedishAmerican Hospital) (the “Illinois Series 2000 Bonds”); and (iv) pay certain expenses incurred in connection with the issuance of the Illinois Series 2004 Bonds, including but not limited to fees for insurance, credit enhancement or liquidity enhancement for the Illinois Series 2004 Bonds.</p> <p>The proceeds of the Illinois Series 1993 Bonds were used, among other things, to (1) pay or reimburse SwedishAmerican for the payment of the costs of acquiring, constructing, renovating, remodeling, and equipping certain health facilities of SwedishAmerican; (2) refund the Illinois Health Facilities Authority Revenue Bonds, Series 1990 (SwedishAmerican Hospital); (the “Illinois Series 1990 Bonds”); (3) fund a portion of the interest on the Illinois Series 1993 Bonds during the period of acquiring, constructing,</p>	<p>\$350,000,000.00</p>

renovation, remodeling and equipping the hospital facilities of SwedishAmerican; (4) fund working capital for SwedishAmerican; and (5) pay certain expenses incurred in connection with the issuance of the Illinois Series 1993 Bonds and the refunding of the Illinois Series 1990 Bonds, including the premium for a municipal bond insurance policy for the Illinois Series 1993 Bonds.

The proceeds of the Illinois Series 1990 Bonds were used, among other things, to (1) reimburse SwedishAmerican for certain capital expenditures in connection with its hospital facilities; (2) refund the City of Rockford, Winnebago County, Illinois, Hospital Facility Revenue Bonds (Swedish-American Hospital Association of Rockford, Illinois Project) Series 1974 (the "Illinois Series 1974 Bonds"); (3) refinance the outstanding portion of SwedishAmerican \$5,102,041 Note dated November 15, 1988 (the "Pool Note"); (4) establish a reserve fund and (5) pay certain expenses incurred in connection with the issuance of the Illinois Series 1990 Bonds and the refunding of the Illinois Series 1974 Bonds. The proceeds of the Illinois Series 1974 Bonds were used, among other things, to (1) finance or refinance the cost of acquisition, construction and equipping of a two floor addition and patient elevator structure to SwedishAmerican's hospital facilities; (2) refinance certain outstanding indebtedness of SwedishAmerican and accrued interest thereon which was incurred to finance a portion of the costs of the construction of a ten story patient tower addition to SwedishAmerican's hospital facilities; (3) establish certain reserve funds; and (4) pay related expenses incurred in connection with the issuance of the Illinois Series 1974 Bonds. The proceeds of the Pool Note were used among other things; to (1) reimburse the Borrower for certain capital expenditures in connection with its hospital facilities and (2) pay related expenses incurred in connection with the Pool Note.

The proceeds of the Illinois Series 2000 Bonds were used, among other things, to (1) pay or reimburse SwedishAmerican for amounts expended by SwedishAmerican for, or to refinance certain indebtedness of SwedishAmerican the proceeds of which were used for, acquiring, constructing, renovating, remodeling and equipping of certain of its hospital buildings, hospital equipment, and other health care facilities, including without limitation, construction of a two-story addition for emergency services, outpatient services, pre-admission testing, surgical waiting, security, construction of a new entrance and lobby and relocation and modernization of several departments within the existing facility; (2) fund a debt service reserve fund for the Illinois Series 2000 Bonds; and (3) pay certain expenses incurred in connection with the issuance of the Illinois Series 2000 Bonds.

All of the improvements financed or refinanced by the Illinois Series 2004 Bonds have been and will be located at or used at the following location and are or will be owned, operated or managed by SwedishAmerican: 1401 East State Street, Rockford, Illinois 61104.

2. **Covenant Retirement Communities, Inc.** - a public hearing will be held before the Executive Director of the Illinois Finance Authority (the "Authority") or his designee, regarding a proposal for the Colorado Health Facilities Authority ("COHFA") to issue bonds in one or more series in an aggregate principal amount not to exceed \$68,000,000 (the "Bonds") pursuant to the Colorado Health Facilities Authority Act, Colorado Revised Statutes 25-25-01, et seq., as amended. The proceeds of the Bonds, together with the proceeds of tax-exempt bonds (the "Connecticut Bonds") to be issued by the State of Connecticut Health and Educational Facilities Authority simultaneously with the Bonds as a single bond issue for federal tax purposes, will be loaned to Covenant Retirement Communities, Inc., an Illinois not for profit corporation (the "Corporation"), or certain affiliated corporations, including Covenant Home (d/b/a Covenant Village of Northbrook), The Holmstad, Inc. (d/b/a Park Manor), Windsor Park Manor (d/b/a Windsor Park a Covenant Retirement Community, The Torrey M. Johnson Healthcare Center, The Estates of Windsor Park, Bristol Assisted Living and Bristol Hall), and Covenant Health Care Center, Inc. (d/b/a The Harry J. Ekstam Assisted Living Residence NFP, Michealsen Health Center, Axelson Assisted Living and Brandel Health and Rehab), each an Illinois not for

68,000,000.00

profit corporation (collectively, the “Affiliates”), to finance projects (collectively, the “Project”) located in the states of California, Colorado, Connecticut and Illinois. Public approval by the City of Turlock, California will be obtained following public notice and a public hearing in the City of Turlock, California regarding the Bonds and the portion of the Project to be financed in that City. Public approval by the City of Santa Barbara, California will be obtained following public notice and a public hearing in the City of Santa Barbara, California regarding the Bonds and the portion of the Project to be financed in that City. Public approval by the County of San Diego, California will be obtained following public notice and a public hearing in the County of San Diego, California regarding the Bonds and the portion of the Project to be financed in that County. Public approval by the State of Colorado will be obtained following public notice and a public hearing in the State of Colorado regarding the Bonds and the portion of the Project to be financed in that State. Public approval by the State of Connecticut will be obtained following public notice and a public hearing in the State of Connecticut regarding the Connecticut Bonds and the portion of the Project to be financed in that State.

Up to \$37,500,000 of the proceeds of the Bonds will be used to (i) pay or reimburse the Corporation and/or one or more of the Affiliates for the costs of constructing, renovating, remodeling and/or equipping certain facilities of the Corporation and/or one or more of the Affiliates located in the State of Illinois, including, but not limited to the addition of approximately 54 assisted living and assisted living memory units at one of the facilities operated by Windsor Park Manor in Carol Stream, Illinois; (ii) pay a portion of the interest on the Bonds, if deemed necessary or desirable by COHFA and/or the Corporation, (iii) provide working capital, if deemed necessary or desirable by COHFA and/or the Corporation, (iv) establish a debt service reserve fund, if deemed necessary or desirable by COHFA and/or the Corporation, and (v) pay certain expenses incurred in connection with the issuance of the Bonds.

The owner, operator or manager of the facilities to be financed with the proceeds of the Bonds in the State of Illinois is or will be the Corporation and/or one or more of the Affiliates. The facilities to be financed with the proceeds of the Bonds are or will be located at the following main addresses or locations: 110 Windsor Park Drive, 114 Windsor Park Drive and 124 Windsor Park Drive, all of which are located in Carol Stream, IL 60188 (Windsor Park Manor); 700 West Fabyan Parkway and 831 North Batavia Avenue, both of which are located in Batavia, IL 60510 (The Holmstad, Inc. and Covenant Health Care Center, Inc. d/b/a The Harry J. Ekstam Assisted Living Residence NFP and Michealsen Health Center); and 2625 Techny Road, 2195 Foxglove Drive and 2155 Pfingsten Road, all of which are located in Northbrook, IL 60062 (Covenant Home d/b/a Covenant Village of Northbrook and Covenant Health Care Center, Inc. d/b/a Axelson Assisted Living and Brandel Health and Rehab).

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| 3. | <p>Beginning Farmer Bond – Joseph Marchello - At the hearing, the Authority will consider issuing its Agricultural Development Revenue Bond in an aggregated principal amount not to exceed \$400,000.00. Proceeds to be used by Joseph Marchello for the purchase of all or a portion of the cost of farmland reached by driving from Woburn, IL travel east on Mahle School Ave for 1.5 miles and then turn north on Robin Road approx. .50 miles. Subject property is in Bond County, Mulberry Grove Township, Illinois. Interested members of the public may attend and comment.</p> | 400,000.00 |
| 4. | <p>Beginning Farmer Bond – Adam Anthony Klingler and Susan J. Klingler - At the hearing, the Authority will consider issuing its Agricultural Development Revenue Bond in an aggregated principal amount not to exceed \$191,500.00. Proceeds to be used by Adam Anthony Klingler and Susan J. Klingler for the purchase of all or a portion of the cost of farmland reached by driving from Olney, IL travel 3 miles north on IL Rte 130 to Tank Farm Lane. Turn west on Tank Farm Lane and proceed 4 mile to the ‘T’ intersection with Higgins Switch Road. Project is located on the southeast corner of the intersection. Subject</p> | 191,500.00 |

	property is in Richland County, Denver Township, Illinois. Interested members of the public may attend and comment.	
	Total:	<u>\$418,591,500.00</u>