



February 11, 2014

**\$8,860,000**  
**North American Spine Society**

<b>REQUEST</b>	<p><b>Purpose:</b> Bond proceeds will be used by <b>North American Spine Society</b> (“NASS”, the “<b>Corporation</b>” or the “<b>Borrower</b>”) to (i) refund the outstanding Illinois Finance Authority Variable Rate Demand Revenue Bonds (North American Spine Society Project) Series 2007 (the “Prior Bonds”) and (ii) if desirable, pay certain costs and expenses incurred in connection with the issuance of the Bonds and the refunding of the Prior Bonds.</p> <p><b>Program:</b> Conduit 501(c)(3) Revenue Refunding Bonds</p> <p><b>Extraordinary Conditions:</b> None.</p>												
<b>BOARD ACTIONS</b>	Final Bond Resolution ( <i>One-time consideration</i> )												
<b>MATERIAL CHANGES</b>	None. This is the first time this project has been presented to the IFA Board of Directors.												
<b>JOB DATA</b>	<table border="0"> <tr> <td>56</td> <td>Current jobs</td> <td>N/A</td> <td>New jobs projected</td> </tr> <tr> <td>56</td> <td>Retained jobs</td> <td>N/A</td> <td>Construction jobs projected</td> </tr> </table>	56	Current jobs	N/A	New jobs projected	56	Retained jobs	N/A	Construction jobs projected				
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<b>DESCRIPTION</b>	<ul style="list-style-type: none"> <li>• Locations: (Burr Ridge/DuPage County/ Northeast Region)</li> <li>• The North American Spine Society is in Burr Ridge, Illinois and was established in November 1995 as a 501(c)(3) corporation. The purpose of NASS is to improve the quality of scientific knowledge and the pursuit of excellence in patient care, clinical practice and related sciences among professionals in the field of spinal disorders. NASS has been in its current location since 2007.</li> </ul>												
<b>SECURITY</b>	<ul style="list-style-type: none"> <li>• The Bonds will be secured by a mortgage on the Burr Ridge facility</li> </ul>												
<b>CREDIT INDICATORS</b>	<ul style="list-style-type: none"> <li>• The Bonds will mature no later than 2021</li> </ul>												
<b>STRUCTURE</b>	<ul style="list-style-type: none"> <li>• The plan of finance contemplates variable rate bonds purchased directly by BMO Harris Bank N.A.</li> </ul>												
<b>SOURCES AND USES ESTIMATED</b>	<table border="0"> <tr> <td colspan="2"><b>Sources:</b></td> <td colspan="2"><b>Uses:</b></td> </tr> <tr> <td>IFA Bonds</td> <td><u>\$8,860,000</u></td> <td>Refund 2007 Series Bonds</td> <td><u>\$8,860,000</u></td> </tr> <tr> <td><b>Total</b></td> <td><b><u>\$8,860,000</u></b></td> <td><b>Total</b></td> <td><b><u>\$8,860,000</u></b></td> </tr> </table>	<b>Sources:</b>		<b>Uses:</b>		IFA Bonds	<u>\$8,860,000</u>	Refund 2007 Series Bonds	<u>\$8,860,000</u>	<b>Total</b>	<b><u>\$8,860,000</u></b>	<b>Total</b>	<b><u>\$8,860,000</u></b>
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<b>Total</b>	<b><u>\$8,860,000</u></b>	<b>Total</b>	<b><u>\$8,860,000</u></b>										
<b>RECOMMENDATION</b>	Credit Review Committee recommends approval.												

**ILLINOIS FINANCE AUTHORITY  
BOARD SUMMARY  
February 11, 2014**

**Project: North American Spine Society**

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**STATISTICS**

Project Number:	N-NP-TE-CD-8672	Amount:	\$8,860,000 (Not-to-Exceed)
Type:	501(c)(3) Revenue Refunding Bonds	IFA Staff:	Pam Lenane and Nora O'Brien
City:	Burr Ridge	County/Region:	DuPage/Northeast

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**BOARD ACTION**

Final Bond Resolution (One-time consideration)	No IFA Funds at Risk
Conduit 501(c)(3) Bonds	No Extraordinary Conditions
Credit Review Committee recommends approval	

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**VOTING RECORD**

This is the first time this project is being presented to the IFA Board of Directors.

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**PURPOSE**

Bond proceeds will be used by **North American Spine Society** (“NASS”, the “**Corporation**” or the “**Borrower**”) to (i) refund the outstanding Illinois Finance Authority Variable Rate Demand Revenue Bonds (North American Spine Society Project) Series 2007 (the “Prior Bonds”) and (ii) if desirable, pay certain costs and expenses incurred in connection with the issuance of the Bonds and the refunding of the Prior Bonds.

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**IFA PROGRAM AND CONTRIBUTION**

501(c)(3) Bonds are a form of municipal bonds that 501(c)(3) corporations can use to finance and refinance capital projects that will be used to further their charitable mission. IFA’s issuance will convey federal income tax-exempt status on interest earned on the Bonds paid to bondholders and thereby reducing the borrower’s interest expense.

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**VOLUME CAP**

501(c)(3) bond issues do not require Volume Cap.

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**JOBS**

Current employment:	56	Projected new jobs:	N/A
		Construction jobs:	N/A

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**ESTIMATED SOURCES AND USES OF FUNDS**

<b>Sources:</b>		<b>Uses:</b>	
IFA Bonds	\$8,860,000	Refund 2007 Series Bonds	\$8,860,000
<b>Total</b>	<b>\$8,860,000</b>	<b>Total</b>	<b>\$8,860,000</b>

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**FINANCING SUMMARY**

Security:	The Bonds will be secured with a mortgage on the Burr Ridge facility.
Structure:	The plan of finance contemplates the issuance of variable rate bonds purchase directly by BMO Harris Bank N.A.
Interest Rate:	Variable rate with a weekly reset
Credit Enhancement:	None
Maturity:	No later than 2021.
Underlying Rating:	None. The Bonds will not be rated and will be purchased by BMO Harris Bank N.A. (The Borrower is not a rated entity.)
Estimated Closing Date:	February 2014

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**PROJECT SUMMARY**

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**BUSINESS SUMMARY**

The North American Spine Society is in Burr Ridge, Illinois and was established in November 1995 as a 501(c)(3) corporation. The purpose of NASS is to improve the quality of scientific knowledge and the pursuit of excellence in patient care, clinical practice and related sciences among professionals in the field of spinal disorders. NASS has been in its current location since 2007.

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**ECONOMIC DISCLOSURE STATEMENT**

Applicant:	North American Spine Society
Location:	7075 Veterans Blvd. Burr Ridge, Illinois 60527
Project name:	North American Spine Society
Organization:	501(c)(3) Not-for-Profit Corporation
State:	Illinois
Contact:	Eric Muehlbauer, Executive Director

Board of Directors:

William Watters III, MD  
Charles Mick, MD  
Daniel Resnick, MD  
Joseph Cheng, MD  
John Finkenberg, MD  
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Eric Muehlbauer

Christopher Bono, MD  
F. Todd Wetzel, MD  
Zoher Ghogawala, MD  
Christopher, Kauffman, MD  
Raj Rao, MD  
Jerome Schofferman, MD

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**PROFESSIONAL & FINANCIAL**

Borrower's Counsel:	Meltzer, Purtil & Stelle	Chicago	Laura C. Pieper
Bond Counsel:	Ungaretti & Harris	Chicago	Julie Seymour
Bank:	BMO Harris Bank, N.A.	Chicago	Regina Ward
Banks's Counsel:	Chapman & Cutler	Chicago	Carol Thompson
IFA Financial Advisor:	Public Financial Management, Inc.	Chicago	Shannon Williams
Issuer's Counsel:	Sanchez Daniels & Hoffman LLP	Chicago	Heather Erickson

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**LEGISLATIVE DISTRICTS**

Congressional:	11
State Senate:	41
State House:	82

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