



September 14, 2017

**\$20,000,000
Blessing Hospital**

REQUEST	<p>Purpose: Proceeds will be used by Blessing Hospital (the "Blessing" or the "Borrower"): (i) to refund their 2007 Bonds issued by the City of Quincy, (ii) reimburse the Borrower for funds spent on certain health facilities owned and operated by the Borrower, including, but not limited to the food service facilities located at Blessing Hospital, and (iii) to pay for the cost of issuance.</p> <p>Program: Conduit 501(c)(3) Revenue Bonds</p> <p>Extraordinary Conditions: None.</p>																
BOARD ACTIONS	<p>Final Bond Resolution. Voting Record ó August 17, 2017 ó Preliminary Bond Resolution ó 11 Yeas; 0 Nays; 0 Abstain; 3 Absent (Juracek, Smoots and Yonover); 1 Vacancy.</p>																
MATERIAL CHANGES	<p>Added description of new money purposes.</p>																
JOB DATA	<table border="0"> <tr> <td>2,400</td> <td>Current jobs</td> <td>0</td> <td>New jobs projected</td> </tr> <tr> <td>2,400</td> <td>Retained jobs</td> <td>35</td> <td>Construction jobs projected</td> </tr> </table>	2,400	Current jobs	0	New jobs projected	2,400	Retained jobs	35	Construction jobs projected								
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DESCRIPTION	<p>Location: Quincy/Adams County</p> <p>Blessing Hospital is an Illinois not-for-profit corporation which operates a 307 licensed bed sole community hospital in Quincy, Illinois in Adams County. Blessing has over 50% market share in its primary service area. The Medical-Dental Staff is composed of 224 physicians, representing 40 fields of medical specialization. Blessing Hospital is a Level II trauma center serving the community of Quincy and the surrounding rural population.</p> <p>Blessing Hospital offers a wide range of services including: Ambulatory Surgical Services, Anesthesiology, Angiography, Blood Component Therapy, Bone Densitometry, Cancer Care, Cardiac Angioplasty, Cardiac Atrial Fibrillation Ablation, Cardiac Diagnostic Testing, Cardiac Electrophysiology, Cardiac Rehabilitation, Cardiac Stent Placement, Care Management, Computerized Tomography (CT), Coronary Care, Diabetes Education, Discharge Planning, EEG Testing, Emergency Care/Trauma Center, Emergency Medical Services, Endoscopic Procedures, Home Care Skilled, Hospice Inpatient and Respite, Intensive Care, Intravenous Therapy, Kidney Stone Lithotripsy, Laboratory Services, Magnetic Resonance Imaging, Mammography, Maternity Care, Medical/Surgical Nursing Care, Miraluma Breast Imaging, Neurological Testing, Nuclear Medicine Testing, Nutritional Assessment, Occupational Therapy, One Day Surgery, Pain Management Services, Palliative Care, Pathology, Pediatrics, Pharmacy, Physical Therapy, Psychiatry, Pulmonary Rehabilitation, Respiratory Therapy, Robotic Surgery, Skilled Nursing Care, Sleep Center, Social Work Services, Speech Therapy, Stereotactic Breast Biopsy, Stereotactic Radiotherapy, Ultrasonography Testing, Wound Clinic/Hyperbaric Therapy and Surgical Services including Cardiac Bypass, Ear, Nose & Throat, General, Gynecological, Maxillofacial, Neurological, Ophthalmic, Oral, Orthopedic, Plastic & Reconstructive, Thoracic, Urological and Vascular.</p>																
SECURITY	<p>The bondholders will have a security interest in the Gross Revenues of the Obligated Group.</p>																
STRUCTURE	<p>The plan of finance contemplates a bank direct purchase by Commerce Bank or one of its Subsidiaries. Bonds will mature no later than 2057.</p>																
SOURCES AND USES	<table border="0"> <tr> <td colspan="2">Sources:</td> <td colspan="2">Uses:</td> </tr> <tr> <td>IFA Bonds</td> <td><u>\$20,000,000</u></td> <td>IFA Bonds</td> <td>\$16,000,000</td> </tr> <tr> <td></td> <td></td> <td>New Money</td> <td><u>\$4,000,000</u></td> </tr> <tr> <td>Total</td> <td><u>\$20,000,000</u></td> <td>Total</td> <td><u>\$20,000,000</u></td> </tr> </table>	Sources:		Uses:		IFA Bonds	<u>\$20,000,000</u>	IFA Bonds	\$16,000,000			New Money	<u>\$4,000,000</u>	Total	<u>\$20,000,000</u>	Total	<u>\$20,000,000</u>
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RECOMMENDATION	<p>Credit Review Committee recommends approval.</p>																

**ILLINOIS FINANCE AUTHORITY
BOARD SUMMARY
September 14, 2017**

Project: Blessing Hospital

STATISTICS

Project Number:	12398	Amount:	\$20,000,000 (Not-to-Exceed)
Type:	501(c)(3) Bonds	IFA Staff:	Pam Lenane
Location:	Quincy, IL	County/Region:	Adams/West Central

BOARD ACTION

Final Bond Resolution	No IFA Funds at Risk
Conduit 501(c)(3) Revenue Bonds	No Extraordinary Conditions

Credit Review Committee recommends approval.

VOTING RECORD

Final Bond Resolution.
Voting Record ó August 17, 2017 ó Preliminary Bond Resolution ó 11 Yeas; 0 Nays; 0 Abstain; 3 Absent (Juracek, Smoots and Yonover); 1 Vacancy.

PURPOSE

Proceeds will be used by **Blessing Hospital** (the öBlessingö or the öBorrowerö): (i) to refund their 2007 Bonds issued by the City of Quincy, (ii) reimburse Borrower for funds spent on certain health facilities owned and operated by the Borrower, including, but not limited to the food service facilities located at Blessing Hospital, and (iii) to pay for the cost of issuance.

VOLUME CAP

501(c)(3) Bonds are a form of municipal bonds that 501(c)(3) corporations can use to finance 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, thereby reducing the Borrower's interest expense.

IFA PROGRAM AND CONTRIBUTION

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

JOBS

Current employment:	2,400	Projected new jobs:	0
Jobs retained:	2,400	Construction jobs:	35

ESTIMATED SOURCES AND USES OF FUNDS

IFA Bonds	<u>\$20,000,000</u>	IFA Bonds	\$16,000,000
		New Money	<u>\$4,000,000</u>
Total	<u>\$20,000,000</u>	Total	<u>\$20,000,000</u>

FINANCING SUMMARY

Security:	The Bonds will be secured by a security interest in the Gross Revenues of the Obligated Group.
Structure:	The tax-exempt fixed rate Bonds will be bank direct purchase by Commerce Bank or one of its Subsidiaries.
Interest Rate:	To be determined at closing.
Interest Mode:	Fixed Rate
Credit Enhancement:	None
Maturity:	Bonds will mature no later than 2057.
Rating:	Blessing's long-term ratings are currently "A" stable (S&P), "A2" stable (Moody's).
Estimated Closing Date:	November, 2017

PROJECT SUMMARY

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BUSINESS SUMMARY

Blessing Hospital ("Blessing") is an Illinois not-for-profit corporation which operates a 307 licensed bed sole community hospital in Quincy, Illinois in Adams County. Blessing has over 50% market share in its primary service area. The Medical-Dental Staff is composed of 224 physicians, representing 40 fields of medical specialization. Blessing Hospital is a Level II trauma center serving the community of Quincy and the surrounding rural population.

Blessing offers a wide range of services including: Ambulatory Surgical Services, Anesthesiology, Angiography, Blood Component Therapy, Bone Densitometry, Cancer Care, Cardiac Angioplasty, Cardiac Atrial Fibrillation Ablation, Cardiac Diagnostic Testing, Cardiac Electrophysiology, Cardiac Rehabilitation, Cardiac Stent Placement, Care Management, Computerized Tomography (CT), Coronary Care, Diabetes Education, Discharge Planning, EEG Testing, Emergency Care/Trauma Center, Emergency Medical Services, Endoscopic Procedures, Home Care Skilled, Hospice Inpatient and Respite, Intensive Care, Intravenous Therapy, Kidney Stone Lithotripsy, Laboratory Services, Magnetic Resonance Imaging, Mammography, Maternity Care, Medical/Surgical Nursing Care, Miraluma Breast Imaging, Neurological Testing, Nuclear Medicine Testing, Nutritional Assessment, Occupational Therapy, One Day Surgery, Pain Management Services, Palliative Care, Pathology, Pediatrics, Pharmacy, Physical Therapy, Psychiatry, Pulmonary Rehabilitation, Respiratory Therapy, Robotic Surgery, Skilled Nursing Care, Sleep Center, Social Work Services, Speech Therapy, Stereotactic Breast Biopsy, Stereotactic Radiotherapy, Ultrasonography Testing, Wound Clinic/Hyperbaric Therapy and Surgical Services including Cardiac Bypass, Ear, Nose & Throat, General, Gynecological, Maxillofacial, Neurological, Ophthalmic, Oral, Orthopedic, Plastic & Reconstructive, Thoracic, Urological and Vascular.

ECONOMIC DISCLOSURE STATEMENT

Applicant: Blessing Hospital

Site Address: 1005 Broadway, P.O. Box 7005
Quincy, IL 62305-7005

Contact: Patrick Gerveler, Chief Financial Officer
Timothy Moore, Chief Accounting Officer
Linda Voshake, Assistant Treasurer

Website: www.blessinghospital.org

Board of Trustee
Christopher J. Niemann, *Chair*
Phillip G. Conover, *Vice Chair*
Maureen A. Kahn, *President/CEO*
Timothy A. Moore, *Secretary*
Patrick M. Gerveler, *Treasurer*
Todd Petty, MD, *Chief of Medical Staff*
Sayeed Ali
Nancy Bluhm
David Boster
Julie Brink
Dennis Go, MD
Michael R. Hulsen
Timothy D. Koontz
Thomas Miller, MD
Harsha Polavarapu, MD
Abby Reich, MD

PROFESSIONAL & FINANCIAL

Borrower's Counsel:	Schmiedeskamp Robertson Neu & Mitchell LLP	Quincy, IL	Harold B. Oakley
Bond Counsel:	Chapman and Cutler LLP	Chicago, IL	Rich Tomei
Bank/s:	Commerce Bank	Kansas City, MO	Jennifer Elder
Banks Counsel:	Gilmore & Bell PC	Kansas City, MO	Scott Waller
Trustee:	Mercantile Trust & Savings Bank	Quincy, IL	Clara Ehrhart
IFA Counsel:	Miller, Hall & Triggs, LLC	Peoria, IL	Richard Joseph
IFA Financial Advisor:	Sycamore Advisors, LLC	Indianapolis, IN & Chicago, IL	Diana Hamilton, Courtney Tobin

LEGISLATIVE DISTRICTS

Congressional: 18
State Senate: 47
State House: 94

SERVICE AREA

Blessing Hospital's primary service area covers a population of over 150,000 in the Tri-State region of Illinois, Missouri and Iowa.

