

June 8, 2010

TO: William A. Brandt, Jr., Chairman
Dr. William Barclay
Ronald E. DeNard
James J. Fuentes
Edward H. Leonard, Sr.
Terrence M. O'Brien
Juan B. Rivera

Michael W. Goetz, Vice Chairman
Roderick S. Bashir
John E. Durburg
Dr. Roger D. Herrin
Joseph McInerney
Roger E. Poole
Bradley A. Zeller

RE: Message from the Executive Director

Dear Members of the Authority:

FY '10 opened with grave concerns regarding the ability of IFA's core business sectors (healthcare; business & industry; higher education/cultural/non-profits; agriculture) to generate sufficient revenue to maintain existing staffing and client service. An anticipated decline in healthcare financings due to general economic conditions and the continued construction of new and replacement facilities was particularly worrisome as healthcare had generated between 55% and 70% of IFA revenues in recent years. "Counter-cyclical" tax-exempt facility project financings were not expected to compensate for the anticipated decline in healthcare financings. Finally, in line with the general economic conditions, write-downs and losses in the participation loan portfolio were expected.

The development of the Energy Sector in partnership with programs anticipated to become available through the United States Department of Energy ("USDOE") was expected to be a partial solution to the IFA's revenue concerns but the timing of any new revenue from energy projects remained uncertain. Aggressive cost reductions implemented during FY '09 and FY '10 were projected to be insufficient to address the revenue concerns. The result was the October 2009 economic layoff that reduced the IFA staff by 20% and targeted every business sector except for healthcare and energy.

While the October 2009 layoff strengthened the financial position of the IFA, revenue also unexpectedly increased during the second half of FY '10. Due to a continued favorable interest rate environment and an increase in the cost of credit enhancement, YTD healthcare financings and refundings exceeded annual revenue projections by a dramatic 61%. In the business/industry and 501(c)(3) segments, a sustained effort to diversify and expand revenues in the Exempt Facilities sector in general and the Water Utility sector in particular to compensate for reduced IRB volume, as well as a favorable interest rate environment for fixed rate re-financings, resulted in revenue exceeding projections by an estimated 67%.

On the administrative side, the IFA continued to watch costs and delayed filling vacant positions. As a result, we anticipate a robust finish to FY'10 with \$7.1 million in total revenue, of which administrative and application fees accounted for \$5.0 million (64% healthcare; 31% business, industry, higher education; 4.3% agriculture). Interest on loans, primarily from the participation loan portfolio, are expected to top \$1.0 million. Annual Issuance, Loan Fees, and Other Income are also expected to finish at \$1.0 million. Meanwhile, spending has trended slightly above budgetary projections, due mainly to increased reserves for bad debt.

The IFA has made significant progress on its legislative agenda this year. Among the actions taken by this session of the 96th General Assembly are:

- SB 3719 (Sen. Frerichs/ Rep. Bradley) Public Act 96-0897, signed by Governor Quinn on May 24, 2010, expands existing Agri-Business guarantee programs to working capital and allows long-held IFA funds to be used to supplement appropriated reserves. The Chair of the IFA's Agriculture Committee, Edward H. Leonard, Sr., and IFA Member Bradley A. Zeller, were with the Governor for the signing. We are informing more than 300 lenders with an upcoming e-blast, and are spreading the word through radio interviews featuring Eric Reed and Sen. Frerichs (Farm Bureau Radio airing June 9, and WGN's Orion Samuelson airing June 5).
- HB 5854 (Rep. Colvin/Sen. Clayborne) sent to Governor Quinn on May 27, 2010, expands existing Agri-Business guarantee programs allows IFA to fund multi-state projects for not-for-profits.
- HB 2369 (Rep. Mautino/Sen. Wilhelmi) passed both Houses on May 26, 2010, allows voluntary waiver of federal stimulus volume cap under expiring Recovery Zone and Qualified Energy Conservation bonds.
- SR 808 (Sen. Frerichs, Althoff, Clayborne, Hunter, Dahl, Raoul) adopted May 27, 2010, urges the United States Senate to renew the Biodiesel Blenders Tax Credit. The Members of the IFA passed a similar resolution at the May Board meeting.

On the Federal level, the House recently passed HR 4213 that included one year extensions on Federal Home Loan Bank Letter of Credit provisions, Bank Qualification provisions that set a \$30 million by user, not issuer, and the extension of the Biodiesel Blenders Tax Credit.

Looking ahead, the strategic planning process for FY11 is well under way. Over the past month, the senior leadership team has looked at major macroeconomic trends, the business climate in general, opportunities for IFA funding activity, and we have conducted an extensive review of the human capital we have and we need to get the job done. Concurrently, the budgeting process is well on its way. The results of the planning and budgeting process will be provided for your input shortly, and the budget for FY' 11 is anticipated to be considered for approval at the July meeting.

Respectfully,

Christopher B. Meister
Executive Director


Attachments:

Attachment 1– General Fund, Financial Results plus the consolidated balance sheet and the audit tracking schedule will be distributed at the meeting

Attachment 2 – Schedule of Debt plus a listing of all FY 10 closed projects

**Illinois Finance Authority
 FY09 Audit Finding: Material
 Update as of May 31, 2010**

Number of Material Findings - 1

Item Number	Description	Finding Type	Comments	Percentage Completed
09-01	Valuation of Venture Capital Investments	Significant Deficiency	Auditor Recommendation: The IFA has not had an independent valuation of its venture capital investments since fiscal year 2006. We recommend the Authority obtain an independent valuation of the investment portfolio periodically in order to support the amounts recorded and disclosed in the financial statements. Authority Response: The Authority accepted the auditor's recommendation. The Authority has procured a vendor to perform the valuation of the venture capital portfolio.	10 20 30 40 50 60 70 80 90 100 

ILLINOIS FINANCE AUTHORITY
Schedule of Debt ^[a]

Conduit debt issued under the Illinois Finance Authority Act [20 ILCS 3501/845-5(a)] which does not constitute an indebtedness or an obligation, either general or moral, or a pledge of the full faith or a loan of the Authority, the State of Illinois or any Political Subdivision of the State within the purview of any constitutional or statutory limitation or provisions with special limited obligations of the Authority secured under provisions of the individual Bond Indentures and Loan Agreements with the exception of the bonds identified below in Section I (b) -- General Purpose Moral Obligation/State Component Parts -- which are subject to the \$28.15B cap in Section 845-5(a).

Section I (a)		Principal Outstanding		Program Limitations	Remaining Capacity
		June 30, 2009	May 31, 2010		
Illinois Finance Authority "IFA"					
261	Agriculture	\$ 40,653,000	\$ 47,672,000		
86	Education	3,494,340,000	3,703,860,000		
211	Healthcare	9,089,122,000	10,808,957,000		
60	Industrial Development	366,045,000	342,529,000		
21	Local Government	271,480,000	264,060,000		
19	Multifamily/Senior Housing	164,768,000	164,148,000		
96	501(c)(3) Not-for Profits	1,186,916,000	1,246,748,000		
5	Exempt Facilities Bonds	77,000,000	130,500,000		
759	Total IFA Principal Outstanding	\$ 14,690,324,000	\$ 16,708,474,000		
Illinois Development Finance Authority "IDFA" ^[b]					
4	Education	75,163,000	42,198,000		
7	Healthcare	544,455,000	404,660,000		
78	Industrial Development	605,563,000	568,265,000		
35	Local Government	452,433,000	386,254,000		
16	Multifamily/Senior Housing	150,192,000	147,241,000		
107	501(c)(3) Not-for Profits	1,081,733,000	1,055,042,000		
1	Exempt Facilities Bonds	24,860,000	24,860,000		
244	Total IDFA Principal Outstanding	\$ 2,934,399,000	\$ 2,628,520,000		
Illinois Rural Bond Bank "IRBB" ^[b]					
18	Bond Bank Revenue Bonds	30,725,000	26,385,000		
1	Conduit Debt	3,860,000	2,390,000		
19	Total IRBB Principal Outstanding	\$ 34,585,000	\$ 28,775,000		
109	Illinois Health Facilities Authority "IHFA"	\$ 3,655,331,000	\$ 2,910,074,000		
52	Illinois Educational Facilities Authority "IEFA"	\$ 1,673,996,000	\$ 1,551,179,000		
604	Illinois Farm Development Authority "IFDA" ^[f]	\$ 47,029,000	\$ 47,029,000		
1,787	Total Illinois Finance Authority Debt	\$ 23,035,664,000	\$ 23,874,051,000	\$ 28,150,000,000	\$ 4,275,949,000

Issued under the Illinois Finance Authority Act [20 ILCS 3501/845-5(a)]

Section I (b)		Principal Outstanding		Program Limitations	Remaining Capacity
		June 30, 2009	May 31, 2010		
General Purpose Moral Obligations					
Illinois Finance Authority Act [20 ILCS 3501/801-40(w)]					
18	Issued through IRBB	\$ 30,725,000	\$ 26,385,000		
9	Issued through IFA	64,560,000	68,000,000		
27	Total General Moral Obligations	\$ 95,285,000	\$ 94,385,000	\$ 150,000,000	\$ 55,615,000
Financially Distressed Cities Moral Obligations					
Illinois Finance Authority Act [20 ILCS 3501/825-60]					
1	Issued through IFA	\$ 2,925,000	\$ 2,395,000		
1	Issued through IDFA	5,720,000	4,660,000		
2	Total Financially Distressed Cities	\$ 8,645,000	\$ 7,055,000	\$ 50,000,000	\$ 42,945,000
State Component Unit Bonds ^[c]					
19	Issued through IRBB	\$ 30,725,000	\$ 26,385,000		
2	Issued through IDFA	105,530,000	100,915,000		
13	Issued through IFA	164,818,000	159,352,000		
34	Total State Component Unit Bonds	\$ 301,073,000	\$ 286,652,000		

Designated exclusive Issuer by the Governor of the State of Illinois to issue Midwest Disaster Bonds in Illinois, February 11, 2010.

Section I (c)		Principal Outstanding		Program Limitations	Remaining Capacity
		June 30, 2009	May 31, 2010		
Midwest Disaster Bonds [Flood Relief]		\$ -	\$ -	\$ 1,515,271,000	\$ 1,515,271,000

Issued under the Illinois Finance Authority Act [20 ILCS 3501/845-5(b)]

Section II		Principal Outstanding		Program Limitations	Remaining Capacity
		June 30, 2009	May 31, 2010		
Illinois Power Agency		\$ -	\$ -	\$ 4,000,000,000	\$ 4,000,000,000

ILLINOIS FINANCE AUTHORITY
Schedule of Debt ^[a]

Illinois Finance Authority Act [20 ILCS 3501/825-65(f)] - see also P.A. 96-103 effective 01/01/2010

Section III		Energy	Principal Outstanding		Program Limitations	Remaining Capacity
			June 30, 2009	May 31, 2010		
Clean Coal, Coal ,Renewable Energy and Efficiency Projects		\$	-	\$	-	\$ 3,000,000,000 ^[d] \$ 3,000,000,000

Issued under the Illinois Finance Authority Act [20 ILCS 3501 Sections 830-25 (see also P.A.96-103); 830-30; 830-35; 830-45 and 830-50]

Section IV		Principal Outstanding		Program Limitations	Remaining Capacity	State Exposure
		June 30, 2009	March 31, 2010			
Agri Debt Guarantees [Restructuring Existing Debt]		\$ 21,986,000	\$ 20,586,000	\$ 160,000,000	\$ 139,414,000	\$ 17,456,000
103	Fund # 994 - Fund Balance	\$ 9,922,207				
13	Agri Industry Loan Guarantee Program	\$ 13,648,000	\$ 9,941,000			8,450,000
1	Renewable Fuels	24,445,000	24,445,000			14,875,000
1	Farm Purchase Guarantee Program	496,000	496,000			421,000
34	Specialized Livestock Guarantee Program	12,696,000	8,688,000			7,385,000
12	Young Farmer Loan Guarantee Program	2,430,000	2,564,000			2,179,000
AG Loan Guarantee Program		\$ 53,715,000	\$ 46,134,000	\$ 225,000,000 ^[e]	\$ 178,866,000	\$ 33,310,000
61	Fund # 205 - Fund Balance	\$ 7,637,312				
164	Total State Guarantees	\$ 75,701,000	\$ 66,720,000	\$ 385,000,000	\$ 318,280,000	\$ 50,766,000

Issued under the Illinois Finance Authority Act [20 ILCS 3501 Sections 825-80 and 825-85]

Section V		Fund #	Principal Outstanding		Appropriation Fiscal Year 2010	Fund Balance
			June 30, 2009	May 31, 2010		
116	Fire Truck Revolving Loan Program	572	\$ 19,258,322	\$ 18,730,135	\$ 6,003,342	\$ 1,169,777
10	Ambulance Revolving Loan Program	334	\$ 993,200	\$ 993,200	\$ 7,006,800	\$ 3,129,149

Issued under the Illinois Environmental Facilities Financing Act [20 ILCS 3515/9]

Section VI		Principal Outstanding		Program Limitations	Remaining Capacity
		June 30, 2009	May 31, 2010		
Environmental [Large Business]					
9	Issued through IFA	\$ 317,704,492	\$ 317,279,000		
21	Issued through IDFA	407,370,000	372,065,000		
30	Total Environmental [Large Business]	\$ 725,074,492	\$ 689,344,000	\$ 2,425,000,000	\$ 1,735,656,000
Environmental [Small Business]					
30	Total Environment Bonds Issued under Act	\$ 725,074,492	\$ 689,344,000	\$ 2,500,000,000	\$ 1,810,656,000

Illinois Finance Authority Funds at Risk

Section VII	#	Original Amount	Principal Outstanding	
			June 30, 2009	May 31, 2010
Participation Loans				
64	Business & Industry	27,584,793.27	20,487,542.83	17,360,327.67
25	Agriculture	6,106,859.01	5,323,214.12	4,985,525.16
89	Total Participation Loans	\$ 33,691,652.28	\$ 25,810,756.95	\$ 22,345,852.83
1	Illinois Facility Fund	\$ 1,000,000.00	\$ 1,000,000.00	\$ 1,000,000.00
4	Local Government Direct Loans	\$ 1,289,750.00	\$ 387,931.74	\$ 309,303.50
6	FmHA Loans	\$ 963,250.00	\$ 617,776.68	\$ 510,442.21
2	Renewable Energy [RED Fund]	\$ 2,000,000.00	\$ 1,841,011.12	\$ 1,762,864.10
102	Total Loans Outstanding	\$ 38,944,652.28	\$ 29,657,476.49	\$ 25,928,462.64

[a] Total subject to change; late month payment data may not be included at issuance of report.

[b] State Component Unit Bonds included in balance.

[c] Does not include Unamortized issuance premium as reported in Audited Financials.

[d] Program Limitation reflects the increase to \$3 billion effective 01/01/2010 under P.A. 96-103.

[e] Program Limitation reflects the increase from \$75 million to \$225 million effective 01/01/2010 under P.A. 96-103.

[f] Beginner Farmer Bonds are currently updated annually; new bonds will be added under the Illinois Finance Authority when the bond closes.

[g] Midwest Disaster Bonds - Illinois Counties eligible for Midwest Disaster Bonds include Adams, Calhoun, Clark, Coles, Crawford, Cumberland, Douglas, Edgar, Hancock, Henderson, Jasper, Jersey, Lake, Lawrence, Mercer, Rock Island, Whiteside and Winnebago.

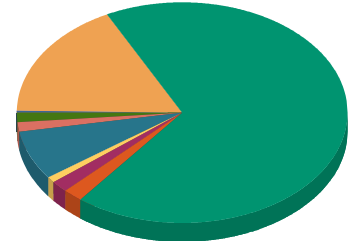
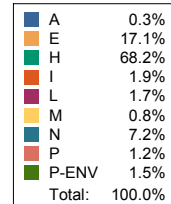


Bonds Issued and Outstanding as of May 31, 2010

Bonds Issued Since Inception

#	Market Sector	Principal Amount (\$)
8	Agriculture	55,469,462
95	Education	3,781,818,100
297	Healthcare	14,907,078,508
69	Industrial	429,425,669
26	Local Government	376,160,000
19	Multifamily/Senior Housing	175,417,900
127	501(c)(3) Not-for Profits	1,599,573,195
8	Exempt Facilities Bonds	275,700,000
9	Environmental issued under 20 ILCS 3515/9	326,630,000
		\$ 21,927,272,834

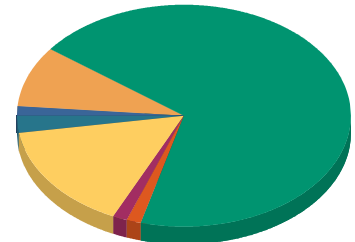
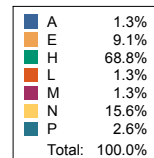
Bonds Issued Since Inception



Current Fiscal Year

#	Market Sector	Principal Issued
1	Agriculture	7,365,550
7	Education	283,745,000
53	Healthcare	2,535,200,448
1	Local Government	4,460,000
1	Multifamily/Senior Housing	5,700,000
12	501(c)(3) Not-for Profits	181,877,520
2	Exempt Facilities Bonds	53,500,000
		\$ 3,071,848,518

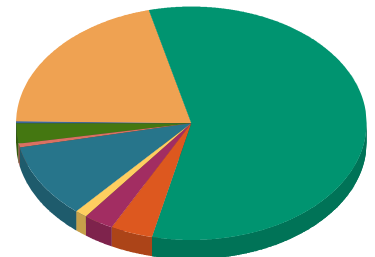
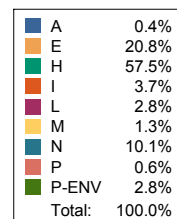
Bonds Issued - Current Fiscal Year



Schedule of Bonds Outstanding by Market Sector

Market Sector	Amount of Original Issue	Principal Outstanding
Agriculture	293,939,168	94,701,504
Education	5,502,905,730	5,119,452,654
Healthcare	16,025,357,337	14,123,690,907
Industrial	1,101,475,669	910,794,194
Local Government	1,138,329,413	679,089,169
Multifamily/Senior Housing	749,333,296	311,389,603
501(c)(3) Not-for Profits	2,869,714,996	2,479,574,774
Exempt Facilities Bonds	155,360,000	155,360,000
Environmental issued under 20 ILCS 3515/9	770,475,000	689,343,922
	\$ 28,606,890,609	\$ 24,563,396,726

Principal Outstanding by Market Sector



Bonds Issued between July 01, 2009 and May 31, 2010

<u>Bond Issue</u>	<u>Date Issued</u>	<u>Initial Interest Rate</u>	<u>Principal Issued</u>
Beginner Farmer Bonds - Fiscal Year 2010	07/01/2009	Various-See Below	7,365,550
Provena Health, Series 2009B-D	07/09/2009	VRB 0.20%	116,000,000
Jewish Charities RAN, Series 2009-2010A	07/09/2009	VRB 0.26%	14,370,000
Hospice of Northeastern Illinois, Series 2009	07/16/2009	VRB 0.28%	8,500,000
Illinois Institute of Technology, Series 2009	07/22/2009	4.750% to 7.125%	30,000,000
Alexian Brothers Health System, Inc., Series 2009	07/23/2009	DP-VRB 2.53%	13,607,000
Rush University Medical Center, Series 2009C&D	07/29/2009	6.20% to 6.625%	200,000,000
Riverside Health System, Series 2009	08/13/2009	5.75% to 6.25%	66,500,000
OSF Healthcare System, Series 2009E-G	08/18/2009	DP-VRB 4.98%	70,000,000
University of Chicago Medical Center, Series 2009C-E	08/20/2009	5.25% to 5.50%	225,000,000
Aunt Martha's Youth Service Center, Inc., Series 2009	08/20/2009	DP-VRB 5.65%	8,924,195
St. Patrick High School, Series 2009	08/20/2009	DP-VRB 5.19%	5,431,458
Our Lady of Angels Village, Series 2009	08/20/2009	DP-VRB	7,911,000
American Water Capital Corp., Series 2009	10/01/2009	5.25%	28,500,000
Lake Forest Hospital, Series 2009	10/16/2009	DP-VRB 1.109%	52,000,000
Trinity International University, Series 2009	10/22/2009	VRB 0.24%	22,870,000
Edward Hospital, Series 2009A	10/28/2009	VRB 0.28%	43,500,000
Concordia University Chicago, Series 2009	10/29/2009	VRB 0.23%	30,000,000
Central DuPage Health, Series 2009B	11/18/2009	3.00% to 5.75%	240,000,000
Bond Bank Revenue Bonds, Series 2009A	12/04/2009	1.90% to 5.375%	4,460,000
Roosevelt University, Series 2009	12/09/2009	5.00% to 6.50%	183,645,000
Rehabilitation Institute of Chicago, Series 2009A-C	12/10/2009	VRB 0.25%	90,675,000
Villa Guadalupe Senior Services, Series 2009	12/15/2009	DP-VRB 3.26%	3,345,000
Elgin Academy, Series 2009	12/16/2009	DP-VRB 4.80%	11,505,000
The Joliet Montessori School, Series 2009	12/16/2009	DP-VRB 5.00%	625,000
Marion SLF, Series 2009	12/16/2009	DP-VRB 6.75%	5,700,000
Museum Science & Industry, Series 2009A-D	12/17/2009	VRB 0.23%	64,000,000
IV HealthCorp, Inc. [Illinois Valley Hospital], Series 2009	12/17/2009	VRB 0.32%	22,955,000
Resurrection Health Care, Series 2009	12/22/2009	3.00% to 6.125%	103,805,000
Memorial Health System, Series 2009	12/22/2009	3.00% to 5.50%	150,000,000
Providence Life Services, Series 2009A&B	12/29/2009	DP-VRB 4.18%/4.23%	27,689,820
Advocate Health Care Network, Series 2010A-D	01/06/2010	5.50%	238,255,000
Jewish Charities RAN, Series 2009-2010B	01/14/2010	VRB 0.15%	14,545,000
Swedish Covenant Hospital, Series 2010A	02/02/2010	4.00% to 6.00%	100,690,000
Provena Health, Series 2010A&B	02/11/2010	5.00% to 6.25%	126,000,000
Adler School of Professional Psychology, Series 2010	02/16/2010	DP-VRB 4.60%	5,100,000
Hispanic Housing Development Corporation, Series 2010	02/19/2010	DP-VRB 4.32%	2,192,400
Saint Anthony's Health Center, Series 2010A-C	03/18/2010	DP-VRB 5.76%	10,000,000
Friendship Village of Schaumburg, Series 2010	03/22/2010	7.00% to 7.25%	33,610,000
Palos Community Hospital, Series 2010A&B	04/12/2010	BL-VRB	100,000,000
SwedishAmerican Hospital, Series 2010	04/19/2010	DP-VRB 4.05%	25,000,000
Alexian Brothers Health System, Series 2010	04/21/2010	3.00% to 5.25%	133,400,000
The Poetry Foundation, Series 2010	04/28/2010	2.75% to 5.30%	15,000,000
National Opinion Research Center, Series 2010	04/29/2010	3.60%	3,883,662
Palos Community Hospital, Series 2010C	05/06/2010	5.00% to 5.375%	147,525,000
Art Institute of Chicago, Series 2010B	05/20/2010	3.00% to 4.00%	53,955,000
Centegra Health System, Series 2010	05/25/2010	3.76%	3,268,433
Park Place of Elmhurst, Series 2010A-E	05/27/2010	8.00% to 8.25%	175,540,000
American Water Capital Corp., Series 2010	05/27/2010	5.25%	25,000,000
Total Bonds Issued in Fiscal Year 2010			\$ 3,071,848,518

Legend: Fixed Rate Bonds as shown
 DP-VRB represents the initial interest rate at the time of issuance on a Direct Purchase Bond
 VRB represents the initial interest rate at the time of issuance on a Variable Rate Bond that does not include the cost of the Letter of Credit arrangement
 Beginner Farmer Bonds interest rates are shown in section below.

Beginner Farmer Bonds

<u>Borrower</u>	<u>Date Funded</u>	<u>Initial Interest Rate</u>	<u>Loan Proceeds</u>
Kane, Jason	10/15/2009	5.00%	250,000
Mueller, Charles	10/15/2009	5.75%	178,400
Dietmeier, Thomas & Wendy	10/15/2009	5.50%	87,500
Adair, Tye & Jill	10/20/2009	4.35%	137,500
Huschen, Rob	10/29/2009	4.50%	202,202
Miller, Curtis	10/29/2009	4.25%	120,000
Walk, Chad	10/29/2009	4.50%	150,000
Reeves, Jeremy & Tara	11/02/2009	4.50%	201,000
Van Fleet, Ryan	11/18/2009	4.25%	150,000
Swanson, Matthew & Angela	11/18/2009	4.25%	101,500
Hill, Barrett	12/01/2009	4.25%	239,000
Weber, Daniel	12/10/2009	4.00%	177,300
Boehl, Bruce	12/15/2009	4.25%	149,000
Wolber, DuWayne & Abby	12/15/2009	4.25%	250,000
Jensen, Jeffrey	12/22/2009	4.50%	250,000
Holland, Nicholas	12/22/2009	4.00%	113,920
Killiam, Mark & Beth	12/22/2009	3.75%	469,200
Nichelson, William & Jennie	12/22/2009	3.75%	469,200
Laue, Jonathan	02/19/2010	4.25%	72,500
Behrens, Ronald & Sandra	03/01/2010	3.95%	470,100
Semple, Jacob	03/03/2010	4.25%	139,750
McKeown, Richard & Linda	03/23/2010	4.39%	160,000
Shike, Ronald & Suellen	03/23/2010	4.39%	160,000
Eshbach, Galen	03/23/2010	4.75%	470,100
Pilman, Jacob E.	03/25/2010	5.00%	136,000
Kalaher, Chad	03/25/2010	4.00%	203,500
Belusko, Matthew	03/31/2010	4.25%	229,000
Belusko, David	03/31/2010	4.25%	229,000
Steidinger, Gary & Annette	04/22/2010	3.50%	127,920
Altwardt, Justin	04/27/2010	3.90%	203,000
Voss, Brian & Karen	04/27/2010	4.80%	87,000
Marron, Michael T.	05/06/2010	4.17%	165,000
Dotterer, Alex	05/06/2010	3.50%	131,128
Smithenry, Steven R.	05/07/2010	4.25%	40,950
Coulter, Benjamen & Sonya	05/14/2010	4.75%	188,880
Niehaus, Chad	05/19/2010	4.25%	216,000
Hemker, Lynette	05/19/2010	4.00%	115,000
Bauer, Dustin & Christine	05/26/2010	4.50%	125,000
Total Beginner Farmer Bonds Issued			\$ 7,365,550

<u>AG Debt Restructuring Guarantee</u>	<u>Date Funded</u>	<u>Initial Interest Rate</u>	<u>Loan Proceeds</u>	<u>State Guarantee</u>
Hayden Farms	09/30/2009	7.50%	500,000	425,000
Beer, Keith	10/23/2009	6.00%	500,000	425,000
Blackhawk REG [Danville Biofuels Plant]	02/26/2010	4.23%	24,444,583	14,874,529
Hill, Paul & Mark	05/10/2010	5.58%	500,000	425,000
Total AG Debt Restructuring Guarantee			\$ 25,944,583	\$ 16,149,529

AG Young Farmer Guarantee	<u>Date Funded</u>	<u>Initial Interest Rate</u>	<u>Loan Proceeds</u>	<u>State Guarantee</u>
Wagner, Kyle & Jenny	12/15/2009	5.25%	310,000	263,500
Total AG Young Farmer Guarantee			\$ 310,000	\$ 263,500
Total Agriculture Guarantees			\$ 26,254,583	\$ 16,413,029

Participation Loans

Project Name	Participating Bank	<u>Date Funded</u>	<u>Initial Interest Rate</u>	<u>Amount</u>
Midwest Investment Solutions, Inc.	Alpine Bank and Trust	12/23/2009	4.875%	468,262
Zehr Foods, Inc.[Zehr, Brent & Christine]	First Security Bank	05/07/2010	5.250%	300,000
Total Participation Loans Funded in Current Fiscal Year				\$ 768,262