

MINUTES OF THE REGULARLY SCHEDULED MEETING OF THE BOARD OF DIRECTORS OF THE ILLINOIS FINANCE AUTHORITY

The Board of Directors (the "Board") of the Illinois Finance Authority (the "IFA"), pursuant to notice duly given, held its regularly scheduled meeting at 2:00 p.m., on February 17, 2004 in the State of Illinois Building, 5th floor, located at 160 North LaSalle in Chicago, Illinois.

MEMBERS PRESENT:

Timothy Ozark
David Gustman
Joseph Alford
Michael Goetz
Edward Leonard
Talat Othman
Andrew Rice
Jill Rendleman York

MEMBERS ABSENT:

Joseph Valenti

GENERAL BUSINESS ITEMS

Call to Order

Chairman Gustman called the meeting to order at 2:08, with the above members present.

Roll Call

Chairman Gustman asked Secretary Pisarcik to call the roll. Having eight members present, Chairman Gustman declared a quorum.

Item 1 – Adoption of January 23, 2004 Minutes

Upon a motion by Mr. Leonard and seconded by Mr. Ozark, Chairman Gustman requested a roll call vote. The motion was approved with 8 ayes, 0 nays, and 0 abstentions/present. (04-02-01)

Item 2 – Acceptance of January 23, 2004 Financial Statements

Upon a motion by Mr. Othman and seconded by Mr. Leonard, Chairman Gustman requested a roll call vote. The motion was approved with 8 ayes, 0 nays, and 0 abstentions/present. (04-02-02)

Initial Project Considerations

Item-03

H-HO-TE-CD-408: Central DuPage Health

This applicant requests initial approval of **\$240,000,000** in conduit 501 (c)(3), Revenue Bonds to finance a project located in **Winfield, Illinois**.

Upon a motion by Mr. Leonard and seconded by Mr. Goetz, Chairman Gustman requested a roll call vote. The motion was approved with 8 ayes, 0 nays, and 0 abstentions/present. (04-02-03)

Item-04

H-HO-TE-CD-407: Swedish American Health System

This applicant requests initial approval of **\$125,000,000** in conduit 501 (c)(3), Revenue Bonds to finance a project located in **Rockford, Illinois**.

Upon a motion by Mr. Rice and seconded by Mr. Othman, Chairman Gustman requested a roll call vote. The motion was approved with 8 ayes, 0 nays, and 0 abstentions/present. (04-02-04)

Item-05

H-HO-TE-CD-405: Children's Memorial Medical Centuer

This applicant requests initial approval of **\$56,000,000** in conduit 501(c)(3), Revenue Bonds to finance projects located in **Chicago, Illinois**.

Upon a motion by Mr. Othman and seconded by Mr. Ozark, Chairman Gustman requested a roll call vote. The motion was approved with 8 ayes, 0 nays, and 0 abstentions/present. (04-02-05)

Item-06

H-HO-TE-CD-406: Riverside Health System

This applicant requests initial approval of **\$40,000,000** in conduit 501(c)(3), Revenue Bonds to finance projects located in **Kankakee, Illinois** and **Bourbonnais, Illinois**.

Upon a motion by Mr. Goetz and seconded by Mr. Rice, Chairman Gustman requested a roll call vote. The motion was approved with 8 ayes, 0 nays, and 0 abstentions/present. (04-02-06)

Item-07

H-HO-TE-CD-409: Southern Illinois Healthcare Enterprises

This applicant requests initial approval of **\$35,000,000** in conduit 501(c)(3), Revenue Bonds to finance projects located in

Carbondale, Illinois, Herrin, Illinois and Murphysburo, Illinois.
This project is expected to create **200** construction jobs.

Upon a motion by Ms. York and seconded by Mr. Othman, Chairman Gustman requested a roll call vote. The motion was approved with 8 ayes, 0 nays, and 0 abstentions/present. (04-02-07)

Item-08 **M-FR-TE-NC-401: Tax-Exempt Fre\$hRate™ Single Family Mortgage Revenue Bond Program, Series 2004**

This applicant requests initial approval of **\$50,000,000** in tax-exempt Revenue Bonds to finance projects located **Statewide**.

Upon a motion by Mr. Leonard and seconded by Mr. Rice, Chairman Gustman requested a roll call vote. The motion was approved with 8 ayes, 0 nays, and 0 abstentions/present. (04-02-08)

Item-09 **N-NP-TE-CD-401: Kishwaukee Family Young Men's Christian Association, Inc. (Kishwaukee Family YMCA)**

This applicant requests initial approval of **\$1,000,000** in conduit 501(c)(3), Revenue Bonds to finance a project located in **Sycamore, Illinois**. This project is expected to create **16** new jobs and **50** construction jobs.

Upon a motion by Mr. Othman and seconded by Mr. Leonard, Chairman Gustman requested a roll call vote. The motion was approved with 8 ayes, 0 nays, and 0 abstentions/present. (04-02-09)

Item-10 **I-ID-TE-CD-401: CFC International, Inc.**

This applicant requests initial approval of **\$2,000,000** in conduit, tax-exempt, Industrial Revenue Bonds to finance a project located in **Chicago Heights, Illinois**. This project is expected to create **30** new jobs.

Upon a motion by Mr. Leonard and seconded by Mr. Ozark, Chairman Gustman requested a roll call vote. The motion was approved with 8 ayes, 0 nays, and 0 abstentions/present. (04-02-10)

Final Project Considerations

Item-11 **H-HO-TE-CD-404: Franciscan Communities, Inc. Obligated Group (St. Joseph Village Project)**

This applicant requests final approval of **\$21,000,000** in conduit 501(c)(3), Revenue Bonds to finance a project located in **Chicago, Illinois**. This project is expected to create **100** construction jobs

Upon a motion by Mr. Rice and seconded by Mr. Alford, Chairman Gustman requested a roll call vote. The motion was approved with 8 ayes, 0 nays, and 0 abstentions/present. (04-02-11)

Item-12 **E-PC-TE-CD-406: DePaul University**

This applicant requests final approval of **\$60,000,000** in conduit 501(c)(3), Revenue Bonds to finance multiple projects located in **Chicago, Des Plaines, Naperville, Oak Forest, Lake Forest and Rolling Meadows, Illinois**.

Upon a motion by Mr. Othman and seconded by Mr. Goetz, Chairman Gustman requested a roll call vote. The motion was approved with 8 ayes, 0 nays, and 0 abstentions/present. (04-02-12)

Item-13 **E-PS-TE-CD-403: Alliance for Character in Education**

This applicant requests final approval of **\$5,650,000** in conduit 501(c)(3), Revenue Bonds to finance projects located in **Des Plaines, Illinois and Niles, Illinois**. It is expected that these projects will create **5** new jobs and **64** construction jobs.

Upon a motion by Mr. Goetz and seconded by Mr. Rice, Chairman Gustman requested a roll call vote. The motion was approved with 8 ayes, 0 nays, and 0 abstentions/present. (04-02-13)

Item-14 **N-NP-TE-CD-403: Community Action Partnership of Lake County**

This applicant requests final approval of **\$7,350,000** in conduit 501(c)(3), Revenue Bonds to finance a project located in **Waukegan, Illinois**. It is expected that this project will create **14** new jobs and **146** construction jobs.

Upon a motion by Mr. Ozark and seconded by Mr. Alford, Chairman Gustman requested a roll call vote. The motion was approved with 8 ayes, 0 nays, and 0 abstentions/present. (04-02-14)

Item-15 **N-NP-TE-CD-402: Huskies Hockey Club, Inc. (Internationale Ice Centre Development Project)**

This applicant requests final approval of **\$13,000,000** in conduit 501(c)(3), Revenue Bonds to finance a project located in **Romeoville, Illinois**. It is expected that this project will create **10** new jobs and **150** construction jobs.

Upon a motion by Mr. Othman and seconded by Mr. Rice, Chairman Gustman requested a roll call vote. The motion was approved with 8 ayes, 0 nays, and 0 abstentions/present. (04-02-15)

Item-16 **L-PW-TE-CD-402: Pooled Warrant Program for Illinois School Districts 2004-A**

This applicant requests final approval of **\$18,300,000** in tax anticipation warrants to cover operational costs for the **Springfield Public School District #186 (\$15,000,000)**, **Nippersink School District #2 (\$2,000,000)**, **Massac County Community Unit School District #1 (\$1,000,000)** and **Grand Ridge Community Consolidated School District #95 (\$300,000)**.

Upon a motion by Mr. Ozark and seconded by Mr. Alford, Chairman Gustman requested a roll call vote. The motion was approved with 8 ayes, 0 nays, and 0 abstentions/present. (04-02-16)

Item-17 **L-PG-TE-MO-401: Local Government Pooled Bond Program 2004-A**

This applicant requests final approval of **\$3,140,000** in Local Government Bonds to finance projects for the **Villages of Norris City (\$575,000)**, **Williamsville (\$440,000)** and **Farmington (\$2,125,000)**. These bonds will carry the Moral Obligation of the State of Illinois.

Upon a motion by Mr. Rice and seconded by Mr. Leonard, Chairman Gustman requested a roll call vote. The motion was approved with 8 ayes, 0 nays, and 0 abstentions/present. (04-02-17)

Item-18 **B-LL-TX-401: Alvar, Inc.**

This applicant requests final approval of **\$100,000** in Participation Loans to finance a project located in **Washburn, Illinois**. This project is expected to create **5** new jobs and **20** construction jobs.

Upon a motion by Mr. Othman and seconded by Mr. Goetz, Chairman Gustman requested a roll call vote. The motion was

approved with 8 ayes, 0 nays, and 0 abstentions/present. (04-02-18)

Project Revisions/Amendatory Resolutions

Item-19 ***Trinity International University***

This applicant requests a revision to amend the structure of its Series 2000-A and Series 2000-B Tax Exempt Bonds to include a new series of Variable Rate Multi-Mode Bonds in the form of a "Bank Mode."

Upon a motion by Mr. Goetz and seconded by Mr. Rice, Chairman Gustman requested a roll call vote. The motion was approved with 8 ayes, 0 nays, and 0 abstentions/present. (04-02-19)

Item-20 ***9801-NP: National Commission on Correctional Healthcare Project***

This applicant requests a restructuring of the interest rate calculation method on its Illinois Development Finance Authority conduct, 501(c)(3) Revenue Bonds, Series 2003.

Upon a motion by Mr. Ozark and seconded by Mr. Othman, Chairman Gustman requested a roll call vote. The motion was approved with 8 ayes, 0 nays, and 0 abstentions/present. (04-02-20)

There being no further business, Chairman Gustman adjourned the meeting at approximately 2:50 P.M.

Respectfully Submitted,

Michael R. Pisarcik, Secretary

ILLINOIS FINANCE AUTHORITY
INCOME STATEMENT
FOR THE PERIOD ENDED JANUARY 31, 2004

	<u>JANUARY 31, 2004</u>	<u>YEAR-TO-DATE</u>
REVENUE		
INTEREST ON LOANS	\$ 11,832	\$ 11,832
INVESTMENT INTEREST & GAIN/(LOSS)	60,666	60,666
ADMINISTRATION & APPLICATION FEES	30,681	30,681
OTHER INCOME	7,547	7,547
TOTAL REVENUE	<u>110,726</u>	<u>110,726</u>
EXPENSES		
EMPLOYEE RELATED EXPENSES		
COMPENSATION & TAXES	203,257	203,257
BENEFITS	34,407	34,407
TEMPORARY HELP	597	597
TRAVEL & AUTO	1,168	1,168
TOTAL EMPLOYEE RELATED EXPENSES	<u>239,429</u>	<u>239,429</u>
PROFESSIONAL SERVICES		
CONSULTING, LEGAL & ADMINISTRATION	25,985	25,985
LOAN EXPENSE & BANK FEES	1,439	1,439
ACCOUNTING & AUDITING	39,348	39,348
MARKETING GENERAL	57	57
MARKETING-STAFF	260	260
VENTURE CAPITAL CONFERENCE/TRAINING	540	540
DATA PROCESSING	2,431	2,431
TOTAL PROFESSIONAL SERVICES	<u>70,060</u>	<u>70,060</u>
OCCUPANCY COSTS		
OFFICE RENT	30,838	30,838
SECURITY	75	75
EQUIPMENT RENTAL AND PURCHASES	1,364	1,364
TELECOMMUNICATIONS	2,604	2,604
UTILITIES	852	852
DEPRECIATION	804	804
TOTAL OCCUPANCY COSTS	<u>36,536</u>	<u>36,536</u>
GENERAL & ADMINISTRATION		
OFFICE SUPPLIES	1,231	1,231
BOARD BOOK-PRINTING	366	366
PRINTING	437	437
POSTAGE & FREIGHT	2,811	2,811
MEMBERSHIP & DUES	885	885
PUBLICATIONS	753	753
OFFICERS & DIRECTORS INSURANCE	7,439	7,439
MISCELLANEOUS	8,552	8,552
TOTAL GENERAL & ADMINISTRATION EXPENSES	<u>22,473</u>	<u>22,473</u>
TOTAL EXPENSES	<u>368,498</u>	<u>368,498</u>
NET INCOME/(LOSS) BEFORE UNREALIZED GAIN/(LOSS)	(257,772)	(257,772)
NET UNREALIZED GAIN/(LOSS) ON INVESTMENT	(657)	(657)
NET INCOME/(LOSS)	(258,428)	(258,428)
TOTAL EQUITY - BEGINNING	69,753,683	69,753,683
PRIOR PERIOD ADJUSTMENT	183,916	183,916
TOTAL EQUITY-ENDING	<u>\$ 69,679,170</u>	<u>\$ 69,679,170</u>