

**MINUTES OF THE OCTOBER 7, 2011, MEETING OF THE HEALTHCARE COMMITTEE 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 a Healthcare Committee (the "Committee") Teleconference Meeting at 1:00 p.m. on October 7, 2011, at the Chicago Office of the Illinois Finance Authority, 180 North Stetson Avenue, Suite 2555, Chicago, IL 60601.

Board Members Participating:

Dr. William J. Barclay, Committee
Chairman
Michael W. Goetz
Heather Parish

IFA Staff Participants:

Christopher B. Meister, Executive Director
Pam Lenane, VP Healthcare
Nora O'Brien, Legal/Financial Analyst

Others Participating:

Courtney Shea, Sr. VP, Acacia Financial
Group
Micah Maidenberg, Crains Chicago Business
Michelle Damico, Marj Halperin Consulting

GENERAL BUSINESS

I. Call to Order and Roll Call

Chairman Dr. Barclay called the Committee meeting to order at 1:02 p.m. with the above Board Members, IFA staff and other participants present. The Chairman asked Ms. O'Brien to call the roll. There being three members present, Chairman Dr. Barclay declared the quorum met.

II. Review and Approval of the September 6, 2011 Minutes

The Minutes from the Healthcare Committee meeting held on September 6, 2011, were reviewed. Mr. Goetz moved to approve the Minutes and Ms. Parish seconded the motion. The Committee unanimously agreed to approve the Minutes.

III. Project Approvals

Ms. O'Brien presented the following projects for approval:

Item A: The Lodge of Northbrook - \$13,000,000 – Preliminary

The Lodge of Northbrook is requesting approval of a Preliminary Bond Resolution in an amount not-to-exceed \$13,000,000. Bond proceeds will be used to pay off a construction loan for a proposed 3-story brick, 57-unit senior living community to be located at Founders Drive and Kamp Drive in Northbrook, Illinois.

Chairman Dr. Barclay asked for a motion to approve the above project. Mr. Goetz moved to approve the above project and the motion was seconded by Ms. Parish. The Committee concurred that this project be recommended for Board approval.

Item B: OSF Healthcare System - Amendment

Resolution approving the transfer of the remaining moneys on deposit in the Project Fund for the IEFA Commercial Paper Pool Program to a new escrow agreement among the IFA, The Bank of New York Mellon Trust Company and OSF Healthcare System and approving the projects for which that money will be used.

Chairman Dr. Barclay asked for a motion to approve the above amendment. Mr. Goetz moved to approve the above amendment and the motion was seconded by Ms. Parish. The Committee concurred that this amendment be recommended for Board approval.

IV. Bond Buyer Articles

“Trinity Health Sets 5-State Deal”

Chairman Dr. Barclay congratulated the Healthcare team on the Trinity Transaction. Ms. Lenane stated that the transaction priced successfully.

“Tax-Exempt, for Now”

Ms. Lenane stated that hospitals were relieved when Governor Quinn stepped in and asked the Illinois Department of Revenue to hold off any further actions that deny nonprofit hospitals of their property tax exemption for failing to provide sufficient charity care. She stated that the legislation will attempt to define what is included in the term “charity care”. Chairman Dr. Barclay inquired about the definition in other states. Ms. Lenane explained that guidelines in other states are across the board.

IV. Other Business

Ms. Lenane provided an update of the items on the November agenda.

V. Adjournment

Dr. Barclay asked if there was any other business for the Committee’s consideration. Hearing none he asked for a motion to adjourn. Mr. Goetz moved to adjourn and Ms. Parish seconded the motion.

The meeting adjourned at 1:25 p.m.

Minutes submitted by:
Nora O’Brien
Legal/Financial Analyst