

1 ILLINOIS FINANCE AUTHORITY

2 SPECIAL MEETING OF THE TAX-EXEMPT CONDUIT

3 TRANSACTIONS COMMITTEE MEMBERS

4 December 13, 2017, at 3:01 p.m.

5  
6 REPORT OF PROCEEDINGS had at the Special

7 Meeting of the Tax-Conduit Transactions Committee on

8 December 13, 2017, at the hour of 3:01 p.m. pursuant

9 to notice, at 160 North LaSalle Street, Suite S-1000,

10 Chicago, Illinois.

11

12

13

14

15

16

17

18

19

20

21

22

23

24

1 APPEARANCES:

2 ILLINOIS FINANCE AUTHORITY

TAX-EXEMPT CONDUIT TRANSACTIONS COMMITTEE MEMBERS

3

MR. ROBERT HORNE, Chair (via audio Conference)

4 MR. LYLE McCOY, Vice Chair (via audio conference)

MR. JAMES J. FUENTES (via audio conference)

5 MR. MICHAEL GOETZ (via audio conference)

MS. ARLENE JURACEK (via audio conference)

6 MR. BRADLEY R. ZELLER (via audio conference)

MR. GEORGE OBERNAGEL (via audio conference)

7 MR. ERIC ANDERBERG, Ex-Officio/Non-Voting (via audio  
conference.)

8

ILLINOIS FINANCE AUTHORITY STAFF MEMBERS

9

MR. CHRISTOPHER B. MEISTER, IFA Executive Director

10 MR. BRAD FLETCHER, IFA Assistant Vice President

MS. PAMELA LENANE, Vice-President

11 MR. RICH FRAMPTON, IFA Vice President

MS. ELIZABETH WEBER, IFA General Counsel

12 MR. RYAN OECHSLER, IFA Intern

13 GUESTS

14 MR. CLARK FETRIDGE, Chairman,  
The Admiral at the Lake (via audio conference)

15

MR. CHARLES F. CLARKE III, Vice Chairperson,

16 The Admiral at the Lake

17 MS. NADIA GEIGLER, Executive Director,

The Admiral at the Lake

18

MR. DAN CHURCHILL, CHIEF FINANCIAL OFFICER,

19 The Admiral at the Lake

20 MS. JENNIFER LABELLE, Ziegler Securities

(via audio conference)

21

MR. JASON CHOI, Ziegler Securities

22

MS. AMY HARRISON, CFO, Kendal Corporation

23

MR. JOSEPH B. STARSHAK, Starshak Winzenburg & Co.

24

1 GUESTS CONTINUED:

2 MS. ANDREA O. HASTEN, Chair, The Old Peoples Home

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

1 VICE CHAIR McCOY: I'd like to call the meeting  
2 to order then.

3 Brad, will you please call the roll.

4 FLETCHER: Ryan will.

5 VICE CHAIR McCOY: Oh, Ryan? Okay.

6 OECHSLER: Yeah.

7 VICE CHAIR McCOY: Thanks, Ryan.

8 OECHSLER: The time is 3:02.

9 Mr. Fuentes?

10 FUENTES: Here.

11 OECHSLER: Mr. Goetz?

12 GOETZ: Here.

13 OECHSLER: Ms. Juracek?

14 JURACEK: Here.

15 OECHSLER: Vice-Chair McCoy?

16 McCOY: Here.

17 OECHSLER: Mr. Obernagel?

18 OBERNAGEL: Here.

19 OECHSLER: Mr. Zeller?

20 ZELLER: Here.

21 OECHSLER: And Chairman Anderberg,

22 Ex-Officio/Non-Voting?

23 CHAIRMAN ANDERBERG: Here.

24 OECHSLER: Mr. Committee Vice-Chairman, a

1 quorum of members has been constituted.

2 McCOY: Yeah. But Ryan, I think we have to  
3 pick up Chairman Horne too.

4 OECHSLER: Sure.

5 CHAIRMAN HORNE: Yeah, I'm on the call.

6 OECHSLER: Yeah.

7 Chairman Horne?

8 CHAIRMAN HORNE: Here.

9 OECHSLER: All right. Mr. Committee  
10 Vice-Chairman, a quorum of members has been  
11 constituted.

12 VICE CHAIR McCOY: Thank you very much.

13 FLETCHER: At Chris's request and due to the  
14 workload this month, approval of last month's Minutes  
15 will be deferred until our January or February  
16 meeting.

17 VICE CHAIR McCOY: Okay. Thank you very much.

18 Moving onto the presentation:  
19 Consideration of Project Reports and Resolutions, I'd  
20 like to ask for general consent of the Members to  
21 consider the Project Reports and Resolutions  
22 collectively, and have subsequent recorded vote apply  
23 to each respective individual Project and Resolution  
24 unless there are any specific Project Reports and

1 Resolutions that a Member would like to consider  
2 separately.

3 GOETZ: Yes. This is Mike Goetz. I would like  
4 to recuse myself from any deliberations and voting  
5 with respect to Item No. 3, the Lurie Children's  
6 Hospital of Chicago; Item No. 5, OSF Healthcare  
7 System; and No. 19, Edward-Elmhurst Healthcare of the  
8 Project Reports and Resolutions because my son works  
9 for the financial advisor of these transactions.

10 VICE CHAIR McCOY: Thank you, Mike.

11 CHAIRMAN HORNE: And I, too, would like to  
12 recuse myself from the Lurie Children's discussion.  
13 I'm the Life -- I'm a Life Trustee and a member of  
14 the Real Estate Committee of that hospital.

15 VICE CHAIR McCOY: So what we would like to do,  
16 then, is consider Item No. 6, The Admiral at the  
17 Lake, first, and take the roll call vote. Next, we  
18 will consider 3, 5, and 19 as separate votes due to  
19 the abstentions. Finally, we'll consider the Project  
20 Reports and Resolutions be presented by Mr. Fletcher  
21 followed by vote; Project Reports and Resolutions  
22 presented by Ms. Lenane followed by vote; and  
23 finally, Project Reports and Resolutions presented by  
24 Mr. Frampton and General Counsel Weber followed by

1 vote.

2 So with that, Pam, I'll throw it over  
3 to you for The Admiral at the Lake.

4 LENANE: Thank you very much, Mr. Vice  
5 Chairman.

6 Could we know who's on the phone from  
7 The Admiral at the Lake? I think Ms. Hasten? Andrea  
8 Hasten; is that correct?

9 (No response.)

10 LENANE: No? Okay.

11 FRAMPTON: She might be on mute.

12 LENANE: Okay. Clark Fettridge?

13 MR. CLARK FETRIDGE: Yeah. I'm here.

14 LENANE: You're Chairman of the Foundation?

15 MR. CLARK FETRIDGE: Yes.

16 LENANE: Okay. And then I think we have --  
17 Jennifer LaBelle is supposed to have called in.

18 MS. JENNIFER LABELLE: Yeah. Yes. Hi, Pam.

19 LENANE: Hi, Jennifer.

20 MS. JENNIFER LABELLE: I'm here.

21 LENANE: Okay. Good. We have Jason. Jennifer  
22 LaBelle is with Ziegler, and I've been working with  
23 her. We've been working night and day to get this  
24 report in shape. Thank you, Jennifer.

1           Okay. The Admiral is here requesting  
2 a one-time final bond resolution to approve the  
3 issuance of a series of tax-exempt bonds in the  
4 amount of approximately \$175 million to refund the  
5 Borrower's outstanding 2010 -- Series 2010 Bonds, to  
6 fund approximately \$2.6 million in capital  
7 expenditures, to fund a Debt Service Reserve Fund,  
8 and to pay costs of issuance associated with the  
9 Series 2017 Bonds.

10           The Admiral is requesting a waiver of  
11 the Board policy for non-rated bonds to issue in  
12 denominations less than \$100,000, i.e., \$5,000  
13 denominations and multiples thereof, based upon a  
14 financial feasibility study dated December 1, 2017,  
15 prepared by Dixon Hughes Goodman, demonstrating the  
16 financial viability of The Admiral. This is a  
17 condition for a waiver if the Board so grants.

18           The Admiral is located on 2.1 acres in  
19 the Edgewater/Uptown neighborhood, at Foster and  
20 Marine Drive, adjacent to Lake Michigan. The Admiral  
21 at the Lake was founded in 19 -- in 1858 as The Home  
22 for the Aged and Indigent Females, to care for  
23 Chicago's homeless, elderly women. When founded, it  
24 was the first and only institution in Chicago



1 dedicated to the care of the elderly. In 1887, The  
2 Admiral revised its charter, changing its name to The  
3 Old People's Home of the City of Chicago, and became  
4 a non-sectarian institution for both men and women of  
5 all faiths and nationalities.

6 In 2004, the Admiral's Board developed  
7 and approved a Redevelopment Plan which outlined  
8 strategies to help develop The Admiral into a  
9 financially viable community for the next 50 years.  
10 The Board selected Greystone Communities as the  
11 developer of the new community, which -- on the new  
12 site. Demolition of the old facility began in August  
13 20 -- 7, and was completed in December 20- -- 2007.

14 In 196- -- oh. Forget that.

15 The Admiral was completely  
16 repositioned and redeveloped beginning in 2010 with  
17 the proceeds of the Series 2010 Bonds.

18 The Admiral at the Lake currently  
19 consists of 198 one-, two-, and three-bedroom  
20 independent living units, including 12 garden  
21 townhome apartments, 39 assisted living units, 17  
22 memory support assisted living units, and 36 nursing  
23 beds.

24 The Admiral is governed by a 7-member

1 Board as shown on page 4. We are fortunate to have  
2 with us here today Charley Clark, the Chairman of the  
3 Board, and I believe that Ms. Andrea Has- -- oh, no.  
4 She's Chairman of the Old Folk.

5 And we also have with us, I'll  
6 introduce these people, Nadia Geigler.

7 MS. NADIA GEIGLER: Nadia Geigler, yes.

8 LENANE: Nadia Geigler, the Executive Director;  
9 Dan Churchill, The Chief Financial Officer; Amy  
10 Harrison, the...

11 MS. AMY HARRISON: CFO for Kendal.

12 LENANE: CFO for Kendal Development  
13 Corporation.

14 Also, we have Joe and Tom Starshak and  
15 Jason Ch- -- the financial advisors to the project;  
16 and Jason Choi from Ziegler; and, also, Jennifer  
17 LaBelle from Ziegler on the phone.

18 In December of 2009, The Admiral  
19 entered into a Definitive Agreement with Kendal  
20 Corporation, by which The Admiral and Kendal agreed  
21 to pursue a mutually con- -- mutually pursue the  
22 continued development, marketing, and construction of  
23 the community.

24 The ongoing relationship with Kendal

1 was, memora- -- memorialized upon substantial  
2 completion of the project in 2012 in an affiliation  
3 agreement whereby the Admiral became an affiliate of  
4 the Kendal System and will receive certain services  
5 in return for a specified system fee.

6 The Admiral is currently a non-rated  
7 entity. The borrowers -- the bonds will be offered  
8 as fixed rate debt by Ziegler at an assumed 5-percent  
9 average interest rate for the bonds.

10 The Sources and Uses show a Refunding  
11 of the Series 2010 Bonds in the amount of a little  
12 over \$147,000,000, a Debt Service Reserve of  
13 approximately \$9 million, capital expenditures in the  
14 amount of \$2.6 million, and cost of issuance of 2.8  
15 million.

16 Management has defined the area  
17 surrounding the project, the PMA, which spans  
18 approximately eight miles from north to south and  
19 approximately four miles east to west.

20 I'd like to take us to the financials,  
21 now, on page -- on page 6 of the report. As you can  
22 see, their unaudited financials for the 9 months  
23 ending 2017 were 0.84 with 21 days cash on hand.  
24 Continuing in this manner until December 31st of this

1 year, will put them in a covenant default under the  
2 existing IFA Series 2010 Bonds. That's one of the  
3 reasons why this financing is imperative.

4           If we look at the projections based on  
5 the feasibility study, we see that in 2017 and 2018  
6 the debt service coverage ratios improved, and then  
7 going out further into 2020 and 2021. The days cash  
8 on hand ratios improve in 2018.

9           By this financing, they are stretching  
10 out the maturity of the remaining 2010 Bonds. Also,  
11 there is a payment due on the 2010 Bonds of \$7  
12 million that needs to be paid by December 31, 2018.  
13 This financing will take that \$7 million and amortize  
14 it over the length of the 2017 bonds.

15           Using current interest rates provided  
16 by Ziegler, the current plan of finance produces  
17 annual debt service savings of -- in excess of \$1.5  
18 million a year, equating to over \$20 million in a net  
19 present value basis, 19.4 percent of the par amount  
20 refunded.

21           In order to strengthen The Admiral's  
22 liquidity position, The Admiral Foundation, of which  
23 Clark Fetridge is the Chair, has -- The Admiral  
24 Foundation and the Kendal Corporation have agreed to

1 provide liquidity support of \$3.75 million and  
2 \$750,000 respectively, for a total of \$4.5 million,  
3 which will be held in a Liquidity Support Fund by the  
4 Master Trustee to be paid down as needed. I think --  
5 The Admiral at the Lake does not pay property taxes.

6 And then, I guess that's it. Does  
7 any -- are there any questions? Or...

8 Mr. Clarke, would you like to make a  
9 short statement --

10 MR. CHARLES F. CLARKE: Sure.

11 LENANE: -- or wait for questions?

12 GOETZ: Somebody needs to mute their phone.

13 MR. CHARLES F. CLARKE: There's some background  
14 noise apparently?

15 LENANE: Yeah.

16 GOETZ: Yeah.

17 LENANE: It's not coming from here I don't  
18 think, Mike.

19 Goetz: No, it's not.

20 MR. CHARLES F. CLARKE: Well, thank you, Pam.

21 We're really excited to be here, and glad that you  
22 are going to entertain our proposal here.

23 We're, as you can tell, a 160-year-old  
24 institution. We expect to be around for another 160

1 years. And this refinancing will help us lower our  
2 average interest rate from 8 percent to 5 percent,  
3 and also restructure our covenants and financial  
4 package so that we can really look forward to solid  
5 financial security in the future.

6 This is something that we have been  
7 pursuing since we opened our doors. We're really  
8 excited that we have this opportunity now because  
9 this is really going to help set us up to be an  
10 institution that can contribute to the Chicago senior  
11 care landscape for many years in the future.

12 So thank you very much for your  
13 consideration, and if you have any questions, we're  
14 happy to answer them. As you can tell, we've got the  
15 whole team here.

16 LENANE: I know.

17 Ms. Harrison, would you like to make a  
18 statement on behalf of Kendal Corporation?

19 MS. AMY HARRISON: I can say very briefly that  
20 Kendal and The Admiral share the values of  
21 transforming the aging process in the United States  
22 and across the world. We're very happy to partner  
23 with The Admiral at the Lake and its related  
24 entities. We feel that the stability of the

1 community is indicative of the strength of the  
2 organization, the history that Mr. Clarke spoke to,  
3 and we are honored to be a part of this and we're  
4 very excited that as a now stable community, The  
5 Admiral has this opportunity, and we're grateful that  
6 you're entertaining the proposal.

7 LENANE: Would any of the Board Members on the  
8 phone like to make a statement?

9 CHAIRMAN HORNE: This is Bob Horne. I'm -- I  
10 know The Admiral and I know, you know, it does, it  
11 provides outstanding service, so thank you for coming  
12 to us.

13 I did have a question on the  
14 financials. Just -- I'm just trying to understand  
15 the decline of the assets that I'm looking at and  
16 kind of what's behind that.

17 LENANE: Okay. It looks --

18 MR. DAN CHURCHILL: Are you speak --

19 LENANE: Yes.

20 MR. DAN CHURCHILL: Total assets is really --  
21 sorry. This is Dan Churchill. I'm the CFO.

22 LENANE: Do you see --

23 MR. DAN CHURCHILL: Really, the decline in our  
24 total assets is a function of the depreciation every

1 year.

2 CHAIRMAN HORNE: Okay.

3 LENANE: This is Dan Churchill, the CFO of The  
4 Admiral.

5 CHAIRMAN HORNE: No, I just saw just a steady  
6 decline, and I just didn't know what was behind that.

7 MR. DAN CHURCHILL: Yep. That's exactly what  
8 it is. It's just depreciation every year.

9 FLETCHER: Non-cash expenditures.

10 CHAIRMAN HORNE: Okay.

11 MR. DAN CHURCHILL: Non-cash expense.

12 CHAIRMAN HORNE: Good answer. Thank you.

13 MS. ANDREA O. HASTEN: And this is Andrea  
14 Hasten, I'm the Chairman of The Old People's Home.  
15 And I just wanted to say thank you to everybody on  
16 the phone and just to say you've got many long-term  
17 board members that are also present on this phone,  
18 and are really committed, and have been, to the  
19 Admiral, and will continue to do so. And this would  
20 be a great asset to our residents, to our staff, our  
21 Kendal relationship, so we really appreciate you  
22 taking the time to look at this request of ours  
23 today.

24 Thank you.



1 CHAIRMAN HORNE: Thank you.

2 ANDERBERG: I have one question. This is  
3 Eric -- Eric Anderberg.

4 And I'd like, for the record, to the  
5 Admiral, you said from 8 to 5 percent.

6 Could you just say, for the record,  
7 per year, the dollar amount that that would save --  
8 save you in interest.

9 LENANE: Mr. Chairman, that would save them in  
10 excess of \$1.5 million per year.

11 ANDERBERG: Okay. Thank you, Pam.

12 LENANE: Sure.

13 ANDERBERG: That's outstanding.

14 LENANE: It really is.

15 ANDERBERG: Very -- it's very -- it's very  
16 perfect for the situation we're in right now, so  
17 thank you.

18 VICE CHAIR McCOY: Are there any other -- this  
19 is Vice Chairman McCoy -- are there any other  
20 questions that we may have from the Board, someone?

21 CHAIRMAN HORNE: Not from me.

22 VICE CHAIR McCOY: Okay. Based on -- I would  
23 like to request a -- well, first off, what -- I'd  
24 like to thank everybody from the Admiral for being

1 on. I think that's great representation and  
2 commitment, and most appreciated from our  
3 perspective.

4 With that being said, I'd like to  
5 request a motion to pass and adopt the following  
6 Project Report and Resolution: Item 6, is there such  
7 a motion?

8 GOETZ: So moved, this is Mike.

9 VICE CHAIR McCOY: Thank you.

10 Is there a second?

11 FUENTES: Second, Fuentes.

12 VICE CHAIR McCOY: All right. Can I ask you to  
13 call the roll, please.

14 OECHSLER: Yes. On the Motion and Second, I  
15 will call the roll.

16 Mr. Fuentes?

17 FUENTES: Yes.

18 OECHSLER: Mr. Goetz?

19 GOETZ: Yes.

20 OECHSLER: Chairman Horne?

21 CHAIRMAN HORNE: Yes.

22 OECHSLER: Ms. Juracek?

23 JURACEK: Yes.

24 OECHSLER: Vice-Chair McCoy?

1           McCOY:  Yes.

2           OECHSLER:  Mr. Obernagel?

3           OBERNAGEL:  Yes.

4           OECHSLER:  And Mr. Zeller?

5           ZELLER:  Yes.

6           OECHSLER:  Mr. Committee Vice-Chairman, the

7   Motion carries.

8           VICE CHAIR McCOY:  Thank you very much.

9                     Ms. Lenane, before you present Item

10   No. 3, I think we need Chairman Horne and Member

11   Goetz to either hang up or disappear from the room

12   for a moment.

13           CHAIRMAN HORNE:  I'll hang up.  Do you want --

14   does someone want to just text me?  Chris or somebody

15   can text me when I -- when I should dial back in.

16           FLETCHER:  Yeah.  Mari's going to contact you

17   when we're ready.

18           GOETZ:  Yeah.  Me too.  Me too.

19           MS. ANDREA O. HASTEN:  This is Andrea Hasten.

20   Thank you.  I'm hanging up.

21           GOETZ:  Is she going to text me too, Brad?

22           FLETCHER:  Yes.  I'll take care of it, Mike.

23           GOETZ:  Okay.  Thank you.

24           OECHSLER:  Let the record reflect that Members

1 Goetz and Horne have recused themselves from  
2 deliberations by terminating their participation via  
3 audio conference.

4 VICE CHAIR McCOY: Okay. Pam, if you're ready,  
5 I think we're ready.

6 LENANE: I am.

7 VICE CHAIR McCOY: Item 3, Ann and Robert Lurie  
8 Children's Hospital.

9 LENANE: Lurie Children's Hospital.

10 Okay. Lurie Children's Hospital is  
11 seeking a one-time final bond resolution to approve  
12 the issuance of a series tax-exempt or taxable bonds  
13 in the amount of approximately \$240 million to  
14 advance refund all or a portion of the Series 2008A  
15 Bonds and to advance refund all, or a portion of, or  
16 none of the IFA Series 2008 [sic] Bonds, and to pay  
17 costs of issuance.

18 They are asking for a resolution that  
19 would approve both taxable and tax-exempt issuances,  
20 which they are considering due to the uncertainty of  
21 tax reform.

22 We're scheduled to close on  
23 January 18th. If tax reform has been eliminated,  
24 they will issue these bonds as taxable through the

1 Authority. If tax-exempt bonds are still available,  
2 they will issue tax-exempt bonds through the  
3 Authority.

4 The plan of finance contemplates fixed  
5 rate bonds to be sold in a public offering by JP  
6 Morgan Securities and Goldman Sachs.

7 The bonds will carry ratings. Lurie  
8 Children's currently has underlying ratings of 'AA'  
9 (positive) and AA- (stable) from S&P and Fitch  
10 respectively, which are expected to be affirmed as  
11 part of this financing.

12 Lurie's Children is located in Chicago  
13 and presently owns and operates the only  
14 full-service, independent, freestanding pediatric  
15 hospital in Illinois, with 288 licensed bed -- beds.  
16 Lurie Children's operates more than 50 specialty and  
17 primary care outpatient clinics at its main campus in  
18 the Streeterville neighborhood and throughout the  
19 Chicago area, as well as 2 ambulatory care facilities  
20 and 13 outpatient speciality care centers in the  
21 surrounding Chicago metro areas.

22 Lurie's market position is enhanced by  
23 its affiliations with Northwestern Memorial Hospital  
24 and the Feinberg School of Medicine, which

1 strengthens Lurie Children's physician recruiting and  
2 alignment initiatives. As Feinberg School of  
3 Medicine's primary teaching hospital, virtually all  
4 of Lurie's Children hospital-based physicians hold  
5 faculty appointments at the medical school.

6 In addition to its affiliation with  
7 Northwestern Memorial Hospital, Lurie Children's has  
8 extended its geographic reach through strategic  
9 partnerships with 14 additional hospitals and Lurie  
10 Children's 11 outpatient centers located throughout  
11 the Chicago metropolitan area.

12 Lurie Children's fiscal 2017 audited  
13 financials show very strong debt service coverage  
14 with 8.3 debt service coverage and 474 days cash on  
15 hand. The present value from this savings, whether  
16 they do it tax-exempt or taxable, is \$38 million.  
17 Fantastic.

18 Any questions?

19 VICE CHAIR McCOY: Obviously, you know, the  
20 credit speaks for itself, the institution speaks for  
21 itself, and a strong credit rating, so it's a good  
22 transaction.

23 Any other comments?

24 (No response.)

1           VICE CHAIR McCOY:  If not, I'd like to request  
2           a motion to pass and adopt the following Project and  
3           Resolution:  Item 3.

4                         Is there such a motion?

5           OBERNAGEL:  So moved.  Obernagel makes a  
6           motion.

7           VICE CHAIR McCOY:  Thank you.

8                         A second?

9           FUENTES:  Lyle, this is a second.

10          VICE CHAIR McCOY:  Thank you.

11                         Will the assistant to -- Ryan, would  
12          you please call the roll.

13          OECHSLER:  On the Motion and Second, I will  
14          call the roll.

15                         Mr. Fuentes?

16          FUENTES:  Yes.

17          OECHSLER:  Ms. Juracek?

18          JURACEK:  Yes.

19          OECHSLER:  Vice Chair McCoy?

20          VICE CHAIR McCOY:  Yes.

21          OECHSLER:  Mr. Obernagel?

22          OBERNAGEL:  Yes.

23          OECHSLER:  Mr. Zeller?

24          ZELLER:  Yes.

1           OECHSLER: Mr. Committee Vice Chair, the Motion  
2 carries.

3           VICE CHAIR McCOY: Okay. Thank you.

4                   I think if we can get Chairman Horne  
5 back on the line.

6           FRAMPTON: Working on it.

7           VICE CHAIR McCOY: Just Member Horne comes back  
8 on, right?

9           FLETCHER: Yeah.

10          LENANE: We're trying to get him, I think.

11          FLETCHER: Mike still needs to abstain from OSF  
12 and Edward-Elmhurst.

13          VICE CHAIR McCOY: Okay. Great.

14          LENANE: Should I wait? Probably. Huh?

15          VICE CHAIR McCOY: Yeah. Give it -- give it a  
16 minute.

17          LENANE: Okay. No problem.

18          VICE CHAIR McCOY: We'll give it a minute or  
19 two.

20          WEBER: While we're waiting, I know it will  
21 help the court reporter who may not know your voices,  
22 if you can identify yourself when you speak.

23          VICE CHAIR McCOY: Yeah.

24          WEBER: Thank you.



1 FLETCHER: Bob, is that you?

2 CHAIRMAN HORNE: Yeah, it's me.

3 VICE CHAIR McCOY: Welcome back.

4 OECHSLER: Let the record reflect that  
5 Committee Chairman Horne has dialed back-in and is  
6 again participating via audio conference.

7 VICE CHAIR McCOY: Okay, Pam, and we're set to  
8 go on Item 5 and 19.

9 LENANE: Okay. OSF Healthcare System is  
10 requesting a one-time final bond resolution to  
11 approve the issuance of a series of tax-exempt bonds  
12 in the amount of approximately \$235 million to  
13 purchase Presence Covenant Medical Center in Urbana  
14 and Presence United Samaritans Medical Center in  
15 Danville; to refinance the indebtedness that provided  
16 for the construction and equipping of the Mendota  
17 Community Hospital doing business as OSF Saint Paul  
18 Medical Center; and to refund the Series 2009G bonds.

19 OSF was incorporated in 1880 as The  
20 Sisters of the Third Order of St. Francis. The  
21 Corporation's current name was adopted as part of a  
22 complete restructuring. The Corporation operates  
23 health facilities as a single corporation, with each  
24 health care facility functioning as an operating

1 division of the Corporation.

2 OSF is headquartered in Peoria. Ten  
3 of the Corporation's hospitals are located in  
4 Illinois; one hospital is located in Michigan. OSF  
5 has approximately 1,500 licensed acute care beds.  
6 The Corporation's largest hospital, St. Francis  
7 Medical Center in Peoria, is a 609-licensed-bed,  
8 tertiary-care teaching center providing numerous  
9 specialty services and extended -- extensive  
10 residency programs.

11 The array of health services provided  
12 by OSF also includes 44 hospital outpatient  
13 facilities, approximately 248 physician office  
14 facilities of employed physician, 6 home health  
15 agencies, and 5 hospices. Interestingly enough, they  
16 also, I think, own 4 helicopters that they bring  
17 people from around Peoria into the hospital.

18 OSF is acquiring two hospitals:  
19 Presence Covenant Medical Center in Urbana and  
20 Presence United Samaritan Medical Center in Danville.  
21 Presence Covenant Medical Center will be named OSF  
22 HealthCare Heart of Mary Medical Center and has 2- --  
23 106 beds with more than 700 employees. United  
24 Samaritans Medical Center will become OSF HealthCare

1 Sacred Heart Medical Center and has 174 beds with  
2 more than 550 employees and offers a full range of  
3 inpatient and outpatient medical services for the  
4 greater Danville area.

5 The plan of finance contemplates a  
6 bank direct purchase by a P- -- PNC Bank, the rate on  
7 which will be determined at closing. The refunding  
8 portion is \$49 million, and the acquisition or new  
9 money costs are \$185 million.

10 OSF currently has facilities in the  
11 following locations: St. Francis Medical Center in  
12 Peoria; St. Anthony Medical Center in Rockford; Saint  
13 Anthony Health Center in Alton; in Bloomington,  
14 St. Joseph Medical Center; in Pontiac, St. James  
15 Hospital; in Mendota, Saint Paul Medical Center; in  
16 Saint -- in Kewanee, Saint Luke Medical Center; in  
17 Monmouth, Holy Family Medical Center. OSF -- OSF's  
18 facility in Michigan, OSF St. Francis Hospital, is  
19 located in Escanaba. None of these funds, though,  
20 are being spent in Michigan.

21 Following the acquisition, Presence  
22 Covenant Medical Center and Presence United  
23 Samaritans Medical Center also -- OSF will also have  
24 facilities in Urbana Danville -- and Danville.

1 OSF's 2017 unaudited financials show a  
2 strong debt service coverage of 3.43 and 187 days  
3 cash on hand.

4 I didn't give you their ratings. They  
5 do carry ratings, but they won't confirm them. This  
6 is a bank direct purchase: A2 and A by Moody's and  
7 S&P. Their financials show strong debt service  
8 coverage of 3.43 with 187 days cash on hand.

9 There is no present value savings on  
10 this transaction because the 2009C Bonds are floating  
11 rate. OSF is doing this refinancing on this series  
12 because the current structure may create a reissuance  
13 for tax purposes and there- -- in the future, and  
14 thereby they would lose the tax exemption if the Tax  
15 Bill eliminates tax-exempt bonds.

16 OSF does not pay property taxes on its  
17 tax-exempt facilities. However, there are areas  
18 within some of OSF's tax-exempt facilities that are  
19 leased to taxable entity -- entities. OSF does not  
20 pay property tax on their taxable facilities -- does  
21 pay a property tax on their taxable facilities.

22 Thank you.

23 Any questions?

24 VICE CHAIR McCOY: If not, we should move ahead

1 to Edward-Elmhurst.

2 LENANE: Okay Edward-Elmhurst, I think is 19 --

3 VICE CHAIR McCOY: 19.

4 LENANE: Yeah, 19. 19.

5 FLETCHER: 19 on the Tax-Exempt Agenda. If  
6 you're following along in the Board Book, things are  
7 a little different near the end.

8 VICE CHAIR McCOY: Okay.

9 LENANE: Okay. I got to find it here. I'm --  
10 just a moment.

11 FRAMPTON: 21.

12 FLETCHER: 21 and 22.

13 LENANE: 21 in the book? Oh, thanks.

14 FRAMPTON: 22.

15 LENANE: 21? I got it.

16 FRAMPTON: Or 22.

17 LENANE: Well, I don't have a 22. Oh. It's in  
18 the package. Excuse me.

19 FLETCHER: Didn't make the mailing.

20 LENANE: Excuse me. That's right. Because of  
21 me. Edward-Elmhurst couldn't decide till the last  
22 minute what they were going to do, so I'm trying to  
23 find it here. Sorry.

24 Well, this is an amendment authorizing

1       them to --

2               FRAMPTON:  It's 128 in the Tax-Exempt Packet.

3               LENANE:  128?

4               FRAMPTON:  Yes.

5               LENANE:  Thank you.

6                       -- to amend their documents for  
7       their -- this is also being done in light of tax  
8       reform being eliminated.

9                       They are requesting that the IFA enter  
10       into supplemental indentures related to the IFA's  
11       2017B and 2017C bonds issued for the benefit of  
12       Edward-Elmhurst in order to permit a sale of bonds at  
13       a premium upon a conversation to fixed rate.

14                      The bond indentures currently require  
15       that if converted to fixed rate, bonds be offered for  
16       sale at par.  Since fixed rate bonds today are often  
17       remarketed at a premium, this will allow  
18       Edward-Elmhurst more flexibility if they decide to  
19       convert to fixed rate.  And as I said, this is being  
20       considered because of the potential elimination of  
21       tax-exempt bonds.

22                      Edward-Elmhurst is also requesting  
23       that the IFA enter into supplemental indentures  
24       relating to the IFA's 2013B, C, and D bonds issued

1 for the benefit of Elmhurst Hospital, which is now  
2 controlled by Edward-Elmhurst, in order to permit a  
3 sale of the bonds at premium as described above, and  
4 a conversion out of a bank holding interest rate  
5 prior mode to the end of the period upon agreement  
6 with the bank.

7 Any questions?

8 VICE CHAIR McCOY: Okay. I think we're good on  
9 that.

10 LENANE: Thank you.

11 VICE CHAIR McCOY: There are no questions.  
12 Thank you, Pam.

13 I'd like to request a motion to pass  
14 and adopt the following Project Reports and  
15 Resolutions: Item 5 and -- what are we calling it,  
16 19? Or --

17 WEBER: Yes.

18 LENANE: Well, 19 sounds good, yep.

19 VICE CHAIR McCOY: 19.

20 Is there such a motion, please?

21 FUENTES: Member Fuentes, so moved.

22 VICE CHAIR McCOY: Okay.

23 UNIDENTIFIED MEMBER: Second.

24 WEBER: Who was the second?

1 VICE CHAIR McCOY: I don't believe there was --

2 CHAIRMAN HORNE: I'll second.

3 FLETCHER: That's Bob Horne.

4 LENANE: Bob Horne, yeah.

5 VICE CHAIR McCOY: Thank you.

6 Will you please call the roll.

7 OECHSLER: On the Motion and Second, I will

8 call the roll.

9 Mr. Fuentes?

10 FUENTES: Yes.

11 OECHSLER: Chairman Horne?

12 CHAIRMAN HORNE: Yes.

13 OECHSLER: Ms. Juracek?

14 JURACEK: Yes.

15 OECHSLER: Vice Chair McCoy?

16 VICE CHAIR McCOY: Yes.

17 OECHSLER: Mr. Obernagel?

18 OBERNAGEL: Yes.

19 OECHSLER: Mr. Zeller?

20 ZELLER: Yes.

21 OECHSLER: Mr. Committee Vice-Chairman, the

22 Motion carries.

23 VICE CHAIR McCOY: Thank you very much.

24 Could we have Member Goetz back in,



1 please.

2 OECHSLER: Yes.

3 MEISTER: He's on his way. We're contacting  
4 him.

5 VICE CHAIR McCOY: Thank you.

6 GOETZ: This is Mike Goetz. I'm back on the  
7 line.

8 VICE CHAIR McCOY: Welcome back, Mike.

9 OECHSLER: Let the record reflect that Member  
10 Goetz has dialed back-in and is again participating  
11 via audio conference.

12 VICE CHAIR McCOY: Mr. Fletcher, would you like  
13 to...

14 FLETCHER: Yes. So I'll be presenting several  
15 items. The first will be Item 1, Lincoln Park Zoo,  
16 then Bradley University, Elmhurst College, Carmel  
17 Catholic High School, Mount Carmel Catholic High  
18 School, and Little City Foundation. I'll begin with  
19 Lincoln Park Zoo.

20 Lincoln Park Zoological Society is a  
21 nonprofit entity that was incorporated in 1959 to  
22 support educational programs, connect people to  
23 nature in connection with Lincoln Park Zoo as we're  
24 familiar with it, on Chicago's lakefront. In 1995,

1 the Zoological Society assumed management of the zoo  
2 from the Chicago Park District, while the Chicago  
3 Park District remains the owner through a  
4 public-private partnership. This is the first time  
5 we're seeing Lincoln Park Zoological Society as a  
6 standalone borrower.

7 I will provide some overall context.

8 Item No. 13 on the Agenda refers to the Illinois  
9 Educational Facilities Authority Commercial Paper  
10 Program. Lincoln Park Zoo has been one of the  
11 borrowers of the Commercial Paper Program since 1995  
12 when the program was founded. What the Zoological  
13 Society's undertaking at this time is they are  
14 refinancing out of the Commercial Paper Program for  
15 12/31, and they are entering into a bank direct  
16 purchase structure with the Northern Trust Company  
17 and PNC Bank.

18 Currently, outstanding commercial  
19 paper is estimated to be about \$70 million, so  
20 Northern Trust Company will be taking half of that  
21 while PNC takes the other half, adding in costs of  
22 issuance, which is expected to be \$500,000 or less.  
23 The not-to-exceed amount of this resolution is  
24 \$70,500,000.

1                   The not-to-exceed maturity provided by  
2                   the Resolution will be 25 years on the Series 2017A  
3                   and Series 2017B Bonds.

4                   I will jump forward to the  
5                   Confidential Section, which can be found on page 7 of  
6                   the report. Because they are a nonrated entity, we  
7                   did provide a financial forecast which demonstrates  
8                   that we expect them to generate sufficient operating  
9                   cash flows of at least 1.24 times or better,  
10                  beginning in fiscal year 2019, which for the forecast  
11                  period, would be the first full fiscal year of debt  
12                  service payments.

13                  I will inform the members of the  
14                  Committee, we did stress this forecast quite  
15                  conservatively. The actual amortization provided by  
16                  Northern Trust and PNC stipulates that the first  
17                  principal payment will not be, in fact, until 2025.  
18                  So these conservative ratios are being provided to  
19                  demonstrate that the Zoological Society's in a good  
20                  position to be a standalone borrower for this  
21                  outstanding debt, which is currently revolving every  
22                  207 days or less under Commercial Paper Program.

23                  With respect to their operating  
24                  history, they did have an anomaly in 2016 where they

1 posted a net operating loss, which was due to a peak  
2 in construction costs in 2016. I did note in the  
3 Financial Summary provided on page 8 that 2017  
4 revenues normalized as did expenses and, in fact,  
5 their net operating loss in 2017 was less than their  
6 noncash expenditure for depreciation.

7 Furthermore, they have a respectable  
8 endowment for an institution their size. As of  
9 March 31st of this year, their endowment was  
10 approximately \$49 million.

11 I can take any questions on Lincoln  
12 Park Zoological Society.

13 VICE CHAIR McCOY: I think we're good, Brad.

14 FLETCHER: Okay. Moving on next to Bradley  
15 University.

16 Bradley University, you will recall,  
17 issued its Series 2017 Draw-down Bonds September 1st,  
18 2017, just a few short months ago, which were  
19 privately placed for an initial term of 5 years with  
20 PNC Bank and Morton Community Bank. That was a  
21 draw-down structure where the bond -- bond proceeds  
22 would be advanced through the borrower while projects  
23 came online.

24 In light of federal tax reform, we

1 need to amend these indentures before 12/31 if  
2 respective legislation eliminates the ability to  
3 issue tax-exempt bonds.

4 So accordingly, the update to the  
5 indentures for Bradley University does not inherently  
6 amend the draw-down schedule, but it does provide  
7 that the advances can be all made before 12/31.

8 Bond Counsel is still determining if  
9 this will a reissuance for tax purposes.  
10 Nevertheless, on page 5 of the Report, we did provide  
11 our typical amendment fee. We recognize, of course,  
12 this is only taking place because of prospective  
13 federal legislation.

14 And just by reference, accordingly,  
15 approximately \$30 million remains to be advanced.  
16 The not-to-exceed amount over the life of the deal  
17 was \$50 million to be drawn from the two banks.

18 Are there any questions?

19 VICE CHAIR McCOY: I think we're good, Brad.

20 FLETCHER: Thank you.

21 Next is Elmhurst College. Elmhurst  
22 College has outstanding, through the Illinois Finance  
23 Authority, its Series 2003 Bonds and Series 2007  
24 Bonds. Collectively, these bonds are approximately

1       \$37 million in outstanding debt. Currently, they're  
2       in the letter of credit structure with BMO Harris  
3       Bank providing a letter of credit, which otherwise  
4       expires February 20- -- 17th, 2019.

5                       This is what we typically see our  
6       borrowers undertake when they exit the letter of  
7       credit structure and enter into a bank direct  
8       purchase structure because their letter of credit  
9       fees are increasing every year. This deal is being  
10      accelerated, however, because of the prospective  
11      federal tax reform, so they wanted to get into a bank  
12      direct structure -- direct purchase structure, I  
13      should say, before 12/31. The new bank will be PNC,  
14      which will be undertaking the \$37.25 million, which  
15      will also pay for -- prospectively pay for cost of  
16      issuance.

17                      With respect to terms of the Bonds, it  
18      will be an initial term of seven years with PNC Bank,  
19      and the interest rate will be variable based on a  
20      credit spread to LIBOR.

21                      Are there any questions?

22                      VICE CHAIR McCOY: I think we're good.

23                      FLETCHER: Okay. Next, is Carmel Catholic High  
24      School.

1 Carmel Catholic High School issued  
2 through the Authority in 2012 under a multi-modal  
3 structure. Currently, the bonds are privately placed  
4 with Lake Forest Bank & Trust Company, which is an  
5 affiliate of Wintrust.

6 When the bond documents were drafted  
7 by Bond Counsel in 2012, they provided that a  
8 third-party rate calculation agent would have to  
9 certify the interest rate at which the bonds could be  
10 remarketed at par after every reset period. The  
11 borrower informed the Authority several months ago  
12 that they were having trouble engaging a third-party  
13 rate calculation agent.

14 Accordingly, we're willing to amend  
15 the documents as Wintrust has agreed to provide that  
16 certification. And likewise, because of prospective  
17 federal tax reform, they've requested our consent to  
18 extend the initial term of Wintrust by five years.  
19 That is -- the current interest rate reset date is  
20 July 10th, 2022. It will now be July 1st, 2027.

21 So this Resolution provides for those  
22 consents, and we ask for your approval.

23 VICE CHAIR McCOY: Okay, Brad. I think we're  
24 good.

1           FLETCHER: Next is Mount Carmel High School.  
2           Again, this is a Wintrust deal. Mount Carmel High  
3           School issued bonds through the Authority in 2016,  
4           and then received an amendatory approval of a  
5           resolution in February 2017 increasing the  
6           not-to-exceed amount to \$26 million. 2016 Bond bears  
7           a variable rate of interest based on LIBOR for a  
8           current initial term of five years, which would be  
9           August 1st, 2021.

10                         Because the federal tax reform is  
11           likely to decrease the federal corporate tax rate,  
12           what's being requested here is what's called a  
13           gross-up provision, where when corporate tax rates  
14           fall, a margin rate factor increases the interest  
15           rate borne on the outstanding debt.

16                         So this amended bond and loan  
17           agreement will provide for that gross margin  
18           provision, which will be increasing the interest rate  
19           by at least 100 basis points if the corporate tax  
20           rates fall, and likewise extend the initial term by  
21           five years -- I'm sorry -- by six years, from 2021 to  
22           2027. This will be considered a reissuance for tax  
23           purposes. But again, this is just Wintrust and  
24           Carmel maintaining their existing relationship for a



1 longer period of time. So we're being asked for our  
2 consent.

3 Are there any questions?

4 (No response.)

5 VICE CHAIR McCOY: Great. We can move on.

6 Thank you.

7 FLETCHER: Finally, another Wintrust deal.

8 This is Little City Foundation. They issued bonds  
9 through the Authority in 2014. Just as I explained  
10 with Mount Carmel, this will be incorporating a  
11 margin rate factor and gross-up provision of at least  
12 100 basis points if corporate tax rates fall given  
13 the pending and prospective federal tax reform  
14 legislation. Also, similarly, they've requested our  
15 consent to extend the initial term, continue their  
16 relationship by approximately two years and nine  
17 months, just under three years. So the interest rate  
18 reset date would be extended from March 1st, 2024, to  
19 December 20th, 2027.

20 That request was actually made just an  
21 hour ago, so we will be providing for an amended  
22 resolution in your folders tomorrow as well as an  
23 updated memo.

24 The last page of the report provides

1 for you our administrative closing fee for this  
2 reissuance.

3 Are there any questions?

4 VICE CHAIR McCOY: Okay. Hearing none, thank  
5 you very much for that, Brad.

6 FLETCHER: Thank you.

7 That concludes the presentation I'll  
8 be making today.

9 VICE CHAIR McCOY: Thank you.

10 There's a definite theme that came  
11 through them right now, and I think will continue.

12 I would like to, then, request a  
13 motion to pass and adopt the following Project  
14 Reports and Resolutions: Items 1, 9, 10, 12, 15, and  
15 16.

16 Is there such a motion?

17 GOETZ: So moved. This is Mike.

18 ZELLER: Second. Brad Zeller.

19 VICE CHAIR McCOY: Thank you, gentlemen.

20 FLETCHER: Thank you.

21 VICE CHAIR McCOY: Could we -- please call the  
22 roll.

23 OECHSLER: On the Motion and Second, I will  
24 call the roll.

1 Mr. Fuentes?

2 FUENTES: Yes.

3 OECHSLER: Mr. Goetz?

4 GOETZ: Yes.

5 OECHSLER: Chairman Horne?

6 CHAIRMAN HORNE: Yes.

7 OECHSLER: Ms. Juracek?

8 JURACEK: Yes.

9 OECHSLER: Vice Chair McCOY?

10 McCOY: Yes.

11 OECHSLER: Mr. Obernagel?

12 OBERNAGEL: Yes.

13 OECHSLER: Mr. Zeller?

14 ZELLER: Yes.

15 OECHSLER: Mr. Committee Vice-Chairman, the

16 Motion carries.

17 VICE CHAIR McCOY: Thank you very much.

18 FLETCHER: Thank you.

19 VICE CHAIR McCOY: Pam, I think it's over to

20 you now for three transactions.

21 LENANE: Yes.

22 No. 4 is Evangelical Retirement Homes

23 of Greater Chicago doing business as Friendship

24 Village of Schaumburg. They are requesting a

1 one-time final bond resolution to approve the  
2 issuance of a series of tax-exempt bonds in the  
3 amount of approximately \$150 million to finance -- or  
4 refinance or reimburse themselves for capital  
5 expenditures in the amount of \$13,750,000; to refund  
6 all or a portion of the Series 20- -- IFA Series  
7 2005A Bonds, 2005B Bonds, and the Series 2010 Bonds;  
8 to fund a debt service reserve for the benefit of the  
9 Series 2017 Bonds; and to pay certain expenses  
10 incurred with the issuance of the Bonds.

11 F- -- Friendship Village is requesting  
12 two waivers. First, a waiver from the Board policy  
13 to sell in \$100,000 denominations to the public, not  
14 to accredited investors or qualified institutional  
15 buyers.

16 Now, if at the time of pricing, they  
17 may determine that they cannot effectively or  
18 efficiently sell the bonds in \$100,000 dominations,  
19 they've requested that they only refund the 2005A and  
20 B Bonds and the 2010 Bonds, eliminating the new money  
21 portion, and that would allow them, if the waiver's  
22 granted, to sell in \$5,000 dominations because they  
23 are only refunding existing bonds for savings in  
24 compliance with IFA policy.

1 Friendship Village operates a  
2 continuing care retirement community consisting of  
3 approximately 28 independent living garden homes, 574  
4 independent living apartments, 87 assisted living  
5 units, 25 memory support assisted living units, and a  
6 248-bed skilled nursing facility located on a 60-acre  
7 suburban -- a 60-acre campus in suburban Schaumburg.

8 After a period of development and  
9 construction, on January 27- -- in 1977, Friendship  
10 Village opened to the public, offering life care to  
11 older adults. Over the years, it has grown to become  
12 the largest continuing care retirement community in  
13 the Chicago area and the 17th largest in the nation.

14 Friendship Village contemplates the  
15 issuance of tax-exempt fixed rate bonds to be sold in  
16 a public offering through BB&T Capital Markets.

17 The Sources and Uses indicate a total  
18 refunding of \$108,000,000, a Project Fund of  
19 \$13,750,000, and a Debt Service Re- -- Reserve Fund  
20 of almost \$2,000,000.

21 The Series 2017 Bonds will be rated.  
22 Friendship Village received a BB- rating affirmation  
23 from Fitch in May of 2017, and expects the same  
24 rating -- excuse me -- for the 2017 Bonds.

1                   I know that's not investment grade, as  
2 we all know, so that's why they have to ask for the  
3 waivers.

4                   Over the past several years,  
5 management on Friendship Village has focused on  
6 stabilizing the organization after a number of  
7 challenging years resulting from a difficult economy  
8 and a tough housing market. After opening a new  
9 170-unit independent living expansion, Bridgewater  
10 Place, in 2008, Friendship Village saw a decrease in  
11 census in its oldest building, Bridgegate, from  
12 census of 430 occupied units down to 373. The census  
13 did rebound in '09 and '10 to about 382 units. After  
14 2010, census in Bridgegate decreased each year from  
15 2011 to 2015, to a low of 282 units occupied. Census  
16 did increase for fiscal year ended March 31, 2016, to  
17 302 units occupied in Bridgegate and remained  
18 consistent finishing at 301 units occupied for fiscal  
19 year ending March 31, 2017.

20                   Of the 404 units in Bridgegate, 147,  
21 or 36 percent, are single-room units that are studios  
22 and alcoves ranging from 275 to 480 square feet. As  
23 of August 31, 2017, approximately 66 percent of such  
24 smaller units are occupied. The occu- -- occupancy

1 percentage of the larger units is approximately 80  
2 percent as of August 31, 2017. Average occupancy for  
3 the first five months of Fiscal 2018 has averaged  
4 slightly under 90 percent at Bridgewater Place.

5 Friendship Village Fiscal 2017 Audited  
6 Financials show debt service coverage of 1.65 with  
7 and 203 days cash on hand. This is customary with a  
8 continuing care community. It's not like a hospital  
9 debt service coverage and CCR ratio and days cash on  
10 hand that we're used to seeing.

11 The estimated present value of this  
12 refunding is \$6,200,943. Friendship Village does not  
13 pay real estate taxes.

14 Are there any questions?

15 VICE CHAIR McCOY: Thank you, Pam. It's Lyle.

16 LENANE: Yes?

17 VICE CHAIR McCOY: Just on -- I guess it's on  
18 Bridgegate. So it came online at a bad time in the  
19 economy.

20 LENANE: Yes.

21 VICE CHAIR McCOY: In '08, if I understand it?

22 LENANE: Yes. It came on in -- yes, it came on  
23 in 2000- -- well, they opened around 2008.

24 VICE CHAIR McCOY: So it seems, if you look

1 at -- I mean, it's clawing its way back up there.

2 LENANE: Yes.

3 VICE CHAIR McCOY: I mean, in talking to them,  
4 do you think they will get up to, you know, will  
5 continue the upwards slope -- or upward climb?

6 LENANE: Well, I'm sure they hope so. It's  
7 sort of amazing to me that 66 percent of these  
8 smaller units are occupied. I mean, they look really  
9 small, 275 square feet. When I used to do housing, I  
10 think SROs were bigger than that. But --

11 VICE CHAIR McCOY: So that may be one of the  
12 issues, that they're just too small?

13 LENANE: Yeah. Could be. Their financial --  
14 their CFO will be here tomorrow, and that's a good  
15 question we could ask him if you want.

16 VICE CHAIR McCOY: Okay. I just -- you notice  
17 them. It seems a lot --

18 LENANE: I know.

19 VICE CHAIR McCOY: -- a lot less, it would  
20 seem, that we've been seeing, obviously.

21 LENANE: Now, I did go out -- I did go out to  
22 see Bridgegate, and it is beautiful. It's really  
23 very pretty. And the old Friendship Village of  
24 Schaumburg pales a little in, you know, comparison to



1 it.

2 So it -- I think it's just the economy  
3 and the housing market, and maybe the size of these  
4 units.

5 VICE CHAIR McCOY: Okay. Any other questions  
6 for Pam on this one? If not, we can move on.

7 LENANE: Okay. Okay. Next is No. 7, Ingalls  
8 Memorial Hospital. I apologize for this, except they  
9 kept changing who was going to be the borrower on  
10 this. I think in your packets you'll see in the book  
11 it was unit -- it was UCM Community Health and  
12 Divi- -- Community & Health Division, Inc., but they  
13 really wanted the borrowing to be in the sub, The  
14 Ingalls Memorial Hospital. So we agreed to  
15 accommodate them and to change it. Otherwise, they  
16 would have to do some things with their books that  
17 they didn't really want to do.

18 So Ingalls Memorial Hospital is  
19 requesting a one-time final bond resolution to  
20 approve the issuance of a series of tax-exempt bonds  
21 in the amount of approximately \$45 million to refund  
22 all of the Ingalls Health System IFA Series 2004  
23 Bonds and to pay certain expenses incurred in  
24 connection with the refunding of these bonds.

1                   Ingalls Memorial Hospital operates a  
2   544-licensed-bed-acute care facility, of which 374  
3   beds are currently staffed. Ingalls provides  
4   secondary and certain tertiary care services, and is  
5   located 22 acres -- on 22 acres of land in Harvey,  
6   Illinois.

7                   Ingalls operates a substantial  
8   ambulatory care network, the cornerstones of which  
9   are ambulatory care centers located in Tinley Park,  
10   Matteson, Calumet City, Flossmoor, and the newest  
11   facility opened in 2013 in Crestwood.

12                   Other ambulatory footprints include  
13   the Ingalls Center for Outpatient Rehab in Calumet  
14   City, Ingalls Wellness Center in Flossmoor, and the  
15   Cancer Support Center in Mokena.

16                   The Corporation employs approximately  
17   2,500 employees, equating to approximately 1,712 --  
18   1,700 full-time equivalent employees.

19                   Ingalls -- The Ingalls Memorial  
20   Hospital's parent, UCM Community & Health Division,  
21   Inc., merged with the University of Chicago Medical  
22   Center under a membership substitution agreement as  
23   of September 30, 2016.

24                   The -- I'd just like to point out

1 here, though, that UCM Community & Health Division is  
2 not -- while it is merged under a substitution  
3 agreement, it has not become part of the obligated  
4 group. Therefore, the University of Chicago is not  
5 liable on this debt.

6 The Ingalls Series 2013 Bonds are  
7 rated Baal by Moody's. The bonds will be a direct  
8 purchase by JP Morgan Chase. The interest rate will  
9 be determined on the day of pricing, depending on  
10 market conditions.

11 The audited financial statements for  
12 University -- UCM Community Health & Hospital  
13 Division, Inc., the parent of Ingalls Memorial  
14 Hospital -- now both are members of the obligated  
15 group -- for a 9-month period ended June 30, 2017,  
16 show good debt service coverage of 2.6 and strong  
17 days cash on hand of 446 days.

18 Interestingly enough, UCM Community  
19 Health & Divi- -- Health & Hospital Division, the  
20 parent of its -- the parent of Ingalls Memorial  
21 Hospital, the Ingalls Foundation, and Ingalls Home  
22 Healthcare, they're all members of the obligated  
23 group and all are liable for the debt. So these  
24 financials back up the debt.

1                   The estimated present value of the  
2 savings for this refunding is approximately  
3 \$3,500,000. Ingalls does not pay real estate taxes.

4                   Any questions?

5           VICE CHAIR McCOY: If there're no questions  
6 from the Board, Pam, why don't you head off to Rush.

7           LENANE: Okay. Rush is number -- I just had  
8 it -- 19 in the -- no, 17 in the book. What is it  
9 over here? Still 17, both places?

10          FRAMPTON: Yeah. They don't start until later.

11          LENANE: Okay. All right. Rush is asking for  
12 an amendment. They would like to amend their Series  
13 2011 Bonds, which were issued in an original amount  
14 of \$56 million. JP Morgan Securities is the owner of  
15 the Bonds. The Bonds are LIBOR based and are in a  
16 current bank interest period that runs to  
17 November 30, 2021.

18                   Rush would like to convert the Series  
19 2011 Bonds from their current bank interest period to  
20 a new bank interest period that runs through  
21 October 31, 2024. This conversion is permitted by  
22 the Bond Indenture. JP Morgan has the ability to  
23 continue to hold the Series 2011 Bonds through the  
24 conversion, and they have indicated that they are

1 willing to do so. In connection with the conversion,  
2 JP Morgan will reset the applicable spread based on  
3 current market condition.

4 The definition of the LIBOR index will  
5 be revised in the Bond Indenture to provide  
6 additional flexibility and possible reissuance  
7 protection in the event LIBOR is no longer being used  
8 in 2021. The supplemental Bond Indenture will also  
9 confirm the details of the conversion.

10 The particular transaction is not  
11 presently expected to cause a reissuance for tax  
12 purposes. Of course, if it were to be done next  
13 year, that would probably be a reissuance for tax  
14 purposes and make the bonds taxable.

15 Any questions?

16 VICE CHAIR McCOY: If there are no questions  
17 from the Committee Members, I would like to request a  
18 Motion to pass and adopt the following Project  
19 Reports and Resolutions: 4 and 17.

20 Is there such a motion?

21 GOETZ: So moved.

22 UNIDENTIFIED MEMBER: Second.

23 WEBER: Who -- who moved?

24 FRAMPTON: Mike Goetz.

1 GOETZ: Mike Goetz.

2 VICE CHAIR McCOY: Could we please call the  
3 roll?

4 WEBER: And who's the second?

5 FUENTES: Fuentes.

6 WEBER: Fuentes. Thank you.

7 OECHSLER: Yes. On the Motion and Second, I  
8 will call the roll.

9 Mr. Fuentes?

10 FUENTES: Yes.

11 OECHSLER: Mr. Goetz?

12 GOETZ: Yes.

13 OECHSLER: Chairman Horne?

14 (No response.)

15 OECHSLER: Chairman Horne?

16 CHAIRMAN HORNE: Yes.

17 OECHSLER: Ms. Juracek?

18 JURACEK: Yes.

19 OECHSLER: Vice Chair McCoy?

20 VICE CHAIR McCOY: Yes.

21 OECHSLER: Mr. Obernagel?

22 OBERNAGEL: Yes.

23 OECHSLER: Mr. Zeller?

24 (No response.)

1 OECHSLER: Mr. Zeller?

2 ZELLER: Yes.

3 OECHSLER: Mr. Committee Vice-Chairman, the  
4 Motion carries.

5 VICE CHAIR McCOY: Thank you very much.

6 Mr. Frampton, thank you for your  
7 patience. It's your turn.

8 FRAMPTON: Okay. Thank you, Mr. Vice Chair  
9 McCoy. We will move on to Item 2, the University of  
10 Chicago. This is a one-time consideration Final Bond  
11 Resolution in an amount not to exceed \$275 million.  
12 This transaction is being accelerated as a result of  
13 the proposed tax reform legislation affecting private  
14 activity bonds.

15 The way the resolution on this  
16 financing has been structured, it's been set up to  
17 provide maximum flexibility to reset interest rates  
18 and would enable a variety of potential structures  
19 that would enable all or a portion of the bonds to be  
20 initially sold prior to the end of the year in one or  
21 more of the following three ways: either, one, on a  
22 private placement basis to Barclays Capital or any  
23 other financial institution selected by the  
24 University; two, they may be sold to the public

1 markets on a public offering basis; or three, sold  
2 initially on a private placement basis and then  
3 subsequently converted to a new interest rate mode or  
4 adjustable period and then remarketed to the public  
5 markets.

6 In terms of the use of proceeds, if  
7 you look at the Sources and Uses of Funds table at  
8 the bottom of the page 1, the University is still  
9 evaluating exactly how they would apportion the  
10 proceeds of this financing. It's possible that it  
11 could be all refunding. It's possible it could be  
12 all new money or any combination thereof. They --  
13 they have Bond Counsel looking at that and they've  
14 also been evaluating the feasibility of refunding  
15 certain of their Series 2012A Bonds and other -- and  
16 other debt with their financial advisor. So that is  
17 why those amounts remain indeterminate at this point.

18 The keys, of course, with the  
19 University of Chicago are their long-term and  
20 short-term ratings. The University of Chicago  
21 features investment-grade ratings, both on their  
22 long-term debt, of course, which are all in the AA  
23 range, to be specific Aa2 by Moody's, which is also  
24 known as AA flat, AA- by S&P, AA+ by Fitch.



1                   Similarly, they all have the strongest  
2 short-term ratings by Moody's, S&P, and Fitch as  
3 well. As noted on page 10 of the report, as we all  
4 know, the University has a very strong balance sheet  
5 as evidenced by days cash and investments, and they  
6 have continued to post very strong debt service  
7 coverage and, in fact, just by assuming all of the  
8 new \$275 million of debt ends up being new money,  
9 looking at debt service coverage on a pro forma  
10 basis, the payments that they would have, in 2017,  
11 generated 2.2 times coverage on all debt, including  
12 \$275 million of new debt associated with this  
13 financing if they choose to go all new money.

14                   In terms of the financing team, if the  
15 Bonds are sold into the public markets, they have  
16 selected six firms to serve as co-senior manager,  
17 including Loop, PNC, RBC Capital Markets, Wells Fargo  
18 Securities, Bank of America Merrill Lynch, and  
19 Siebert Cisneros Shank.

20                   Since 2004, the University of Chicago  
21 has been the Authority's number one borrower in the  
22 Health -- the Higher Ed. Sector, both in terms of the  
23 number of transactions and dollar volume. And after  
24 the transaction closes and the University selects the

1 projects to be financed, we'll be updating the jobs  
2 information for the Year-End Calendar Employment  
3 Report.

4 That will conclude my remarks. Do you  
5 have any questions or comments?

6 VICE CHAIR McCOY: Any comments or questions  
7 from the Committee Members?

8 (No response.)

9 VICE CHAIR McCOY: I don't think we do, Rich,  
10 so Item 8 now.

11 FRAMPTON: Okay. Thank you very much.

12 We'll move on to Item 8, which is also  
13 page 67 in the Committee Book. It's a resolution for  
14 Financial District Properties KP, L.L.C., an Illinois  
15 limited liability company for the KONE Center  
16 Project. The resolution is for an amount not to  
17 exceed \$20.2 million, and it provides for the  
18 delivery of a new bond and loan agreement, a tax  
19 exemption certificate and agreement, and related  
20 documents.

21 The purpose of the resolution is to  
22 extend this financing for a new interest rate period  
23 as well as enable the borrower to switch their  
24 financing relationship to a new bank.

1                   The new Series 2017 Bonds will be  
2 purchased by Great Western Bank of Bettendorf, Iowa,  
3 which again, will become the borrower's new  
4 relationship bank upon closing of this bond issue.

5                   Going back to the original 2010 issue  
6 for \$20.2 million, this was actually the first IFA  
7 bond issue that was used as a leveraged loan in a New  
8 Markets Tax Credit structure. The 20.2 million of  
9 2010 Bonds along with Borrower equity that took the  
10 form of a zero percent loan through the New Market  
11 structure enabled the borrower to create an  
12 additional \$6.6 million of subordinate second  
13 mortgage debt. That debt will be -- will be paid off  
14 at the time the new bond issue closes.

15                   So the way a New Markets deal works,  
16 if -- in this case, the \$20.2 million of bond  
17 proceeds had no amortization for the 7-year New  
18 Markets period, but what's going away in this case is  
19 the second-mortgage debt of \$6.6 million, which is  
20 being forgiven in exchange for a nominal payment that  
21 was arranged for at the time the transaction closed.

22                   So accordingly, there has been no  
23 paydown of the original \$20.2 million balance. These  
24 bonds will start amortizing with regularly scheduled

1 P&I payments after the new Great Western deal closes,  
2 and -- and at the time the project was constructed,  
3 the master tenant in the building is a Finnish-based  
4 company called KONE. KONE is a manufacturer of  
5 elevator and escalator systems. In fact, at O'Hare  
6 Airport in the newer terminals, all of the -- all the  
7 escalators and elevators are KONE. KONE is the  
8 successor, in Moline, to the Montgomery Elevator  
9 Company, which had been a fixture in Moline for  
10 nearly a century.

11 With that, I'll conclude my remarks on  
12 the KONE deal. I just thought because this was a New  
13 Markets deal and the first one -- not only was it the  
14 first one for us, but it's the first one where the  
15 IFA bond proceeds were used in the New Market  
16 structure that the manner in which its unwinding  
17 would be of interest to you.

18 VICE CHAIR McCOY: Agreed. Thank you, Rich.

19 If there are no questions, I think we  
20 can move on to Item 11.

21 FRAMPTON: Yes. Item 11 is Elim Christian  
22 Services. It's Tab 11 in the book, page 88 in the  
23 Tax-Exempt Committee Packet. This is a resolution  
24 amount not to exceed \$10,548,400. The resolution

1 authorizes the execution and delivery of a First  
2 Amendment to the Bond and Loan Agreement relating to  
3 IFA refunding Bond Series 2013 for Elim Christian  
4 Services to provide certain amendments relating to  
5 the interest rate calculations and certain other  
6 matters.

7           The requested resolution will  
8 authorize amendments to the documents that will  
9 enable Elim's bank, which will soon become Providence  
10 Bank & Trust, to reset the interest rate on their  
11 existing 2013 Bonds for an anticipated period of  
12 seven years. Originally, the plan for this deal was  
13 to wait until their initial term was up, which would  
14 have been next September. Instead, they're  
15 accelerating, so we have to do this -- this now  
16 instead.

17           The -- and just a little bit about  
18 Elim, they're a human services provider engaged in  
19 providing occupational training and education and  
20 related services, primarily for autistic adults.

21           IFA originally issued \$15 million of  
22 bonds in 2007 to finance improvements and renovations  
23 at Elim's facilities located in Palos Heights and  
24 Orland Park. In 2013, we worked with Elim to

1 restructure their existing letter of credit secured  
2 bonds with Fifth Third and convert those to a bank  
3 direct purchase structure, also with Fifth Third,  
4 and -- in any case, the last page of the report notes  
5 what -- notes the fee we will be charging.

6           And I'll conclude my remarks there and  
7 turn things back over to -- to -- to the Committee  
8 for any questions or comments.

9           VICE CHAIR McCOY: Hearing none, I think, Rich,  
10 you can move on to Item 13 then.

11          FRAMPTON: Thank you.

12          VICE CHAIR McCOY: Thank you.

13          FRAMPTON: Tab 13, which is also on page 99 of  
14 the Tax-Exempt Conduit Packet is a resolution  
15 relating to the IEFA 1995 Commercial Paper Revenue  
16 Notes Program. This is a financing that currently  
17 has three participants, including the University of  
18 Chicago Medical Center; North Shore University Health  
19 System; and they will soon have a departing borrower,  
20 the Lincoln Park Zoological Society, which Brad -- a  
21 financing Brad described a bit earlier.

22                 In any case, to boil this resolution  
23 down to its -- to the most salient points, what this  
24 resolution would do would remove certain reporting

1 requirements including bond counsel opinions  
2 regarding tax exemption that would only apply while  
3 the commercial paper is bearing a tax-exempt interest  
4 rate. What the resolution will do specifically is  
5 waive events of default in the event that Bond  
6 Counsel does not deliver an opinion that denotes are  
7 bearing inter- -- are bearing tax-exempt interest at  
8 any time.

9                   So this enables these notes to  
10 continue going forward in 2018 if -- if new issues of  
11 private activity bonds are no longer permitted  
12 effective January 1st.

13                   So that is Item 13. Any questions or  
14 comments?

15                   (No response.)

16           VICE CHAIR McCOY: I think we're set to move on  
17 then. Thank you.

18           FRAMPTON: Okay. Great Item 14 is a similar  
19 resolution for Loyola. Loyola set up their own  
20 standalone commercial paper revenue notes program  
21 with their own financing team in 2008, and Loyola,  
22 with this resolution, they're requesting essentially  
23 the same thing. The resolution would waive events of  
24 default on the commercial paper in the event Bond

1 Counsel is unable to deliver an opinion that the  
2 notes are bearing interest on a tax-exempt basis as  
3 allowed under the Internal Revenue Code. So it's  
4 essentially the same fix.

5 I should point out, both on 13 and 14,  
6 that there are some other related actions that have  
7 to be taken when the notes are bearing interest in  
8 tax-exempt mode, but this resolution would fix all  
9 those issues and prevent defaults and enable these to  
10 continue going forward as taxable commercial paper.

11 Any questions or comments?

12 VICE CHAIR McCOY: I think we're all set.

13 Thank you.

14 FRAMPTON: Great. We have one more item --  
15 well, I have one more item, which is not a project.  
16 It is Tab 19 in the Board Book, but Item 18 in the  
17 Tax-Exempt Packet, and bear with me for just a  
18 moment. The -- it is page 126 in the Tax-Exempt  
19 Packet.

20 In the event that we have the good  
21 fortune in 2018 to issue tax-exempt private activity  
22 bonds for manufacturing facilities, water utilities,  
23 developer-owned multifamily housing, and other  
24 privately-owned facilities with tax-exempt bonds, not



1 to mention -- not to forget to mention Beginning  
2 Farmer Bonds, this resolution would authorize --  
3 authorizes us to request an amount of up to \$120  
4 million of volume cap for Calendar 2018.

5 VICE CHAIR McCOY: Okay. Thanks, Rich. Keep  
6 our fingers crossed.

7 FRAMPTON: Exactly.

8 VICE CHAIR McCOY: So, Elizabeth, do you want  
9 to talk about Item 20.

10 WEBER: Certainly.

11 Item 20 was a late addition to the  
12 agenda. While it's part of the agenda, the  
13 resolution is not in the Committee materials. Mari  
14 was going to transmit it by e-mail this afternoon,  
15 but I'm not sure if it's been sent out yet.

16 But the title of the resolution is  
17 Resolution Concerning the Amendment of Documents For  
18 Debt Issues of the IFA and Its Predecessor  
19 Authorities Relating to Draw-down Bonds, Benchmarks,  
20 and Mechanics for Interest Rate Determinations and  
21 Conversions and Other Matters.

22 This Resolution delegates to the  
23 Executive Director and other authorized officers the  
24 authority to approve various amendments to bond

1 documents that have arisen in connection with the  
2 proposed tax legislation being considered by  
3 Congress.

4 As you've seen today or heard today,  
5 various borrowers have asked for our authorization to  
6 approve amendments in advance of the effective date  
7 of the proposed legislation, which is January 1,  
8 2018. We suspect that we may be approached by other  
9 borrowers for similar amendments before year-end.

10 To the extent that this resolution  
11 covers the type of amendments they are seeking, we  
12 would not need another special meeting to consider  
13 those amendments.

14 The amendments contemplated by the  
15 Resolution cover three basic types of situations:  
16 The first is what is referred to as draw-down bonds.  
17 They allow bond proceeds to be drawn down as needed  
18 to fund construction. However, under the Tax Code,  
19 each subsequent draw is treated as a new bond with  
20 its own issue date because under the IRS guidance, a  
21 bond is issued only when money is actually paid for  
22 the bond. As a result, any draws after the effective  
23 date of the new legislation would be treated as  
24 taxable.

1                   In this connection, I note that The  
2 Bond Buyer today had an article titled House Tax Bill  
3 Wreaking Havoc with Tax-Exempt Private Activity  
4 Draw-down Bonds. The amendments permitted by this  
5 resolution would permit the draw-down of all proceeds  
6 by the end of the year.

7                   Second, many borrowers have what are  
8 called multimodal documents, which permit different  
9 types of interest modes. Certain benchmarks under  
10 those documents may be changing, or in the case of  
11 LIBOR, going away. In addition, other changes in the  
12 provisions for conversion may be desirable.

13                   Changes in these provisions after the  
14 effective date may result in these bonds considered  
15 to be reissued at a time when they can no longer be  
16 qualified as tax-exempt, a theme which you heard over  
17 and over today. And as a result, borrowers are  
18 making changes now to avoid that situation.

19                   Third, some borrowers have bonds that  
20 are directly purchased and held entirely by a bank or  
21 other financial institutions and the indentures may  
22 not permit modifications of the existing interest  
23 rate periods. Again, to avoid the situation where  
24 the bond might be considered to be reissued, the

1 Resolution permits amendments.

2           The parameters in this resolution  
3 provide that we can't -- or one of the conditions for  
4 amendments in the Resolution is that the amendments  
5 can't go beyond any parameters in the original  
6 Approving Resolution and that we get an opinion of  
7 Bond Counsel that the changes don't affect tax-exempt  
8 status of the bonds. The hope is that this may help  
9 to deal with situations that we don't know about yet,  
10 but we might be asked to try to help out before  
11 year-end.

12           Any questions?

13           VICE CHAIR McCOY: I mean, I think it makes  
14 sense given what's going on in the environment we're  
15 in that we do something like that because I think  
16 there will -- we have to believe more will be coming  
17 out of the woodwork, right?

18           WEBER: We heard yesterday that there may be a  
19 borrower that hasn't approached us yet that this  
20 might be used for, but we don't have anything  
21 concrete yet.

22           VICE CHAIR McCOY: So if there are no questions  
23 on that, I think I'd like to go ahead and request a  
24 motion.

1                   Are we -- we are voting on this as  
2 well, correct?

3           WEBER: Yes.

4           VICE CHAIR McCOY: Okay. So I'd like to  
5 request a motion to pass and adopt the following  
6 Project Reports and Resolutions: Items 2, 8, 11, 13,  
7 14, 18, and 20.

8                   Is there such a motion?

9           FUENTES: So moved.

10          VICE CHAIR McCOY: Second?

11          OBERNAGEL: Second.

12          VICE CHAIR McCOY: Okay. Who was the second?

13          OBERNAGEL: Obernagel.

14          VICE CHAIR McCOY: Thank you, George.

15                   Can I ask for a call -- the roll call,  
16 please.

17          OECHSLER: Yes. On the Motion and Second, I  
18 will call the roll.

19                   Mr. Fuentes?

20          FUENTES: Yes.

21          OECHSLER: Mr. Goetz?

22          GOETZ: Yes.

23          OECHSLER: Chairman Horne?

24          CHAIRMAN HORNE: Yes.

1 OECHSLER: Ms. Juracek?

2 JURACEK: Yes.

3 OECHSLER: Vice Chair McCoy?

4 McCOY: Yes.

5 OECHSLER: Mr. Obernagel?

6 OBERNAGEL: Yes.

7 OECHSLER: Mr. Zeller?

8 ZELLER: Yes.

9 OECHSLER: Mr. Committee Vice-Chairman, the  
10 Motion carries.

11 VICE CHAIR McCOY: Thank you very much.

12 Any other business to come before the  
13 Members?

14 MEISTER: Lyle, it's Chris. I just wanted to  
15 give the Members what the current report is as of  
16 this moment. The Wall Street Journal Blog is  
17 reporting that the House-Senate Agreement will leave  
18 out the repeal of Private Activity Bonds, but the  
19 people that I've been in communication with are very  
20 skeptical of that since it is sourced to staff rather  
21 than actual leadership.

22 And so again, I know that this was a  
23 very lengthy meeting, and I just would like to thank  
24 the members of the Board and thank all of our team

1 here on the Authority. It's really been a great deal  
2 of work, and in a time of uncertainty when we work  
3 very hard to meet our obligation to our borrowers.

4 So thank you.

5 VICE CHAIR McCOY: For the Committee side, it's  
6 recognized the work that the Staff has done to get  
7 all these ready to be presented, so thank you.

8 Is there any public comment to come  
9 before the Members?

10 (No response.)

11 VICE CHAIR McCOY: If not, I'd like -- I would  
12 like to request a motion to adjourn.

13 Is there such a motion?

14 GOETZ: So moved.

15 VICE CHAIR McCOY: A second?

16 OBERNAGEL: Second.

17 VICE CHAIR McCOY: Thank you.

18 All those in favor?

19 (Chorus of ayes.)

20 VICE CHAIR McCOY: The ayes have it.

21 Thank you everyone. See everybody  
22 tomorrow.

23 (Which were all the  
24 proceedings had.)

1 STATE OF ILLINOIS )

) SS:

2 COUNTY OF COOK )

3 Brad Benjamin, being first duly sworn on oath,  
 4 says that he is a Certified Shorthand Reporter, that  
 5 he reported in shorthand the proceedings given at the  
 6 taking of said hearing, and that the foregoing is a  
 7 true and correct transcript of his shorthand notes so  
 8 taken as aforesaid and contains all the proceedings  
 9 given at said Illinois Finance Authority Meeting.

10

11

12

Certified Shorthand Reporter

13

No. 084-004805

14

15

16

17

18

19

20

21

22

23

24