

1 ILLINOIS FINANCE AUTHORITY
2 REGULAR MEETING
3 July 13, 2017, at 9:30 a.m.
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7 Report of Proceedings had at the Regular Meeting of the
8 Illinois Finance Authority on July 13, 2017, at the hour of
9 9:30, a.m., pursuant to notice, at 160 North LaSalle Street,
10 Suite S1000, Chicago, Illinois.
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MARZULLO REPORTING AGENCY (312) 321-9365

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1 APPEARANCE:
2 ILLINOIS FINANCE AUTHORITY MEMBERS

3 MR. ERIC ANDERBERG, Chairman
MS. ARLENE JURACEK
4 MR. LERRY KNOX
MR. MICHAEL W. GOETZ
5 MR. ROGER POOLE
MR. BRADLEY A. ZELLER
6 MR. LYLE McCOY
MR. TERRY O' BRIEN
7 MS. BETH SMOOTS
MR. GEORGE OBERNAGEL (Via audio conference)

8
9 ILLINOIS FINANCE AUTHORITY STAFF MEMBERS

10 MR. BRAD FLETCHER, Assistant Vice-President
MR. RICH FRAMPTON, Vice-President
11 MS. PAMELA LENANE, Vice-President
MS. ELIZABETH WEBER, General Counsel
12 MS. XIMENA GRANDA, Controller
MR. CHRISTOPHER B. MEISTER, Executive Director
13 MR. PATRICK EVANS, Agricultural Banker
MR. TERRY FRANZEN, Procurement

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1 CHAIRMAN ANDERBERG: Okay. Good morning. I
2 would like to call the meeting to order.

3 Will the Assistant Secretary please call
4 the roll?

5 FLETCHER: Certainly. The time is 9:30 a.m. I
6 will call Members physically present first.
7 Mr. Goetz?

8 GOETZ: Yes.
9 FLETCHER: Ms. Juracek?
10 JURACEK: Here.
11 FLETCHER: Mr. Knox?
12 KNOX: Yes.
13 FLETCHER: Mr. McCoy?
14 McCOY: Here.
15 FLETCHER: Mr. O' Bri en?
16 O' BRI EN: Here.
17 FLETCHER: Mr. Pool e?
18 POOLE: Here.
19 FLETCHER: Ms. Smoots?
20 SMOOTS: Here.
21 FLETCHER: Mr. Zeller?
22 ZELLER: Here.
23 FLETCHER: And Mr. Chair man?
24 CHAIRMAN ANDERBERG: Here.

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1 FLETCHER: Mr. Chair man, a quorum of Members
2 physically present in the room has been constituted.
3 At this time I would like to ask if any Members
4 would like to attend by audio conference.
5 OBERNAGEL: Yes. This is Georg Obernagel. I'm
6 requesting to attend the audio -- via audio
7 conference, due to employment purposes, please.
8 CHAIRMAN ANDERBERG: Okay. Is there is motion
9 to approve this request, pursuant to the bylaws and
10 policies of the Authority?
11 KNOX: So moved.

12 GOETZ: Second.
13 CHAIRMAN ANDERBERG: We have a motion. We have
14 a second. All those in favor?
15 (A chorus of ayes.)
16 CHAIRMAN ANDERBERG: Opposed?
17 (No response.)
18 CHAIRMAN ANDERBERG: The eyes have it.
19 FLETCHER: Mr. Chairman, Member Obernagel has
20 been added to the initial quorum roll call.
21 CHAIRMAN ANDERBERG: Okay. Does anyone wish to
22 make any additions, edits or correction to today's
23 agenda?
24 FLETCHER: Chris?
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1 MEISTER: Oh, yes. Sorry about that. We would
2 like to withdraw item No. 1, AgriWind, from today's
3 agenda. The participation loans are no longer
4 outstanding as of yesterday afternoon; and,
5 therefore the request to extend, as previously
6 contemplated, is no longer necessary.
7 Our Controller, Six Granda, will highlight
8 the details in her presentation.
9 CHAIRMAN ANDERBERG: Okay. I would like to
10 request a motion to approve the agenda as amended.
11 Is there such a motion?
12 O'BRIEN: So moved.
13 POOLE: Second.
14 CHAIRMAN ANDERBERG: We have a motion, and a
15 second.
16 POOLE: And a second.

17 CHAIRMAN ANDERBERG: All those in favor?

18 (A chorus of ayes.)

19 CHAIRMAN ANDERBERG: Opposed?

20 (No response.)

21 CHAIRMAN ANDERBERG: The ayes have it.

22 Chairman's remarks. I would like to congratulate
23 and thank the staff of the IFA for closing out an
24 outstanding year last year.

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1 And you will see -- I keep seeing the
2 E-mail from yesterday, Chris' budget that the staff
3 has put together, and it reflects some of the
4 conditions and economy and, of course, some of the
5 clients we have.

6 We're anticipating maybe not quite as good
7 a year next year. And, hopefully, we can -- that
8 leads into my third thing I want to talk about is
9 the budget.

10 Love it or hate it, we have one now. And
11 the good thing for the IFA is perhaps we will not
12 see any unusual requests coming from outside our
13 normal scope, and it will help give some stability
14 to our clients for this year, coming year.

15 So with that, I'll pass it on to the
16 Executive Director.

17 MEISTER: Thank you, Mr. Chairman. I second
18 the Chair's gratitude to the staff team. It's
19 really been a remarkable year. In the message from
20 the Executive Director, we've highlighted our

Board Meeting Final 7-13-17-2.txt
21 project accomplishments.

22 We've discussed a number of them before:
23 Presence, the Clean Water Initiative, CenterPoint,
24 but also the Comcraft Matrix industrial revenue

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1 bonds, senior living in Bloomington with Westminster
2 Village, the Carle Foundation in Champaign.

3 A particularly exciting one is the
4 nonprofit multi-site affordable housing structure
5 represented by the Better Housing Foundation that
6 preserves affordable housing on the south side of
7 Chicago, Illinois Wesleyan University, and the Rehab
8 Institute of Chicago.

9 We've also, as both the newer and the
10 longer-serving Board Members know, one of the
11 outcomes of the consolidation and the first several
12 years of the Authority, is that we do have a number
13 of legacy issues.

14 As of yesterday afternoon, when I wrote
15 the message from the Executive Director, we had
16 basically management or resolution of six legacy
17 issues over the last 12 months. As of yesterday
18 afternoon, the AgriWind payoff, a 7th was added.

19 So I would like to thank the Members for
20 their support and their engagement, and I look
21 forward to a great coming year.

22 CHAIRMAN ANDERBERG: Very good. Does anyone
23 wish to make any additions, edits or corrections to
24 the minutes from June 8th of 2017?

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1 Hearing none, I would like request a
2 motion to approve the minutes.

3 GEOTZ: So moved.

4 CHAIRMAN ANDERBERG: We have motion. Do we
5 have a second?

6 McCOY: Second.

7 CHAIRMAN ANDERBERG: We have a second. All
8 those in favor?

9 (A chorus of ayes.)

10 CHAIRMAN ANDERBERG: Opposed?

11 (No response.)

12 CHAIRMAN ANDERBERG: The ayes have it. The
13 financial report. Ms. Granda?

14 GRANDA: Good morning, everyone. I will be
15 presenting the financial report as of June 30th,
16 2017. The financial reports are preliminary,
17 unaudited and subject to change.

18 We have the two-year 2016 general fund is
19 as follows: Our estimated total annual revenue
20 equals \$5.7 million, and are \$724,000, or
21 14.6 percent higher than budget, and that is
22 primarily due to the higher closing fees, annual
23 fees and administration and service fees.

24 In June, the Authority generated \$185,000
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1 in closing fees, which is \$106,000 lower than the
2 monthly budget of \$291,000. Our estimated total

Board Meeting Final 7-13-17-2.txt
3 annual expenses equals \$3.4 million and are 1.5
4 million, or 30.5 percent, lower than budget.

5 This was mostly driven by the vacant
6 budget of staff positions and our reduction in
7 spending on our professional services. In June, the
8 Authority reported operating expenses of \$397,000,
9 which is lower by \$15,000 from the budgeted amount
10 of \$412,000.

11 The Authority posted higher operating
12 expenses in June, compared to previous months, due
13 to our year-end accruals for legal fees in the
14 amount of \$80,000, our financial advisors in the
15 amount of \$20,000, and our audit expense in the
16 amount of \$50,000.

17 Our estimated total monthly net loss for
18 June is at \$76,000. This is due to our
19 lower-than-expected closing fees and due to our
20 year-end accruals.

21 Our estimated total annual net income is
22 at \$2.9 million. Again, the major the driver of the
23 annual positive bottom line continues to be the
24 level of overall spending at 30.5 percent below

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1 budget, as well as higher closing fees,
2 administrative service fees, and the transfer that
3 we received from the debt service reserve fund from
4 the Series 1996 Clinic of Altgeld.

5 The Authority continues to maintain a
6 strong balance sheet. Our general fund has a net
7 position of \$56.6 million. Our total assets are at

8 \$57,000,000, because it's been mostly all cash,
9 investments and receivables.

10 Our unrestricted cash and investments
11 totals \$41.7 million. Any questions on the
12 financial information? No?

13 Just a quick update on our financial, on
14 our audit -- on our audit -- on our audit that is
15 going on right now, our phase one of the field work
16 for the financial audit in the two-year compliance,
17 and then on June 30th of 2017; and our phase two of
18 the field work will begin on September 6th.

19 As mentioned, as was previously mentioned
20 by the Director, late on July 12, we received a
21 payment from the Exelon Corporation paying off the
22 AgriWind Agricultural participation loan in the
23 principal amount of \$1.1 million and interest in the
24 amount of \$2,000. Any questions?

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1 McCOY: I guess just a quick one on the
2 receivables, state receivables.

3 GRANDA: Yes.

4 McCOY: We assume, with the budget being
5 passed, we'll get cleaned up, and there won't any
6 anymore --

7 GRANDA: I actually have a conference call this
8 afternoon to have a discussion with one of the
9 vendors, because they did say that they had received
10 an overpayment. So I'm just going to see how they
11 are going to be paying us back.

12

McCOY: Okay.

13

GRANDA: And I also have another call scheduled to discuss the prompt payment interest that is still due to the Authority.

16

McCOY: Okay.

17

GRANDA: So, hopefully, I'll be able to get some type of resolution in the next Board meeting.

19

McCOY: Thank you.

20

CHAIRMAN ANDERBERG: Any further questions?

21

Thank you, Ms. Granda.

22

Hearing none, I would like to request a motion to accept the financial reports. Do we have such a motion?

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GEOTZ: So moved.

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JURACEK: Second.

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CHAIRMAN ANDERBERG: We have a motion and second. All those in favor?

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(A chorus of ayes.)

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CHAIRMAN ANDERBERG: Opposed?

7

(No response.)

8

CHAIRMAN ANDERBERG: The ayes have it. The monthly procurement report. Mr. Franzen?

10

FRANZEN: Good morning, Mr. Chairman, Members of the Board. My name is Terry Franzen. I worked on the procurement for the agency with Denise and Elizabeth, formerly Denise.

14

From the procurement report, you see we've executed some contracts related to the small purchases for the agency. We've also completed the

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17 contracts, the process executing 24 contracts,
18 regarding the Clean Water Initiative State Revolving
19 Fund. Those firms are selected to be on the
20 approved underwriting list.

21 Any questions? Thank you.

22 CHAIRMAN ANDERBERG: Thank you. Committee
23 reports?

24 KNOX: The Audit Plus Committee met yesterday

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1 and voted unanimously to recommend for approval of
2 the Resolution Authorizing and Confirming the
3 Execution and Delivery of an Intergovernmental
4 Agreement with the Central Management Services
5 regarding provision of internal auditing functions
6 and other matters related thereto, which is on
7 today's agenda.

8 Likewise, the Audit Plus Committee
9 recommended for approval the Authority's fiscal year
10 2018 budget.

11 CHAIRMAN ANDERBERG: Thank you.

12 McCOY: Mr. Chair, the Tax-exempt Conduit
13 Transactions Committee met earlier this morning and
14 voted unanimously to recommend for approval each of
15 the matters on today's agenda, including Bradley
16 University, YMCA of Rock River, Chicagol and
17 Laborers', Navistar, and the Gibson beginning farmer
18 bond amendment.

19 Additionally, under the other business,
20 staff reported on a significant new manufacturing

21 prospect, whose operations may include significant
22 project costs that qualify for solid waste disposal
23 revenue bond financing.

24 After we learn more about the prospect
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1 sizing and timing needs, staff will return to the
2 Board with a resolution to request one additional
3 2017 volume cap allocation, and/or two additional
4 carry-forward volume cap allocations in
5 December 2017 or January 2018, to accommodate
6 reasonably anticipated volume cap demand. Thank
7 you.

8 CHAIRMAN ANDERBERG: Thank you. I would like
9 to ask for the general consent of the Members to
10 consider the Project Reports and Resolutions
11 collectively, and to have the subsequent recorded
12 vote applied to each respective individual Project
13 and Resolution, unless there are any specific
14 Project Reports and Resolutions that a Member would
15 like to consider separately.

16 GEOTZ: Mr. Chairman, I need to abstain from
17 item No. 4 the Chicago and Laborers' because of my
18 affiliation with the Laborers' Union.

19 CHAIRMAN ANDERBERG: Okay. Thank you. Okay.
20 I would like to ask the staff to now present the
21 Project Reports and Resolutions, which will be
22 considered collectively.

23 We'll consider item No. 4 separately at
24 the end. However, I would like to consider No. 8

1 first. Chris?

2 MEISTER: Thank you, Mr. Chair. The bylaws of
3 the Authority provide for the annual election of a
4 Vice-chair, in order to assist the Chairman and
5 operate in the event of any absences, and it is
6 found on agenda item or tab No. 8 in your Board
7 books.

8 Gila Bronner has been serving that role,
9 and we have left it open, because is a decision made
10 by the Members of the Authority.

11 GEOTZ: Mr. Chairman, I would like to nominate
12 Gila Bronner as Vice-Chair.

13 JURACEK: I'll second it.

14 CHAIRMAN ANDERBERG: Okay. Very good. We have
15 a motion and a second. Will the Assistant Secretary
16 please call the roll?

17 FLETCHER: On the motion and second to nominate
18 Gila Bronner as vice-Chair for fiscal year 2018, I
19 will take the roll. Mr. Goetz?

20 GOETZ: Yes.

21 FLETCHER: Ms. Juracek?

22 JURACEK: Yes.

23 FLETCHER: Mr. Knox?

24 KNOX: Yes.

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1 FLETCHER: Mr. McCoy?

2 McCOY: Yes.

3 FLETCHER: Mr. Obernagel on the line?
4 OBERNAGEL: Yes.
5 FLETCHER: Mr. O'Brien?
6 O'BRIEN: Yes.
7 FLETCHER: Mr. Poole?
8 POOLE: Yes.
9 FLETCHER: Ms. Smoots?
10 SMOOTS: Yes.
11 FLETCHER: Mr. Zeller?
12 ZELLER: Yes.
13 FLETCHER: Mr. Chairman?
14 CHAIRMAN ANDERBERG: Yes.
15 FLETCHER: Mr. Chairman, the motion carries,
16 and Gila Bronner is elected as Vice-Chair for fiscal
17 year 2018.
18 CHAIRMAN ANDERBERG: I would like to note that
19 Gila is not here, and she did accept the nomination.
20 It's not because you are not here, you're elected.
21 MCCOY: It will teach her not to miss a
22 meeting.
23 KNOX: Don't miss a meeting.
24 CHAIRMAN ANDERBERG: Okay. Rich?
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1 FRAMPTON: Okay. Thank you, Mr. Chairman. We
2 will move on to tab 2 in the agenda, which is a
3 Final Bond Resolution for Bradley University. The
4 not-to-exceed amount is \$95,000,000.

5 This transaction is really two financings
6 in one. The first part is a \$50,000,000 new money
7 issue that will be comprised of two bank purchase

8 series, each of \$25,000,000.

9 One series of bonds will be purchased by
10 PNC Bank. The other series will be purchased by
11 Morton Community Bank. The new money project will
12 construct a new combined business and engineering
13 complex building on Bradley's campus. It will be a
14 replacement facility.

15 The University refers to the project as
16 their conversion center. It will be a five-story,
17 271,000 square foot educational facility. And,
18 again, this will enable Bradley to provide upgraded
19 facilities and help them maintain their competitive
20 position with their peers, both regionally and
21 nationally.

22 The total cost of the convergence center
23 project is approximately \$100,000,000. So Bradley,
24 through private gifts and other equity, will be

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1 providing up to \$50,000,000 of the estimated new
2 project cost.

3 The second part of the project of this
4 project financing includes a refunding issue. This
5 refunding issue will be sold based on Bradley
6 University's S&P credit rating. The University is
7 applying to S&P for a credit rating.

8 Most recently, in fact in April, Bradley
9 had applied for a rating to S&P on their existing
10 debt to take account of the new \$50,000,000 project
11 on their balance sheet and operations.

12 At that time S&P assigned an A- rating and
13 a stable outlook; and, again, that rating took into
14 account the new \$50,000,000 financing associated
15 with the Series 2017 A and B bonds.

16 So just in terms of financial performance,
17 we know they have an A- investment grade rating.
18 Recent enrollment trends, particularly for freshman,
19 have been on the up-tick.

20 And in 2017, they've basically gotten back
21 to where they were, following a short lull. But
22 based on all those indicators, things look good, as
23 far as -- we think as far as Bradley's outlook going
24 forward.

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1 Again, they have a stable outlook from
2 S&P, and we recommend approval. Are there any
3 questions?

4 McCOY: Just a comment we made coming out of
5 our Committee meeting was: One, to the amount of
6 equity that is being put in is a number, is a good
7 number; and two, and you hit on this, is the
8 enrollment swinging up is something that's certainly
9 very favorably and has really been contra to what
10 has been going in the last few years. So all good
11 news.

12 FRAMPTON: Indeed. Thank you.

13 CHAIRMAN ANDERBERG: Thank you, Rich.

14 FLETCHER: Okay. Next is tab 3 in your Board
15 books, which is a Final Bond Resolution on behalf of
16 YMCA of Rock River Valley, in a not-to-exceed amount

17 of \$9.5 million. The YMCA of Rock River Valley is
18 an Illinois nonprofit corporation located in
19 Rockford and Loves Park.

20 It has served the Winnebago County area
21 for over 130 years. Its current six service
22 locations make YMCA Rock River Valley the third
23 largest YMCA association in Illinois currently.

24 To the transaction before you, the plan of
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1 finance seeks to refund the outstanding IFA 2013
2 bonds, in the approximate amount of \$5.2 million, as
3 well as refinance two interim construction loans
4 that were originated by a previous bank.

5 The 2017 bond will be directly purchased
6 by Illinois Bank & Trust, which is a subsidiary of
7 Heartland Financial USA.

8 In addition to taking out those two
9 interim construction loans, it's also expected that
10 the YMCA will finance, on a tax-exempt basis, an
11 additional \$1.48 million for renovations at its
12 flagship I.D. Pennock Family YMCA for the relocation
13 of Judson University's Rockford Campus. Judson
14 University's Rockford Campus is relocating to the
15 YMCA facility.

16 As proposed, the bank will purchase the
17 bond for the initial term of 10 years. The proposed
18 final maturity will be 21 years. That was adjusted
19 just last night.

20 The reports before you state it was 20 years.

21 We currently anticipate it will be 20 years and one
22 month. So I will be updating that report shortly
23 after this meeting.

24 Turning to page 10 of the confidential
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1 section of the report, because the YMCA is a
2 nonrated entity, we did provide a three-year
3 forecast, which demonstrates they will generate
4 sufficient operating cash flows to cover the
5 proposed debt service.

6 We recommend approval, and I could take
7 any questions. Okay. We're going to skip No. 4.
8 We're going to jump ahead to tab No. 5 in your Board
9 books.

10 Tab No. 5 in your Board books is a Final
11 Bond Resolution on behalf of Navistar International,
12 Incorporated. In 2010, Navistar issued tax-exempt
13 bonds through IFA under special provisions afforded
14 to us from the American Recovery and Reinvestment
15 Act.

16 Those special provisions expired on
17 December 31st, 2010. Before that expiration,
18 approximately nine borrowers issued bonds through
19 IFA, one of which was Navistar. At this time
20 approximately \$135,000,000 is outstanding from the
21 2010 bond issue.

22 Since the 2010 bonds were issued, they
23 have experienced some operating difficulties; and,
24 accordingly, they've been in discussions with the

1 majority of their bondholders to provide some
2 financial flexibility throughout their bond
3 documents, with respect to various definitions, such
4 as cash equivalents, permitted investments and the
5 like, I delineated that in the third paragraph of
6 your memo for you in the impact section.

7 In exchange for the majority of
8 bondholders providing additional financial
9 flexibility, the majority bondholders are requesting
10 an interest rate increase on the 2010 bonds of 25
11 basis points.

12 So this has been agreed to already by the
13 majority bondholders and Navistar. We are simply
14 being asked for our consent. This is just us
15 providing additional and continuing customer
16 service.

17 However, we are charging a nominal \$500
18 fee for our time and work in this transaction. Are
19 there any questions? Great. Thank you.

20 CHAIRMAN ANDERBERG: Thank you.

21 EVANS: Item No. 6 is a resolution for
22 beginning farmer bond of Patrick S. Gibson that was
23 approved last month. The need for this resolution
24 is to reduce the annual scheduled payment. Upon the

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1 bank receiving an appraisal, the anticipated value
2 for the appraisal is less than originally

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anti cipated.

The bank required and lowered amount and required Mr. Gibson to inject \$97,026 into the purchase. By lowering the amount, and making the amortization schedule and the interest rate, the payments will be reduced from \$4,478 to \$4,316 per month.

The original amount of the loan went from \$134,363 to a point \$129,500. Any questions?

CHAIRMAN ANDERBERG: Thank you. Ms. Granda?

GRANDA: Tab No. 7 is a resolution to adopt the Authority fiscal year 2018 budget. A copy of the budget was provided in your manila folders. The fiscal year 2018 budget was discussed in detail in the Audit Plus Committee.

The highlights of the budget are as follows: Our total projected revenues are at \$1.027 million, and the key components are closing fees in the amount of \$2.9 million, and all other revenues at \$1.127 million.

Our projected operating expenses are at \$4,000,000, in comparison to fiscal year 2017

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actual. This is an increase of 6.2 percent. The major increase is in employee-related expenses, which includes the hiring of six new full-time employees and two interns. Is there any questions?

Moving on to tab No. 9, this is a resolution to adopt the fiscal year 2016 financial audit. A copy of the audit report was sent with

8 your Board book.

9 The firm RSM US LLP conducted the
10 Authority financial audit for fiscal year 2016. The
11 audit report was released on January 12 of 2017, and
12 this was discussed in the Audit Plus Committee in
13 full detail. Are there any questions?

14 Moving on to tab No. 10, this is a
15 resolution authorizing and confirming the execution
16 of an Intergovernmental Agreement with the
17 Department of Central Management, and this is to
18 provide internal auditing functions to the
19 Authority.

20 The Authority is mandated to have an
21 internal auditing function. With this agreement,
22 the Authority will be in compliance with this
23 mandate. Is there any questions? Thank you.

24 CHAIRMAN ANDERBERG: Thank you. Okay. I would
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1 I like to request a motion to pass and adopt the
2 following Project Reports and Resolutions: Items 2,
3 3, 5, 6, 7, 9 and 10. Is there such a motion?

4 KNOX: So moved.

5 McCOY: Second.

6 CHAIRMAN ANDERBERG: A motion and a second.

7 Will the Assistant Secretary please call the roll?

8 FLETCHER: Certainly. On motion and second,

9 I'll call the roll. Mr. Goetz?

10 GOETZ: Yes.

11 FLETCHER: Ms. Juracek?

12 JURACEK: Yes.
13 FLETCHER: Mr. Knox?
14 KNOX: Yes.
15 FLETCHER: Mr. McCoy?
16 McCOY: Yes.
17 FLETCHER: Mr. Obernagel on the line?
18 OBERNAGEL: Yes.
19 FLETCHER: Mr. O'Brien?
20 O'BRIEN: Yes.
21 FLETCHER: Mr. Poole?
22 POOLE: Yes.
23 FLETCHER: Ms. Smoots?
24 SMOOTS: Yes.
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1 FLETCHER: Mr. Zeller?
2 ZELLER: Yes.
3 FLETCHER: And Mr. Chairman?
4 CHAIRMAN ANDERBERG: Yes.
5 FLETCHER: Mr. Chairman, the motion carries.
6 CHAIRMAN ANDERBERG: Great. Thank you. Okay.
7 We have to ask Member Goetz to exit the room; and,
8 Mr. Fletcher, when he exits, we can go to No. 4.
9 FLETCHER: Let the record reflect Member Goetz
10 has exited the room, please.
11 The last project on today's agenda is tab
12 No. 4 in your Board books, which is a Final Bond
13 Resolution on behalf of Chicago and Laborers'
14 District Council Training and Apprenticeship Fund in a
15 not-to-exceed amount of \$12,950,000.
16 As a jointly administered nonprofit Taft

17 Hartley Public Trust Fund entity, the District
18 council issued its bonds through IFA in 2008 as
19 variable rate bonds secured by a letter of credit
20 that was issued by Fifth Third Bank. The 2008 bonds
21 in the amount of \$22.5 million financed the
22 construction of a 70,000,000 square foot training
23 facility on the far west side.

24 The letter of credit issued by Fifth Third
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1 Bank, which secures the seven-day floating rate,
2 adjustable rate bonds, expires this upcoming
3 September. Accordingly, the District Council and
4 Wintrust Bank have agreed to refund the outstanding
5 debt and enter into a bank direct purchase
6 structure.

7 The refunded principal amount will be
8 approximately \$12,950,000, as previously stated.
9 The 2017 bonds will be issued in two Series, 2017A
10 will be variable rate, and the 2017B will be fixed
11 rate, in equal amounts of \$6,475,000. Again, both
12 being purchased by Wintrust Bank for an initial term
13 of 10 years.

14 The Authority is offering its standard
15 discounted fee for bonds exiting a letter of credit
16 secured structure and entering into a bank direct
17 purchase structure, which we currently estimate to
18 be just under \$16,000.

19 We recommend approval, and I can take any
20 questions.

21 O' BRIEN: Where is that located specifically,
22 do you know?

23 FLETCHER: I believe it's 5700 west, and it's
24 on Chicago's far west side.

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1 MEISTER: It's north on Central, south of Grand
2 Avenue right over that viaduct.

3 O' BRIEN: Okay.

4 MEISTER: It's really an amazing facility.

5 FLETCHER: It's one of the H streets.

6 O' BRIEN: Grand and Central, give or take?

7 MEISTER: Yeah, give or take.

8 O' BRIEN: Thank you.

9 MEISTER: It's -- one of the things that they
10 do there, which is pretty remarkable, is part of
11 their training, they lay out streets and curbs and
12 gutters and allow the apprentices and the trainees
13 to do that; and then they demolish them, and then
14 they do it again.

15 So it's -- and it's -- I think it's a
16 former Brownfield site, but it's an amazing
17 facility.

18 O' BRIEN: Thank you.

19 CHAIRMAN ANDERBERG: Thank you, Brad.

20 FLETCHER: Thank you.

21 CHAIRMAN ANDERBERG: Okay. I would like to
22 request a motion to pass and adopt Resolution item
23 No. 4. Is there such a motion?

24 McCOY: So moved.

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1 CHAIRMAN ANDERBERG: We have a motion. Do we
2 have a second?
3 JURACEK: Second.
4 OBERNAGEL: Second, Obernagel.
5 CHAIRMAN ANDERBERG: We have a second. Will
6 the Assistant Secretary please call the roll?
7 FLETCHER: On the motion and second, I'll call
8 the roll. Ms. Juracek?
9 JURACEK: Yes.
10 FLETCHER: Mr. Knox?
11 KNOX: Yes.
12 FLETCHER: Mr. McCoy?
13 McCOY: Yes.
14 FLETCHER: Mr. Obernagel on the line?
15 OBERNAGEL: Yes.
16 FLETCHER: Mr. O'Brien?
17 O'BRIEN: Yes.
18 FLETCHER: Mr. Poole?
19 POOLE: Yes.
20 FLETCHER: Ms. Smoots?
21 SMOOTS: Yes.
22 FLETCHER: Mr. Zeller?
23 ZELLER: Yes.
24 FLETCHER: Mr. Chairman?

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1 CHAIRMAN ANDERBERG: Yes.
2 FLETCHER: Mr. Chairman, the motion carries.

3 CHAIRMAN ANDERBERG: Okay. Very good. Is
4 there any other business to come before the Members?
5 FLETCHER: Let the record reflect Member Goetz
6 has returned to the room.
7 MEISTER: Wait. And, actually, are we -- we
8 took care of the other business in the report. I'm
9 sorry.
10 CHAIRMAN ANDERBERG: Very good. Hearing none,
11 I would like to request a motion to excuse the
12 absences of Members unable to participate today. Is
13 there a motion?
14 O'BRIEN: So moved.
15 CHAIRMAN ANDERBERG: Do we have a motion and
16 second?
17 KNOX: Second.
18 CHAIRMAN ANDERBERG: We have a second. All
19 those in favor?
20 (A chorus of ayes.)
21 CHAIRMAN ANDERBERG: Opposed?
22 (No response.)
23 CHAIRMAN ANDERBERG: The ayes have it. Is
24 there any public comment for the Members today?
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1 None. Okay.
2 The next regularly-scheduled meeting will
3 be August 10th. I would like to request motion to
4 adjourn. Is there such a motion?
5 KNOX: So moved.
6 GEOTZ: Second.
7 CHAIRMAN ANDERBERG: A motion and a second.

8 All those in favor?
 9 (A chorus of ayes.)
 10 CHAIRMAN ANDERBERG: Opposed?
 11 (No response.)
 12 CHAIRMAN ANDERBERG: The ayes have it. Thank
 13 you. We'll see you next month.
 14 FLETCHER: The time is 9:59 a.m.
 15 (WHICH WERE ALL THE PROCEEDINGS HAD 9:59 A.M.)

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1 STATE OF ILLINOIS)
 2 COUNTY OF COOK)SS:
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4 PAMELA A. MARZULLO, C. S. R., being first duly sworn,
 5 says that she is a court reporter doing business in the city
 6 of Chicago; that she reported in shorthand the proceedings
 7 had at the Proceedings of said cause; that the foregoing is
 8 a true and correct transcript of her shorthand notes, so
 9 taken as aforesaid, and contains all the proceedings of said
 10 hearing.

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 PAMELA A. MARZULLO
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