



BOARD MINUTES

**ILLINOIS FINANCE AUTHORITY
BOARD OF DIRECTORS
REGULAR MEETING
TUESDAY, FEBRUARY 11, 2014
10:44 A.M.**

I. Call to Order & Roll Call

At the regular meeting of the Board of Directors of the Illinois Finance Authority (the “Board”), begun and held at One Prudential Plaza, 130 East Randolph Avenue, Suite 750, Chicago, Illinois 60601, on the second Tuesday of February in the year 2014, pursuant to the provisions of Section 801-25 and Section 801-30 of the Illinois Finance Authority Act, 20 ILCS 3501/801-1 et seq. of the State of Illinois (the “Act”), William A. Brandt, Jr., Chairman of the Board, called the Board to order and presided over deliberations.

By direction of the Chairman, a roll call was taken to ascertain the attendance of Members, as follows: 11 Present.

On the question of a quorum of Members physically present at the location of this open meeting, the Assistant Secretary of the Board declared that a quorum had been constituted.

**ILLINOIS FINANCE AUTHORITY
BOARD OF DIRECTORS
BOARD ROLL CALL
QUORUM ROLL CALL FOR ATTENDANCE**

February 11, 2014

0 YEAS

0 NAYS

11 PRESENT

P Bronner
P Fuentes
P Goetz
E Gold
P Knox

E Leonard
P Lonstein
P O’Brien
P Parish
E Pedersen

P Poole
E Tessler
P Vaught
P Zeller
P Mr. Chairman

E – Denotes Excused Absence

II. Chairman's Remarks

Chairman Brandt welcomed Members of the Board, Authority staff and all guests present. In addition, Chairman Brandt welcomed Member Vaught to the Board.

Chairman Brandt, Chairman, from the Committee of the Whole to which all items of this meeting's agenda were referred, action taken earlier on February 11, 2014, reported the same back and that all items were thoroughly reviewed.

III. Adoption of the Minutes

Minutes of the regular meeting of the Board held on December 10, 2013 and the Financial Statements for the Months Ended December 31, 2013 and January 31, 2014 were taken up for consideration.

Vice Chairman Goetz moved for the adoption of the Minutes and the Financial Statements.

Member Knox seconded the motion.

And on that motion, a vote was taken resulting as follows: 11 Yeas; 0 Nays; 0 Answering Present.

The motion prevailed and the Minutes were adopted.

IV. Acceptance of the Financial Statements

See Agenda Item III.

V. Approval of Project Reports and Resolutions

Chairman Brandt directed Mr. Frampton to present the projects and resolutions without guests or abstentions to the Board.

Mr. Frampton presented the following project:

Agriculture Projects

Item 1(A): Item 1(A) is a request for Beginning Farmer Revenue Bond financing.

Derek P. Ifft is requesting approval of a **Final** Bond Resolution in an amount not-to-exceed **One Hundred Thousand Dollars** (\$100,000). This financing is being presented for one-time consideration.

Bond proceeds will be used to finance the acquisition of approximately 10 acres of farmland located in Pella Township in Ford County.

Vice Chairman Goetz moved for the adoption of the following project: Item 1(A).

Member Poole seconded the motion.

And on that motion, a vote was taken resulting as follows: 11 Yeas; 0 Nays; 0 Answering Present.

This project, having received the votes of a quorum of the Members of the Board, was declared passed.

Chairman Brandt directed Mr. Frampton to present the projects and resolutions without guests or abstentions to the Board.

Mr. Frampton presented the following projects and resolutions:

Agriculture Projects

Item 1(B): Item 1(B) is a request for Beginning Farmer Revenue Bond financing. **Philip Ryan & Rebecca Ellen Ochs** are requesting approval of a **Final** Bond Resolution in an amount not-to-exceed **Two Hundred Thirty-Seven Thousand Three Hundred and Forty-Four Dollars** (\$237,344). This financing is being presented for one-time consideration.

Bond proceeds will be used to finance the acquisition of approximately 75.95 acres of farmland located in Wade and Fox Townships in Jasper County.

Item 1(C): Item 1(C) is a request for Beginning Farmer Revenue Bond financing.

Levi M. Spurlock is requesting approval of a **Final** Bond Resolution in an amount not-to-exceed **One Hundred Forty Thousand Dollars** (\$140,000). This financing is being presented for one-time consideration.

Bond proceeds will be used to finance the acquisition of approximately 40 acres of farmland located in Farrington Township in Jefferson County.

Item 1(D): Item 1(D) is a request for Beginning Farmer Revenue Bond financing.

Mark L. Quade is requesting approval of a **Final** Bond Resolution in an amount not-to-exceed **Three Hundred Twenty-Five Thousand Dollars** (\$325,000). This financing is being presented for one-time consideration.

Bond proceeds will be used to finance the acquisition of approximately 49.75 acres of farmland located in West Township in Effingham County.

Educational, Cultural and Non-Healthcare 501(c)(3) Projects

Item 2: Item 2 is a request for 501(c)(3) Revenue Bond financing.

North American Spine Society is requesting approval of a **Final** Bond Resolution in an amount not-to-exceed **Eight Million Eight Hundred Sixty Thousand Dollars** (\$8,860,000). This financing is being presented for one-time consideration.

Bond proceeds will be used by **North American Spine Society** to (i) refund the outstanding Illinois Finance Authority Variable Rate Demand Revenue Bonds (North American Spine Society Project) Series 2007 (the "Prior Bonds") and (ii) if desirable, pay certain costs and expenses incurred in connection with the issuance of the Bonds and the refunding of the Prior Bonds.

Resolutions

Item 4: Item 4 is a Resolution Providing for the Issuance of Not to Exceed \$11,850,000 Principal Amount Illinois Finance Authority Revenue Refunding Bond, Series 2014 (IIT Research Institute); Authorizing the Execution and Delivery of a Bond and Loan Agreement, a Tax Exemption Certificate and Agreement and Related Documents; and Approving Related Matters.

- Item 5:** Item 5 is a Resolution Authorizing the Amendment of the Bond and Loan Agreement Among the Illinois Finance Authority, National Hellenic Museum and First Midwest Bank Relating to the Authority's Cultural Facility Revenue Bond (National Hellenic Museum Project), Series 2012; and Related Matters.
- Item 7:** Item 7 is a Resolution Authorizing the Execution and Delivery of a First Supplemental Bond Indenture and a First Supplemental Loan Agreement in Connection with Illinois Finance Authority Revenue Bonds, Series 2012A (Hospital Sisters Services, Inc. – Obligated Group); and Related Matters.
- Item 8:** Item 8 is a Resolution of Intent Requesting an Initial Allocation of Calendar Year 2014 Private Activity Bond Volume Cap in the Amount of \$250,000,000.
- Item 9:** Item 9 is a Ratification of a Resolution Supporting Comments by Illinois Department of Agriculture on Proposed Rule for 2014 Standards for the Renewable Fuel Standard Program.
- Item 10:** Item 10 is a Resolution Authorizing the Executive Director to Return State Energy Program Monies Authorized Under the American Recovery and Reinvestment Act of 2009 to the Illinois Department of Commerce and Economic Opportunity.

Chairman Brandt requested leave of the Board to use the last unanimous vote for the adoption of the following projects and resolutions: Items 1(B), 1(C), 1(D), 2, 4, 5, 7, 8, 9 and 10.

Leave was granted.

These projects and resolutions, having received the votes of a quorum of the Members of the Board, were declared passed and adopted, respectively.

Chairman Brandt directed Mr. Frampton to present the resolution with a guest to the Board.

Mr. Frampton presented the following resolution:

Resolutions

- Item 6:** Item 6 is a Resolution Authorizing the Execution and Delivery of a First Supplemental Bond Indenture Providing for a Substitution of Obligation relating to Illinois Finance Authority Revenue Bonds, Series 2006 (Kewanee Hospital Project); and Related Matters.

Chairman Brandt announced that Ms. Anne M. Donahoe, Financial Advisor to OSF Healthcare, was present and ready to speak on behalf of the resolution.

Ms. Donahoe thanked the Members of the Board for their consideration of the financing.

Chairman Brandt recognized and thanked Ms. Donahoe.

Executive Director Meister recognized and thanked Ms. Donahoe.

Chairman Brandt requested leave of the Board to use the last unanimous vote for the adoption of the following resolution: Item 6.

Leave was granted.

This resolution, having received the votes of a quorum of the Members of the Board, was declared adopted.

Chairman Brandt directed Mr. Frampton to present the project which may require an abstention to the Board.

Mr. Frampton presented the following project:

Healthcare Projects

Item 3: Item 3 is a request for 501(c)(3) Revenue Bond financing.

Centegra Health System is requesting approval of a **Preliminary** Bond Resolution in an amount not-to-exceed **One Hundred Ninety Three Million Dollars** (\$193,000,000).

The proceeds of the Bonds will be used by Centegra Health System, an Illinois not for profit corporation (“**Centegra**”), on behalf of itself and Northern Illinois Medical Center (d/b/a Centegra Hospital McHenry), Memorial Medical Center – Woodstock (d/b/a Centegra Hospital – Woodstock), NIMED Corp. and Centegra Hospital – Huntley, each an Illinois not for profit corporation and an affiliate of Centegra (collectively, the “**Borrowers**”) to: (i) pay or reimburse one or more of the Borrowers for the payment of certain costs of acquiring, constructing, renovating, remodeling and equipping certain “projects” (as such term is defined in the Act), including, but not limited to, the construction and equipping of an approximately 384,000-square foot, 128-bed acute care hospital facility expected to be owned, operated and managed by Centegra Hospital – Huntley; (ii) provide working capital to one or more of the Borrowers, if deemed necessary or advisable; (iii) pay a portion of the interest on the Bonds, if deemed necessary or advisable; (iv) fund a debt service reserve fund, if deemed necessary or advisable; and (v) pay certain expenses incurred in connection with the issuance of the Bonds, all as permitted by the Act (collectively, the “**Financing Purposes**”).

Member Lonstein moved for the adoption of the following project: Item 3.

Member Knox seconded the motion.

And on that motion, a vote was taken resulting as follows: 10 Yeas; 0 Nays; 1 Abstention (Goetz); 0 Answering Present.

Vice Chairman Goetz desired to be recorded as abstaining from the vote due to a family member’s contractual relationship with the Borrower.

This project, having received the votes of a quorum of the Members of the Board, was declared passed.

VI. Other Business

None.

VII. Public Comment

None.

VIII. Adjournment

Chairman Brandt reminded Members of the Board, Authority staff and all guests present that the regular meeting of the Board in March will be held on March 11, 2014.

At the time of 10:55 a.m., Vice Chairman Goetz moved that the Board do now adjourn until March 11, 2014, at 10:30 a.m.

Member Parish seconded the motion.

The motion prevailed.

And the Board stood adjourned.

Minutes published by:
Brad R. Fletcher
Assistant Secretary of the Board