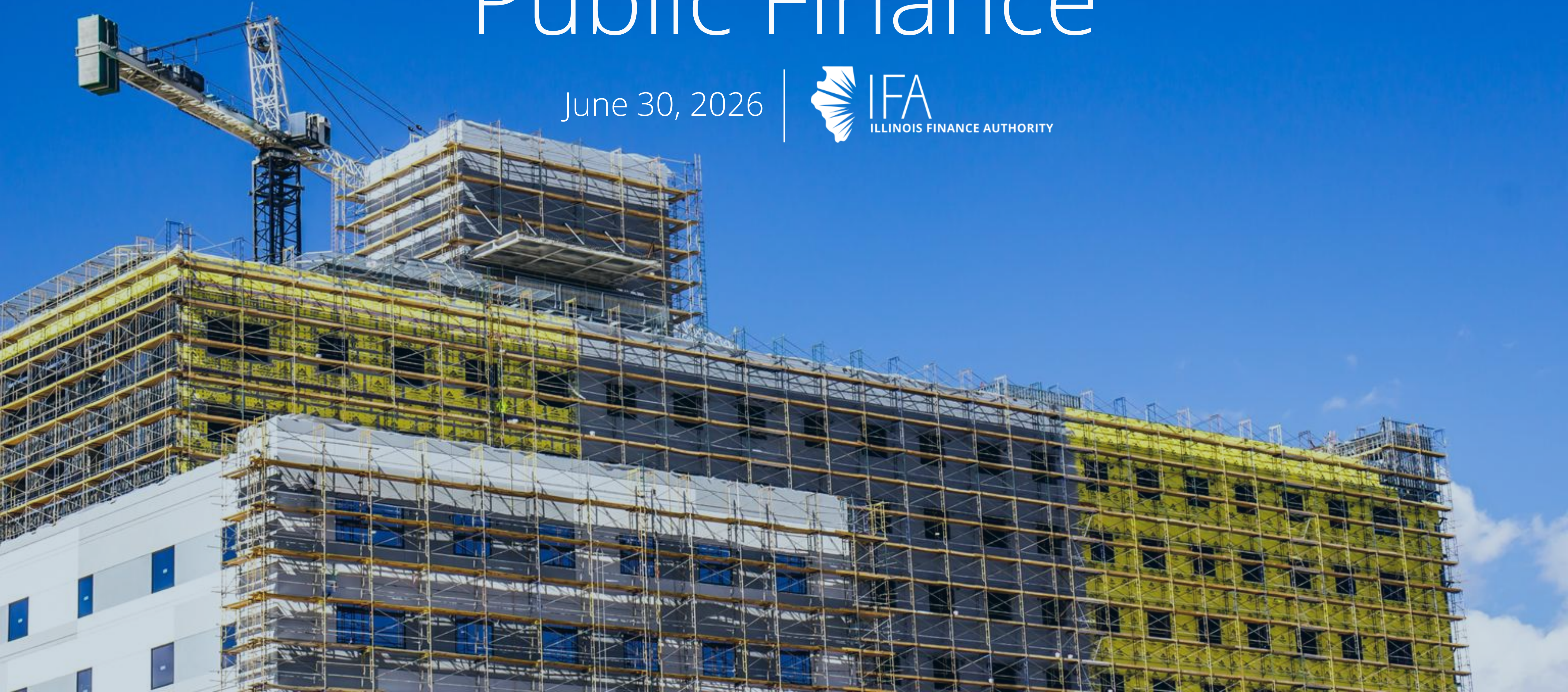
ILLINOIS FINANCE AUTHORITY

Public Finance

June 30, 2026 | IFA ILLINOIS FINANCE AUTHORITY



CUSTOMER-FOCUSED AND MARKET-DRIVEN

IFA ILLINOIS FINANCE AUTHORITY

- The Illinois Finance Authority (IFA) is a **self-funded** body politic and corporate created under Illinois law, consolidating seven of the State's previously existing financing authorities.

- IFA is governed by up to 15 Members appointed by the Governor with the advice and consent of the State Senate. Members receive no compensation for the performance of their duties, and meetings of the Members of IFA are conducted in accordance with the Open Meetings Act, 5 ILCS 120/1 et seq., as amended.

- An annual schedule of regular meetings of IFA and all notices, agendas, meeting details, and minutes of each regular or special meeting can be viewed on IFA's website.

- A nationally recognized issuer in the municipal securities market, IFA does not rely on any appropriation of taxpayer or ratepayer funds to support its operations. IFA has no taxing power.

Learn More: https://www.il-fa.com/

PATHS TO ACCESS PRIVATE CAPITAL

IFA ILLINOIS FINANCE AUTHORITY

Public Offering

Bonds offered by underwriter to institutional and/or retail purchasers

Limited Public Offering

Bonds offered by underwriter to institutional purchasers (35 or less accounts)

*IFA requires non-traveling investor letters from INITIAL purchasers

Private Placement

Bonds offered by placement agent to pre-selected institutional purchasers

*IFA requires traveling investor letters from purchasers unless Borrower agrees to voluntary continuing disclosure agreement

Direct Purchase

Borrower negotiates terms of Bonds directly with institutional purchasers, such as bank(s)

*IFA requires traveling investor letters from purchasers

PRIVATE ACTIVITY BONDS

IFA ILLINOIS FINANCE AUTHORITY

Authorized under State law to issue tax-exempt private activity bonds to fund qualified purposes for 501(c)(3) organizations and other conduit borrowers

Borrowers can work with banks or broker-dealers of their own choosing and may assemble the team of professionals they desire

Tax-exempt bond financing may cover **up to 100% of project and closing costs**, with terms of **up to 40 years**

Qualified purposes under federal tax law include the following, among others:

- First-time farmers
- Hospitals, healthcare systems, and CCRCs
- Pre-K – 12 schools, colleges, universities, and student housing
- Museums and cultural institutions
- Solid waste disposal and recycling facilities, and sewage facilities
- Water furnishing facilities (i.e., privatized supply of drinking water)
- Industrial (i.e., small manufacturers)

Learn More: https://www.il-fa.com/programs/private-activity-bonds

FIRST-TIME FARMER BONDS

ILLINOIS FINANCE AUTHORITY

Supporting the Next Generation of Illinois Farmers

- IFA provides first-time farmers with tax-exempt bond financing to fund their initial purchase of farmland in Illinois.
- Borrowers work directly with banks of their own choosing, which make all credit decisions and assume all lending risk.
- Tax-exempt bond financing generally provides lower interest rates than traditional bank financing because all or a portion of the interest earned by banks is exempt from federal income tax, and thus banks can offer more favorable financing terms.
- **Can be paired with USDA Farm Service Agency programs to finance up to 100% of eligible project costs.**

Applicant Eligibility

- Illinois resident
- At least 18 years old
- Individual borrower (not a corporation, partnership, or trust)
- Net worth of **$500,000 or less**
- Must be the principal user of the land

Eligible Uses

- Agricultural land purchases
- Farm buildings and improvements
- New farm machinery and equipment
- Limited used equipment purchased with farmland
- Other eligible depreciable agricultural property

Financing

- Maximum loan amount: **$682,700** (calendar year2026)
- Purchases from related persons permitted with additional IRS requirements
- Board approval required within 60 days of property acquisition activities

Learn More: https://www.il-fa.com/programs/agriculture/

STATE REVOLVING FUND BONDS

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ILLINOIS FINANCE AUTHORITY

Illinois Finance Authority (IFA)

ILLINOIS Clean Water Initiative

Illinois Environmental Protection Agency (IEPA)

ILLINOIS CLEAN WATER INITIATIVE

2013 –	2016 –	2017 –	2019 –	2020 –	2025A –	2025B –	2025C –	Total:
$141.7M	$500M	$560M	$450M	$500M	$500M	$248.6M	$108.9M	$2.9B

PAR AMOUNTS

- To date, IFA has issued tax-exempt bonds, assigned ratings of '**AAA**' for each series, in the aggregate amount of approximately **$3.52 billion** (including premium) on behalf of the State of Illinois SRF Programs administered by the Illinois Environmental Protection Agency, which make loans to Illinois local governments to finance wastewater treatment and sanitary sewage facilities and drinking water facilities.
- Bond issues by IFA leverage the existing loan portfolios of the IEPA Water Pollution Control Loan Program and IEPA Public Water Supply Loan Program to increase the supply of capital and fund significantly more water infrastructure projects
- Enhances human health outcomes, puts people to work, reduces cost of debt, and potentially contributes to improved pricing results when debt securities are issued by local governments to fund day-to-day obligations.

Learn More: https://www.il-fa.com/programs/cwi

TAXABLE COMMERCIAL PACE BONDS

ILLINOIS FINANCE AUTHORITY

The **nonpartisan, nonpolitical Illinois Finance Authority PACE Program** accelerates private investment in PACE Projects in any county, city, village, or incorporated town **throughout Illinois**

Any county or municipality can create a PACE Area and establish the IFA PACE Program **by adopting the enabling PACE Ordinance and related Program Report** offered by IFA

Commercial PACE financing **does not accelerate upon a default** (payment or otherwise), permits terms of **up to 40 years**, and allows financing of **up to 100%** of all project and closing costs

Maximum Amount:

- **<u>25% in relation to the value of the subject property</u>**

Eligible Improvements:

- Energy efficiency
- Renewable energy
- Resiliency
- Water use and recycling
- Electric vehicles charging stations

Eligible Private Properties:

- Commercial
- Industrial
- Non-residential agricultural
- Multi-family (of 5 or more units)
- Any property owned by a not-for-profit entity

Learn More: https://www.il-fa.com/programs/c-pace

WE WANT TO HEAR FROM YOU!

Mt. Vernon Office
2929 Broadway St., #7B, Mt. Vernon, IL 62864

Chicago Office
160 N. LaSalle St., Suite S-1000, Chicago, IL 60601

Brad Fletcher – Managing Director, Public Finance
bfletcher@il-fa.com

Lorrie Karcher – Associate, Public Finance
lkarcher@il-fa.com

Erin O'Leary – Associate, Public Finance
eoleary@il-fa.com

Sara Perugini – Senior Vice President, Public Finance
sperugini@il-fa.com

John Prendiville – Senior Counsel, Public Finance
jprendiville@il-fa.com

Scan to learn more about IFA!

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