



BOARD MINUTES

**ILLINOIS FINANCE AUTHORITY
BOARD OF DIRECTORS
REGULAR MEETING
TUESDAY, JULY 9, 2013
10:45 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 July in the year 2013, 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”), Michael W. Goetz, Vice Chairman of the Board, called the Board to order and presided over deliberations.

By direction of the Vice Chairman, a roll call was taken to ascertain the attendance of Members, as follows: 12 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 has been constituted.

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

July 9, 2013

0 YEAS

0 NAYS

12 PRESENT

P Barclay
P Bronner
P Fuentes
P Goetz
P Gold

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

P Pedersen
P Poole
E Tessler
P Zeller
P Mr. Chairman
(VIA AUDIO CONFERENCE)

E – Denotes Excused Absence

II. Vice Chairman's Remarks

Vice Chairman Goetz welcomed Members of the Board, Authority staff and all guests present.

Vice Chairman Goetz, Vice Chairman, from the Committee of the Whole to which all items of this meeting's agenda were referred, action taken earlier on July 9, 2013, 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 June 11, 2013 and the Financial Statements for the Month Ended June 30, 2013 were taken up for consideration.

Member Pedersen moved for the adoption of the Minutes and the Financial Statements.

Member Leonard seconded the motion.

And on that motion, a vote was taken resulting as follows: 12 yeas; 0 Nays; 0 Answering Present.

The motion prevailed and the Minutes and the Financial Statements were adopted.

IV. Acceptance of the Financial Statements

See Agenda Item III.

V. Approval of Project Reports and Resolutions

Vice Chairman Goetz directed Mr. Frampton to present the projects without expected guests or abstentions to the Board.

Mr. Frampton presented the following projects:

Agriculture Projects

Item 1: Item 1 is an Agri-Debt Guarantee Project. The Applicant and Bank are requesting approval of a State Agri-Debt Guarantee. This financing is being presented for one-time consideration.

Edward L. King (and hereinafter, the "**Borrower**") is requesting approval of a State Specialized Livestock Guarantee in an amount not-to-exceed 85% of a proposed loan of Nine Hundred Seventy Thousand Dollars (\$970,000). Loan proceeds will finance the construction of a cattle finishing barn and refinance existing real estate debt in the amount of Three Hundred and Eight Thousand Dollars (\$308,000). The State of Illinois will guarantee up to **Eight Hundred Twenty-Four Thousand Five Hundred Dollars** (\$824,500) or up to **85%** of the face loan amount. This State Agri-Debt Guarantee represents Illinois Agricultural Loan Guarantee Funds held in the State Treasury at risk.

Member Barclay moved for the adoption of the following project: Item 1.

Member Parish seconded the motion.

And on that motion, a vote was taken resulting as follows: 12 yeas; 0 Nays; 0 Answering Present.

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

Vice Chairman Goetz directed Mr. Frampton to present the remaining resolutions without expected guests or abstentions to the Board.

Mr. Frampton presented the following resolutions:

Resolutions

- Item 3:** Resolution Approving Release of Approximately Two Acres of Farmland in Connection with Existing Beginning Farmer Bond Loan #1997-02-0006
- Item 4:** Resolution Providing for the Issuance of Not-To-Exceed \$23,000,000 Principal Amount Illinois Finance Authority Revenue Refunding Bond, Series 2013 (Lake Forest Country Day School); 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 6:** Resolution Delegating to the Executive Director of the Illinois Finance Authority the Power to Fund and Administer a Grant Anticipation Note in an Amount Not-To-Exceed \$175,000 to the Joliet Arsenal Development Authority (“JADA”) and Ratifying Certain Matters Related Thereto

Executive Director Meister announced that Mr. Rick Kwasneski, Executive Director of Joliet Arsenal Development Authority, was present and ready to speak on behalf of the resolution.

Mr. Kwasneski thanked the Members of the Board for their consideration of the financing.

Vice Chairman Goetz recognized and thanked Mr. Kwasneski.

Vice Chairman Goetz directed Mr. Frampton to present the remaining resolutions without expected guests or abstentions to the Board.

Mr. Frampton presented the following resolutions:

- Item 7:** Resolution to Adopt the Fiscal Year 2014 Budget of the Illinois Finance Authority
- Item 8:** Resolution to Adopt the Report of the Compensation Committee of the Illinois Finance Authority
- Item 9:** Withdrawn

Vice Chairman Goetz requested leave of the Board to use the last unanimous vote for the adoption of the following resolutions: Items 3, 4, 6, 7 and 8.

Leave was granted.

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

Vice Chairman Goetz directed Mr. Frampton to present the projects and resolutions with guests to the Board.

Mr. Frampton presented the following projects and resolutions:

Healthcare Projects

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

Advocate Health and Hospitals Corporation is requesting approval of a **Final Bond Resolution** in an amount not-to-exceed **Three Hundred and Five Million Dollars** (\$305,000,000). This project is being presented for one-time consideration.

Bond proceeds will be used by **Advocate Health and Hospitals Corporation** (and hereinafter, the “**Borrower**”) to: (a) finance, refinance or reimburse the Borrower for the costs of acquiring, constructing, furnishing and equipping certain health care and related facilities (the “**Projects**”) of the Borrower and/or Advocate Health Care Network (“**Advocate Network**”), Advocate Condell Medical Center (“**Advocate Condell**”), Advocate Northside Health Network (“**Advocate Northside**”) and/or Advocate Sherman Hospital (“**Advocate Sherman**” and, together with the Borrower, Advocate Network, Advocate Condell and Advocate Northside, the “**Advocate Corporations**”), each an Illinois not for profit corporation, (b) refund all or a portion of the Authority’s Revenue Bonds, Series 2007 (Sherman Health Systems) (the “**Series 2007 Bonds**”), if deemed necessary or advisable by the Borrower, (c) provide one or more debt service reserve funds for the benefit of all or a portion of the Bonds, if deemed necessary or desirable by the Borrower, (d) pay a portion of the interest to accrue on the Bonds, if deemed necessary or desirable by the Borrower, (e) pay certain working capital expenditures, if deemed necessary or desirable by the Borrower, and (f) pay certain expenses incurred in connection with the issuance of the Bonds and the refunding of the Series 2007 Bonds, including costs of credit or liquidity enhancement, if deemed necessary or desirable by the Borrower (collectively, the “**Financing Purposes**”).

Vice Chairman Goetz announced that Mr. Jim Doheny, Vice President Finance and Corporate Controller of Advocate Health and Hospitals Corporation, was present and ready to speak on behalf of the project.

Mr. Doheny thanked the Members of the Board for their consideration of the financing.

Vice Chairman Goetz recognized and thanked Mr. Doheny.

Executive Director Meister recognized and thanked Mr. Doheny.

Vice Chairman Goetz directed Mr. Frampton to present the remaining resolution with expected guests or abstentions to the Board.

Mr. Frampton presented the following resolutions:

Item 5: Resolution Delegating to the Executive Director of the Illinois Finance Authority the Power to Fund and Administer a Loan Program for Deferred Action for Childhood Arrivals (“**DACA**”) Applicants to Medical and Dental Schools in Illinois (the “**DACA Loan Program**”)

Executive Director Meister announced that Ms. Amalia Rioja, Deputy Chief of Staff of the Office of Governor Pat Quinn, was present and ready to speak on behalf of the project.

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

Executive Director Meister announced that Dr. Mark G. Kuczewski, The Fr. Michael I. English, SJ, Professor of Medical Ethics Director at the Neiswanger Institute for Bioethics & Health Policy at Loyola University Chicago, was present and ready to speak on behalf of the project.

Dr. Kuczewski thanked the Members of the Board for their consideration of the financing.

Executive Director Meister announced that Mr. Manny Flores, Acting Secretary of the Illinois Department of Financial & Professional Regulation, was present and ready to speak on behalf of the project.

Mr. Flores thanked the Members of the Board for their consideration of the financing.

Chairman Brandt thanked Governor Pat Quinn for authorizing Members of the Board to develop this program at the beginning stages.

Vice Chairman Goetz requested leave of the Board to use the last unanimous vote for the adoption of the following projects and resolutions: Items 2 and 5.

Leave was granted.

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

VI. Other Business

None.

VII. Public Comment

None.

VIII. Adjournment

At the time of 11:02 a.m., Member Pedersen moved that the Board do now adjourn until August 13, 2013, at 10:30 a.m.

Member O'Brien seconded the motion.

The motion prevailed.

And the Board stood adjourned.

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