

Approved by the Board of Trustees
September 7, 2017

9

Board Meeting
September 7, 2017

ROLL CALL

AUXILIARY FACILITIES SYSTEM REVENUE BONDS (ADDITIONAL PROJECTS), SERIES 2014A

Action: Approve New Projects to be Financed by the Auxiliary Facilities System Revenue Bonds, Series 2014A

Funding: Proceeds of Revenue Bonds

The Board, at its meeting on January 23, 2014, authorized the issuance of the Auxiliary Facilities System Revenue Bonds, Series 2014A (the “Bonds”) for the Renovation and Addition, State Farm Center, Urbana and the project for Stanley O. Ikenberry Commons - Residence Hall No. 3, Urbana (the “Ikenberry Commons”). Subsequently, through a combination of cost savings, budget transfers and budget reductions, it was determined that the Ikenberry Commons project spending would be less than the original budget. To utilize the available proceeds, the Board, at its meeting of January 21, 2016, authorized adding these projects to the Bonds: Orchard Downs – Replace Roadway Phase II and Phase III, Urbana; Florida Avenue Residence Hall – Upgrade Dining HVAC System, Urbana; Oglesby Hall – Replace HVAC System Piping, Urbana; Trelease Hall – Replace HVAC System Piping, Urbana; and, Bruce Nesbitt African American Cultural Center – Construction of New Facility, Urbana. Now through additional cost savings, Ikenberry Commons is being completed at a cost that is approximately \$9.46 million less than the adjusted budget. The excess proceeds of the

Bonds resulting from the reduced project cost must be used for an Auxiliary Facilities System purpose. The Urbana Housing Division, with the concurrence of the Chancellor, recommends utilizing a portion of the excess proceeds for these projects: Illini Union Facility – Window Replacement, Urbana; Illini Union Facility – Improvements to Infrastructure, Urbana; and, the Renovation and Addition, Dining Facility, Illinois Street Residence Hall, Urbana (collectively, the “Additional Projects”).

In order to proceed with the project, the Vice President/Chief Financial Officer and Comptroller recommends that the Board approve:

1. The revised list of projects as shown in Attachment A.¹
2. Adoption of a Second Amendment to the Twentieth Supplemental System Revenue Bond Resolution for the purpose of using the excess Bond proceeds to fund the construction of the Additional Projects, in substantially the form now before the Board.
3. Adoption of a Tax Certificate in substantially the form now before the Board.

The Board action recommended in this item complies in all material respects with applicable State and federal laws, University of Illinois *Statutes*, *The General Rules Concerning University Organization and Procedure*, and Board of Trustees policies and directives.

Funding will be available from the proceeds of the Bonds.

The President of the University concurs.

¹As previously approved by the Board, the Bond proceeds are available to be utilized interchangeably on the separate projects listed in Attachment A or on additional projects if such additional projects were approved by the Board.

ATTACHMENT A

The Project

The Project consists of financing all or a portion of the following additions and improvements to the System:

Renovation and Addition, State Farm Center, Urbana

Stanley O. Ikenberry Commons - Residence Hall No. 3

Orchard Downs – Replace Roadway Phase II and Phase III, Urbana

Florida Avenue Residence Hall – Upgrade Dining HVAC System, Urbana

Oglesby Hall – Replace HVAC System Piping, Urbana

Trelease Hall – Replace HVAC System Piping, Urbana

Bruce Nesbitt African American Cultural Center – Construction of New Facility, Urbana

Illini Union Facility – Window Replacement, Urbana

Illini Union Facility – Improvements to Infrastructure, Urbana

Renovation and Addition, Dining Facility, Illinois Street Residence Hall, Urbana