
THE BOARD OF TRUSTEES

OF

THE UNIVERSITY OF ILLINOIS

TAX CERTIFICATE

Approved September 7, 2017

Supplementing the Tax Exemption Certificate and Agreement
Approved January 23, 2014, as supplemented by the Tax
Certificate dated January 21, 2016

Re: \$159,985,000 University of Illinois Auxiliary Facilities
System Revenue Bonds, Series 2014A

TAX CERTIFICATE

The undersigned is a duly qualified officer of the Issuer. This Tax Certificate is being delivered in connection with the Second Amendment to the Twentieth Supplemental System Revenue Bond Resolution, approved September 7, 2017, which permits the expenditure of proceeds of the Bonds on Additional Projects. The certifications, covenants and representations contained in this Tax Certificate are made on behalf of the Issuer for the benefit of the owners from time to time of the Bonds, and may be relied on by Chapman and Cutler LLP for purposes of certain legal opinions it is delivering. This Tax Certificate supplements and amends, but does not replace, the requirements of the Tax Agreement of the Issuer executed in connection with the issuance of the Bonds, and that document (as amended by this Tax Certificate) remains in effect.

DEFINITIONS

“*Bonds*” means the \$159,985,000 University of Illinois Auxiliary Facilities System Revenue Bonds, Series 2014A issued by the Issuer on February 19, 2014.

“*Issuer*” means the Board of Trustees of the University of Illinois.

“*Additional Projects*” means the additional projects that Bond proceeds may be spent on under the Second Amendment.

“*Second Amendment*” means the Second Amendment to the Twentieth Supplemental System Revenue Bond Resolution of the Issuer.

“*Tax Agreement*” means the Tax Exemption Certificate and Agreement of the Issuer dated February 19, 2014 executed in connection with the issuance of the Bonds, as supplemented by the Tax Certificate dated January 21, 2016.

AMENDMENT TO SECTION 6.1(V) OF THE TAX AGREEMENT

Section 6.1(v) of the Tax Agreement is amended to read as follows:

“(v) Management Contracts meeting IRS safe harbors: Uses under arrangements meeting the requirements of Internal Revenue Service Revenue Procedure 97-13 or Revenue Procedure 2017-13, as applicable (or any applicable successor Revenue Procedure or United States Treasury Regulation) are Permitted Uses.”

REPRESENTATIONS AND COVENANTS CONCERNING THE ADDITIONAL PROJECTS

1. The Issuer acknowledges that the Additional Projects, to the extent paid with the Bond proceeds (including investment earnings), are part of the “Project” for purposes of the Tax Agreement, and will be subject to the restrictions of the Project contained in the Tax Agreement, including the Private Business Use restrictions contained in Section 6.1 of the Tax Agreement. The Issuer does not expect any Private Business Use (as such term is defined in the Tax Agreement) of the Additional Projects.

2. The expenditure of Bond proceeds on the Project is subject to the restrictions contained in the Tax Agreement. The investment of Bond proceeds until spent is subject to the terms of the Tax Agreement, including in particular the yield restrictions of Section 5.2 and the federal guarantee restrictions of Section 5.3 and 5.4 of the Tax Agreement that apply to Bond proceeds that are not spent prior the third anniversary of the date of issuance of the Bonds.

3. Attached to this Tax Certificate is a revised *Exhibit G* to the Tax Agreement, which takes into account the Additional Projects.

DATED: September 7, 2017

THE BOARD OF TRUSTEES OF THE UNIVERSITY OF
ILLINOIS

By _____
Vice President, CFO & Comptroller

EXHIBIT G

ECONOMIC LIFE WORKSHEET

Column A	Column B	Column C	Column D
DESCRIPTION OF CAPITAL <u>IMPROVEMENTS</u> ¹	<u>ESTIMATED COST</u>	REMAINING <u>ECON</u> <u>OMIC LIFE</u> ²	<u>(B x C)</u>
State Farm Center Renovation and Expansion	\$ 92,500,000	50 years	4,625,000,000
Ikenberry Commons Construction	51,447,723	40 years	2,057,908,920
Orchard Downs Replacement	2,400,000	40 years	96,000,000
Florida Avenue Residence Upgrade	2,500,000	40 years	100,000,000
Oglesby Hall Replacement	2,100,000	40 years	84,000,000
Trelease Hall Replacement	2,100,000	40 years	84,000,000
BNAACC Construction	4,900,000	40 Years	196,000,000
Illini Union Widow Replacement	1,000,000	40 Years	40,000,000
Illini Union Infrastructure Improvements	2,478,000	40 Years	99,120,000
Illinois Street Residence Hall Dining Renovation and Addition	4,700,000	40 Years	188,000,000
TOTAL	\$166,125,723		7,570,028,920

Maximum Average Maturity of Bonds is (Total of Col. D ÷ Total of Col. B) x 1.20, or 54.68 years.

¹ All of the Project includes only property that constitutes a new building (any existing building has been assigned a life equal to its expected economic life) or an integral part thereof, which integral part (i) is not removable without damage to such part and the building of which it is a part and (ii) is not a special purpose structure that houses, supports or serves equipment, and is expected to be retired or demolished with the equipment.

² The remaining economic life shown is the shortest life for any asset in a particular category. The life of an asset is based on the issuer's actual experience with respect to such property.