

ILLINOIS STATE UNIVERSITY CERTIFICATES OF PARTICIPATION SERIES 2014

Presentation to the Commission on
Government Forecasting and Accountability

March 19, 2014



**ILLINOIS STATE
UNIVERSITY**

Illinois' first public university

SUMMARY OF PROPOSED FINANCING

- Certificates of Participation (COPs)
 - Total issuance: \$25 million
 - Competitive Sale

- Total issue divided into two series
 - Series A-1 \$9,145,000 - Shorter term to attract bank participation
 - Series A-2 \$15,855,000 - Longer term to attract broader institutional market

- Financing for:
 - Information Technology Improvements
 - Academic Facilities Improvements

- Maturity dates: April 2015 through April 2034

- 4.36% - True Interest Cost (Estimated)

- Maximum Annual Debt Service: \$1.88 million (Estimated)



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INFORMATION TECHNOLOGY IMPROVEMENTS

PROJECT OVERVIEW

Total financed projects: \$19.5 million

1. **Student Information System - \$13 million**
 - Replaces current obsolete legacy mainframe systems that are expensive to maintain and require extensive manual processes
 - Components include student recruitment, admissions, financial aid, advising, degree audits, billing, and other student records
 - New system will enable information integration across campus, reduce duplication between departments and allow faculty, staff, and students to utilize information more efficiently
2. **Business Intelligence System - \$3.7 million**
 - Replaces obsolete reporting systems that are limited in capacity and require extensive manual processes
 - New system will provide quicker access and more reliable data for reporting by consolidating the University's multiple data systems



INFORMATION TECHNOLOGY IMPROVEMENTS

PROJECT OVERVIEW (CONT.)

3. Technology Architecture - \$2.8 million

- Technology to update the IT infrastructure supporting University wide systems to better manage data sharing and processing between systems
- Components include an identity and access management system, a housing and dining management system, a payment management system, and an IT service management system



ACADEMIC FACILITIES IMPROVEMENTS

PROJECT OVERVIEW

Total financed projects: \$5 million

1. Illinois State University Farm Bridge Replacement - \$75,000
 - Bridge serves as the only access point for crop production equipment to 80 acres of farmland
 - Width of existing bridge does not safely accommodate newer farm equipment
 - New box culvert bridge will promote safety of farm workers and visitors
2. Family and Consumer Sciences Lab and Test Kitchen Renovations - \$750,000
 - Existing lab and test kitchen have not been updated, nor renovated in 50 years despite changes in curriculum and safety standards
 - An upgraded lab is critical to ensuring students are properly trained in food production while in a commercial setting
 - New lab will accommodate faculty and student research for optimum usage
3. Animal Care Facilities - Security and Operation Compliance - \$900,000
 - Upgrades to animal care facilities to ensure compliance with federal regulations
 - Renovations are important to the continuation of faculty research in the School of Biological Sciences and the Department of Psychology



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ACADEMIC FACILITIES IMPROVEMENTS

PROJECT OVERVIEW (CONT.)

4. **Felmley Hall - Laboratory and Office Renovations - \$275,000**
 - Creation of two laboratories will improve space utilization and increase opportunities for undergraduate research in the Geography and Geology departments
 - Modern laboratory will positively affect faculty and student recruitment and retention

5. **Honors Program - Facilities Relocation and Renovation - \$750,000**
 - Current facility lacks sufficient advising and meeting space for students and faculty
 - Updates would provide more space for seminars, presentations, and gathering of students in the Honors program

6. **Research and Sponsored Programs - Facilities Relocation and Renovation - \$750,000**
 - Development of a space for a University Research Center
 - Office and meeting space for faculty and staff to research grant opportunities, apply for and administer grants, and collaborate

7. **Milner Library - Public Restrooms, ADA Compliance, and other repairs - \$1,500,000**
 - Upgrade of restroom facilities to comply with accessibility laws and replacement of outdated plumbing fixtures and water pipes
 - Replacement of carpeting and modifications to the heating, ventilation, and air condition systems
 - Updates to the University Archive facilities to ensure adequate space for storing environmentally sensitive materials



COPs FINANCING TIMELINE

<u>December 14, 2013</u>	ISU Board of Trustees approves project and financing plans
<u>February 21, 2014</u>	ISU Board of Trustees formal approval of COPs financing
<u>March 19, 2014</u>	CGFA Hearing
<u>March 24, 2014</u>	Credit Rating Review
<u>April 2014</u>	Competitive Sale
<u>May 2014</u>	Certificate Closing and Delivery

