Illinois State University
Certificates of Participation
Series 2014

Presentation to the Commission on
Government Forecasting and Accountability

March 19, 2014
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)
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
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
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

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<td>December 14, 2013</td>
<td>ISU Board of Trustees approves project and financing plans</td>
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<tr>
<td>February 21, 2014</td>
<td>ISU Board of Trustees formal approval of COPs financing</td>
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<td>March 19, 2014</td>
<td>CGFA Hearing</td>
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<td>March 24, 2014</td>
<td>Credit Rating Review</td>
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