



STATE OF ILLINOIS
EXECUTIVE OFFICE OF THE GOVERNOR
GOVERNOR'S OFFICE OF MANAGEMENT AND BUDGET
SPRINGFIELD 62706

BRUCE RAUNER
GOVERNOR

September 16, 2016

Dan R. Long
Executive Director
Commission on Government Forecasting and Accountability
703 Stratton Office Building
Springfield, Illinois 62706
dlong@ilga.gov

Dear Director Long,

Pursuant to Section 5 of the amended Build Illinois Bond Act, 30 ILCS 425/5 and Section 8.5 of the amended Build Illinois Bond Act, 30 ILCS 425/8.5, the Governor's Office of Management and Budget (GOMB) is hereby providing the required cost of issuance disclosure and debt service disclosure for the competitive sale of the State of Illinois, Build Illinois Bonds, Series of September 2016. Copies of the cost of issuance disclosure and debt service disclosure have been posted on the GOMB website and shall remain for at least 30 days.

In addition, GOMB is providing a copy of the contractual agreement with Columbia Capital Management, who was engaged as our Municipal Advisor for the Series of September 2016 transaction. The other specified costs in the cost of issuance disclosure are paid under specified contracts filed earlier with the Commission.

Should you have any inquiries into this information, please contact me at (312) 814-0023 or via e-mail at kelly.hutchinson@illinois.gov.

Sincerely,

A handwritten signature in blue ink, appearing to read "Kelly Hutchinson".

Kelly Hutchinson
Director of Capital Markets
State of Illinois
Governor's Office of Management and Budget

cc: Lynnae Kapp

Attachment

State of Illinois

\$548,790,000 Build Illinois Bonds (Sales Tax Revenue Bonds) Series of September 2016

Competitive Sale

Cost of Issuance Disclosure

Line Item	MBE/WBE	DVBE	Participation Percentage	Amount	\$548,790,000 Total
Underwriter					
Series A					
RBC Capital Markets			100.00%	556,806	556,805.60
Series B					
JPMorgan Securities			90.84%	225,139	225,139.04
Estrada Hinojosa Investment Bankers	MBE		8.33%	20,645	20,645.18
Academy Securities		DVBE	0.83%	2,057	2,057.08
Series C					
PNC Capital Markets			100.00%	619,383	619,383.29
Series D					
Bank of America Merrill Lynch			99.46%	484,460	484,459.63
IFS Securities	MBE		0.54%	2,608	2,608.06
					1,911,097.88
Dalnet Wire Charges				N/A	
DTC Fee				N/A	
Cusip Fee				N/A	
Cusip Disclosure Fee				N/A	
Misc. (GS)				N/A	
Misc. (MS)				N/A	
Day Loan				N/A	
					-
Total Underwriting Expenses					1,911,097.88
Bond & Disclosure Counsel					
Municipal Advisor	Chapman and Cutler*			245,000.00	245,000.00
	Columbia Capital			90,000.00	90,000.00
					340,000.00
Rating Agencies	Fitch Ratings			60,000.00	60,000.00
	Standard and Poor's			48,293.00	48,293.00
	Moody's			-	-
					108,293.00
Printing, shipping, etc	ImageMaster Printing & Digital Road Show			7,350.00	7,350.00
	Digital Assurance Certification, LLP			2,500.00	2,500.00
	Bid Platform- IPREO			-	-
	Verification Agent - Robert Thomas			3,250.00	3,250.00
	Escrow Agent - US Bank			3,000.00	3,000.00
	Escrow Bidding Agent Fee - Columbia Capital			25,000.00	25,000.00
	Misc			-	-
					41,100.00
Remainder of Cost of Issuance to be returned to the State					27,979.57
Total Expenses					2,428,470.45
Maximum Allowable Expenses (Par amount x 0.5% or \$5 per \$1,000)					2,743,950.00
Maximum Allowable Expenses (per bond)					5.00
Total Expenses (per bond)					4.4251
Bond Insurance					-
Total Expenses					2,428,470.45
MBE/WBE FIRM SUBTOTALS					
Underwriting Services	MBE/WBE		8.87%	23,253.24	
Underwriting Services	DVBE		0.83%	2,057.08	
Bond Counsel*	MBE/WBE		30.00%	73,500.00	
Underwriters Counsel	MBE/WBE		0.00%	-	
Financial Advisory Services	MBE/WBE		0.00%	-	
					-

*Pursuant to the RFP and contract between Chapman and Cutler and the State of Illinois, 30% of work and 30% of fees was contracted out to an MBE or WBE firm. For this issuance, the contracted firm was Charity & Associates, P.C.

State of Illinois

\$548,790,000 Build Illinois Bonds (Sales Tax Revenue Bonds) Series of September 2016

Competitive Sale

Cost of Issuance Disclosure

Line Item	MBE/WBE	DVBE	Participation Percentage	Amount	\$150,052,000 Series A
Underwriter					
Series A					
RBC Capital Markets			100.00%	556,806	556,805.60
Series B					
JPMorgan Securities			90.84%	225,139	-
Estrada Hinojosa Investment Bankers	MBE		8.33%	20,645	-
Academy Securities		DVBE	0.83%	2,057	-
Series C					
PNC Capital Markets			100.00%	619,383	-
Series D					
Bank of America Merrill Lynch			99.46%	484,460	-
IFS Securities	MBE		0.54%	2,608	-
					556,805.60
Dalnet Wire Charges					
DTC Fee					
Cusip Fee					
Cusip Disclosure Fee					
Misc. (GS)					
Misc. (MS)					
Day Loan					
					-
Total Underwriting Expenses					556,805.60
Bond & Disclosure Counsel					
Municipal Advisor					
Chapman and Cutler*					
		<u>Base Fee</u>	<u>Expenses</u>	<u>Total</u>	
		245,000.00	5,000.00	250,000.00	69,711.82
	Columbia Capital	90,000.00	-	90,000.00	24,603.67
					94,315.49
Rating Agencies					
Fitch Ratings					
		60,000.00	-	60,000.00	22,000.00
Standard and Poor's					
		48,293.00	-	48,293.00	13,202.06
Moody's					
		-	-	-	-
					35,202.06
Printing, shipping, etc					
ImageMaster Printing & Digital Road Show					
		7,350.00	-	7,350.00	2,009.30
Digital Assurance Certification, LLP					
		2,500.00	-	2,500.00	683.44
Bid Platform- IPREO					
		-	-	-	-
Verification Agent - Robert Thomas					
		3,250.00	-	3,250.00	-
Escrow Agent - US Bank					
		3,000.00	-	3,000.00	-
Escrow Bidding Agent Fee - Columbia Capital					
		25,000.00	-	25,000.00	-
Misc					
		-	-	-	-
					2,692.74
Remainder of Cost of Issuance to be returned to the State					12,789.71
Total Expenses					701,805.60
Maximum Allowable Expenses (Par amount x 0.5% or \$5 per \$1,000)					750,125.00
Maximum Allowable Expenses (per bond)					5.00
Total Expenses (per bond)					4.6779
<hr/>					
Bond Insurance					
					-
Total Expenses					701,805.60
MBE/WBE FIRM SUBTOTALS					
Underwriting Services					
		MBE/WBE	8.87%	23,253.24	-
Underwriting Services					
		DVBE	0.83%	2,057.08	-
Bond Counsel*					
		MBE/WBE	30.00%	73,500.00	20,093.00
Underwriters Counsel					
		MBE/WBE	0.00%	-	-
Financial Advisory Services					
		MBE/WBE	0.00%	-	-
					20,093.00

*Pursuant to the RFP and contract between Chapman and Cutler and the State of Illinois, 30% of work and 30% of fees was contracted out to an MBE or WBE firm. For this issuance, the contracted firm was Charity & Associates, P.C.

State of Illinois

\$548,790,000 Build Illinois Bonds (Sales Tax Revenue Bonds) Series of September 2016

Competitive Sale

Cost of Issuance Disclosure

Line Item	MBE/WBE	DVBE	Participation Percentage	Amount	\$60,010,000 Series B
Underwriter					
Series A					
RBC Capital Markets			100.00%	556,806	-
Series B					
JPMorgan Securities			90.84%	225,139	225,139.04
Estrada Hinojosa Investment Bankers	MBE		8.33%	20,645	20,645.18
Academy Securities		DVBE	0.83%	2,057	2,057.08
Series C					
PNC Capital Markets			100.00%	619,383	-
Series D					
Bank of America Merrill Lynch			99.46%	484,460	-
IFS Securities	MBE		0.54%	2,608	-
					247,841.30
Dalnet Wire Charges				N/A	
DTC Fee				N/A	
Cusip Fee				N/A	
Cusip Disclosure Fee				N/A	
Misc. (GS)				N/A	
Misc. (MS)				N/A	
Day Loan				N/A	
					-
Total Underwriting Expenses					247,841.30
Bond & Disclosure Counsel		<u>Base Fee</u>	<u>Expenses</u>	<u>Total</u>	
Municipal Advisor	Chapman and Cutler*	245,000.00	5,000.00	250,000.00	27,337.42
	Columbia Capital	90,000.00	-	90,000.00	9,841.47
					37,178.89
Rating Agencies	Fitch Ratings	60,000.00	-	60,000.00	7,000.00
	Standard and Poor's	48,293.00	-	48,293.00	5,280.82
	Moody's	-	-	-	-
					12,280.82
Printing, shipping, etc	ImageMaster Printing & Digital Road Show	7,350.00	-	7,350.00	803.72
	Digital Assurance Certification, LLP	2,500.00	-	2,500.00	273.37
	Bid Platform- IPREO	-	-	-	-
	Verification Agent - Robert Thomas	3,250.00	-	3,250.00	-
	Escrow Agent - US Bank	3,000.00	-	3,000.00	-
	Escrow Bidding Agent Fee - Columbia Capital	25,000.00	-	25,000.00	-
	Misc	-	-	-	-
					1,077.09
Remainder of Cost of Issuance to be returned to the State					1,671.90
Total Expenses					300,050.00
Maximum Allowable Expenses (Par amount x 0.5% or \$5 per \$1,000)					300,050.00
Maximum Allowable Expenses (per bond)					5.00
Total Expenses (per bond)					5.0000
Bond Insurance					-
Total Expenses					300,050.00
MBE/WBE FIRM SUBTOTALS	Underwriting Services	MBE/WBE	8.87%	23,253.24	20,645.18
	Underwriting Services	DVBE	0.83%	2,057.08	2,057.08
	Bond Counsel*	MBE/WBE	30.00%	73,500.00	8,037.20
	Underwriters Counsel	MBE/WBE	0.00%	-	-
	Financial Advisory Services	MBE/WBE	0.00%	-	-
					30,739.46

*Pursuant to the RFP and contract between Chapman and Cutler and the State of Illinois, 30% of work and 30% of fees was contracted out to an MBE or WBE firm. For this issuance, the contracted firm was Charity & Associates, P.C.

State of Illinois

\$548,790,000 Build Illinois Bonds (Sales Tax Revenue Bonds) Series of September 2016

Competitive Sale

Cost of Issuance Disclosure

Line Item	MBE/WBE	DVBE	Participation Percentage	Amount	\$152,000,000 Series C
Underwriter					
Series A					
RBC Capital Markets			100.00%	556,806	-
Series B					
JPMorgan Securities			90.84%	225,139	-
Estrada Hinojosa Investment Bankers	MBE		8.33%	20,645	-
Academy Securities		DVBE	0.83%	2,057	-
Series C					
PNC Capital Markets			100.00%	619,383	619,383.29
Series D					
Bank of America Merrill Lynch			99.46%	484,460	-
IFS Securities	MBE		0.54%	2,608	-
					619,383.29
Dalnet Wire Charges					
DTC Fee					
Cusip Fee					
Cusip Disclosure Fee					
Misc. (GS)					
Misc. (MS)					
Day Loan					
					-
Total Underwriting Expenses					619,383.29
Bond & Disclosure Counsel					
Municipal Advisor					
Chapman and Cutler*					
			<u>Base Fee</u>	<u>Expenses</u>	<u>Total</u>
			245,000.00	5,000.00	250,000.00
			90,000.00	-	90,000.00
					67,874.96
					24,927.57
					92,802.53
Rating Agencies					
Fitch Ratings					
			60,000.00	-	60,000.00
Standard and Poor's					
			48,293.00	-	48,293.00
Moody's					
			-	-	-
					8,000.00
					13,375.86
					-
					21,375.86
Printing, shipping, etc					
ImageMaster Printing & Digital Road Show					
			7,350.00	-	7,350.00
Digital Assurance Certification, LLP					
			2,500.00	-	2,500.00
Bid Platform- IPREO					
			-	-	-
Verification Agent - Robert Thomas					
			3,250.00	-	3,250.00
Escrow Agent - US Bank					
			3,000.00	-	3,000.00
Escrow Bidding Agent Fee - Columbia Capital					
			25,000.00	-	25,000.00
Misc					
			-	-	-
					2,035.75
					692.43
					-
					1,625.00
					1,500.00
					12,500.00
					-
					18,353.18
Remainder of Cost of Issuance to be returned to the State					3,344.14
Total Expenses					755,259.00
Maximum Allowable Expenses (Par amount x 0.5% or \$5 per \$1,000)					760,000.00
Maximum Allowable Expenses (per bond)					5.00
Total Expenses (per bond)					4.9688
Bond Insurance					
					-
Total Expenses					755,259.00
MBE/WBE FIRM SUBTOTALS					
Underwriting Services					
			MBE/WBE	8.87%	23,253.24
Underwriting Services					
			DVBE	0.83%	2,057.08
Bond Counsel*					
			MBE/WBE	30.00%	73,500.00
Underwriters Counsel					
			MBE/WBE	0.00%	-
Financial Advisory Services					
			MBE/WBE	0.00%	-
					20,357.51
					-
					-
					20,357.51

*Pursuant to the RFP and contract between Chapman and Cutler and the State of Illinois, 30% of work and 30% of fees was contracted out to an MBE or WBE firm. For this issuance, the contracted firm was Charity & Associates, P.C.

State of Illinois

\$548,790,000 Build Illinois Bonds (Sales Tax Revenue Bonds) Series of September 2016

Competitive Sale

Cost of Issuance Disclosure

Line Item	MBE/WBE	DVBE	Participation Percentage	Amount	\$186,755,000 Series D
Underwriter					
Series A					
RBC Capital Markets			100.00%	556,806	-
Series B					
JPMorgan Securities			90.84%	225,139	-
Estrada Hinojosa Investment Bankers	MBE		8.33%	20,645	-
Academy Securities		DVBE	0.83%	2,057	-
Series C					
PNC Capital Markets			100.00%	619,383	-
Series D					
Bank of America Merrill Lynch			99.46%	484,460	484,459.63
IFS Securities	MBE		0.54%	2,608	2,608.06
					487,067.69
Dalnet Wire Charges				N/A	
DTC Fee				N/A	
Cusip Fee				N/A	
Cusip Disclosure Fee				N/A	
Misc. (GS)				N/A	
Misc. (MS)				N/A	
Day Loan				N/A	
					-
Total Underwriting Expenses					487,067.69
			Base Fee	Expenses	Total
Bond & Disclosure Counsel	Chapman and Cutler*		245,000.00	5,000.00	250,000.00
Municipal Advisor	Columbia Capital		90,000.00	-	90,000.00
					85,075.79
					30,627.29
					115,703.08
Rating Agencies	Fitch Ratings		60,000.00	-	60,000.00
	Standard and Poor's		48,293.00	-	48,293.00
	Moody's		-	-	-
					23,000.00
					16,434.26
					-
					39,434.26
Printing, shipping, etc	ImageMaster Printing & Digital Road Show		7,350.00	-	7,350.00
	Digital Assurance Certification, LLP		2,500.00	-	2,500.00
	Bid Platform- IPREO		-	-	-
	Verification Agent - Robert Thomas		3,250.00	-	3,250.00
	Escrow Agent - US Bank		3,000.00	-	3,000.00
	Escrow Bidding Agent Fee - Columbia Capital		25,000.00	-	25,000.00
	Misc		-	-	-
					2,501.23
					850.76
					-
					1,625.00
					1,500.00
					12,500.00
					-
					18,976.99
Remainder of Cost of Issuance to be returned to the State					10,173.82
Total Expenses					671,355.84
Maximum Allowable Expenses (Par amount x 0.5% or \$5 per \$1,000)					933,775.00
Maximum Allowable Expenses (per bond)					5.00
Total Expenses (per bond)					3.5948
Bond Insurance					-
Total Expenses					671,355.84
MBE/WBE FIRM SUBTOTALS	Underwriting Services	MBE/WBE	8.87%	23,253.24	2,608.06
	Underwriting Services	DVBE	0.83%	2,057.08	-
	Bond Counsel*	MBE/WBE	30.00%	73,500.00	25,012.29
	Underwriters Counsel	MBE/WBE	0.00%	-	-
	Financial Advisory Services	MBE/WBE	0.00%	-	-
					27,620.35

*Pursuant to the RFP and contract between Chapman and Cutler and the State of Illinois, 30% of work and 30% of fees was contracted out to an MBE or WBE firm. For this issuance, the contracted firm was Charity & Associates, P.C.