

**ILLINOIS STATE
UNIVERSITY**

**BOARD OF
TRUSTEES**

**Resolution No. 2025.07.24
Authorization to Issue
Auxiliary Facilities System
Revenue Refunding Bonds,
Series 2025**

Resolution

Whereas, under the provisions of the Illinois State University Revenue Bond Law, 110 ILCS 676/21-1 *et seq.*, as it may be amended and supplemented, the Board of Trustees of the University (the “Board”) of Illinois State University (the “University”) has the authority to issue Auxiliary Facilities System Revenue Bonds,

Whereas, the Board issued the Auxiliary Facilities System Revenue Bonds, Series 2020A (the “Series 2020A Bonds”) for the purpose of financing renovations of Watterson Residence Hall, including HVAC upgrades and facilities, furnishings, and equipment related thereto and the renovation of 301. S. Main Street for a Multicultural Center, in the aggregate principal amount of \$36,950,000, of which \$31,690,000 is currently outstanding,

Whereas, the Series 2020A Bonds are currently held by JPMorgan Chase Bank, N.A. and have a final maturity of April 1, 2050,

Whereas, on October 1, 2025 (the “Purchase Date”) the Series 2020A Bonds are subject to mandatory tender at the price of 100% of the outstanding principal amount of the Series 2020A Bonds, plus accrued interest, in connection with the end of the interest rate period currently in effect for the Series 2020A Bonds, and

Whereas, the resolution approving the issuance of the Series 2020A Bonds allows for the Series 2020A Bonds to be prepaid by the Board and cancelled by the Bond Registrar for the Series 2020A Bonds on the Purchase Date, and

Whereas, the Board desires to obtain funds for the purpose of prepaying (if redeemed on the Purchase Date) and refunding the Series 2020A Bonds on or before the Purchase Date by issuing a new series of Auxiliary Facilities System Revenue Refunding Bonds, Series 2025 (the “Series 2025 Bonds”) pursuant to a public sale, and

Therefore, be it resolved by the Board of Trustees of Illinois State University in regular meeting assembled, that:

1. The Board authorizes issuance of its Auxiliary Facilities System Revenue Refunding Bonds, Series 2025 to prepay (if redeemed on the Purchase Date) and refund the Series 2020A Bonds.
2. The Board approves the sale of one or more series of Series 2025 Bonds on a tax-exempt or taxable basis, or a combination thereof pursuant to a negotiated sale to BofA Securities, Inc. (the “Underwriter”), subject to the following

parameters: (a) the Series 2025 Bonds to be issued shall not exceed an aggregate principal amount of \$33,000,000; (b) the Series 2025 Bonds shall have a final maturity of no later than April 1, 2050, such final maturity being the same as the final maturity for the Series 2020A Bonds being refunded; (c) the price at which the Series 2025 Bonds will be sold shall not be less than 97% of the par amount thereof (exclusive of any original issue discount or premium); and (d) the true interest cost of the Series 2025 Bonds of any series or subseries shall not exceed 6.00%. The final terms of the Series 2025 Bonds shall be approved by the Treasurer of the Board (or his or her designee) within the parameters set forth in this Resolution and said approval shall be evidenced by the Treasurer of the Board's (or his or her designees) execution of the Bond Purchase Agreement.

3. The Board approves the preparation and distribution of a Preliminary Official Statement in connection with the marketing and sale of the Series 2025 Bonds. The Board approves the form of the Preliminary Official Statement in substantially the form presented to this meeting a copy of which is on file with the Secretary of the Board for recording. The Treasurer of the Board (or his or her designee) is further authorized and directed to execute a final Official Statement in the name of and on behalf of the Board in substantially the form of the Preliminary Official Statement presented to this meeting but with final terms of the Series 2025 Bonds set forth therein, and with such other changes as may be approved by the Treasurer of the Board (or his or her designee), his/her execution thereof to constitute conclusive evidence of the Board's approval of all changes from the form thereof presented to this meeting.
4. The Board approves of the form of Continuing Disclosure Agreement, in substantially the same form presented to this meeting, which form is attached an appendix to the Preliminary Official Statement.
5. The Bank of New York Mellon Trust Company, N.A. is hereby authorized to serve as Bond Registrar and Paying Agent for the Series 2025 Bonds.
6. Pursuant to the Board's existing contract, the law firm of Chapman and Cutler LLP is hereby retained as Bond Counsel to the Board.
7. Pursuant to the Board's existing contract, the firm of Blue Rose Capital Advisers, LLC, is hereby retained as Municipal Advisor.
8. The Treasurer of the Board or his or her designee is hereby authorized and directed to enter a Bond Purchase Agreement (or Bond Purchase Agreements) for the sale of the Series 2025 Bonds.
9. The Board approves the forms of the First Supplemental System Revenue Bond Resolution and Bond Purchase Agreement. Copies of such documents are on file with the Secretary of the Board for recording. The Chairperson, Treasurer, and Secretary of the Board or their respective designees are hereby authorized and directed to execute such documents in the name of and on behalf of the Board in substantially the forms presented to this meeting, or with such changes as may be approved by the officer or officers of the Board executing the same, his/her or their execution thereof to constitute conclusive evidence of the Board's approval of all changes from the forms thereof presented to this meeting.
10. If required by the Underwriter, the Board agrees to comply with the terms and provisions of bond insurance for the Series 2025 Bonds, if such terms are approved by the Treasurer of the Board.
11. The Chairperson, the Secretary, and the Treasurer of the Board and the members, officers, agents, and employees of the Board are hereby authorized and directed to do all such acts and to execute all such documents as may be necessary to carry out and comply with the provisions of this resolution and with the actions of the members, officers, agents, and employees of the Board which are in conformity with the intent and purposes of this resolution, whether heretofore or hereafter taken or done, which actions shall be and are ratified, confirmed, and approved.

Board Action on: _____
 Motion by: _____
 Second by: _____
 Vote: Yeas: _____ Nays: _____

Postpone: _____
 Amend: _____
 Disapprove: _____
 Approve: _____

ATTEST: Board Action, July 25, 2025

Secretary / Chairperson

Board of Trustees
Illinois State University
Authorization to Issue Auxiliary Facilities System Revenue Refunding Bonds, Series 2025

The Auxiliary Facilities System (AFS) at Illinois State University consists of the facilities set forth in Exhibit A. The replacement value of these facilities is currently estimated to be \$1.13 billion.

The AFS is comprised of facilities that either (i) were constructed with proceeds from revenue bonds issued within the authority delegated by the State to the Board, or (ii) now produce revenues that are used to operate and maintain AFS facilities. All revenues received in conjunction with the operation of the AFS facilities are pledged towards the payment of outstanding revenue bonds and the operation and maintenance of the facilities. As of August 1, 2025, there will be seven outstanding bond issues, Series 2016, Series 2018A, Series 2018B, Series 2018C, Series 2020A, Series 2022A, and Series 2022B, with outstanding principal totaling \$107,755,000. Current payments for the debt service of these obligations approximates \$14 million annually until 2028; reducing to an average of approximately \$9.4 million annually until 2033; then further reducing to approximately \$4.7 million annually until 2039; with remaining payments approximating \$1.5 million annually until final maturity in 2050.

The Board's Auxiliary Facilities System Revenue Refunding Bonds, Series 2025 (the "Series 2025 Bonds") will be issued in an aggregate principal amount not to exceed \$33 million to fund the refinancing of the Board's Auxiliary Facilities System Bonds, Series 2020A and to pay the costs of issuance of the Series 2025 Bonds.

Fund Source: Auxiliary Facility System Resources

EXHIBIT A

**Illinois State University
Auxiliary System Facilities**

Residence Halls:

Wilkins
Wright
Haynie
Manchester
Hewett
Watterson

Apartment Complexes:

Fell/School St.
Cardinal Court

Bone Student Center and Braden Auditorium

Athletic Recreation Facilities:

Horton Hancock Athletic Complex
University Golf Course (Weibring Golf Club)
Redbird Arena
McCormick Hall
Tennis Courts
Student Fitness and Kinesiology Recreation Center
Athletics Indoor Practice Facility

9,600 Parking Spaces, including Three Parking Ramps, for Faculty, Staff, and Students

Storage Facilities

Student Services Building

Center For Performing Arts

Multicultural Center