

**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

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