

ILLINOIS HOUSING DEVELOPMENT AUTHORITY

April 21, 2017

Pursuant to notification given April 19, 2017, the Members of the Illinois Housing Development Authority (the “Authority”) met for a regularly scheduled meeting on April 21, 2017, at the offices of the Authority, 111 East Wacker Drive, Suite 1000, Chicago, Illinois.

Those present (unless otherwise noted below as absent):

BOARD:

King Harris	Chairman
Karen Davis	Vice Chairperson
Mary Kane	Member
Luz Ramirez	Member
Alyssa Rapp	Member
Sam Tornatore	Member

STAFF:

Audra Hamernik	Executive Director
Debbie Olson	Chief of Staff
Jolyn Heun	Senior Counsel
Nandini Natarajan	CFO
Colleen Synowiecki	Executive Coordinator
Christine Moran	Managing Director, Multifamily Financing
Michelle Adams	Director, Administrative Services
Neil O’Callaghan	Managing Director, Information Technology
Nicki Pecori Fioretti	Director, Community Affairs
Tim Veenstra	Director, Asset Management
Vanessa Boykin	Comptroller
Kevin O’Connor	Internal Auditor
Tracy Wortham	Director, Human Resources
Patrick Sloan	Director, Operational Excellence
Peter Selke	Director, Hardest Hit Fund
John Chung	Assistant Director, Structuring Finance
Andrew Nestlehut	Senior Manager, Investments, Treasury Ops
Monica Enriquez	Assistant Director, Community Affairs
Gabriel Herrero	Multifamily Financing
Jamie Campbell	Multifamily Financing
Jenna Hebert	Multifamily Financing
Derek Walvoord	Multifamily Financing
Claudia Montoya	Multifamily Financing
Steve Gladden	Assistant Director, Asset Management

GUESTS:

Jennifer Fredericks	BNYM
Susan Jun	Morgan Stanley
John Germain	
Ansel Caine	Caine Mitter
KP Waco	CSG
D. Petron	Pirhl

Michael Baumrin	RRC
B. Sheldman	B of AM
Rachel Smith	Mayer Brown
Helen Easterling	Citi
Sarah Wick	Related
Andrea Blirkley	Gorman
C. Segalini	Circuit Court of Cook County
Day Keiss	BOA
Warren Wenzloff	A&TT
Rayan Hatten	A&TT
Michael Goldman	Heartland
Craig Taylor	CFV
Jessica Nepormact	MDC
Greg Olson	MDC
Micki Anderson	MDC
Andy Block	GC Housing Development
Kelli Harsch	Applegate & Thorne-Thomsen

I. Call to Order & Roll Call

With a physical quorum consisting of Chairman Harris, Vice Chairperson Davis, Ms. Kane, Ms. Ramirez, Ms. Rapp and Mr. Tornatore, Chairman Harris called the meeting to order at 11:16 a.m. A roll call was taken.

II. Consent Agenda: Chairman Harris noted that there were four (4) Resolutions on the consent agenda. He asked the Members if anyone had comments or wanted to remove any resolution from the consent agenda. The members had no comments.

A motion to adopt the Consent Agenda Resolutions was made by Mr. Tornatore and seconded by Ms. Davis; a roll call was taken and the four (4) Resolutions noted below were adopted by the affirmative votes of Chairman Harris, Vice-Chair Davis, Ms. Kane, Ms. Ramirez, Ms. Rapp and Mr. Tornatore.

A. Minutes

2017-IHDA-240: Resolution Approving the Minutes of the Regular Meeting of the Members of the Illinois Housing Development Authority held on March 17, 2017.

B. General Administrative Matters

1. 2017-IHDA-241: Resolution of Intent Concerning the Issuance of Revenue Obligations under Single Family and Multi-Family Bond Programs (Home Rule Pool) In an Aggregate Principal Amount Not to Exceed \$400,000,000.
2. 2017-IHDA-242: Resolution of Intent Concerning the Issuance of Revenue Obligations under Single Family and Multi-Family Bond Programs (Non-Home Rule Pool) In an Aggregate Principal Amount Not to Exceed \$250,000,000.

3. 2017-IHDA-243: Resolution Ratifying Permitted Financial Activities.

III. Chairman Harris indicated that the Additional Resolutions noted on the Agenda would now be discussed.

A. Community Affairs Matters

1. 2017-IHDA-244: Resolution Authorizing Acceptance of Additional Funds to Finance the Extension of the Intergovernmental Agreement and Extension of Fee for Service Agreements with Housing Counseling Agencies for the Cook County Mortgage Foreclosure Mediation Program.

Ms. Enrique stated that the County of Cook (“County”) and the Office of the Chief Judge of Cook County (“Chief Judge”) have established a Cook County Mortgage Foreclosure Mediation Program whereby selected housing counseling agencies (“Housing Counseling Agencies”) provide housing counseling services to residents of Cook County who have foreclosures pending with the Circuit Court of Cook County (“Mediation Program”).

She then stated that pursuant to Resolution No. 2013-IHDA-153, 2014-IHDA-127, 2015-IHDA-111, 2016-IHDA-175 and 2016-IHDA-185 (“Prior Resolutions”), the Authority was authorized to enter into an Intergovernmental Agreement, including prior amendments thereto, with the County and Chief Judge to administer the Mediation Program for the period of December 1, 2013 through May 31, 2017, and was also authorized to enter into fee for service agreements (individually a “Fee for Service Agreement” and collectively “Fee for Service Agreements”) with certain Housing Counseling Agencies for a period through May 31, 2017 and that the Intergovernmental Agreement currently expires on May 31, 2017 (“IGA Termination Date”) and the Authority desires to extend the IGA Termination Date to November 30, 2017.

She further stated that the Fee for Service Agreements expire on May 31, 2017 (“Fee Termination Date”). The Authority now desires to extend the Fee Termination Date to November 30, 2017 with the Housing Counseling Agencies described in the Resolution and accept additional funds from the County in the amount of \$283,486.00.

Chairman Harris stated that this is an excellent Program that has assisted over 26,000 families.

A motion to approve the Resolution was made by Ms. Kane and seconded by Mr. Tornatore; the Resolution was adopted by the affirmative votes of Chairman Harris, Vice-Chair Davis, Ms. Kane, Ms. Ramirez, Ms. Rapp and Mr. Tornatore.

B. HHF Matters

1. 2017-IHDA-245: Resolution Authorizing Additional Funding for the Hardest Hit Fund Down Payment Assistance Program.

Mr. Selke stated that pursuant to Resolution No. 2015-IHDA-058 (the “Program Resolution”), the Authority was authorized to submit a proposal to the Treasury requesting the ability to re-allocate funds from the HHF Illinois Program (“DPA Allocation”) and establish a program known as the HHF Down Payment Assistance Program (“Program”) in accordance with the terms and conditions set forth on the term sheet attached to the Resolution (“Term Sheet”), whereby the Authority would make short term forgivable loans to assist qualified homebuyers in the purchase of a primary residence in targeted areas in Illinois.

He then stated that pursuant to Resolution No. 2015-IHDA-069, 2016-IHDA-032 and 2016-IHDA-042 (the “Amendment Resolutions”; together with the Program Resolution, collectively, the “Prior Resolutions”), the Authority was authorized to modify the Term Sheet in order to increase the DPA Allocation and make certain changes to the terms and conditions of the HHF Illinois Program and the Program and that the Authority desires to further increase the DPA Allocation by re-allocating additional funds from the HHF Illinois Program to support the Program (the “Allocation Increase”) as more specifically set forth in the Re-Allocation of Program Funds memorandum attached to the Resolution as Exhibit A (“Allocation Memo”).

A motion to approve the Resolution was made by Ms. Davis and seconded by Ms. Kane; the Resolution was adopted by the affirmative votes of Chairman Harris, Vice-Chair Davis, Ms. Kane, Ms. Ramirez, Ms. Rapp and Mr. Tornatore.

C. Multifamily Transactions

1. Executive Director Hamernik introduced the following agenda item: 2017-IHDA-246 Resolution Authorizing Rental Assistance for the Studios (PID-11029).

Mr. Herrero stated that pursuant to Resolution No. 2012-IHDA-109, the Authority was authorized to accept rental assistance funds in the amount of \$12,000,000.00 and enter into an agreement with the United States Department of Housing and Urban Development (“HUD”) and pursuant to Resolution No. 2017-IHDA-215, the Authority was authorized to accept rental assistance funds in the amount of \$6,420,000.00 and enter into an agreement HUD to administer the Section 811 PRA Demo for Illinois.

He then stated that the Studios was selected for rental assistance from the Section 811 PRA Demo in the amount not to exceed \$807,600.00 (“Rental Assistance”) in connection with the Studios as described on Exhibit A attached to the Resolution.

A motion to approve the Resolution was made by Mr. Tornatore and seconded by Ms. Kane and the motion was adopted by the affirmative votes of Chairman Harris, Vice-Chair Davis, Ms. Kane, Ms. Ramirez, Ms. Rapp and Mr. Tornatore.

2. Executive Director Hamernik introduced the following agenda item: 2017-IHDA-247 Resolution Authorizing a FAF Loan and State Tax Credits (11208) for Freedom’s Path at Hines II.

Ms. Hebert stated that the Authority has entered into four Financing Adjustment Factor Refunding Agreements (the “FAF Agreements”) with HUD, which provide that that the Authority is entitled to receive 50% of the proceeds recaptured through the refunding of certain bonds originally issued by the Authority to provide financing for certain multifamily residential housing developments (the “FAF Program”). She also stated that the Authority is authorized as the administrator of the Affordable Housing Tax Credits (“State Tax Credits”) and that the aggregate amount of State Tax Credits available for allocation is tied to the State of Illinois’ fiscal year which runs from July 1, 2016 to June 30, 2017 (“FY17”).

Ms. Hebert further stated that the Communities for Veterans Development, LLC and Affordable Housing Solutions, Inc. (“Sponsor”) has applied to the Authority for a second position loan under the FAF Program in an amount not to exceed \$1,879,445.00 (“FAF Loan”) in connection with the acquisition, construction and permanent financing of a multifamily housing development described on Exhibit A attached to the Resolution and to be known as Freedom’s Path at Hines II (“Project”) and that the Sponsor has also applied to the Authority for FY17 State Tax Credits in the amount of 492,500 in connection with the Project.

A motion to approve the Resolution was made by Ms. Davis and seconded by Mr. Tornatore and the motion was adopted by the affirmative votes of Chairman Harris, Vice-Chair Davis, Ms. Kane, Ms. Ramirez, Ms. Rapp and Mr. Tornatore.

3. Executive Director Hamernik introduced the following agenda item: 2017-IHDA-248 Resolution Authorizing a Credit Advantage Loan (11288) for Anthony Place Yorkville.

Mr. Walvoord stated that the Anthony Place Yorkville, LP has requested the Authority to make a permanent loan under the Credit Advantage Program in an amount equal to 87% loan to value (based on appraised value); not to exceed \$1,822,895.00 (“Credit Advantage Loan”) for the permanent financing of the multi-family housing development described on Exhibit A attached to the Resolution and known as Anthony Place Yorkville.

A motion to approve the Resolution was made by Ms. Davis and seconded by Mr. Tornatore and the motion was adopted by the affirmative votes of Chairman Harris, Vice-Chair Davis, Ms. Kane, Ms. Ramirez, Ms. Rapp and Mr. Tornatore.

4. Executive Director Hamernik introduced the following agenda item: 2017-IHDA-249 Resolution Authorizing a HOME Loan (11231) for Lathrop Homes: Phase IA.

Ms. Montoya stated that the Authority has been designated the program administrator of the HOME Investment Partnerships Program (“HOME Program”) in Illinois.

She then stated Lathrop Homes IA, LP (“Sponsor”) have applied to the Authority for a loan under the HOME Program in an amount not to exceed \$4,500,000.00 (“Loan”) for the acquisition, rehabilitation, new construction and permanent financing of a multifamily housing development known as Lathrop Homes: 1A (“Project”) as described in Exhibit A attached to the Resolution.

Ms. Natarajan spoke briefly about the FFB Program.

A motion to approve the Resolution was made by Mr. Tornatore and seconded by Ms. Rapp and the motion was adopted by the affirmative votes of Chairman Harris, Vice-Chair Davis, Ms. Kane, Ms. Ramirez, Ms. Rapp and Mr. Tornatore.

D. Multifamily/Finance Transactions

1. Orton Keyes

- a. Ms. Hamernik presented the following agenda item: 2017-IHDA-250 Resolution Authorizing a Conduit Loan and HOME Loan for Orton Keyes (CDT-H-11218).

Ms. Campbell stated that the Authority administers a program known as the Multifamily Housing Revenue Note Program whereby the Authority acquires funds to make loans (individually, a “Conduit Loan”) for affordable housing developments through the issuance of tax exempt multifamily housing notes (“Notes”); immediately upon the closing of a Conduit Loan, such Conduit Loan is assigned to a third party, to be determined on or before the closing date of such Conduit Loan.

She then stated that the Orton Keyes, LLC (“Owner”) has requested a first position Conduit Loan in an amount not to exceed \$16,000,000.00 and a second position loan under the HOME Program in an amount not to exceed \$2,612,157.00 (“HOME Loan” together with the Conduit Loan, collectively, the “Loans”) for the acquisition, rehabilitation and permanent financing of a multifamily housing development described on Exhibit A attached to the Resolution and known as Orton Keyes (“Project”).

Chairman Harris informed the audience that the Finance Committee meets prior to the Board meeting. At that meeting the committee discussed the Finance Projects which are being presented today.

A motion to approve the Resolution was made by Ms. Davis and seconded by Mr. Tornatore and the motion was adopted by the affirmative votes of Chairman Harris, Vice-Chair Davis, Ms. Kane, Ms. Ramirez, Ms. Rapp and Mr. Tornatore.

- b. Ms. Hamernik presented the following agenda item: 2017-IHDA-251 Resolution Authorizing the Issuance of Not to Exceed \$16,000,000 Aggregate Principal Amount of Multifamily Mortgage Revenue Note, 2017 Series A (Orton Keyes).

Mr. Chung stated that the resolution authorizes the issuance by the Authority of not to exceed \$16,000,000 in aggregate principal amount of its Multifamily Mortgage Revenue Note, 2017 Series A (Orton Keyes) (the “Note”). This Resolution also authorizes the Authority to enter into a Funding Loan Agreement and a Borrower Loan Agreement in substantially the forms attached to the Resolution, setting forth the terms of the Note, subject to completion in accordance with the Determination discussed below. He also stated that the Note would be issued to provide funds to be applied to make a loan to Orton Keyes, LLC (the “Borrower”), to finance the

acquisition and rehabilitation of Orton Keyes and will be purchased directly by Citibank, N.A., or an affiliate thereof. The Note will be issued as a fixed rate Note with interest rates and a final maturity date to be established in the Funding Loan Agreement and the Borrower Loan Agreement, the final form of which shall be established in accordance with the Determination. The Note will be a special limited obligation and will not be a general obligation of the Authority.

He also stated that this is a delegation Resolution and issuance of the Note will require the use of volume cap in an aggregate amount not to exceed \$16,000,000. Such volume cap will be allocated to the Note by the Authority.

A motion to approve the Resolution was made by Ms. Kane and seconded by Ms. Davis and the motion was adopted by the affirmative votes of Chairman Harris, Vice-Chair Davis, Ms. Kane, Ms. Ramirez, Ms. Rapp and Mr. Tornatore.

2. Ms. Hamernik presented the following agenda item: 2017-IHDA-252 Resolution Authorizing a Trust Fund Loan, a FFB Risk Sharing Permanent Loan and an Interest Rate Swap Agreement for The Marshall Hotel (PID-11257).

Ms. Natarajan stated that the Authority has been designated the program administrator of the Illinois Affordable Housing Program (“Trust Fund Program) and that the Authority administers a program known as the Risk Sharing Program wherein the Authority makes mortgage loans to borrowers, which loans are credit enhanced through insurance provided by the United States Department of Housing and Urban Development (“HUD”) (“Risk Sharing Regulations”) and that HUD and the Federal Financing Bank, a body corporate and instrumentality of the United States of America (“FFB”), have implemented a program pursuant to which FFB may acquire beneficial ownership of mortgage loans originated by the Authority and insured under the Risk Sharing Program (the “FFB/542(c) Risk Sharing Program”) and that pursuant to Resolution No. 2015-IHDA-070, the Authority is authorized to participate in the FFB/542(c) Risk Sharing Program.

She then stated that The Marshall 1232 LLC has requested the Authority make a third position mortgage loan under the Trust Fund Program in an amount not to exceed \$2,000,000.00 (the “Trust Fund Loan”) for a term not to exceed 42 years and a rate not to exceed 1% and a first position permanent mortgage loan under the FFB/542(c) Risk Sharing Program from funds provided by FFB and credit enhanced under the FFB/542(c) Risk Sharing Program, in an amount of up to 90% loan to value (based on appraised value of the Project), but not to exceed \$7,775,595.00, for a term not to exceed 42 years and a rate not to exceed 6% (“FFB Risk Sharing Loan” together with the Trust Fund Loan are collectively the “Loans”) for the acquisition, rehabilitation and/or permanent financing of the multi-family housing development described on Exhibit A attached to the Resolution and known as The Marshall Hotel (“Project”).

Ms. Natarajan further stated that the Authority intends to fund the FFB Risk Sharing Loan with the proceeds of the funds it receives from the FFB by transferring the beneficial ownership interest of the mortgage loan for the FFB Risk Sharing Loan to the extent of the principal amount thereof and a designated portion of the interest payable

thereon and that the applicable interest rate at the time the beneficial ownership interest will be conveyed to the FFB cannot yet be determined.

She also stated that pursuant to Section C.III of the Authority's Financial Management Policy effective January 20, 2017 (the "Policy"), the Authority may enter into one or more risk management agreements, defined to include interest rate swaps, in order to reduce the risk of loss to the Authority or to protect, preserve or enhance the value of the Authority's assets and pursuant to Resolution No. 2017-IHDA-235, the Authority is authorized to enter into International Swaps and Derivatives Association, Inc. Master Agreements ("ISDA Master Agreements") and such Schedules to such ISDA Master Agreements ("Schedules"), including one with Barclays Bank PLC ("Barclays").

Ms. Natarajan requested the Members' authorization to enter into a confirmation ("Confirmation", and collectively with the relevant ISDA Master Agreement and Schedule, an "Interest Rate Swap Agreement") with Barclays at a cost not to exceed \$425,000.00, and a termination date on or before September 30, 2020, and to use such Interest Rate Swap Agreement for the Project to protect the Authority's risk with regard to the interest rate for the interest to be conveyed to the FFB.

A motion to approve the Resolution was made by Ms. Kane and seconded by Ms. Davis and the motion was adopted by the affirmative votes of Chairman Harris, Vice-Chair Davis, Ms. Kane, Ms. Ramirez, Ms. Rapp and Mr. Tornatore.

E. Asset Management Transactions

Chairman Harris stated: Let the record reflect that Tim Veenstra abstained from participating in the portion of the loan committee meeting wherein the committee discussed the release of collateral at 420 W. Belmont. Screening precautions exist to ensure that he was and will remain isolated from all matters related thereto.

1. Executive Director Hamernik introduced the following agenda item: 2017-IHDA-253 Resolution Authorizing a Release of Collateral for Illinois Accessible Housing Initiative Phase I and II (BIBP 10408/10866).

Mr. Gladden stated that Authority had previously made 2 grants from the BIBP Program to Home First Illinois, LLC ("Grantee") as follows: (1) a grant in the amount of \$5,000,000.00 ("Phase I Grant") for the acquisition and rehabilitation of approximately 18 permanent supportive housing units located on scattered sites throughout Cook County, Illinois ("Phase I") and (2) a grant in the amount of \$10,000,000.00 ("Phase II Grant") for the acquisition and rehabilitation of approximately 50 permanent supportive housing units located on scattered sites throughout Cook County, Illinois ("Phase II").

He then stated that as a part of Phase I, the Grantee purchased, rehabilitated and is renting out 420 W. Belmont, Units 8E, 16D, and 19G, Chicago, Illinois (collectively, "Phase I Units") and financed said Phase I Units from the proceeds of the Phase I Grant as follows:

- a. Unit 8E: a first position grant in the original principal amount of \$213,000.00

evidenced by a Mortgage Note and secured by a Mortgage, Security Agreement and Assignment of Rents and Leases, a Regulatory Agreement and other grant documents (“8E Grant Documents”);

- b. Unit 16D: a first position grant in the original principal amount of \$199,000.00 evidenced by a Mortgage Note and secured by a Mortgage, Security Agreement and Assignment of Rents and Leases, a Regulatory Agreement and other grant documents (“16D Grant Documents”); and
- c. Unit 19G: a first position grant in the original principal amount of \$147,000.00 evidenced by a Mortgage Note and secured by a Mortgage, Security Agreement and Assignment of Rents and Leases, a Regulatory Agreement and other grant documents (“19G Grant Documents” together with the 8E Grant Documents and 16D Grant Documents are collectively the “Phase I Grant Documents”).

He further stated that as a part of Phase II, the Grantee purchased, rehabilitated and is renting out 420 W. Belmont, Units 12A and 16A, Chicago, Illinois (collectively, “Phase II Units”) and financed said Phase II Units from the proceeds of the Phase II Grant as follows:

- a. Unit 12A: a first position grant in the original principal amount of \$181,000.00 evidenced by a Mortgage Note and secured by a Mortgage, Security Agreement and Assignment of Rents and Leases, a Regulatory Agreement and other grant documents (“12A Grant Documents”); and
- b. Unit 16A: a first position grant in the original principal amount of \$182,000.00 evidenced by a Mortgage Note and secured by a Mortgage, Security Agreement and Assignment of Rents and Leases, a Regulatory Agreement and other grant documents (“16A Grant Documents” together with the 12A Grant Documents are collectively the “Phase II Grant Documents”).

Mr. Gladden stated that the Grantee and the other unit owners at 420 W. Belmont, Chicago, Illinois (“Building”) have voted to sell all of the units in the Building, and in connection with the sale, Grantee has requested that the Authority release the Phase I Grant Documents and Phase II Grant Documents (“Release”) and in consideration for said Release, Grantee has agreed to utilize the proceeds from the sale of the 5 collective Phase I Units and Phase II Units to purchase and rehabilitate 5 new units in buildings and in neighborhoods within the same geographic constraints as applied to the Phase I Units and the Phase II Units, and to record a mortgage and regulatory agreement against said new units (the “Project”).

A motion to approve the Resolution was made by Mr. Tornatore and seconded by Ms. Davis and the motion was adopted by the affirmative votes of Chairman Harris, Vice-Chair Davis, Ms. Kane, Ms. Ramirez, Ms. Rapp and Mr. Tornatore.

F. Procurement Matters

1. Executive Director Hamernik introduced the following agenda item: 2017-IHDA-254 Resolution Authorizing Agreements for the Provision of Cyber Liability, Crime, Property, General Liability, Automobile, Workers' Compensation, Umbrella Liability Coverage, Excess Liability Coverage and Force Placed Coverage.

Mr. Chung stated that the Authority purchases crime, property, general liability, automobile, umbrella, excess liability, forced placed coverage, workers' compensation coverage and cyber liability coverage (collectively, the "Coverage") through agreements (the "Current Agreements") with Hartford Life and Accidental Insurance Company, Fireman's Fund, Great American Insurance Company, Lloyds of London and ACE ("Vendors") to protect against damage to the Authority's property and to protect against various liability exposures. The Current Agreements for the Coverage expire on July 1, 2017. The Authority determined that it is in its best interest to enter into agreements with the Vendors to provide the Coverage at a cost not to exceed the quoted rates set forth in Exhibit A attached to the Resolution. Mr. Chung recommended the Members' approval of the Resolution.

Ms. Rapp asked if the DNO was included. Mr. Chung stated that it was not. Mr. Chung also stated that the increase in the crime payment is due to the additional of the number of employees.

A motion to approve the Resolution was made by Ms. Rapp and seconded by Mr. Tornatore and the motion was adopted by the affirmative votes of Chairman Harris, Vice-Chair Davis, Ms. Kane, Ms. Ramirez, Ms. Rapp and Mr. Tornatore.

2. Executive Director Hamernik introduced the following agenda item: 2017-IHDA-255 Resolution Authorizing Agreements for the Provision of Group Health Care, Employee Assistance, Flexible Spending Accounts, Commuter Transportation Pre-Tax Plan, Basic Life, Accidental Death and Dismemberment and Long Term Disability.

Ms. Wortham stated that the Authority provides group health care, employee assistance, dental coverage, employee assistance, commuter transportation plan, flexible spending accounts, basic life coverage, dismemberment insurance and long term disability (collectively, the "Group Benefits") for its employees through agreements with Blue Cross/Blue Shield of Illinois ("BCBS"), United Healthcare Company of Illinois ("UHC"), Ceridian Employee Advisory Resources, PayFlex Systems USA, Inc. and Hartford Life and Accident Insurance Company (collectively, "Current Vendors"). The agreements for the Group Benefits with the Current Vendors all expire on June 30, 2017. The Authority determined that it is in its best interest to enter into agreements with the following Vendors: Blue Cross/Blue Shield of Illinois ("BCBS"), United Healthcare Company of Illinois ("UHC"), Ceridian Employee Advisory Resources, PayFlex Systems USA, Inc. and Hartford Life and Accident Insurance Company (collectively, "New Vendors") for the coverage and at a cost not to exceed the quoted rates set forth

in Exhibit A attached to the Resolution. Ms. Wortham recommended the Members' approval of the Resolution.

A motion to approve the Resolution was made by Ms. Rapp and seconded by Mr. Tornatore and the motion was adopted by the affirmative votes of Chairman Harris, Vice-Chair Davis, Ms. Kane, Ms. Ramirez, Ms. Rapp and Mr. Tornatore.

IV. Chairman Harris indicated that the Committee Minutes would now be considered.

A. Finance Committee Report, Ms. Kane presented the Finance Committee Report from the April 21, 2017 meeting. Ms. Kane recommended the Members' approval of the minutes from the March 17, 2017 Finance Committee meeting.

A motion to adopt the Minutes was made by Ms. Kane and seconded by Mr. Tornatore and the Minutes were adopted by the affirmative votes of Chairman Harris, Vice-Chair Davis, Ms. Kane, Ms. Ramirez, Ms. Rapp and Mr. Tornatore.

V. Written Reports:

Chairman Harris referred the Members to the electronic Board book material for the following reports: Hardest Hit Fund, Authority Financial Statements, Contract List, and IHDA Investment Portfolio.

VI. Public Comments –No other public comments were made.

Chairman Harris called a brief recess at 11:45 a.m.
The Board reconvened at 11:47 a.m.

A. Strategic Planning Update.

Executive Director Hamernik presented an update regarding Authority Strategic Plan.

Chairman Harris said he was impressed with what Executive Director Hamernik had put together. Executive Director Hamernik talked through the top four priorities including increasing homeownership opportunities, increasing rental housing opportunities, increasing IHDA's organizational capacity and increasing education, partnership and technical assistance.

Executive Director Hamernik stated that she is planning on consulting Executive Directors from HFA's at the June NCSHA Conference in order to get their feedback and compare Strategic Plans with them.

Chairman Harris asked the Members' to continue to provide Executive Director Hamernik with any feedback they might have.

Executive Director Hamernik thanked the Board Members for their support.

VII. Adjournment: Chairman Harris adjourned the meeting at 12:18 p.m.

