RESOLUTION FOR THE SALE AND ISSUANCE OF 
$31,685,000 (ESTIMATED) ATHLETIC FACILITIES REVENUE BONDS, SERIES S.U.I. 2017

Action Requested: Consider adopting the following resolution, subject to receipt of acceptable bids:

A Resolution providing for the sale and authorizing the issuance of $31,685,000 (Estimated) Athletic Facilities Revenue Bonds, Series S.U.I. 2017, for the purpose of improving, remodeling, repairing, furnishing, equipping, and building additions to Kinnick Stadium, funding a debt service reserve fund, and paying costs of issuance.

(ROLL CALL VOTE)

Executive Summary: The Board is asked to consider adoption of a resolution providing for the sale and issuance of Athletic Facilities Revenue Bonds, Series S.U.I. 2017 (the “Series 2017 Bonds”) for the University of Iowa. Proceeds from the sale of the bonds would be used to fund the Kinnick Stadium and Paul W. Brechler Press Box – Renovate North Stands (north end zone renovation) project.

In October 2016, the Board previously approved the schematic design, project description, budget ($89.9 million), and financing plan for the project, including authorizing the Executive Director to fix the date or dates for the sale of Athletic Facilities Revenue Bonds. This project will replace the existing north end zone general admission seating bowl with upper and lower general admission seating bowls, two general admission concourses, and a premium club level. Both general admission concourses will have appropriately sized concession and restroom facilities. The main general admission concourse on street level will be constructed with an open view toward the playing field. The upper general admission concourse will have open decks at the east and west ends with views to the field and places where fans can congregate. Between the two concourse levels, a premium club level (club) will be constructed. Access to the club will be through a new skywalk, built as part of this project, to the existing West Campus Transportation Center to the north. The club will also be accessed from grade level by elevators and stairs. The club will have its own concessions and restroom facilities, independent of the two general admission concourses. This is the first of three series of bonds to be sold for the project.

The Board also previously approved a reimbursement resolution for the project which permits the University’s athletic department to be reimbursed from the bond issue proceeds for expenditures associated with the facility prior to the issuance of the bonds.

Principal on the Series 2017 bonds would be repaid over a period of 20 years, with annual debt service payments on the bonds to be paid from net revenues of the Athletics Facilities System; anticipated annual debt service payments range from approximately $1.82 million to approximately $2.15 million. Interest on the Series 2017 Bonds would be exempt from federal and state taxes (double tax-exempt) for Iowa residents who purchase the bonds.

Additional Information: Under the provision of Iowa Code Chapter 262, the Board is authorized to construct, equip, maintain and operate self-liquidating and revenue producing facilities at the universities; and the Board is also authorized to borrow money to construct or improve these facilities.
Debt service payments on the Series 2017 Bonds are paid from the net revenues of the Athletics Facilities System and from any fees or charges implemented by the Board to students for whom the facilities are made available.

The $31,685,000 bond issue and reoffering premium are anticipated to include:

- project costs (estimated at $30,000,000);
- debt service reserve (estimated at $2,153,400);
- underwriters discount (estimated at $380,200); and
- issuance costs (estimated at $155,700).

The receipt and opening of bids is scheduled for 9:30 a.m. on Wednesday, October 18, 2017 and the award is scheduled for later that day. A representative of Springsted, Inc. will report on the bids received and make a recommendation to the Board for award of the Series 2017 Bonds.

The official statement for the bond sale may be found on the website of Springsted, Inc., the Board's Municipal Advisor, at [http://www.springsted.com/](http://www.springsted.com/).

A copy of the resolution, which was prepared by Ahlers & Cooney, P.C. and reviewed by Springsted, Inc., is available from the Board Office.

Specifics of the bonds are:

- **Average Maturity:** 11.0 Years
- **Bonds Dated:** November 1, 2017
- **Interest Due:** July 1, 2018 and each January 1 and July 1 to maturity
- **Interest Exemption:** Exempt from federal and state taxes for individual purchasers who are residents of Iowa
- **Principal Due:** July 1, 2018 – 2037
- **Optional Call:** Bonds maturing on or after July 1, 2028 are callable commencing July 1, 2027 and any date thereafter at par
- **Denomination:** $5,000 and integral multiples thereof