

ILLINOIS EASTERN COMMUNITY COLLEGES

BOARD OF TRUSTEES

MONTHLY MEETING

October 18, 2005



Location:

**Lincoln Trail College
11220 State Highway 1
Robinson IL 62454**

**Dinner – 6:00 p.m. – Lincoln Room
Meeting – 7:00 p.m. – Cafeteria**

**Illinois Eastern Community Colleges
Board Agenda**

**October 18, 2005
7:00 p.m.
Lincoln Trail College**

1. Call to Order & Roll Call.....Chairman Lane
2. Disposition of Minutes..... CEO Bruce
3. Recognition of Visitors and Guests Bruce
 - A. Visitors and Guests
 - B. IECCEA Representative
4. Public Comment
5. Reports
 - A. Trustees
 - B. Presidents
 - C. Cabinet
Coal Mining Technology/Telecom
6. Policy First Reading (and Possible Approval).....Schwartz
 - A. Policy 500.21 Student Military Policy Revision
7. Policy Second Reading Bruce
 - A. None
8. Staff Recommendations for Approval
 - A. Certification of Bond Issuance Hearing Bruce
 - B. Acknowledgement of ICCB Project Approval..... Bruce
 - C. Preliminary Official Statement (POS) Approval..... Bruce
 - D. Resolution Approving Issuance of PHS Bonds..... Bruce
 - E. Approval of Bond Counsel and Underwriter Bruce
 - F. Treasurer’s Surety Bond Certificate..... Bruce
 - G. Authorization for Architects to Proceed with PHS Projects Bruce
 - H. 2005 Estimated Tax Levy Resolution Browning
 - I. Van Lease with Lincoln Trail College Foundation Bruce
 - J. Expansion of Enterprise Zone – City of Robinson..... Bruce
 - K. City of Robinson Fitness Center Contract..... Bruce
 - L. Agreement with Frontier Community College Foundation – Foundation Hall Bruce
 - M. Internship Training Agreement with Richland Memorial Hospital Bruce
 - N. 2+2 Nursing Program Agreement with Indiana State University Cantwell
 - O. Equity Tax Certification..... Bruce
 - P. ATM Agreement Resolution Bruce
 - Q. E-Bookstore Agreement..... Cline

9. Bid Committee ReportBrowning
10. District Finance
 - A. Financial ReportBrowning
 - B. Approval of Financial ObligationsBrowning
11. Chief Executive Officer's Report Bruce
12. Executive Session Bruce
13. Approval of Executive Session Minutes
 - A. Written Executive Session Minutes Bruce
 - B. Audio Executive Session Minutes..... Bruce
14. Approval of Personnel Report Bruce
15. Collective Bargaining Bruce
16. Litigation Bruce
17. Acquisition and Disposition of Property..... Bruce
18. Other Items
19. Adjournment

Minutes of a regular meeting of the Board of Trustees of Illinois Eastern Community Colleges – Frontier Community College, Lincoln Trail College, Olney Central College, Wabash Valley College – Community College District No. 529, Counties of Clark, Clay, Crawford, Cumberland, Edwards, Hamilton, Jasper, Lawrence, Richland, Wabash, Wayne and White, and State of Illinois, held in the University of Illinois Extension Building, at Frontier Community College, 2 Frontier Drive, Fairfield, Illinois, Tuesday, September 20, 2005.

AGENDA #1 – “Call to Order & Roll Call” – Mr. James W. Lane, Jr., Chairman, who chaired the meeting, called the meeting to order at 7:00 p.m. and directed the Board Secretary, Mr. Harry Hillis, Jr., to call the roll.

Roll Call: The Secretary called the roll of members present and the following trustees answered to their names as called and were found to be present:

Mrs. Brenda K. Culver, Dr. George Andrew Fischer, Mr. Walter L. Koertge, Mr. James W. Lane, Jr., Dr. Larry Rost, Mr. Kevin C. Williams, Miss Marilyn J. Wolfe. Also present was Miss Laura Tiusaba Guzman, student trustee. Trustees absent: None. There being a quorum present, the Chair declared the Board of Trustees to be in open, public session for the transaction of business.

(Note: In accordance with Board of Trustees Policy No. 100.4, the student trustee shall have an advisory vote, to be recorded in the Board Minutes. The advisory vote may not be counted in declaring a motion to have passed or failed.)

Also present at this meeting, in addition to trustees:

Mr. Terry L. Bruce, Chief Executive Officer/Chief Operating Officer.
Dr. Harry Benson, President of Wabash Valley College.
Dr. Jack Davis, President of Olney Central College.
Dr. Michael Dreith, President of Frontier Community College.
Mr. Roger Browning, Chief Finance Officer.
Mrs. Tara Buerster, Director of Human Resources.
Ms. Christine Cantwell, Associate Dean of Academic & Student Support Services.
Mr. Alex Cline, Director of Information & Communications Technology.
Ms. Pamela Schwartz, Associate Dean of Institutional Development.
Mr. George Woods, Dean of Workforce Education.

Abbreviations Used in Minutes:

DO – District Office
DOC – Department of Corrections
FCC – Frontier Community College
HLC – Higher Learning Commission
ICCB – Illinois Community College Board
ICCTA – Illinois Community College Trustees Association
IECC – Illinois Eastern Community Colleges
IECCEA – Illinois Eastern Community Colleges Education Association
LCC – Lawrence Correctional Center
LTC – Lincoln Trail College
OCC – Olney Central College
PHS – Protection, Health & Safety
RCC – Robinson Correctional Center
SURS – State Universities Retirement System
WED – Workforce Education

WVC – Wabash Valley College

AGENDA #2 – “Disposition of Minutes” – Open meeting minutes of the regular meeting, Tuesday, August 16, 2005, were presented for disposition.

Board Action: Mr. Williams made a motion to approve minutes of the foregoing meeting as prepared. Dr. Fischer seconded the motion. The Chair asked trustees in favor of the motion to say “Aye” and those opposed to say “No.” The viva voce (by the voice) vote was taken and the Chair declared the “Ayes” have it and the motion is adopted.

AGENDA #3 – “Recognition of Visitors & Guests” –

#3-A. Visitors & Guests: Visitors & guests present were recognized.

#3-B. IECCEA Representative: None.

AGENDA #4 – “Public Comment” – None.

AGENDA #5 – “Reports” –

#5-A. Report from Trustees: None.

#5-B. Report from Presidents: Written reports from each of the four colleges were noted.

#5-C. Report from Cabinet: Mr. George Woods and Mr. John Highhouse presented a report on Coal Mining Technology and Telecom activities, including a cycle trip to Joliet Community College, which in 1901 became the “first-ever” community college. Ms. Chris Cantwell reviewed September 16 Constitution Day activities and the Constitution Day webpage.

AGENDA #6 – “Policy First Readings (and Possible Approval)” – None.

AGENDA #7 – “Policy Second Readings” – None.

AGENDA #8 – “Staff Recommendations for Approval” – The following staff recommendations were presented for approval.

#8-A. John A. Logan Joint Agreement: Ms. Cantwell reviewed the Joint Agreement for Education Cooperation between IECC and John A. Logan College, District #530, in Carterville, Illinois. There are no changes or updates to this agreement from last year.

Under the agreement, Illinois Eastern Community Colleges District No. 529 agrees to accept students from John A. Logan College District No. 530 in the following programs:

Agricultural Technology/Production, AAS Degree

Diesel Equipment Technology, AAS Degree

Radio-TV Broadcasting, AAS Degree

Radiography, AAS Degree

Telecommunications Technology, AAS Degree/Certificate

All mutually approved interactive courses in the distance learning program and all Department of Corrections and Fire Science training courses.

Under the agreement, John A. Logan College District No. 530 agrees to accept students from Illinois Eastern Community Colleges District No. 529 in the following programs:

- Cardiac Medical Sonography, Certificate
- Construction Management Technology, AAS Degree
- Dental Assisting, Certificate
- Dental Hygiene, AAS Degree
- Graphics Design, AAS Degree
- Interpreter Preparation, AGS Degree/Certificate

All mutually approved interactive courses in the distance learning program and all Department of Corrections and Fire Science training courses.

Recommendation: The CEO recommended approval of the Cooperative Agreement with John A. Logan College as presented.

Board Action: Dr. Fischer made a motion to approve the Cooperative Agreement with John A. Logan College as recommended. Dr. Rost seconded the motion and on a recorded roll call vote ordered by the Chair the following trustees voted yea:

Mrs. Culver, Dr. Fischer, Mr. Koertge, Mr. Lane, Dr. Rost, Mr. Williams, Miss Wolfe. Student advisory vote: Yea. Trustees voting nay: None. Trustees absent: None. The motion having received 7 yea votes and 0 nay votes, the Chair declared the motion carried.

#8-B. Southwestern Illinois College Joint Agreement: Ms. Cantwell reviewed the Joint Agreement for Education Cooperation between IECC and Southwestern Illinois College, District #522, in Belleville, Illinois. There are no changes or updates to this agreement from last year.

Under the agreement, Illinois Eastern Community Colleges District No. 529 agrees to accept students from Southwestern Illinois College District No. 522 in the following programs:

- Professional Ag Applicator, Certificate
- Agricultural Technology/Business, AAS Degree
- Agricultural Technology/Production, AAS Degree
- Diesel Equipment Technology, AAS Degree
- Manufacturing Technologies, AAS Degree
- Radio-TV Broadcasting, AAS Degree
- Telecommunications Technology, AAS Degree
- Telecom Outside Plant/Interconnect, Certificate

Under the agreement, Southwestern Illinois College District No. 522 agrees to accept students from Illinois Eastern Community Colleges District No. 529 in the following programs:

- Aviation Maintenance Technology, AAS Degree
- Aviation Pilot Training, AAS Degree/Certificates
- Chemical Technology, Certificate
- Construction Management Tech, AAS Degree
- Fire Science, AAS Degree/Certificates
- Health Information Technology, AAS Degree
- Horticulture, AAS Degree/Certificates
- Industrial Metalworking, AAS Degree/Certificate
- Industrial Pipefitting, AAS Degree/Certificate
- Medical Laboratory Technology, AAS Degree
- Paralegal Studies, AAS Degree
- Paramedic, AAS Degree

Physical Therapist Assistant, AAS Degree
Process Operations Technology, Certificate
Respiratory Care, AAS Degree
Sign Language/Basic Communication, Certificate
Sign Language/Interpreter, AAS Degree
Ward Clerk, Certificate of Completion

Recommendation: The CEO recommended approval of the Cooperative Agreement with Southwestern Illinois College as presented.

Board Action: Dr. Rost made a motion to approve the Cooperative Agreement with Southwestern Illinois College as recommended. Dr. Fischer seconded the motion and on a recorded roll call vote ordered by the Chair the following trustees voted yea:

Mrs. Culver, Dr. Fischer, Mr. Koertge, Mr. Lane, Dr. Rost, Mr. Williams, Miss Wolfe. Student advisory vote: Yea. Trustees voting nay: None. Trustees absent: None. The motion having received 7 yea votes and 0 nay votes, the Chair declared the motion carried.

#8-C. FY2005 Audit: The annual audit will be presented for action at the special meeting of the Board of Trustees, Monday, October 3, 2005.

#8-D. FY2006 Budget: Mr. Browning reviewed the community college district budget for fiscal year 2006. The CEO recommended adoption of the following resolution approving the FY2006 budget.

Budget of Illinois Eastern Community Colleges, Community College District No. 529, Counties of Richland, Clark, Clay, Crawford, Cumberland, Edwards, Hamilton, Jasper, Lawrence, Wabash, Wayne and White, State of Illinois, for the Fiscal Year beginning July 1, 2005 and ending June 30, 2006.

WHEREAS the Board of Trustees of Illinois Eastern Community Colleges, Community College District No. 529, Counties of Richland, Clark, Clay, Crawford, Cumberland, Edwards, Hamilton, Jasper, Lawrence, Wabash, Wayne and White, State of Illinois, caused to be prepared in tentative form a budget, and the Secretary of this Board has made the same conveniently available to public inspection for at least thirty days prior to final action thereon;

AND WHEREAS a public hearing was held as to such budget on the 20th day of September, 2005, notice of said hearing was given at least thirty days prior thereto as required by law, and all other legal requirements have been complied with:

NOW, THEREFORE, be it Resolved by the Board of Trustees of said district as follows:

Section 1. That the fiscal year of the Community College District be and the same hereby is fixed and declared to be beginning July 1, 2005 and ending June 30, 2006.

Section 2. That the following budget containing an estimate of amounts available in each Fund, separately, and of expenditures from each be and the same is hereby adopted as the budget of this Community College District for the said Fiscal Year.

SUMMARY STATEMENT OF OPERATING FUNDS – REVENUES AND EXPENDITURES

EDUCATION FUND: Revenue 22,635,758; Expense 22,635,758; Excess (Deficiency) 0; Reserve for Contingency (6,099,027); Transfer-In 148,662; Transfer-Out (806,001); Cash Balance Beginning of Year 6,756,366; Cash Balance End of Year 0.

OPERATIONS & MAINTENANCE FUND: Revenue 2,582,374; Expense 2,582,374; Excess (Deficiency) 0; Reserve for Contingency (914,886); Cash Balance Beginning of Year 914,886; Cash Balance End of Year 0.

TOTAL OPERATING FUNDS: Revenue 25,218,132; Expense 25,218,132; Excess (Deficiency) 0; Transfer-In 148,662; Transfer-Out (806,001); Reserve for Contingency (7,013,913); Cash Balance Beginning of Year 7,671,252; Cash Balance End of Year 0.

SUMMARY STATEMENT OF SPECIAL FUNDS

OPERATIONS & MAINTENANCE FUND RESTRICTED: Revenue 3,500,000; Expense 3,500,197; Excess (Deficiency) (197); Cash Balance Beginning of Year 197; Cash Balance End of Year 0.

BOND & INTEREST FUND: Revenue 1,337,490; Expense 1,388,803; Excess (Deficiency) (51,313); Cash Balance Beginning of Year 51,313; Cash Balance End of Year 0.

AUXILIARY FUND: Revenue 2,649,947; Expense 4,213,485; Excess (Deficiency) (1,563,538); Transfer-In 806,001; Transfer-Out (100,000); Cash Balance Beginning of Year 857,537; Cash Balance End of Year 0.

WORKING CASH FUND: Revenue 48,662; Expense 0; Excess (Deficiency) 48,662; Transfer-Out (48,662); Cash Balance Beginning of Year 2,190,000; Cash Balance End of Year 2,190,000.

AUDIT FUND: Revenue 30,000; Expense 96,052; Excess (Deficiency) (66,052); Cash Balance Beginning of Year 66,052; Cash Balance End of Year 0.

LIABILITY & PROTECTION FUND: Revenue 550,000; Expense 1,342,664; Excess (Deficiency) (792,664); Cash Balance Beginning of Year 792,664; Cash Balance End of Year 0.

Board Action: Mr. Williams made a motion to adopt the budget for Illinois Eastern Community Colleges District No. 529 for fiscal year 2006 as recommended. Mrs. Culver seconded the motion and on a recorded roll call vote ordered by the Chair the following trustees voted yea:

Mrs. Culver, Dr. Fischer, Mr. Koertge, Mr. Lane, Dr. Rost, Mr. Williams, Miss Wolfe. Student advisory vote: Yea. Trustees voting nay: None. Trustees absent: None. The motion having received 7 yea votes and 0 nay votes, the Chair declared the motion carried.

#8-E. Appointment of Audit Committee Alternate Member: The CEO recommended that the Board of Trustees appoint Walter Koertge as an alternate audit committee member to serve in the absence of one of the regular members and that his appointment become effective September 1, 2005. Current members of the audit committee are Marilyn Wolfe and Kevin Williams.

Board Action: Mr. Williams made a motion to appoint Walter Koertge as an alternate member of the audit committee as recommended. Dr. Fischer seconded the motion and on a recorded roll call vote ordered by the Chair the following trustees voted yea:

Mrs. Culver, Dr. Fischer, Mr. Koertge, Mr. Lane, Dr. Rost, Mr. Williams, Miss Wolfe. Student advisory vote: Yea. Trustees voting nay: None. Trustees absent: None. The motion having received 7 yea votes and 0 nay votes, the Chair declared the motion carried.

#8-F. Appointment of IECC District Treasurer: Marilyn Grove, long-time Treasurer for the District, has announced her retirement, effective November 30, 2005. Mrs. Grove was initially appointed

to the office of Treasurer in 1979. The CEO recommended that the following resolution be adopted to appoint Roger Browning IECC Treasurer:

WHEREAS the Board is mandated to appoint a Treasurer to serve at the pleasure of the Board; and,

WHEREAS the Treasurer may not be a member of the Board; and,

WHEREAS the Board shall fix the compensation of Treasurer; and,

WHEREAS before entering on his duties, the Treasurer shall execute a surety bond with a surety company authorized to do business in this state, as sureties, payable to the Board and conditioned upon the faithful discharge of his duties; and,

WHEREAS the penalties of the bond shall be 25% of the amount of all bonds, notes, mortgages, monies, and effects of which the Treasurer is to have custody; and,

WHEREAS the penalty of the bond of the Treasurer shall be increased or decreased from time to time, as the increase or decrease of the amount of notes, bonds, mortgages, monies, and effects may require; and whenever in the judgment of the Illinois Community College Board, the penalty of the bond needs to be increased or decreased; and,

WHEREAS the bond must be approved by at least a majority of the Board and filed with the Illinois Community College Board; and,

WHEREAS a copy of the bond must be filed with the County Clerk of the counties of Richland, Clark, Clay, Crawford, Cumberland, Edwards, Hamilton, Jasper, Lawrence, Wabash, Wayne and White; and,

WHEREAS the condition of this bond is such that if the Treasurer faithfully discharges the duties of his or her office, according to law, and delivers to his or her successor in office, after that successor has been qualified by giving a surety bond as provided by law, all monies, books, papers, securities and property, which shall come into the Treasurer's possession or control as Treasurer, from the date of his or her bond to the time that his or her successor has qualified as Treasurer, by giving such bond as is required by law, then this obligation shall be void; otherwise it remains in full force and effect; and,

WHEREAS the Board is required to designate that the Treasurer shall receive the taxes of the District and the Board shall notify the collectors of taxes in the following counties of this action; Richland, Clark, Clay, Crawford, Cumberland, Edwards, Hamilton, Jasper, Lawrence, Wabash, Wayne, and White; and,

THEREFORE understanding these obligations and duties, the Board hereby appoints Roger Browning as Treasurer of Illinois Eastern Community College District #529 effective December 1, 2005. Mr. Browning is not a member of the Board of Trustees, shall serve at the pleasure of the Board, and at a compensation to be determined by the Board. Before assuming the office of Treasurer, Mr. Browning shall comply with all bond requirements set forth above. Mr. Browning, as Treasurer, shall collect all taxes of the District.

Board Action: Mr. Williams made a motion to adopt the foregoing Resolution Appointing Roger Browning IECC Treasurer as recommended. Dr. Fischer seconded the motion and on a recorded roll call vote ordered by the Chair the following trustees voted yea:

Mrs. Culver, Dr. Fischer, Mr. Koertge, Mr. Lane, Dr. Rost, Mr. Williams, Miss Wolfe. Student advisory vote: Yea. Trustees voting nay: None. Trustees absent: None. The motion having received 7 yea votes and 0 nay votes, the Chair declared the motion carried.

#8-G. Phlebotomy and Massage Therapy Program Lease: Space has become available at 108 East Main Street in Olney that is suitable for use by the new Phlebotomy and Massage Therapy Programs at Olney Central College. Current enrollment in both programs is high enough to merit the leasing of this additional space, which will accommodate the current and future needs of the programs. It is proposed that IECC rent the space for \$1,200.00 per month effective September 1, 2005 to August 31, 2007. In

2007 the rent would go to \$1,500.00 per month for the last year of the lease. The CEO recommended approval to lease this new facility as outlined.

Board Action: Mrs. Culver made a motion to approve the lease for space at 108 East Main Street, Olney, for the OCC Phlebotomy and Massage Therapy Programs as recommended. Miss Tiusaba seconded the motion and on a recorded roll call vote ordered by the Chair the following trustees voted yea:

Mrs. Culver, Dr. Fischer, Mr. Koertge, Mr. Lane, Dr. Rost, Mr. Williams, Miss Wolfe. Student advisory vote: Yea. Trustees voting nay: None. Trustees absent: None. The motion having received 7 yea votes and 0 nay votes, the Chair declared the motion carried.

#8-H. Response to Higher Learning Commission Team Report: On September 6, 2005 IECC received the final draft report on the continued accreditation of the District. As reported at the exit meeting, the visitation team has recommended a ten year continued accreditation of the IECC District to 2015. The visitation team has also recommended that a report be filed in 2008 dealing with the District's progress in the assessment of student learning. The Higher Learning Commission requires that the Board submit a formal response to the report. The CEO recommended that the Board accept the report as filed and agree to a ten year continued accreditation, and to the filing of a report in 2008 on the assessment of student learning. Following the response by the Board, the report will be forwarded to a Readers Panel, which will review the report and the Board's response. If the panel agrees with both the report and the response, the panel will recommend acceptance of the report by the Board of Higher Learning Commission. The following response was presented for approval, to be submitted to Karen J. Solomon, Associate Director, Higher Learning Commission, 30 North LaSalle Street, Suite 2400 Chicago, IL 60602-2504:

"Illinois Eastern Community Colleges has received the Higher Learning Commission Final Team Report on the District's continuing accreditation visit that was conducted on April 18-20, 2005.

"The HLC Team Report, written by Dr. David Devier, Team Chairperson has been reviewed. The team's recommendation for ten years accreditation, with a report on assessment of student learning due October 1, 2008, is accepted by Illinois Eastern Community Colleges.

"IECC requests that the HLC Team Report be reviewed by a Readers Panel.

"Illinois Eastern Community Colleges is proud of its Self-Study and the immense effort that was put forth by its faculty and staff in working with new criteria established by the Higher Learning Commission. IECC is committed to student learning and effective teaching and will continue to enhance and strengthen its assessment of student learning as outlined in the report.

"The materials for the Readers Panel are assembled and ready to be mailed as soon as the individuals are selected. The District looks forward to the final process of receiving its continued ten years accreditation and sharing this accomplishment with the District's constituencies."

Board Action: Mr. Koertge made a motion to accept the foregoing recommendation relative to the response to the Higher Learning Commission Team Report as outlined. Dr. Fischer seconded the motion and on a recorded roll call vote ordered by the Chair the following trustees voted yea:

Mrs. Culver, Dr. Fischer, Mr. Koertge, Mr. Lane, Dr. Rost, Mr. Williams, Miss Wolfe. Student advisory vote: Yea. Trustees voting nay: None. Trustees absent: None. The motion having received 7 yea votes and 0 nay votes, the Chair declared the motion carried.

#8-I. Affiliation Agreement with Good Samaritan Regional Health Center: Illinois Eastern Community Colleges currently has a clinical education affiliation agreement with Good Samaritan Regional Health Center, located in Mt. Vernon, Illinois. Changes have been made to the agreement and have been approved by Dr. Jackie Davis, President, Olney Central College and Donna Henry, Associate

Dean of Nursing and Allied Health. The CEO recommended approval for renewal of the affiliation agreement effective September 12, 2005.

Board Action: Dr. Rost made a motion to approve renewal of the affiliation agreement with Good Samaritan Regional Health Center as recommended. Mr. Williams seconded the motion and on a recorded roll call vote ordered by the Chair the following trustees voted yea:

Mrs. Culver, Dr. Fischer, Mr. Koertge, Mr. Lane, Dr. Rost, Mr. Williams, Miss Wolfe. Student advisory vote: Yea. Trustees voting nay: None. Trustees absent: None. The motion having received 7 yea votes and 0 nay votes, the Chair declared the motion carried.

#8-J. HIPAA Agreement with Hope Center: The CEO recommended approval of a Health Insurance Portability and Accountability Act (HIPAA) Agreement between Illinois Eastern Community Colleges and the Hope Center, located in Terre Haute, Indiana, as presented.

Board Action: Mr. Williams made a motion to approve the HIPAA agreement with the Hope Center as presented and recommended. Miss Tiusaba seconded the motion and on a recorded roll call vote ordered by the Chair the following trustees voted yea:

Mrs. Culver, Dr. Fischer, Mr. Koertge, Mr. Lane, Dr. Rost, Mr. Williams, Miss Wolfe. Student advisory vote: Yea. Trustees voting nay: None. Trustees absent: None. The motion having received 7 yea votes and 0 nay votes, the Chair declared the motion carried.

#8-K. Special Board Meeting: Mr. James W. Lane, Jr., Chairman, informed the Board of Trustees that he will call a special meeting to be held at the District Office, 233 East Chestnut Street, Olney, Illinois, on Monday, October 3, 2005, at 8:00 a.m. for the following purposes:

1. To conduct the hearing required under the Bond Issuance Notification Act and to discuss the issuance of Protection Health and Safety bonds in an amount up to \$3,600,000.00.
2. Discussion and approval of the annual audit.

AGENDA #9 – “Bid Committee Report” – None.

AGENDA #10 – “District Finance” – The following district financial matters were presented:

#10-A. Financial Reports: The monthly financial reports were presented, including the treasurer's report, showing a balance in all funds of \$1,973,548.56, as of August 31, 2005.

#10-B. Approval of Financial Obligations: District financial obligations (Listing of Board Bills) for September 2005, totaling \$944,005.18, were presented for approval.

Board Approval for Payment of Financial Obligations: Miss Wolfe made a motion to approve payment of district financial obligations for September 2005, in the amounts listed, and payments from the revolving fund for August 2005. Dr. Rost seconded the motion and on a recorded roll call vote ordered by the Chair the following trustees voted yea:

Mrs. Culver, Dr. Fischer, Mr. Koertge, Mr. Lane, Dr. Rost, Mr. Williams, Miss Wolfe. Student advisory vote: Yea. Trustees voting nay: None. Trustees absent: None. The motion having received 7 yea votes and 0 nay votes, the Chair declared the motion carried.

AGENDA #11 – “Chief Executive Officer's Report” – Mr. Bruce presented informational reports relative to the following topics:

1. Higher Learning Commission Report.
2. LTC Fall 2005 Workshop Evaluation Results.
3. American Technical Education Association Conference.
4. Payment of Dues.
5. Adjoining Property Transfer for Workforce Education Building.
6. Enrollment Report – District Down 1%.
7. New Catalogs.
8. Visit to Laborer’s Union Training Center at Mt. Sterling.

AGENDA #12 – “Executive Session” – The Board of Trustees did not hold an executive session at this meeting.

AGENDA #13 – “Approval of Executive Session Minutes” – The following actions were taken relative to executive session minutes.

#13-A. Written Executive Session Minutes: The CEO recommended that written minutes of an executive session held during the regular meeting Tuesday, August 16, 2005 be approved and remain closed at this time.

Board Action: Mr. Williams made a motion to approve, as prepared, minutes of an executive session held August 16, 2005, but that executive session minutes of that date will remain closed and not be opened to public inspection at this time. Dr. Fischer seconded the motion. The Chair asked trustees in favor of the motion to say “Aye” and those opposed to say “No.” The viva voce (by the voice) vote was taken and the Chair declared the “Ayes” have it and the motion is adopted.

#13-B. Approval of Audio Recording of Executive Session: The CEO recommended that the audio recording of an executive session of Tuesday, August 16, 2005 be approved and that the Board Secretary make provisions for its safe keeping, that it be made available only upon the proper order of a court and a finding by a judge that such audio recording should be released. This audio recording shall be destroyed 18 months after the date of the meeting if the Board has adopted written minutes of the executive session in question.

Board Action: Mr. Williams made a motion to approve the audio recording of an executive sessions of August 16, 2005 as recommended. Dr. Fischer seconded the motion. The Chair asked trustees in favor of the motion to say “Aye” and those opposed to say “No.” The viva voce (by the voice) vote was taken and the Chair declared the “Ayes” have it and the motion is adopted.

AGENDA #14 – “Approval of Personnel Report” – The CEO presented the following amended Personnel Report and recommended approval.

400.1. Change in Status

- A. Faculty
 1. Anne Hustad, Temporary Faculty to Full-time Bargaining Unit Faculty, effective October 1, 2005.
 2. Karen Marks, Temporary Faculty to Full-time Bargaining Unit Faculty, effective October 1, 2005.

B. Professional/Non-Faculty

1. Amy Loss, Clerk, FCC, to Director of Admissions/Career Advisor, FCC, effective November 1, 2005.

400.2. FY05-06 Educational Level Changes

A. Faculty

Richard Poskin, M+36 to M+48, \$1,000

Ryan Roark, B+16 to M, \$1,000

Cathy Robb, M+12 to M+36, \$2,000

400.3. Special Assignment

A. Lincoln Trail College

Academic

1. Anne Hustad, Dept. Head, Nursing/OCC, \$2,500

400.4. Request for Approval of Proposed Non-College Employment

A. Faculty

Brian Wick, Wick Custom Firearms, Albion, IL, 30 days/240 hours per contract year.

Carole Fusco, Union Hospital, Terre Haute, IN, 36 days/360 hours per contract year.

Sharon Welty, Weber Medical Clinic, Olney, IL, 36 days/300 hours per contract year.

Judith Puckett, Self-employed, 18 days/180 hours per contract year.

Personnel Report Addendum

400.5. Authorization to hire IECC/LTC Correctional Center Employees for FY06 pending DOC approval. Employment is contingent upon Department of Corrections and Illinois Eastern Community Colleges requirements.

A. Faculty

1. Lisa Shook, Food Service Technology Instructor, LTC/RCC.

2. William Waddell, Computer Technology Instructor, LTC/LCC.

400.6. Request for Approval of Proposed Non-College Employment

A. Faculty

Hollie Kelly, Bluford Grade School, Bluford, IL, 9 day(s)/72 hours per contract year.

#14-A. Board Action to Amend Personnel Report: Mr. Williams made a motion to amend the Personnel Report, to add an addendum containing Sections 400.5 and 400.6, as recommended. Dr. Fischer seconded the motion. The Chair asked trustees in favor of the motion to say "Aye" and those

opposed to say “No.” The viva voce (by the voice) vote was taken and the Chair declared that the “Ayes” have it and the motion is adopted.

#14-B. Board Action to Approve Personnel Report: Mrs. Culver made a motion to approve the foregoing amended Personnel Report as recommended. Miss Tiusaba seconded the motion and on a recorded roll call vote ordered by the Chair the following trustees voted yea:

Mrs. Culver, Dr. Fischer, Mr. Koertge, Mr. Lane, Dr. Rost, Mr. Williams, Miss Wolfe. Student advisory vote: Yea. Trustees voting nay: None. Trustees absent: None. The motion having received 7 yea votes and 0 nay votes, the Chair declared the motion carried.

AGENDA #15 – “Collective Bargaining” – None.

AGENDA #16 – “Litigation” – None.

AGENDA #17 – “Acquisition & Disposition of Property” – None.

AGENDA #18 – “Other Items” – None.

AGENDA #19 – “Adjournment” – Mr. Koertge made a motion to adjourn. Miss Wolfe seconded the motion. The Chair asked trustees in favor of the motion to say “Aye” and those opposed to say “No.” The viva voce (by the voice) vote was taken. The Chair declared the “Ayes” have it, the motion is adopted, and the meeting adjourned at 8:00 p.m.

Approved: Chairman: _____

Secretary: _____

Minutes of a special meeting of the Board of Trustees of Illinois Eastern Community Colleges - Frontier Community College, Lincoln Trail College, Olney Central College, Wabash Valley College - Community College District No. 529, Counties of Clark, Clay, Crawford, Cumberland, Edwards, Hamilton, Jasper, Lawrence, Richland, Wabash, Wayne and White, and State of Illinois, held in the Conference Room at the District Office building, 233 East Chestnut Street, Olney, Illinois, on Monday, October 3, 2005.

Notice of Special Meeting: This special meeting was called by Mr. James W. Lane, Jr., Chairman of the Board of Trustees. Notice of the meeting was given at least 48 hours before the meeting, in writing, by mail service to each member of the Board and to news media having requested such notice. A copy of the notice was also posted at the main office of this community college district. The notice did specify the date, time and place of the meeting, and the purpose thereof.

Purpose: This special meeting was called for the following purposes: 1) To conduct the hearing required under the Bond Issuance Notification Act and to discuss the issuance of Protection Health and Safety bonds in an amount up to \$3,600,000.00, and 2) Discussion and approval of the annual audit.

AGENDA #1 – “Call to Order” – In the absence of the Chairman and Vice-Chairman, the Board by consensus appointed Miss Marilyn J. Wolfe to be chairperson pro tempore for this meeting. Miss Wolfe called the meeting to order at 8:00 a.m.

AGENDA #2 – “Roll Call” – The Chair directed the Secretary to call the roll of members present and the following trustees answered to their names as called and were found to be present:

Mr. Walter L. Koertge, Dr. Larry Rost, Mr. Kevin C. Williams, Miss Marilyn J. Wolfe. The following trustees were absent at roll call: Mrs. Brenda K. Culver, Dr. G. Andrew Fischer, Mr. James W. Lane, Jr., Miss Laura Tiusaba Guzman (student trustee). There being a quorum present, the Chair declared the Board of Trustees to be in open, public session for the transaction of business.

Also present at this meeting, in addition to trustees:

Mr. Terry L. Bruce, Chief Executive Officer/Chief Operating Officer.

Mr. Roger Browning, Chief Finance Officer.

Mr. Harry Hillis, Jr., Board Secretary.

AGENDA #3 – “Bond Issuance Notification Act Hearing” – The Chair announced that a Bond Issue Notification Act (BINA) hearing was in progress and that the purpose of this hearing is to receive public comments on the proposal to sell bonds in the amount of up to \$3,600,000 for the purpose of financing the following projects:

1. Repair Stairways & Elevators – OCC.
2. Combustible Wall Panel Replacement – LTC North Campus.
3. Bleacher Replacement – WVC.
4. Floor Tile Replacement – OCC Gym/Theater Lobby & Rest Rooms.
5. Greenhouse Glass Replacement – OCC Wattleworth Hall.
6. ADA Natatorium Renovations – WVC.
7. Tuckpoint Exterior Walls – LTC Crisp Building.
8. ADA Compliance Work – OCC, FCC.
9. Roof Replacements/Repair – LTC, OCC, WVC.
10. Asbestos Surveys & Abatement – District-Wide.
11. Upgrade Plumbing – District-Wide.
12. HVAC Supplement & Upgrade – OCC, WVC.
13. Lighting & Fire Alarm Upgrade – FCC, OCC, WVC.

The projects have been identified and approved by the Board of Trustees and publication of notice of this public hearing has been accomplished.

The public hearing was in session for more than thirty (30) minutes, after which the Chair declared that the public hearing was concluded and that the Board of Trustees was again in open public session for the transaction of business.

AGENDA #4 – “Annual Audit” Mr. Browning reviewed the annual financial audit, with comments by Miss Wolfe and Mr. Williams, members of the audit committee, The CEO recommended adoption of the following resolution to accept the audit and authorize the staff to forward it to the Illinois Community College Board.

WHEREAS, 110 ILCS 805/3-22.1 of the Illinois Public Community College Act requires the conduct of an annual audit for Illinois Eastern Community Colleges District #529.

WHEREAS, it is required that the Board of Trustees review and accept the annual audit.

WHEREAS, it is required that the audit be submitted to the Illinois Community College Board.

THEREFORE, SO BE IT RESOLVED, that the Board of Trustees of Illinois Eastern Community Colleges District #529, accepts and approves the annual audit of the district as submitted by Clifton, Gunderson & Co. of Springfield, IL.

FURTHER, BE IT RESOLVED, that the Board of Trustees of Illinois Eastern Community Colleges District #529 authorizes staff to submit the audit to the Illinois Community College Board.

Board Action: Mr. Williams made a motion to adopt the foregoing resolution to approve the annual financial audit as recommended. Dr. Rost seconded the motion and on a recorded roll call vote ordered by the Chair the following trustees voted yea:

Mr. Koertge, Dr. Rost, Mr. Williams, Miss Wolfe. Trustees voting nay: None. Trustees absent: Mrs. Culver, Dr. Fischer, Mr. Lane, Miss Tiusaba (student trustee). The motion having received 4 yea votes and 0 nay votes, the Chair declared the motion carried.

AGENDA #5 – “Adjournment” – Mr. Williams made a motion to adjourn. Mr. Koertge seconded the motion. The Chair asked trustees in favor of the motion to say “Aye” and those opposed to say “No.” The viva voce (by the voice) vote was taken. The Chair declared the “Ayes” have it, the motion is adopted, and the meeting adjourned at 8:37 a.m.

Approved: Chairman: _____

Secretary: _____

Acting Secretary: _____

Agenda Item #1

Agenda Item #1

Call to Order & Roll Call

Agenda Item #2

Agenda Item #2

Disposition of Minutes

Agenda Item #3

Recognition of Visitors and Guests

- A. Visitors and Guests**
- B. IECCEA Representatives**

Agenda Item #4

Agenda Item #4

Public Comment

Agenda Item #5

Reports

- A. Trustees**
- B. Presidents**
- C. Cabinet**
 - Coal Mining Technology/Telecom**

Agenda Item #6

Policy First Reading (and Possible Approval)

- A. Policy 500.21 Student Military Policy Revision**

Agenda Item #6A

MEMORANDUM

TO: Board of Trustees
FROM: Terry L. Bruce
DATE: October 18, 2005
RE: Policy 500.21 Student Military Policy Revision

Revisions must be made to IECC's Student Military Policy due to recent passage of Public Act 094-0587. The Act states that students who are called to military duty be allowed to re-enroll in the course or courses at no additional charge (if the student did not withdraw and a refund was not issued at the time they left for duty).

I request approval for this revision to the attached Student Military Policy.

TLB/rs

Attachment

STUDENT PERSONNEL - 500

Student Military Policy (500.21)Draft

Date Adopted: October 16, 2001

Revised: October , 2005

Any IECC student in the military service, or a student who enlists in the military service (Army of the United States, United States Navy, the Marine Corps, the Air Force, the Coast Guard, and members of the State Militia), or a student who is a member of the National Guard or Reserves and has been ordered to active duty, and is unable to attend class for 7 or more days, shall receive a full refund of required tuition, fees, and other institutional charges. Withdrawal from courses shall not impact final grade point average or re-enrollment options. Students unable to process their enrollment for the upcoming term due to military service will have all late penalties or fees set aside. *Any IECC student that is called to active military service shall be allowed to complete any unfinished courses at a later date at no additional charge, unless course credit has already been given or the student received a full refund upon withdrawing (in which case the student's record shall reflect that the withdrawal is due to active military service). The student must be given priority over other students in reenrolling in the course or courses. To the extent that other policies conflict with section, this section shall supersede and be controlling of dealing with student enrollment in courses or programs. .*

Any IECC student who is Title IV eligible and withdraws because of being called to active duty, or has been otherwise impacted by the military mobilization, will not be required to repay an overpayment of grant funds based on the Return of Title IV Funds calculation. IECC must perform the Return of Title IV Funds calculations that are required by the statute and regulations and will return funds to one or more of the Title IV programs as calculated by the Return of Title IV Funds calculation.

Agenda Item #7

Policy Second Reading

None

Agenda Item #8

Staff Recommendations for Approval

Agenda Item #8A

Certification of Bond Issuance Hearing

Agenda Item #8A

MEMORANDUM

TO: Board of Trustees
FROM: Terry L. Bruce
DATE: October 18, 2005
RE: Certification of Bond Issuance Hearing

Prior to the issuance of bonds, the Board of Trustees is required to conduct a Bond Issuance Hearing at least seven days prior to the Board taking action to issue bonds.

The Board conducted a Bond Issuance Hearing on October 3, 2005, at the hour of 8:00 a.m. to the hour of 8:37 a.m. in Olney, Illinois. A certification of such Bond Issuance Hearing is attached.

I ask approval of this Certification.

TLB/rs

Attachment

CERTIFICATION OF
BOND ISSUANCE HEARING

The Board of Trustees of Illinois Eastern Community College District #529 conducted a Bond Issuance Hearing on October 3, 2005, between the hours of 8:00 a.m. and 8:37 a.m. at the offices of the Board of Trustees, 233 East Chestnut Street, Olney, IL 62450.

That by publication in district newspapers, in compliance with statutory requirements, the Board of Trustees notified the public that such a hearing would be conducted and allowed members of the general public an opportunity to make comment on the Board's proposed issuance of Protection, Health, Safety bonds up to the amount of \$3,600,000.

That a copy of the minutes of the Bond Issuance Hearing are attached and incorporated by reference into this Certification.

THIS CERTIFICATION APPROVED THIS _____ DAY OF _____, 2005, BY
ROLL CALL VOTE AS FOLLOWS:

Voting "aye" (names):

_____ Voting "nay" (names):

Absent or abstain (names):

Chairman, Board of Trustees

Secretary, Board of Trustees

Minutes of a special meeting of the Board of Trustees of Illinois Eastern Community Colleges - Frontier Community College, Lincoln Trail College, Olney Central College, Wabash Valley College - Community College District No. 529, Counties of Clark, Clay, Crawford, Cumberland, Edwards, Hamilton, Jasper, Lawrence, Richland, Wabash, Wayne and White, and State of Illinois, held in the Conference Room at the District Office building, 233 East Chestnut Street, Olney, Illinois, on Monday, October 3, 2005.

Notice of Special Meeting: This special meeting was called by Mr. James W. Lane, Jr., Chairman of the Board of Trustees. Notice of the meeting was given at least 48 hours before the meeting, in writing, by mail service to each member of the Board and to news media having requested such notice. A copy of the notice was also posted at the main office of this community college district. The notice did specify the date, time and place of the meeting, and the purpose thereof.

Purpose: This special meeting was called for the following purposes: 1) To conduct the hearing required under the Bond Issuance Notification Act and to discuss the issuance of Protection Health and Safety bonds in an amount up to \$3,600,000.00, and 2) Discussion and approval of the annual audit.

AGENDA #1 – “Call to Order” – In the absence of the Chairman and Vice-Chairman, the Board by consensus appointed Miss Marilyn J. Wolfe to be chairperson pro tempore for this meeting. Miss Wolfe called the meeting to order at 8:00 a.m.

AGENDA #2 – “Roll Call” – The Chair directed the Secretary to call the roll of members present and the following trustees answered to their names as called and were found to be present:

Mr. Walter L. Koertge, Dr. Larry Rost, Mr. Kevin C. Williams, Miss Marilyn J. Wolfe. The following trustees were absent at roll call: Mrs. Brenda K. Culver, Dr. G. Andrew Fischer, Mr. James W. Lane, Jr., Miss Laura Tiusaba Guzman (student trustee). There being a quorum present, the Chair declared the Board of Trustees to be in open, public session for the transaction of business.

Also present at this meeting, in addition to trustees:

Mr. Terry L. Bruce, Chief Executive Officer/Chief Operating Officer.

Mr. Roger Browning, Chief Finance Officer.

Mr. Harry Hillis, Jr., Board Secretary.

AGENDA #3 – “Bond Issuance Notification Act Hearing” – The Chair announced that a Bond Issue Notification Act (BINA) hearing was in progress and that the purpose of this hearing is to receive public comments on the proposal to sell bonds in the amount of up to \$3,600,000 for the purpose of financing the following projects:

1. Repair Stairways & Elevators – OCC.
2. Combustible Wall Panel Replacement – LTC North Campus.
3. Bleacher Replacement – WVC.
4. Floor Tile Replacement – OCC Gym/Theater Lobby & Rest Rooms.
5. Greenhouse Glass Replacement – OCC Wattleworth Hall.
6. ADA Natatorium Renovations – WVC.
7. Tuckpoint Exterior Walls – LTC Crisp Building.
8. ADA Compliance Work – OCC, FCC.
9. Roof Replacements/Repair – LTC, OCC, WVC.
10. Asbestos Surveys & Abatement – District-Wide.
11. Upgrade Plumbing – District-Wide.
12. HVAC Supplement & Upgrade – OCC, WVC.
13. Lighting & Fire Alarm Upgrade – FCC, OCC, WVC.

The projects have been identified and approved by the Board of Trustees and publication of notice of this public hearing has been accomplished.

The public hearing was in session for more than thirty (30) minutes, after which the Chair declared that the public hearing was concluded and that the Board of Trustees was again in open public session for the transaction of business.

AGENDA #4 – “Annual Audit” Mr. Browning reviewed the annual financial audit, with comments by Miss Wolfe and Mr. Williams, members of the audit committee, The CEO recommended adoption of the following resolution to accept the audit and authorize the staff to forward it to the Illinois Community College Board.

WHEREAS, 110 ILCS 805/3-22.1 of the Illinois Public Community College Act requires the conduct of an annual audit for Illinois Eastern Community Colleges District #529.

WHEREAS, it is required that the Board of Trustees review and accept the annual audit.

WHEREAS, it is required that the audit be submitted to the Illinois Community College Board.

THEREFORE, SO BE IT RESOLVED, that the Board of Trustees of Illinois Eastern Community Colleges District #529, accepts and approves the annual audit of the district as submitted by Clifton, Gunderson & Co. of Springfield, IL.

FURTHER, BE IT RESOLVED, that the Board of Trustees of Illinois Eastern Community Colleges District #529 authorizes staff to submit the audit to the Illinois Community College Board.

Board Action: Mr. Williams made a motion to adopt the foregoing resolution to approve the annual financial audit as recommended. Dr. Rost seconded the motion and on a recorded roll call vote ordered by the Chair the following trustees voted yea:

Mr. Koertge, Dr. Rost, Mr. Williams, Miss Wolfe. Trustees voting nay: None. Trustees absent: Mrs. Culver, Dr. Fischer, Mr. Lane, Miss Tiusaba (student trustee). The motion having received 4 yea votes and 0 nay votes, the Chair declared the motion carried.

AGENDA #5 – “Adjournment” – Mr. Williams made a motion to adjourn. Mr. Koertge seconded the motion. The Chair asked trustees in favor of the motion to say “Aye” and those opposed to say “No.” The viva voce (by the voice) vote was taken. The Chair declared the “Ayes” have it, the motion is adopted, and the meeting adjourned at 8:37 a.m.

Approved: Chairman: _____

Secretary: _____

Acting Secretary: _____

Agenda Item #8B

Acknowledgement of ICCB Project Approval

Agenda Item #8B

MEMORANDUM

TO: Board of Trustees
FROM: Terry L. Bruce
DATE: October 18, 2005
RE: Acknowledgement of ICCB Project Approval

Mr. Chairman, on September 19, 2005, I received notification from the Illinois Community College Board that our requested protection, health, and safety projects at IECC had been approved.

Attached you will find a copy of this notification along with a copy of the Certificate of Approval from the Illinois Community College Board.

TLB/rs

Attachments

Illinois Community College Board



Guy H. Alongi
Chairman

Geoffrey S. Obrzut
President/CEO

proudly serving the

Illinois Community College System

CERTIFICATE OF APPROVAL (Bond Sales)

Your request for approval of the projects listed below at Illinois Eastern Community Colleges is hereby approved under the provisions of Section 3-20.3.01 of the Public Community College Act at an estimated budget of \$3,497,568. This certificate may be used as evidence of your authority to issue \$3,500,000 of protection, health, and safety bonds and request the county clerk(s) in your district to extend a tax upon all the taxable property in the local community college district sufficient to pay the principal and interest on such bonds to maturity.

ICCB Project No.	Project Description	Total Estimated Budget
529-B-1670-0905	Repair Stairways & Elevators-OCC	\$ 121,460
529-B-1671-0905	Combustible Wall Paneling Replacement-LTC North	\$ 178,291
529-B-1672-0905	Bleacher Replacement-WVC	\$ 179,850
529-B-1673-0905	Floor Tile Replacement-OCC	\$ 38,400
529-B-1674-0905	Replace Greenhouse Glass-OCC	\$ 51,400
529-B-1675-0905	Renovate Natatorium-WVC	\$ 245,000
529-B-1676-0905	Tuckpoint Exterior Walls-LTC	\$ 37,200
529-B-1677-0905	ADA Compliance Work-OCC & FCC	\$ 287,400
529-B-1678-0905	Roof Replacement & Repair-LTC, OCC, & WVC	\$1,013,755
529-B-1679-0905	Asbestos Surveys & Abatement-Districtwide	\$ 529,507
529-B-1680-0905	Upgrade Plumbing-Districtwide	\$ 67,200
529-B-1681-0905	HVAC Supplement & Upgrade-OCC & WVC	\$ 593,505
529-B-1682-0905	Upgrade Lighting & Fire Alarm System-OCC, WVC, & FCC	\$ 154,600

TOTAL ESTIMATED BUDGET	\$ 3,497,568
AUTHORIZED BONDING AUTHORITY	\$ 3,500,000

 Geoffrey S. Obrzut
 President and CEO

9-8-05

 Date of Approval

Attest:

 Notary Public



401 East Capitol Avenue • Springfield, Illinois 62701-1711 • (217) 785-0123 • www.iccb.state.il.us

Fax: (217) 524-4981 TDD: (217) 782-5645
Printed on Recycled Paper

Illinois Community College Board



Guy H. Alongi
Chairman

Geoffrey S. Obrzut
President/CEO

proudly serving the

Illinois Community College System

September 8, 2005

Mr. Terry Bruce
Illinois Eastern Community Colleges
233 E. Chestnut St.
Olney, IL 62450

RECEIVED
SEP 19 2005
CEO'S OFFICE

Dear Terry,

Your request for approval of the following protection, health, and safety projects at Illinois Eastern Community Colleges is hereby approved by the Illinois Community College Board:

ICCB Project #	Description	Approved Budget
529-B-1670-0905	Repair Stairways & Elevators-OCC	\$ 121,460
529-B-1671-0905	Combustible Wall Paneling Replacement-LTC North	\$ 178,291
529-B-1672-0905	Bleacher Replacement-WVC	\$ 179,850
529-B-1673-0905	Floor Tile Replacement-OCC	\$ 38,400
529-B-1674-0905	Replace Greenhouse Glass-OCC	\$ 51,400
529-B-1675-0905	Renovate Natatorium-WVC	\$ 245,000
529-B-1676-0905	Tuckpoint Exterior Walls-LTC	\$ 37,200
529-B-1677-0905	ADA Compliance Work-OCC & FCC	\$ 287,400
529-B-1678-0905	Roof Replacement & Repair-LTC, OCC, & WVC	\$1,013,755
529-B-1679-0905	Asbestos Surveys & Abatement-Districtwide	\$ 529,507
529-B-1680-0905	Upgrade Plumbing-Districtwide	\$ 67,200
529-B-1681-0905	HVAC Supplement & Upgrade-OCC & WVC	\$ 593,505
529-B-1682-0905	Upgrade Lighting & Fire Alarm System-OCC, WVC, & FCC	\$ 154,600

It is my understanding these projects have the approval of your Board of Trustees and the projects cost of \$3,497,568 will be financed by protection, health, and safety bond issue. Any subsequent change in scopes and/or change in budgets which exceed five percent of the original budgets, per ICCB administrative rule 1501.605, shall be submitted for ICCB approval. Please direct questions concerning these projects to Ed Smith at (217) 785-0173.

Sincerely,


Geoffrey S. Obrzut
President and CEO

cc: Roger Browning
Ed Smith

401 East Capitol Avenue • Springfield, Illinois 62701-1711 • (217) 785-0123 • www.iccbstate.il.us

Fax: (217) 524-4981 TDD: (217) 782-5645
Printed on Recycled Paper

Agenda Item #8C

Preliminary Official Statement (POS) Approval

Agenda Item #8C

MEMORANDUM

TO: Board of Trustees
FROM: Terry L. Bruce
DATE: October 18, 2005
RE: Preliminary Official Statement (POS)

Prior to the issuance of Protection, Health, Safety bonds in an amount of up to \$3,600,000 the Board of Trustees must adopt a Preliminary Official Statement (POS).

The POS sets forth the maturities, interest rates, yields and amounts and states that the bonds will be valid and legally binding general obligations of Illinois Eastern Community College District #529 and principal and interest payments due will be paid from ad valorem taxes levied on all the taxable property in the District.

The POS also states that the Board has authority under the laws of the State of Illinois to issue such bonds, sets forth the purpose of such bonds, states that the bonds will be “qualified tax exempt obligations” under the Internal Revenue Code of 1986, and pledges the District to repay the bonds with interest.

I ask approval of the Preliminary Official Statement attached.

TLB/rs

Attachment

NEW ISSUE-BANK QUALIFIED
BOOK ENTRY ONLY

NOT RATED

Subject to compliance by the District with certain covenants, in the opinion of Evans, Froehlich, Beth, & Chamley, Bond Counsel, under present law interest on the Bonds will not be included in gross income by the owners thereof for federal income tax purposes, but will be taken into account in computing the corporate alternative minimum tax, as more fully discussed under the heading "Tax Exemption". Interest on the Bonds is not exempt from income taxes of the State of Illinois.

\$3,500,000*

ILLINOIS EASTERN COMMUNITY COLLEGES DISTRICT NUMBER 529

Richland, Clark, Clay, Crawford, Cumberland,

Edwards, Hamilton, Jasper, Lawrence,

Wabash, Wayne and White Counties, Illinois

General Obligation Protection, Health and Safety Bonds, Series 2005

Dated: November 1, 2005

Due: November 1, as shown below

The Bonds are issuable only in fully registered form and, when issued, will be issued in the name of Cede & Co., as nominee for the Depository Trust Company, New York, New York ("DTC"). DTC will act as securities depository of the Bonds. Purchases will be made in book-entry form through DTC participants, in the denominations of \$5,000 or any authorized integral multiple thereof, and no physical delivery of the Bonds will be made to beneficial owners, except as described herein. So long as Cede & Co. is the registered owner, as nominee of DTC, references made herein to the Bondholders or registered owners shall mean Cede & Co. and shall not mean the beneficial owners of the Bonds. See "BOOK-ENTRY ONLY SYSTEM" herein.

The principal of and interest on the Bonds will be paid by the First National Bank in Olney as Paying Agent (the "Paying Agent" and, as applicable, the "Bond Registrar") to Cede & Co. as long as Cede & Co. is the registered owner. Distribution of such payments to the DTC Participants is the responsibility of DTC and disbursement of such payments to the beneficial owners is the responsibility of the DTC Participants, as more fully described herein. Interest on the Bonds will be payable on May 1 and November 1, beginning November 1, 2006, to the registered owners of record as of the applicable Record Date, as herein described, which payment shall, as long as the book-entry system described herein is in place, be made to Cede & Co.

MATURITIES, INTEREST RATES, YIELDS AND AMOUNTS

<u>Year</u>	<u>Principal</u>	<u>Interest Rate</u>	<u>Yield</u>
2006	\$	%	%
2007	\$	%	%
2008	\$	%	%
2009	\$	%	%
2010	\$	%	%
2011	\$	%	%

(Plus accrued interest from _____, 2005)

The Bonds will be valid and legally binding general obligations of Illinois Eastern Community College District Number 529, Richland, Clark, Clay, Crawford, Cumberland, Edwards, Hamilton, Jasper, Lawrence, Wabash, Wayne and White Counties, Illinois (the "District"), payable as to principal and interest from unlimited ad valorem taxes levied on all taxable property in the District. See "Security" under the heading "Description of the Bonds" herein.

The District has designated the Bonds as "qualified tax-exempt obligations" pursuant to Section 265 (b) (3) of the Internal Revenue Code of 1986, as amended.

The Bonds are offered when, as and if issued and received by the Underwriter, subject to approval of legality of Bond Counsel, Evans, Froehlich, Beth & Chamley, Champaign, Illinois. Certain legal matters will be passed upon for the Underwriter by Evans, Froehlich, Beth & Chamley. It is expected that the Bonds in definitive form will be available for delivery through the facility of DTC on or about November 1, 2005.

Kirkpatrick Pettis
A Division of D.A. Davidson & Co.
Fixed Income Capital Markets
D.A. Davidson & Co.
member SIPC

*Preliminary, Subject to change

The date of This Official Statement is October __, 2005

No dealer, broker, salesman or other person has been authorized to give any information or to make any representations other than those contained in this Official Statement, and, if given or made, such other information no representations must not be relied upon as statements of the Illinois Eastern Community Colleges District Number 529, Richland, Clark, Clay, Crawford, Cumberland, Edwards, Hamilton, Jasper, Lawrence, Wabash, Wayne and White Counties, Illinois (the "District") or the Underwriter. This Official Statement does not constitute an offer to sell or the solicitation of an offer to buy, nor shall there be any sale of the Bonds by any person, in any jurisdiction in which it is unlawful to make such offer, solicitation or sale. Unless otherwise indicated, the District is the source of all tables and statistical and financial information contained in this Official Statement. This information and opinions expressed herein are subject to change without notice, and neither the delivery of this Official Statement nor any sale made hereunder shall, under any circumstances, create any implications that there has been no change in the operations of the District since the date of this Official Statement.

This Official Statement should be considered in its entirety and no one factor considered less important than any other by reason of its position in this Official Statement. Where statutes, resolutions, reports or other documents are referred to herein, reference should be made to such statutes, resolutions, reports or other documents for more complete information regarding the rights and obligations of parties thereto, facts and opinions contained therein and the subject matter thereof.

Upon issuance, the Bonds will not be registered under the Securities Act of 1933, as amended, and will not be listed on any stock or other securities exchange and neither the Securities and Exchange Commission nor any other federal, state, municipal or other governmental entity, other than the District, shall have passed upon the accuracy or adequacy of this Official Statement.

The information in this Official Statement has been compiled from sources believed to be reliable, but is not guaranteed. As far as any statements herein involved matters of opinion, whether or not so stated, they are intended as opinions and not representations of fact.

This Official Statement is in a form "deemed final" by the District of purposes of SEC Rule 15c2-12(b)(1) but is subject to revision, amendment and completion as a Final Official Statement.

This Official Statement has been prepared under the authority of the District. Additional copies may be secured from the Secretary of the Board of Trustees, Illinois Eastern Community Colleges District Number 529, in Olney, Illinois, 618/393-2982, or from the Underwriter, Kirkpatrick Pettis, A Division of D.A. Davidson & Co., 20 North Wacker Drive, suite 1829, Chicago, Illinois 60606, 312/364-9030.

THIS SECTION INTENTIONALLY
LEFT BLANK

ILLINOIS EASTERN COMMUNITY COLLEGES DISTRICT NUMBER 529

Richland, Clark, Clay, Crawford, Cumberland,
Edwards, Hamilton, Jasper, Lawrence,
Wabash, Wayne, and White Counties,
Illinois

BOARD OF TRUSTEES

James W. Lane, Jr., Chairman
G. Andrew Fischer, Vice Chair

Marilyn J. Wolfe
Brenda K. Culver
Larry Rost
Walter L. Koertge
Kevin C. Williams

Laura Tiusaba Guzman, Student Member
Harry Hillis, Jr., Secretary

Administration

Terry L. Bruce, Chief Executive Officer
Roger Browning, Chief Finance Officer
Marilyn S. Grove, Treasurer

Bond Counsel

Evans, Froehlich, Beth & Chamley
Champaign, Illinois

Underwriter

Kirkpatrick Pettis
A Division of D.A. Davidson & Co.
Fixed Income Capital Markets
Chicago, Illinois

OFFICIAL STATEMENT

\$3,500,000*

ILLINOIS EASTERN COMMUNITY COLLEGES DISTRICT NUMBER 529

**Richland, Clark, Clay, Crawford, Cumberland,
Edwards, Hamilton, Jasper, Lawrence,
Wabash, Wayne and White Counties, Illinois**

General Obligation Protection, Health and Safety Bonds, Series 2005

INTRODUCTION

The purpose of this Official Statement, which includes the cover page, is to set forth certain information regarding Illinois Eastern Community Colleges District Number 529, Illinois (the "District"), and its General Obligation Protection, Health and Safety Bonds, Series 2002 (the "Bonds"), dated November 1, 2005.

DESCRIPTION OF THE BONDS

Authority

These Bonds are issued under the provisions of the "Public Community College Act" (110 ILCS 805/1-1 et seq.) of the State of Illinois, and all laws amendatory thereof and supplementary thereto, authorizing the District to incur an indebtedness and issue bonds in evidence thereof.

Purpose

The Bonds are being issued for the purpose of financing mandated alterations and repairs of existing physical facilities of the District, in conjunction with mandated protection, health and safety facilities improvements throughout the campuses of the District, and paying the cost of issuing the Bonds.

Security

The Bonds are general obligations of the District. Ad valorem taxes, unlimited as to rate or amount, will be levied upon all taxable property in the District for the payment of the interest on the Bonds and the principal thereof when due. The full faith, credit, and resources of the District are irrevocably pledged for the prompt payment when due of the principal and interest on the Bonds.

Legality

The District will furnish the written approving opinion of Evans, Froehlich, Beth & Chamley, Bond Counsel, evidencing legality of the Bonds and that the interest thereon is exempt from federal income taxes as and to the extent discussed under the heading "TAX EXEMPTION" herein. The Bonds will be designated as "qualified tax exempt obligations" pursuant to the small issuer exception provided by Section 265 (b)(3) of the Internal Revenue Code of 1986, as amended.

Principal Amount, Date and Maturities

The Bonds will be issued in the principal amount of \$3,500,000*; will initially be dated and will bear interest from there dated date; and will mature on the dates and bear interest at the respective interest rates shown on the front cover of this Official Statement. Interest on the Bonds is payable on November 1 and May 1 in each year, with the first interest payment date being November 1, 2006. Interest is to be computed on the basis of a 360-day year of twelve 30-day months.

Series 2005 Bonds

The Bonds initially will be registered through a book-entry, only system operated by The Depository Trust Company, New York, New York ("DTC"). Beneficial owners of the Bonds will not receive or have the right to receive physical delivery of Bonds, and will not be or be considered to be the registered owners thereof. Accordingly, beneficial owners must rely upon (i) the procedures of DTC and, if such beneficial owner is not a

participant (as defined below), the Participant who will act on behalf of such beneficial owner to receive notices and payments of principal of and interest on the Bonds, and to exercise voting rights and (ii) the records of DTC and, if such beneficial owner is not a Participant, such beneficial owner's Participant, to evidence its beneficial ownership of the Bonds. So long as DTC or its nominee is the registered owner of the Bonds, references herein to Owners of such Bonds. The laws of some states may require that certain purchasers of securities take physical delivery of such securities in definitive form. Such limits and laws may impair the ability to transfer beneficial interest in a Bond.

*Preliminary, subject to change

Paying Agent

Principal of the Bonds will be payable at maturity upon presentation and surrender at the principal office of the Paying Agent. Interest on the Bonds will be payable by check or draft mailed by the Paying Agent to the persons in whose names the Bonds are registered as of the close of business on the 15th day (whether or not a business day) of the calendar month preceding each November 1 or May 1 on which interest is due (each such 15th day being a "Record Date").

No Optional Redemption

The Series 2005 Bonds are not subject to optional redemption prior to their maturities.

Book-Entry Only System

General. The following information has been furnished by DTC for use in this Official Statement and neither the District nor the Underwriter take any responsibility for its accuracy or completeness.

1. The Depository Trust Company ("DTC"), New York, NY, will act as securities depository for the Bonds (the "Securities"). The Securities will be issued as fully-registered securities registered in the name of Cede & Co. (DTC's partnership nominee) or such other name as may be requested by an authorized representative of DTC. One fully-registered Security certificate will be issued for each maturity of the Securities, each in the aggregate principal amount of each such maturity, and will be deposited with DTC.

2. DTC, the world's largest depository, is a limited-purpose trust company organized under the New York Banking Law, a "banking organization" within the meaning of the New York Banking Law, a member of the Federal Reserve System, a "clearing corporation" within the meaning of the New York Uniform Commercial Code, and a "clearing agency" registered pursuant to the provisions of Section 17A of the Securities Exchange Act of 1934. DTC holds and provides asset servicing for over 2 million issues of U.S. and non-U.S. equity issues, corporate and municipal debt issues, and money market instruments from over 85 countries that DTC's participants ("Direct Participants") deposit with DTC. DTC also facilitates the post-trade settlement among Direct Participants of sales and other securities transactions in deposited securities, through electronic computerized book-entry transfers and pledges between Direct Participants' accounts. This eliminates the need for physical movement of securities certificates. Direct Participants include both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, clearing corporations, and certain other organizations. DTC is a wholly-owned subsidiary of The Depository Trust & Clearing Corporation ("DTCC"). DTCC, in turn, is owned by a number of Direct Participants of DTC and Members of the National Securities Clearing Corporation, Government Securities Clearing Corporation, MBS Clearing Corporation, and Emerging Markets Clearing Corporation, (NSCC, GSCC, MBSCC, and EMCC, also subsidiaries of DTCC), as well as by the New York Stock Exchange, Inc., the American Stock Exchange LLC, and the National Association of Securities Dealers, Inc. Access to the DTC system is also available to others such as both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, and clearing corporations that clear through or maintain a custodial relationship with a Direct Participant, either directly or indirectly ("Indirect Participants"). DTC has Standard & Poor's highest rating: AAA. The DTC Rules applicable to its Participants are on file with the Securities and Exchange Commission. More information about DTC can be found at www.dtcc.com.

3. Purchases of Securities under the DTC system must be made by or through Direct Participants, which will receive a credit for the Securities on DTC's records. The ownership interest of each actual purchaser of each Security ("Beneficial Owner") is in turn to be recorded on the Direct and Indirect Participants' records. Beneficial Owners will not receive written confirmation from DTC of their purchase. Beneficial Owners are, however, expected to receive written confirmations providing details of the transaction, as well as periodic statements of their holdings,

from the Direct or Indirect Participant through which the Beneficial Owner entered into the transaction. Transfers of ownership interests in the Securities are to be accomplished by entries made on the books of Direct and Indirect Participants acting on behalf of Beneficial Owners. Beneficial Owners will not receive certificates representing their ownership interests in Securities, except in the event that use of the book-entry system for the Securities is discontinued.

4. To facilitate subsequent transfers, all Securities deposited by Direct Participants with DTC are registered in the name of DTC's partnership nominee, Cede & Co., or such other name as may be requested by an authorized representative of DTC. The deposit of Securities with DTC and their registration in the name of Cede & Co. or such other DTC nominee do not effect any change in beneficial ownership. DTC has no knowledge of the actual Beneficial Owners of the Securities; DTC's records reflect only the identity of the Direct Participants to whose accounts such Securities are credited, which may or may not be the Beneficial Owners. The Direct and Indirect Participants will remain responsible for keeping account of their holdings on behalf of their customers.

5. Conveyance of notices and other communications by DTC to Direct Participants, by Direct Participants to Indirect Participants, and by Direct Participants and Indirect Participants to Beneficial Owners will be governed by arrangements among them, subject to any statutory or regulatory requirements as may be in effect from time to time. Beneficial Owners of Securities may wish to take certain steps to augment the transmission to them of notices of significant events with respect to the Securities, such as redemptions, tenders, defaults, and proposed amendments to the Security documents. For example,

Beneficial Owners of Securities may wish to ascertain that the nominee holding the Securities for their benefit has agreed to obtain and transmit notices to Beneficial Owners. In the alternative, Beneficial Owners may wish to provide their names and addresses to the registrar and request that copies of notices be provided directly to them.

6. Redemption notices shall be sent to DTC. If less than all of the Securities within an issue are being redeemed, DTC's practice is to determine by lot the amount of the interest of each Direct Participant in such issue to be redeemed.

7. Neither DTC nor Cede & Co. (nor any other DTC nominee) will consent or vote with respect to Securities unless authorized by a Direct Participant in accordance with DTC's Procedures. Under its usual procedures, DTC mails an Omnibus Proxy to the District as soon as possible after the record date. The Omnibus Proxy assigns Cede & Co.'s consenting or voting rights to those Direct Participants to whose accounts Securities are credited on the record date (identified in a listing attached to the Omnibus Proxy).

8. Redemption proceeds, distributions, and dividend payments on the Securities will be made to Cede & Co., or such other nominee as may be requested by an authorized representative of DTC. DTC's practice is to credit Direct Participants' accounts upon DTC's receipt of funds and corresponding detail information from the District or Paying Agent, on the payable date in accordance with their respective holdings shown on DTC's records. Payments by Participants to Beneficial Owners will be governed by standing instructions and customary practices, as is the case with securities held for the accounts of customers in bearer form or registered in "street name," and will be the responsibility of such Participant and not of DTC nor its nominee, Paying Agent, or District, subject to any statutory or regulatory requirements as may be in effect from time to time. Payment of redemption proceeds, distributions, and dividend payments to Cede & Co. (or such other nominee as may be requested by an authorized representative of DTC) is the responsibility of the District or Paying Agent, disbursement of such payments to Direct Participants will be the responsibility of DTC, and disbursement of such payments to the Beneficial Owners will be the responsibility of Direct and Indirect Participants.

9. DTC may discontinue providing its services as depository with respect to the Securities at any time by giving reasonable notice to the District or Agent. Under such circumstances, in the event that a successor depository is not obtained, Security certificates are required to be printed and delivered.

10. Issuer may decide to discontinue use of the system of book-entry transfers through DTC (or a successor securities depository). In that event, Security certificates will be printed and delivered.

11. The information in this section concerning DTC and DTC's book-entry system has been obtained from sources that Issuer believes to be reliable, but the District takes no responsibility for the accuracy thereof.

THE PROJECTS

There are several projects for which Bond funds will be utilized. They include projects at all four colleges of the system with fire protection, health and safety facilities and improvements, including:

Wabash Valley College (WVC)

Olney Central College (OCC)

Lincoln Trail College (LTC)

Frontier Community College (FCC)

- i. Repair Stairways & Elevators – OCC
- ii. Combustible Wall Panel Replacement – LTC North Campus
- iii. Bleacher Replacement – WVC
- iv. Floor Tile Replacement – OCC Gym/Theater Lobby & Rest Rooms
- v. Greenhouse Glass Replacement – OCC Wattleworth Hall
- vi. ADA Natatorium Renovations – WVC
- vii. Tuckpoint Exterior Walls – LTC Crisp Building
- viii. ADA Compliance Work – OCC, FCC
- ix. Roof Replacements/Repair – LTC, OCC, WVC
- x. Asbestos Surveys & Abatement – District-Wide
- xi. Upgrade Plumbing – District-Wide
- xii. HVAC Supplement & Upgrade – OCC, WVC
- xiii. Lighting & Fire Alarm Upgrade – FCC, OCC, WVC

THIS SECTION INTENTIONALLY

LEFT BLANK

ILLINOIS EASTERN COMMUNITY COLLEGE DISTRICT NUMBER 529

GENERAL INFORMATION

ILLINOIS EASTERN COMMUNITY COLLEGES was organized in 1967. The District operates four separate colleges, serving all or portions of twelve east-central Illinois counties in downstate Illinois, and includes 17 high school districts. The four colleges are located near Mt. Carmel, Olney and Robinson and in Fairfield, Illinois. Included in the District are more than 40 incorporated cities and villages.

Illinois Eastern has had a strong, positive impact on the economy of the area, not only by reinvesting tax dollars in the community, but in working with business and industry to improve the economic health of the region. It offers ~~an~~ Associate Degree programs in transfer, technical and general fields of study, along with developmental instruction, adult education, and customer-centered student services. Public services are provided to the citizens, businesses, and industries of the District through community education and community service programs. By offering quality educational and public service programs, the Colleges work together to better the cultural, social, and economic futures of the citizens in southeastern Illinois.

Wabash Valley College, located in the City of Mt. Carmel, Illinois was established by public referendum on December 10, 1960 and was reorganized as a Class II Junior College in April 1966. The main campus of the College covers 33 acres and includes seven major buildings. Full-time equivalent enrollment for the 2004/2005 school year was 2,044.

Olney Central College, located in the City of Olney, Illinois was originally approved by referendum in September 1966. In September 1967, nine school districts approved the creation of a Class I institution expanding the boundaries of the college. Olney Central College occupies 118 acres. Full-time equivalent enrollment for the 2004/2005 school year was 1,323.

Lincoln Trail College, the third campus of the District, is located near the City of Robinson. It was established by public referendum in October 1969. The campus covers 280 acres and includes three major buildings. Full-time equivalent enrollment for the 2004/2005 season was 851.

Frontier Community College, the newest campus of the District, is located in Fairfield, Illinois, where the first facilities were established in September 1974. It became a District college in 1977. Full-time equivalent enrollments for the 2004/2005 school year was 900.

ADMINISTRATION

Terry Bruce is Chief Executive Officer/Chief Operating Officer of Illinois Eastern Community Colleges (IECC) a four college district in Southeastern Illinois. Mr. Bruce became CEO following 14 years as an Illinois State Senator and 8 years as U.S. Congressman. In the state legislature, he handled the appropriations for all 39 community colleges for 14 years and was a recognized expert on community college law. He had also served as Board attorney for IECC prior to his congressional service.

Roger Browning is the Chief Finance Officer for Illinois Eastern Community Colleges. He has several areas of responsibility including finance, business, and buildings and grounds. He has been an employee of IECC for four years.

Marilyn S. Grove is the Treasurer of Illinois Eastern Community Colleges (IECC), a four college district in Southeastern Illinois. She has been employed at IECC for 36 years in several positions beginning in 1969.

ILLINOIS EASTERN COMMUNITY COLLEGES DISTRICT NUMBER 529

BOARD OF TRUSTEES

ELECTED FOR 6-YEAR TERMS
(YEARS IN BOLD INDICATE EXPIRATION OF TERM)

Mr. James W. Lane, Jr., Chairman
209 South Franklin
PO Box 593
Robinson, IL 62454
(Attorney)
2007
Served 1997 – Present
618-544-8425 (O)
618-546-1420 (H)

Mrs. Brenda K. Culver
347 North 1st Street
PO Box 32
Noble, IL 62868
(School Psychologist)
2011
Served 1999 – Present
618-439-7231 (O)
618-723-2624 (H)

Dr. G. Andrew Fischer, Vice-Chairman
1114 Oak Street
Mt. Carmel, IL 62863
(Dentist)
2009
Served 1997-present
618-262-5564 (O)
618-263-3710 (H)

Mr. Walter L. Koertge
2484 N. IL 130
Olney, IL 62450
(Bank Vice President)
2011
Served 2002 – Present
618-392-2344 (O)
618-863-2213 (H)

Mr. Larry Rost
Fairfield National Bank
220 East Main, PO Box 429
Fairfield, IL 62837
(Bank President)
2009
Served 2001 – Present
618-842-2107 (O)

Mr. Kevin C. Williams
311 Ladue Drive
Mt. Carmel, IL 62863
(CPA)
2007
Served 2001 – Present
618-262-8061 (O)
618-262-4656 (H)

Ms. Marilyn J. Wolfe, Secretary Pro-tempore
PO Box 172
Albion, IL 62806
(Bank Board Chairman)
2009
Served 1997 – Present
618-445-2021 (H)

Mr. Harry Hillis, Jr., Secretary
535 North Washington
Olney, IL 62450
Served 1967-present
618-392-7901 (H)

Ms. Laura Tiusaba Guzman, Student
10602 North 1550 Boulevard
Mt. Carmel, IL 62863
618 262-4080 (H)

GENERAL INFORMATION

Illinois Eastern Community Colleges employed 335 full-time employees as follows: administrators – 35; Professional/Non-Faculty – 63; Technical/Clerical/Secretarial/Maintenance/Custodial – 120; Faculty – 117. The Colleges also employ the following part-time employees: Total/Fall Term Faculty – 508; Students Work Study and Non-Work Study – 169 and Hourly 120. These statistics were received from the College as of August, 2005.

FULL-TIME EQUIVALENT ENROLLMENTS

<u>School Term</u>	<u>Number</u>
2004/2005	5,119
2003/2004	5,041
2002/2003	4,845
2001/2002	4,544
2000/2001	4,482
1999/2000	4,566
1998/1999	4,615
1997/1998	4,732
1996/1997	4,603
1995/1996	4,404

Source: District

The Equalized Assessed Valuation of District 529 is as follows:

<u>Year</u>	<u>E.A.V.</u>	<u>Amount of Growth</u>	<u>Percent of Growth</u>
2005	\$1,023,487,154	\$(11,246,768)	(1%)
2004	\$1,034,733,922	\$15,006,656	1.5%
2003	\$1,019,727,266	\$9,338,478	0.9%
2002	\$1,010,388,788	\$293,656	3%
2001	\$1,010,095,132	\$474,443	3%
2000	\$980,620,689	\$(3,181,384)	(0.3%)
1999	\$983,802,073	\$38,765,433	4%
1998	\$945,037,299	\$40,186,387	4%
1997	\$904,850,912	\$64,754,779	8%
1996	\$840,096,133	\$52,618,911	7%

Source: District Audits

Change in Farmland Assessment Rule in Illinois: Effective with the 2006 assessment year, County assessors will implement the Illinois Department of Revenue Rule B810, which places much greater emphasis on soil types for assessment of farmland value. Rule B810 contains soil productivity indexes (PIs) based on technology from the 1990s and developed by the University of Illinois. This index reflects the potential of soils to produce crops. Previous indexes were based on yields and farming techniques. There have been estimates that the implementation of B810, combined with other farmland assessment factors could reduce the farmland Equalized Assessed Valuation base for the 12 counties within the Illinois Eastern Community Colleges District by as much as 30 to 40%. The overall District EAB will likely be reduced 10% for the 2006 Assessment year. Farmland is approximately 24% of the total EAV. The exact results of the implementation of Rule B810 will not be known for several months. However, in anticipation of the changes brought about by B810, this bond issue is sized to

reflect as much as 10% reduction in the overall District EAV base for assessment year 2006, with very modest growth (2%) in that EAV base thereafter.

POPULATION OF COUNTIES UNDERLYING THE DISTRICT

<u>Counties</u>	<u>1990</u>	<u>2000</u>	<u>2004</u>
Richland	16,545	16,149	15,859
Clark	15,921	17,008	16,906
Clay	14,460	14,560	14,186
Crawford	19,464	20,542	20,059
Cumberland	10,670	11,253	11,066
Edwards	7,440	6,921	6,758
Hamilton	8,499	8,621	8,400
Jasper	10,609	10,117	10,018
Lawrence	15,972	15,452	15,994
Wabash	13,111	12,937	12,606
Wayne	17,241	17,151	16,903
White	16,522	15,371	15,239
State of Illinois	11,430,602	12,419,293	12,713,634

Source: U.S. Census Bureau

AGRICULTURE

Agriculture is a significant occupation in the District's 12 Counties. There are approximately 88,000 farms with approximately 28,000,000 acres.

MAJOR AREA EMPLOYERS

Location	Product and Service	Approximate of Employees	Number
-----------------	----------------------------	-------------------------------------	---------------

Champion Labs, Inc.	Albion/West Salem	Air, Oil & Fuel Filters	1,800
North American Lighting	Flora	Auto lighting/electronic	983
Airtex Products	Fairfield	Automotive water pumps, mechanical and electric fuel pumps	650
Walmart	Olney	Food distribution center	609
Mt. Carmel Sand & Gravel	Mt. Carmel	Asphalt Company	200
Hershey Chocolate	Robinson	Candy manufacturing	700
Marathon/Ashland Oil	Robinson	Gasoline, liquified petroleum, gasses, residential fuel & coke	590
Lawrence Correctional Center	Lawrence	State prison	500
Richland Memorial Hospital	Olney	Health care	400
Hella North American/ Hella Electronics	Flora	Electronic components	434

Source: Profiles, Illinois Department of Commerce and Economic Opportunity, 2002

PERCENT UNEMPLOYMENT – ANNUAL AVERAGES

<u>Counties</u>	<u>1998</u>	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005*</u>
Richland	5.7	6.4	7.0	6.8	5.9	7.0	6.6	5.7
Clark	4.5	3.9	4.3	5.7	6.9	7.2	6.6	5.0
Clay	7.2	8.1	7.1	7.2	6.7	7.1	6.7	5.7
Crawford	7.5	6.7	6.0	6.5	6.8	7.5	6.5	5.8
Cumberland	4.8	4.1	5.2	7.0	6.6	7.0	7.1	5.0
Edwards	6.7	6.7	5.3	4.9	5.2	5.1	4.9	4.9
Hamilton	9.7	7.2	5.7	6.9	6.1	6.8	6.1	5.0
Jasper	10.6	8.0	8.0	8.7	5.8	6.9	6.5	6.2
Lawrence	8.2	9.6	7.2	6.8	5.4	6.0	6.1	5.2
Wabash	9.6	7.5	8.2	8.5	5.6	6.1	7.0	6.4
Wayne	7.6	6.8	6.8	6.7	5.8	6.6	5.8	5.1
White	8.4	6.4	5.1	5.3	5.3	5.7	5.2	4.8
State of IL	4.5	4.3	4.9	6.0	6.7	6.6	6.0	6.0
U.S.	4.1	3.7	3.9	5.7	6.0	5.7	5.4	5.2

*June 2005, Preliminary

Source: U.S. Department of Labor, Bureau of Labor Statistics, according to the Illinois Department of Employment Security, Division of Economic Information & Analysis

FINANCIAL STATEMENT

Debt Information

Estimated Full Value of Taxable Real Estate Property 2005

\$2,466,604,041

Equalized Assessed Valuation of Taxable Property 2005	1,023,487,154
General Obligation Debt (this issue)**	3,500,000*
Percentage of equalized Assessed Valuation	0.34%
Per Capita (2004 Pop. 164,084)	21.33

* Estimate, subject to change

** Funds for the \$1,320,000 principal payment due November 1, 2005 on the 2002 bonds have been collected, so this debt is not shown.

DEBT LIMITATION

Community College Districts in the State of Illinois have a statutory debt limit of 2.875% of their current Equalized Assessed Valuation. The issuance of the Bonds is not subject to voter approval. The current debt limit for Illinois Eastern Community College District Number 529 is as follows:

2005 Equalized Assessed Valuation.....	\$1,023,487,154
Debt Limitation (2.875% of E.A.V.).....	29,425,256
Less Current Indebtedness (including this issue)	3,500,000
Debt Incurring Capability.....	25,925,252

* Estimate, subject to change

** Funds for the \$1,320,000 principal payment due November 1, 2005 on the 2002 bonds have been collected, so this debt is not shown.

PRINCIPAL RETIREMENT SCHEDULE – OUTSTANDING DEBT

<u>Year Ending 6/30</u>	Series <u>2002 Bonds</u>	<u>This Issue</u>	<u>Total</u>
2006	\$1,320,000**	\$0	\$1,320,000
2007		\$800,000*	\$800,000
2008		\$800,000*	\$800,000
2009		\$800,000*	\$800,000
2010		\$800,000*	\$800,000
2011		\$300,000*	\$300,000
Totals	\$1,320,000**	\$3,500,000*	\$4,820,000**

* Estimate, subject to change

** Funds for the \$1,320,000 principal payment due November 1, 2005 on the 2002 bonds have been collected.

TAX COLLECTIONS

<u>Levy Year/ Fiscal Year</u>	<u>Taxes Extended</u>	<u>Total Taxes Collected</u>	<u>Percentage</u>
2004/06	4,474,231	-----*	N/A
2003/05	4,598,359	4,631,340	100.7%
2002/04	4,541,533	4,578,431	100.8%
2001/03	4,577,753	4,594,445	100.4%
2000/02	4,310,810	4,302,263	99.8%
1999/01	4,326,491	4,271,937	98.7%
1998/00	4,208,850	4,167,380	99.0%
1997/99	4,113,673	4,105,263	99.8%
1996/98	3,387,352	3,380,952	99.8%

Sources: District Audits and County Treasurers

* Collections in process

PERSONAL PROPERTY REPLACEMENT TAX (Calendar Year)

<u>1998</u>	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005 *</u>
\$488,969	\$477,639	\$499,712	\$479,889	383,334	387,170	433,371	469,113

Source: Illinois Department of Revenue/District Collections

*Through August 31, 2005

TAX RATES BY FUNDS
(Per \$100 Equalized Assessed Valuation)

Funds	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>	Statutory Maximum
Education	.1750	.1750	.1750	0.1750	0.1750	0.1750	0.1750	0.1750
Operation, Building and Maintenance	.0750	.0750	.0750	0.0750	0.0750	0.0750	0.0750	0.0750
Liability, Protection and Settlement (Tort Liability)	.0535	.0536	.0474	0.0437	0.0470	0.0333	0.0441	No Limit
Audit	.0030	.0030	.0029	0.049	0.0046	0.0037	0.0021	0.0050
Bond and Interest	.1307	.1300	.1450	0.1435	0.1516	0.1526	0.1415	No Limit

Total Tax Rate	.4372	.4366	.4453	0.4421	0.4532	0.4396	0.4377	No Limit
----------------	-------	-------	-------	--------	--------	--------	--------	----------

Source: District Audits

PROPERTY TAX AND ASSESSMENT INFORMATION
TAXING PROCEDURES

Assessment and Equalization

The County Assessor of each County is responsible for appraising the value of all real estate and railroad property not used for transportation. Railroad property used for transportation, private care lines, pollution control equipment and capital stocks are assessed by the Illinois Department of Revenue. The Department is also responsible for establishing the rules and supervising the assessment of property and assigning multipliers or equalization ratios to each county.

The assessor's valuations are subject to appeal by the taxpayer and then to equalization by the Illinois Department of Revenue. The purpose of equalization is to develop a common level of assessment among Illinois counties to provide, among other things, a uniform basis for the distribution of State grant-in-aid programs and to minimize problems in the distribution of the tax burden of a governmental unit in more than one county. The multiplier is applied to all assessments, other than farmland, in a county in order to bring the level of assessment as close as possible to the statutory standard. The statutory standard for assessed values is 33 1/3% of fair cash value for non-farmland and 33 1/3% of the agricultural economic value for farmland. Agricultural economic value is determined on the basis of a productivity index. Effective with the 2006 assessment year, County assessors will implement the Illinois Department of Revenue Rule B810, which places much greater emphasis on soil types for assessment of farmland value. Rule B810 contains soil productivity indexes (PIs) based on technology from the 1990s and developed by the University of Illinois. This index reflects the potential of soils to produce crops. Previous indexes were based on yields and farming techniques. There have been estimates that the implementation of B810, combined with other farmland assessment factors could reduce the farmland Equalized Assessed Valuation base for the 12 counties within the Illinois Eastern Community Colleges District by as much as 30 to 40%. The overall District EAB will likely be reduced 10% for the 2006 Assessment year. Farmland is approximately 24% of the total EAV. The exact results of the implementation of Rule B810 will not be known for several months. However, in anticipation of the changes brought about by B810, this bond issue is sized to reflect as much as 10% reduction in the overall District EAV base for assessment year 2006, with very modest growth (2%) in that EAV base thereafter.

Taxable property is reassessed quadrennially. Between these quadrennial assessments, the County Assessor has the authority to revalue properties whose condition has altered significantly since the last assessment and any other properties which may be incorrectly assessed.

Homestead Exemption

The General Assembly in recent years has provided property tax relief by granting certain homestead exemptions. Since 1971 taxpayers 65 years of age and older who qualify have been entitled to a \$1,500 maximum reduction from

the equalized assessed value of real property they occupy as a residence. In January 1985, this exemption was increased for 1984 and subsequent years to a maximum of \$2,000. An annual homestead exemption enacted in 1978 has provided that the equalized assessed value for certain property owned and used exclusively for residential purposes could be reduced for 1978 and subsequent years by the amount of any increase over the 1977 exemption was increased for tax years 1979 through 1982 to a maximum of \$3,000. In January 1984, this exemption was increased for 1983 and subsequent years to a maximum of \$3,500.

Levy

Taxes are levied by the District in dollar amounts and are certified and filed with each of the County Clerks. Taxes levied for the current year are collected in the next succeeding year. The County Clerks are responsible for establishing the rate of tax required to produce a net amount of funds not less than the total amount directed to be levied by the District, provided such amounts do not exceed statutory rate limits.

Truth in Taxation

The Truth in Taxation Act of the State of Illinois requires the District to disclose by publication and to hold a public hearing on its intention to adopt an aggregate levy in amounts more than 105% of the amount of property taxes extended or estimated to be extended upon the levy of the preceding year as a condition precedent to such increased levy by the District for the Extension thereof the County Clerks. The definition of an "aggregate levy" under the Truth in Taxation Act excludes debt service levies; therefore, levies made to pay debt service on bonds cannot be limited or reduced by operation of the Act.

Tax Installments

By Illinois statute, taxes on real property are due in two equal installments on June 1 and September 1 of each year following the date of the tax levy (or 30 days after mailing if late). The volume of assessment complaints required to be reviewed by the Board of Review, changes in assessment procedures and late submission of assessment data by taxing districts to assessment procedures and late submission of assessment data by taxing districts to the Board of Review, among other things, can substantially effect the date on which bills are actually mailed and taxes are due. Delinquent taxes accrue interest at the rate of 1½% per month until they are paid or until the property is forfeited. If an arrearage remains after the second payment is due, a Treasurer's tax sale occurs, usually within six months. Participants in this sale are not purchasing actual property, but merely the taxes owed on such property. By Illinois statute, the County has a first lien upon real property for payment of taxes.

Tax Freeze

Beginning the taxable year 1994, a senior citizens tax freeze homestead exemption is granted for real property that is occupied as a residence by a person 65 years of age or older with a household income of \$40,000 or less, who is liable for paying real estate taxes on the property, and who is an owner of record of the property or has a legal or equitable interest in the property as evidenced by a written instrument. The reduction amount shall be the difference between the equalized assessment value in the current assessment year and the greater of either (i) the equalized assessed value in 1994, or (ii) the equalized assessed value in the assessment year in which the youngest person who is liable for paying real estate taxes on the homestead property is first both 65 years of age or older and is occupying the premises as a residence.

Property Tax Extension Limitation

The Property Tax Extension Limitation Law (PTELL) authorize counties to require a referendum to impose a cap (sometimes called "tax caps") on property tax levies (and require a referendum on bond issues) for all non-home rule local governments within those counties equal to 5% or the consumer price index, whichever is less. To apply to the District PTELL must be approved by a vote representing more than 50% of the District's E.A.V., and there must be a vote in each county in which the District is located. Only one of the 12 counties within the District's boundaries has initiated and approved such a referendum. This is White County which only represents 2.6% of the District's E.A.V. Thus, PTELL does not apply to the District.

Tax Collection

The County Treasurers are responsible for tax collection and distributions to the District and other taxing districts. Distributions are made as soon as sufficient funds are available for this purpose.

Certain Exemptions

Principal categories of exempt property are property used for religious, educational, or charitable purposes, property of the United States, property of the State of Illinois and political subdivisions thereof, homes used by disabled veterans, and property of not-for-profit corporations. Personal property was exempted from taxation after January 1, 1979.

Personal Property Replacement Tax

A Corporate Personal Property Replacement Tax ("CPPRT") was enacted and became effective on July 1, 1979. The CPPRT represents an additional income tax for corporations (including certain utilities) at the rate of 2.55 on net taxable income; an additional income tax for trusts at the rate of 1.5% of net taxable income; a new income tax for partnerships and Subchapter S corporations at the rate of 1.5% of net taxable income; and a new tax at the rate of 0.8% of invested capital for public utilities providing gas, communications, electrical, and water services. Partnerships and Subchapter S corporations previously had not been subject to the Illinois income tax.

Revenues collected under the CPPRT are held in a special fund in the State Treasury called the Corporate Personal Property Replacement Tax Fund and are allocated to each taxing district.

TAX EXEMPTION

The Internal Revenue Code of 1986, as amended (the "Code"), contains a number of requirements and restrictions which apply to the Bonds, including investment restrictions, periodic payments of arbitrage profits to the United States, requirements regarding the proper use of Bond proceeds and the facilities financed therewith, and certain other matters. The District has covenanted to comply with all requirements of the Code that must be satisfied in order for the interest on the Bonds to be excludible from gross income. Failure to comply with certain of such covenants could cause interest on the Bonds to become includable in gross income retroactive to the date of issuance of the Bonds.

Subject to the condition that the District comply with the above-referenced covenants, under present law, in the opinion of Bond Counsel, the Bonds are not "private activity bonds" under the Code, and interest on the Bonds will not be includable in the gross income of the owners thereof for federal income tax purposes, and will not be treated as an item of tax preference in computing the alternative minimum tax for individuals and corporations. Interest on the bonds will be taken into account, however, in computing an adjustment used in determining the alternative minimum tax for certain corporations.

In rendering its opinion, Bond Counsel will rely upon certifications of the District with respect to certain material facts solely within the District's knowledge. Bond Counsel's opinion represents its legal judgment based upon its review of the law and facts that it deems relevant to render such opinion and is not a guarantee of result.

The Code includes provisions for an alternative minimum tax ("AMT") for corporations. The AMT is in addition to the corporate regular tax in certain cases. The AMT, if any, depends upon the corporation's alternative minimum taxable income ("AMTI"), which is the corporation's taxable income with certain adjustments. After December 31, 1989, one of the adjustment items used in computing the AMTI of a corporation (excluding S Corporations, Regulated Investment Companies, Real Estate Investment Trusts, REMICs, and FASITs) is an amount equal to 75% of the excess of such corporation's "adjusted current earnings" over an amount equal to its AMTI (before such adjustment items and the alternative tax net operating loss deduction). "Adjusted current earnings" would include all tax-exempt interest, including interest on the Bonds.

Under the provisions of Section 884 of the Code, a branch profits tax is levied on the "effectively connected earnings and profits" of certain foreign corporations, which include tax-exempt interest such as interest on the Bonds.

Ownership of the Bonds may result in collateral federal income tax consequences to certain taxpayers, including, without limitation, corporations subject to the branch profit tax, financial institutions, certain insurance companies, certain Corporations, individual recipients of Social Security or Railroad Retirement benefits and taxpayers who may be deemed to have incurred (or continued) indebtedness to purchase or carry tax-exempt obligations.

Prospective purchasers of the Bonds should consult their tax advisors as to applicability of any such collateral consequences.

If a Bond is purchased at any time for a price that is less than the Bond's stated redemption price at maturity, the purchaser will be treated as having purchased the Bond with market discount subject to the market discount rules of the Code (unless a statutory de minimus rule applies). Accrued market discount is treated as taxable ordinary income and is recognized when a Bond is disposed of (to the extent such accrued discount does not exceed gain realized) or, at the purchaser's election, as it accrues. The applicability of the market discount rules may adversely affect the liquidity or secondary market price of such Bonds. Purchasers should consult their own tax advisors regarding the potential implications of market discount with respect to the Bonds.

There are, or may be pending in the Congress of the United States, legislative proposals, including some that carry retroactive effective dates, that, if enacted, could alter or amend the federal tax matters referred to above or adversely affect the market value of the Bonds. It cannot be predicted whether or in what form any such proposal might be enacted or whether, if enacted, it would apply to bonds issued prior to enactment. Prospective purchasers of the Bonds should consult their own tax advisors regarding any pending or proposed federal tax legislation. Bond Counsel expresses no opinion regarding any pending or proposed federal tax legislation.

The Internal Revenue Service (the "Service") has an ongoing program of auditing tax-exempt obligations to determine whether, in the view of the Service, interest on such tax-exempt obligation is includible in the gross income of the owners thereof for federal income tax purposes. It cannot be predicted whether or not the Service will commence an audit of the Bonds. If an audit is commenced, under current procedures the Service will treat the District as the taxpayer and the owners of the Bonds may have no right to participate in such procedure. Such an audit may adversely affect the liquidity and price of the bonds

Interest on the Bonds is not exempt from income taxation by the State of Illinois.

BANK QUALIFICATION

The Bonds are designated as "qualified tax-exempt obligations" pursuant to a small issuer exception provided by Section 265(b)(3) of Internal Revenue Code of 1986, as amended, which affords banks and certain other financial institutions purchasing the Bonds more favorable treatment of their deduction for interest expenses than would otherwise be allowed under Section 265(b)(2) of Internal Revenue Code for taxable years of such institution ending after December 31, 1986. By the application of such exception banks and certain other financial institutions under present law may deduct 80% of their interest expense of purchasing and carrying the Bonds. Without the application of such exception, there would be no deduction allowed for such interest expense.

LEGAL MATTERS

Legal matters incident to the authorization and issuance of the Bonds are subject to approval of Evans, Froehlich, Beth & Chamley, Champaign, Illinois, Bond Counsel, whose approving opinion will be delivered with the Bonds. Certain legal matters will be passed upon for the Underwriter by Evans, Froehlich, Beth & Chamley.

UNDERWRITING

The Underwriter will purchase all of the Bonds at a price which will result in a gross underwriting spread of 0.875% of the par value of all the Bonds, if all of the Bonds are sold at the initial offering prices. The underwriting spread is before deducting any of the out-of-pocket expenses of the Underwriter.

CONTINUING DISCLOSURE

The District has covenanted in a Continuing Disclosure Certificate and Agreement (the “Disclosure Certificate”) of the District to make available certain financial and operating data and notices of certain material events on an ongoing basis while the Bonds remain outstanding, in accordance with the requirements of Rule 15c2-12 (the “Rule 15c2-12”) promulgated by the Securities and Exchange Commission (“SEC”). The District has outstanding less than \$10,000,000 of obligations to be taken into account under Rule 15c2-12. The following is a summary of certain provisions contained in the Disclosure Certificate and is qualified in its entirety by reference to the Disclosure Certificate.

Definitions

In addition to the definitions set forth in the resolution, which apply to any capitalized term used in the Disclosure Certificate unless otherwise defined in this Section, the following capitalized terms shall have the following meanings:

“Beneficial Owner” means any registered owner of the Bonds and any other person who, directly or indirectly, has investment power with respect to any of the Bonds.

“MSRB” means the Municipal Securities Rulemaking Board.

“NRMSIR” shall mean any information repository recognized by the Securities and Exchange Commission as a nationally recognized municipal securities information repository under Rule 15c2-12 (and in lieu includes any SEC recognized “Central Post Office” or similar facility).

“Participating Underwriter” shall mean Kirkpatrick Pettis, the Underwriter of the Bonds, which is required to comply with Rule 15c-2-12 in connection with the offering of the Bonds.

“Rule 15c2-12” shall mean Rule 15c2-12 adopted by the Securities and Exchange Commission under the Securities Exchange Act of 1934, as the same may be amended from time to time.

“SID” means a state information depository, if any, designated by the State of Illinois as such for purposes of Rule 15c2-12 (presently, Illinois has no SID).

Provision of Financial Information and Operating Data

The District shall provide or cause to be provided (1) to any person upon request, and (2) at least annually to the SID, if any, within 180 days after the end of each fiscal year of the District, the following:

- (i) A copy of the Audited financial statements of the District, which is a comprehensive basis of accounting prepared in accordance with generally accepted accounting principles, as promulgated to apply to governmental entities from time to time by the Governmental Accounting Standards Board.
- (ii) Financial information or operating data regarding the District for which such operating data or financial information is presented in the final Official Statement that is customarily prepared by the District and is publicly available.

Reporting of Significant Events

The District shall give, or cause to be given, notice of occurrence of any of the following events (the “Listed Events”) with respect to the Bonds, if material:

1. Principal or interest payment delinquencies
2. Non-payment related defaults;
3. Unscheduled draws on debt service reserves reflecting financial difficulties
4. Unscheduled draws on credit enhancements reflecting financial difficulties

5. Substitution of credit or liquidity providers, or their failure to perform;
6. Adverse tax opinions or events affecting the tax-exempt status of the bonds.
7. Modification to rights of holders of the Bonds;
8. Bond calls (other than mandatory sinking fund redemptions or redemptions at maturity);
9. Defeasances;
10. Release, substitution or sale of property securing repayment of the Bonds; or
11. Rating changes.

Whenever the District obtains knowledge of the occurrence of a Listed Event, the District shall as soon as possible determine if such event would be material under applicable federal securities laws.

If the District determines that knowledge of the occurrence of a Listed Event would be material under applicable federal securities laws, the District shall promptly file a notice of such occurrence with the MSRB or each NRMSIR, and the SID, if any. Notwithstanding the foregoing, notice of the Listed Event described in (4) and (5) need not be given any earlier than the notice, if any, of the underlying event is given to holders of affected Bonds pursuant to the authorizing resolution for the Bonds (the "Resolution").

Termination of Reporting Obligation

The District's obligations under the Disclosure Certificate shall terminate upon the legal defeasance, prior redemption or payment in full of all of the Bonds. If such termination occurs prior to the final maturity of the Bonds, the District shall give notice of each termination in the same manner as for a Listed Event.

Amendment: Waiver

The District may amend the Disclosure Certificate, and any provision of the Disclosure Certificate may be waived, provided that the following conditions are satisfied:

- (a) If the amendment or waiver related to the provision of the provision or content of an annual report or Listed Event, it may only be made in connection with a change in circumstances that arises from a change in legal requirements, change in law, or change in the identify, nature or status of an obligated person with respect to the Bonds, or the type of business conducted;
- (b) The undertaking, as amended or taking into account such waiver, would, in the opinion of nationally recognized bond counsel, have complied with the requirements of Rule 15c2-12 at the time of the original issuance of the Bonds, after taking into account any amendments or interpretations of Rule 15c2-12, as well as any change in circumstances; and
- (c) The amendment or waiver either (i) is approved by the holders of the Bonds in the same manner as provided in the Resolution for amendments such Resolution with the consent of holders, or (ii) does not, in the opinion of nationally recognized bond counsel, materially impair the interests of the holders or Beneficial Owners of the Bonds.

In the event of any amendment or waiver of a provision of the Disclosure Certificate, the District shall describe such amendment in the next annual financial report submitted to the SID, and shall include, as applicable, a narrative explanation of the reason for the amendment or waiver and its impact on the type (or in the case of a change of accounting principles, on the presentation) of financial information or operating data being presented by the District. In addition, if the amendment relates to the accounting principles to be followed in preparing financial statements, (i) notice of such change shall be given in the same manner as for a Listed Event and (ii) the annual financial report for the year in which the change is made should present a comparison (in narrative form and also, if feasible, in quantitative form) between the financial statements as prepared on the basis on the new accounting principles and those prepared on the basis of the former accounting principles.

Default

If the District fails to comply with any provision of the Disclosure Certificate, any holder or Beneficial Owner of Bonds may take such actions as may be necessary and appropriate, including seeking mandate or specific performance by Court order, to cause the District to comply with its obligations under the Disclosure Certificate. A default under the Disclosure Certificate shall not be deemed a default under the Resolution and the sole remedy under the Disclosure Certificate in the event of any failure of the District to comply with the Disclosure Certificate shall be an action to compel performance.

Beneficiaries

The Disclosure Certificate shall insure solely to the benefit of the District, the Participating Underwriter and the registered owners and Beneficial Owners of the Bonds, and shall create no rights in any other person or entity.

Disclosure Agent / Dissemination Agent

The District has designated its Chief Finance Officer as the Dissemination Agent for the District, in connection with the Disclosure Certificate:

Roger Browning, Chief Finance Officer
Illinois Eastern Community College District No. 529
233 East Chestnut, Olney, IL 62450
Phone: 618-393-2982, Fax: 618-392-4816

FUTURE FINANCING

The District, under applicable law, from time to time, in the future may issue additional obligations. The District does not anticipate issuing any additional obligations within the next 12 to 24 months.

DEFAULT RECORD

The District has no record of default on its financed obligations and has always made its debt payments promptly.

NO LITIGATION CERTIFICATE

Upon the delivery of the Bonds, the District shall furnish a certificate, to the effect that, among other things, there is no litigation pending in any court to restrain or enjoin the issuance or delivery of the Bonds, or in any way contesting the validity or enforceability of the Bonds or the pledge of the District's full faith, credit and taxing power for their payment.

CERTIFICATION OF OFFICIAL STATEMENT

The District shall deliver, at closing, a certificate, executed by appropriate officers of the Board acting in their official capacities, to the effect that the matters contained in this Official Statement are true and correct in all material respects, and that the Official Statement does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements therein, in light of the circumstances under which they were made, not misleading.

By: _____
Chief Executive Officer

By: _____
Chief Finance Officer

THIS PAGE INTENTIONALLY

LEFT BLANK

APPENDIX A

General Purpose Audited Financial Statement

Illinois Eastern Community Colleges
District #529

Olney, Illinois

Agenda Item #8D

Resolution Approving Issuance of PHS Bonds

Agenda Item #8D

MEMORANDUM

TO: Board of Trustees
FROM: Terry L. Bruce
DATE: October 18, 2005
RE: Resolution Approving Issuance of PHS Bonds

At this time it is necessary to approve the resolution providing for the issuance of Protection, Health, and Safety bonds, Series 2005. A preliminary copy of this resolution is attached for your review.

Because we must wait until the last possible minute to set the interest rate and other pertinent bond details, the resolution cannot be finalized until the sale date of the bonds. The final resolution will be provided to the Board. It will be the same as the preliminary copy in all material respects, except that the most current and up to date financial rates will be utilized.

Mr. Chairman, I recommend the Board approve this preliminary copy of the resolution to issue Protection, Health, and Safety bonds, Series 2005.

TLB/rs

Attachment

RESOLUTION PROVIDING FOR THE ISSUE OF GENERAL OBLIGATION PROTECTION, HEALTH AND SAFETY BONDS, SERIES 2005, OF ILLINOIS EASTERN COMMUNITY COLLEGES DISTRICT NUMBER 529, RICHLAND, CLARK, CLAY, CRAWFORD, CUMBERLAND, EDWARDS, HAMILTON, JASPER, LAWRENCE, WABASH, WAYNE AND WHITE COUNTIES, ILLINOIS, AND FOR THE LEVY OF A DIRECT ANNUAL TAX SUFFICIENT TO PAY THE PRINCIPAL AND INTEREST ON SUCH BONDS.

* * *

WHEREAS, the Illinois Community College Board (the “**State Board**”), the authority to prepare and enforce regulations and specifications for minimum requirements for the construction, remodeling or rehabilitation of heating, ventilating, air conditioning, lighting, seating, water supply, toilet, handicapped accessibility, fire safety and any other matter that will conserve, preserve or provide for the protection and the health or safety of individuals in or on community college property and will conserve the integrity of the physical facilities of community college districts (the “**Specifications**”), has granted or is about to grant an approval that Illinois Eastern Community Colleges District Number 529, Richland, Clark, Clay, Crawford, Cumberland, Edwards, Hamilton, Jasper, Lawrence, Wabash, Wayne and White Counties, Illinois (the “**District**”), in order to conform college buildings of the District to such specifications, as set forth in the certified estimate of a duly licensed architect, as follows (including related facilities, work and costs, collectively, the “**Project**”): numerous repairs, replacement, rehabilitation and improvements throughout the District, constituting fire prevention, health and safety work, including: (1) natatorium renovation, bleacher replacement, library roof replacement, science gas piping, gym lighting, gym AC – (Wabash Valley College, “**WVC**”); (2) ADA compliance for buildings and sidewalks, upgrade sprinkler system, site lighting, classroom lighting (Frontier Community College, “**FCC**”); (3) wood paneling replacement, tuck-point exterior walls, roof replacement and repairs, replace water supply – (Lincoln Trail College, “**LTC**”); (4) elevator upgrade, stair treads and landings, floor tile replacement, stairway walls, greenhouse glass, ADA compliance for sidewalks and toilets, gym roof replacement, gym water service, ventilation for life science and art, computer HVAC supplement, gym fire alarm – (Olney Central College, “**OCC**”); (5) district-wide: lab gas valves, environmental work and asbestos removal; and (6) related facilities, improvements and costs (collectively, the “**Project**”); and

WHEREAS, the certified estimate of a duly licensed architect or engineer concerning the project has been or is to be approved by the State Board and by the Executive Director of the State of Board; and

WHEREAS, the Board hereby finds that it is authorized at this time to issue public health and safety bonds, in the aggregate amount of not to exceed \$3,600,000 to comply with the specifications for minimum requirements for the construction, remodeling or rehabilitation of heating, ventilating, air conditioning, lighting, seating, water supply, toilet, handicapped accessibility, fire safety and any other matter that will conserve, preserve or provide

for the protection and the health or safety of individuals in or on community college property and will conserve the integrity of the physical facilities, under the applicable standards of the State Board as set forth in the foregoing certified estimate; and

WHEREAS, the Board deems it advisable, necessary and for the best interests of the District that \$3,600,000 of such General Obligation Protection, Health and safety bonds so authorized be issued at this time; and

WHEREAS, for convenience of reference only, this resolution is divided into sections, with captions, which shall not define or limit the provisions hereof, as follows:

<u>Section</u>	<u>Caption</u>	<u>Page</u>
Section 1.	Incorporation of Preambles.....	2
Section 2.	Authorization	2
Section 3.	Bond Details.....	3
Section 4.	Registration and Transfer.....	7
Section 5.	Form of Bonds	9
Section 6.	Sale of Bonds.	13
Section 7.	Tax Levy.....	13
Section 8.	Filing of Resolution	15
Section 9.	Non-Arbitrage and Tax-Exemption.	15
Section 10.	Designation of Issue.....	17
Section 11.	Registered Form.....	17
Section 12.	List of Bondholders.....	17
Section 13.	Bond Registrar and Paying Agent.....	17
Section 14.	Policy of Bond Insurer	18
Section 15.	Instruments of Further Assurance.....	18
Section 16.	Severability.	18
Section 17.	Repeal.	19

NOW, THEREFORE, BE IT AND IT IS HEREBY RESOLVED BY THE BOARD OF TRUSTEES OF ILLINOIS EASTERN COMMUNITY COLLEGES DISTRICT NUMBER 529, RICHLAND, CLARK, CLAY, CRAWFORD, CUMBERLAND, EDWARDS, HAMILTON, JASPER, LAWRENCE, WABASH, WAYNE AND WHITE COUNTIES, ILLINOIS, as follows:

Section 1. Incorporation of Preambles. The Board hereby finds that all of the recitals contained in the preambles to this resolution are full, true and correct and does hereby incorporate them into this resolution by this reference.

Section 2. Authorization. It is hereby found and determined that the Board has been authorized by law to borrow the sum of not to exceed \$3,600,000 upon the credit of the District and as evidence of such indebtedness to issue Protection, Health and safety bonds of the District in such amount, the proceeds of such bonds to be used for the purpose of making the necessary alterations, reconstruction and repairs to college buildings of the District described in

the recitals contained in the preambles to this resolution, incorporated herein by Section 1 above, constituting the project, in order to conform such college buildings to the Specifications, as promulgated by the rules of the office of the State Board, as more particularly set forth in the aforesaid certified estimate of a duly licensed architect or engineer, which certified estimate was approved by the State Board and by the Executive Director of the State Board, and it is necessary and for the best interests of the District that there be issued at this time not to exceed \$3,600,000 of the bonds so authorized.

Section 3. Bond Details. There shall be and is hereby authorized to be borrowed on the credit of and for and on behalf of the District the sum of not to exceed \$3,600,000 for the purposes aforesaid; that bonds of the District (the “**Bonds**”) shall be issued in such amount; and that each Bond shall be designated “**General Obligation Protection, Health and Safety Bond, Series 2005.**”

(A) **General.** The Bonds shall be dated November 1, 2005 (or after such date and as of or before the date of issuance thereof as the initial purchaser agrees or accepts) and shall also bear the date of authentication, shall be in fully registered form, shall be in denominations of \$5,000 each and authorized integral multiples thereof (but no single Bond shall represent installments of principal maturing on more than one date), shall be numbered 1 and upward, and the Bonds shall become due and payable serially (subject to prior redemption as herein provided) on November 1 of each of the years, in the principal amount in each year and bearing interest at the rate or rates percent per annum, as follows:

<u>Year</u>	<u>Principal Amount(\$)</u>	<u>Interest Rate (%)</u>
2006	1,420,000	6.00
2007	1,390,000	6.00
2008	790,000	6.00

The Bonds shall bear interest from their date, or from the most recent interest payment date to which interest has been paid or duly provided for, until the principal amount of the Bonds is paid, such interest (computed upon the basis of a 360-day year of twelve 30-day months) being payable on May 1 and November 1, commencing November 1, 2006. Interest on each Bond shall be paid by check or draft of First National Bank in Olney, with its principal corporate trust office in Olney, Illinois (including its successors, the “**Paying Agent**”), payable in lawful money of the United States of America, by check or draft of the Paying Agent mailed to the person in whose name such Bond is registered at the close of business on the fifteenth (15th) day (whether or not a business day) of the month next preceding the interest payment date (such 15th day being the “**Record Date**”). The principal of the Bonds shall be payable in lawful money of the United States of America upon presentation and surrender thereof at the principal corporate trust office of the Paying Agent.

The Bonds shall be signed by the manual or facsimile signatures of the Chairman and Secretary of the Board, and shall be registered, numbered and countersigned by the manual or facsimile signature of the District's Treasurer who receives the taxes of the District, and in case any officer whose signature shall appear on any Bond shall cease to be such officer before the delivery of such Bond, such signature shall nevertheless be valid and sufficient for all purposes, the same as if such officer had remained in office until delivery.

All Bonds shall have thereon a certificate of authentication substantially in the form hereinafter set forth duly executed by First National Bank in Olney, with its principal corporate trust office in Olney, Illinois (including its successors, the "**Bond Registrar**"), as authenticating agent of the District and showing the date of authentication. No Bond shall be valid or obligatory for any purpose or be entitled to any security or benefit under this resolution unless and until such certificate of authentication shall have been duly executed by the Bond Registrar by manual signature, and such certificate of authentication upon any such Bond shall be conclusive evidence that such Bond has been authenticated and delivered under this resolution. The certificate of authentication on any Bond shall be deemed to have been executed by the Bond Registrar if signed by an authorized officer of the Bond Registrar, but it shall not be necessary that the same officer sign the certificate of authentication on all of the Bonds issued hereunder.

(B) Redemption. The Bonds shall be subject to redemption prior to maturity as provided in this paragraph (B), subject to modification in a Bond Order, as the case may be.

(i) Optional Redemption. The Bonds shall be subject to optional redemption, if at all, prior to maturity as provided in a Bond Order, and not otherwise.

(ii) Mandatory Sinking Fund Redemption. Bonds designated in a Bond Order as Term Bonds (the "**Term Bonds**"), are subject to mandatory sinking fund redemption, if at all, in the principal amount on November 1 of the years as provided in a Bond Order.

At its option before the 45th day (or such lesser time acceptable to the Bond Registrar) next preceding any mandatory sinking fund redemption date in connection with Term Bonds the District by furnishing the Bond Registrar and the Paying Agent an appropriate certificate of direction and authorization executed by the Chairman may: **(i)** deliver to the Bond Registrar for cancellation Term Bonds in any authorized aggregate principal amount desired; or **(ii)** furnish the Paying Agent funds for the purpose of purchasing any of such Term Bonds as arranged by the Issuer; or **(iii)** receive a credit (not previously given) with respect to the mandatory sinking fund redemption obligation for such Term Bonds which prior to such date have been retired and cancelled. Each such Bond so delivered, previously purchased or redeemed shall be credited at 100% of the principal amount thereof, and any excess shall be credited with regard to future mandatory sinking fund redemption obligations for such Bonds in chronological order, and the principal amount of Bonds to be so redeemed as provided shall be accordingly reduced. In the event Bonds being so redeemed are in a denomination greater than \$5,000, a portion of such Bonds may be so redeemed, but such portion shall be in the principal amount of \$5,000 or any authorized integral multiple thereof.

(iii) **Procedure.** The District covenants that it will redeem Bonds pursuant to the redemption provisions applicable to such Bonds. Proper provision for redemption having been made, the District covenants that the Bonds so selected for redemption shall be payable as at maturity.

The District shall, at least 45 days prior to an optional redemption date (unless a shorter time shall be satisfactory to the Bond Registrar and with no notice required for mandatory sinking fund redemption), notify the Bond Registrar of such redemption date and of the principal amount of Bonds to be redeemed. In the event that less than all of the Bonds of a particular series or maturity are called for redemption as aforesaid, as necessary, the particular Bonds or portions of Bonds to be redeemed shall be selected by lot not more than sixty (60) days or less than thirty (30) days prior to the redemption date by the Bond Registrar by such method of lottery as the Bond Registrar shall deem fair and appropriate; provided, that such lottery shall provide for the selection for redemption of Bonds or portions thereof so that any \$5,000 Bond or \$5,000 portion of a Bond shall be as likely to be called for redemption as any other such \$5,000 Bond or \$5,000 portion. The Bond Registrar shall promptly notify the District in writing of the Bonds or portions of Bonds selected for redemption and, in the case of any Bond selected for partial redemption, the principal amount thereof to be redeemed.

Unless waived by the registered owner of Bonds to be redeemed, presentment for payment being conclusively such a waiver, notice of any such redemption shall be given by the Bond Registrar on behalf of the District by mailing the redemption notice by first class mail not less than thirty (30) days and not more than sixty (60) days prior to the date fixed for redemption to each registered owner of the Bond or Bonds or portion thereof to be redeemed at the address shown on the Bond Register or at such other address as is furnished in writing by such registered owner to the Bond Registrar.

All notices of redemption shall include at least the information as follows: (1) the identification of the particular Bonds to be redeemed; (2) the redemption date; (3) the redemption price; (4) if less than all of the Bonds of a particular maturity are to be redeemed, the identification (and, in the case of partial redemption, the respective principal amounts) of the Bonds to be redeemed; (5) a statement that on the redemption date the redemption price will become due and payable upon each such Bond or portion thereof called for redemption and that interest thereon shall cease to accrue from and after such date; and (6) the place where such Bonds are to be surrendered for payment of the redemption price, which place of payment shall be the principal corporate trust office of the Paying Agent.

Prior to any redemption date, the District shall deposit with the Paying Agent an amount of money sufficient to pay the redemption price of all the Bonds or portions of Bonds which are to be redeemed on that date.

Notice of redemption having been given as aforesaid, the Bonds or portions of Bonds so to be redeemed shall, on the redemption date, become due and payable at the redemption price therein specified, together with accrued interest, and from and after such date (unless the District shall default in the payment of the redemption price) such Bonds or portions of Bonds shall cease to bear interest. Neither the failure to mail such redemption notice nor any

defect in any notice so mailed to any particular registered owner of a Bond shall affect the sufficiency of such notice with respect to any other registered owner. Notice having been properly given, failure of a registered owner of a Bond to receive such notice shall not be deemed to invalidate, limit or delay the effect of the notice or the redemption action described in the notice. Such notice may be waived in writing by a registered owner of a Bond, either before or after the event, and such waiver shall be the equivalent of such notice. Waivers of notice shall be filed with the Bond Registrar, but such filing shall not be a condition precedent to the validity of any action taken in reliance upon such waiver.

Upon surrender of such Bonds for redemption in accordance with such notice, such Bonds shall be paid from available funds therefor by the Paying Agent at the redemption price. Interest due on or prior to the redemption date shall be payable as herein provided for payment of interest. Upon surrender for the partial redemption of any Bond, there shall be prepared for the registered owner a new Bond or Bonds of the same maturity in the amount of the unpaid principal.

If any Bond or portion of Bond called for redemption shall not be so paid upon surrender thereof for redemption, the principal, and premium, if any, shall, until paid, bear interest from the redemption date at the rate borne by the Bond or portion of Bond so called for redemption. All Bonds which have been redeemed shall be marked cancelled by the Bond Registrar and shall not be reissued.

In addition to the foregoing notice set forth above, further notice shall be given by the Bond Registrar on behalf of the District as set out below, but no defect in such further notice nor any failure to give all or any portion of such further notice shall in any manner defeat the effectiveness of a call for redemption if notice thereof is given as above prescribed. Each further notice of redemption given hereunder shall contain the information required above for an official notice of redemption plus (a) the CUSIP numbers of all Bonds being redeemed; (b) the date of issue of the Bonds as originally issued; (c) the rate of interest borne by each Bond being redeemed; (d) the maturity date of each Bond being redeemed; and (e) any other descriptive information needed to identify accurately the Bonds being redeemed.

Each further notice of redemption shall be sent at least thirty-five (35) days before the redemption date to all registered securities depositories then in the business of holding substantial amounts of obligations of types comprising the Bonds and to one or more national information services, chosen in the discretion of the Bond Registrar, that disseminate notice of redemption of obligations such as the Bonds.

Upon the payment of the redemption price of Bonds being redeemed, each check or other transfer of funds issued for such purpose shall identify the Bond or Bonds, or portion thereof, being redeemed with the proceeds of such check or other transfer.

(C) Bond Order. The Bonds shall bear interest at such rates and mature and shall be subject to optional or mandatory redemption, in the principal amount in each year, but not exceeding \$3,600,000 in the aggregate, if different than as set forth above, and have such other terms and provisions, as set forth in a Bond Order, and not otherwise. For purposes of the foregoing and

otherwise in this resolution, the term “**Bond Order**” shall mean a certificate signed by the Chairman of the Board of Trustees or the chief executive officer, and attested by the Secretary, setting forth and specifying details of the Bonds, including, as the case may be, final interest rates, optional and mandatory call provisions, if any, the final maturity schedule, and concerning bond insurance and capitalized interest, pursuant to this resolution.

(D) Depositories. Each presently designated depository for District funds shall be and is hereby designated as a depository in connection with the funds and accounts herein described in connection with the Bonds, including the Construction Fund and the Bond Fund.

Section 4. Registration and Transfer. The Bonds shall be negotiable, subject to the provisions for registration of transfer contained herein and related to book-entry only registration.

(a) General This subsection (a) is subject to the provisions of subsection (b) concerning book-entry only provisions. The District shall cause books (the “**Bond Register**”) for the registration and for the transfer of the Bonds as provided in this resolution to be kept at the principal corporate trust office of the Bond Registrar, which is hereby constituted and appointed the Bond Registrar for the District. The District is authorized to prepare, and the Bond Registrar shall keep custody of, multiple Bond blanks executed by the District for use in the issuance from time to time of the Bonds and in the transfer and exchange of Bonds.

Upon surrender for transfer of any Bond at the principal corporate trust office of the Bond Registrar, duly endorsed by, or accompanied by a written instrument or instruments of transfer in form satisfactory to the Bond Registrar and duly executed by the registered owner or such owner's attorney duly authorized in writing, the District shall execute and the Bond Registrar shall authenticate, date and deliver in the name of the transferee or transferees a new fully registered Bond or Bonds of the same series and maturity of authorized denominations, for a like aggregate principal amount. Any fully registered Bond or Bonds may be exchanged at the principal corporate trust office of the Bond Registrar for a like aggregate principal amount of Bond or Bonds of the same series and maturity of other authorized denominations. The execution by the District of any fully registered Bond shall constitute full and due authorization of such Bond, and the Bond Registrar shall thereby be authorized to authenticate, date and deliver such Bond.

The Bond Registrar shall not be required to transfer or exchange any Bond during the period of fifteen (15) days next preceding any interest payment date on such Bond and ending on such interest payment date, nor, as the case may be, to transfer or exchange any Bond after notice calling such Bond for prepayment has been mailed, nor, as applicable, during a period of fifteen (15) days next preceding mailing of a notice of prepayment and redemption of any Bonds.

The person in whose name any Bond shall be registered shall be deemed and regarded as the absolute owner thereof for all purposes, and payment of the principal of, premium (if any) or interest on any Bond shall be made only to or upon the order of the registered owner thereof or such registered owner's legal representative. All such payments shall

be valid and effectual to satisfy and discharge the liability upon such Bond to the extent of the sum or sums so paid.

No service charge shall be made for any transfer or exchange of Bonds, but the District or the Bond Registrar may require payment of a sum sufficient to cover any tax or other governmental charge that may be imposed in connection with any transfer or exchange of Bonds exchanged in the case of the issuance of a Bond or Bonds for the outstanding portion of a Bond surrendered for redemption.

(b) Book-Entry-Only Provisions. Unless the underwriter for the Bonds shall otherwise direct, the Bonds shall be issued in the form of a separate single fully registered Bond for each of the maturities of the Bonds. Upon initial issuance, the ownership of each such Bond shall be registered in the Bond Register therefor in a street name (presently expected to be “**Cede & Co.**”, and including its successors, the “**street name**”) of The Depository Trust Company (“**DTC**”), New York (including its successors, the “**Depository**”), or any authorized successor thereto, as nominee of the Depository. The outstanding Bonds from time to time may be registered in the Bond Register in a street name, as nominee of the Depository. If not already done, the Chairman, Secretary or Treasurer of the District is each authorized to execute and deliver on behalf of the District such letters to or agreements with the Depository as shall be necessary to effectuate such book-entry system (any such letter or agreement being referred to herein as the “**Representation Letter**”). Without limiting the generality of the authority given to the Chairman, Secretary or Treasurer with respect to entering into such Representation Letter, it may contain provisions relating to **(a)** payment procedures, **(b)** transfers of the Bonds or of beneficial interest therein, **(c)** redemption notices and procedures unique to the Depository, **(d)** additional notices or communications, and **(e)** amendment from time to time to conform with changing customs and practices with respect to securities industry transfer and payment practices.

With respect to Bonds registered in the Bond Register in the name of a nominee of the Depository, the District and the Bond Registrar shall have no responsibility or obligation to any broker-dealer, bank or other financial institution for which the Depository holds Bonds from time to time as securities depository (each such broker-dealer, bank or other financial institution being referred to herein as a “**Depository Participant**”) or to any person on behalf of whom such a Depository Participant holds an interest in the Bonds (i.e., “**indirect participants**” or “**beneficial owners**”). Without limiting the meaning of the foregoing, the District and the Bond Registrar shall have no responsibility or obligation with respect to **(a)** the accuracy of the records of the Depository, the nominee, or any Depository Participant with respect to any ownership interest in the Bonds, **(b)** the delivery to any Depository Participant or any other person, other than a registered owner of a Bond as shown in the Bond Register, of any notice with respect to the Bonds, including any notice of redemption, or **(c)** the payment to any Depository Participant or any other person, other than a registered owner of a Bond as shown in the Bond Register, of any amount with respect to principal of or interest on the Bonds.

As long as the Bonds are held in a book-entry-only system, no person other than the nominee of the Depository, or any authorized successor thereto, as nominee for the Depository, shall receive a Bond certificate with respect to any Bonds. Upon delivery by the

Depository to the Bond Registrar of written notice to the effect that the Depository has determined to substitute a new nominee in place of the prior nominee, and subject to the provisions hereof with respect to the payment of interest to the registered owners of Bonds at the close of business on the fifteenth (15th) day (whether or not a business day) of the month next preceding the applicable interest payment date, the reference herein to nominee in this resolution shall refer to such new nominee of the Depository.

In the event that (a) the District determines that the Depository is incapable of discharging its responsibilities described herein and in the Representation Letter, (b) the agreement among the District, the Bond Registrar, the Paying Agent and the Depository evidenced by the Representation Letter shall be terminated for any reason or (c) the District determines that it is in the best interests of the beneficial owners of the Bonds that they be able to obtain certificated Bonds, the District shall notify the Depository and the Depository Participants of the availability of Bond certificates, and the Bonds shall no longer be restricted to being registered in the Bond Register in the name of a nominee of the Depository. At that time, the District may determine that the Bonds shall be registered in the name of and deposited with a successor depository operating a book-entry system, as may be acceptable to the District, or such depository's agent or designee, and if the District does not select such alternate book-entry system, then the Bonds may be registered in whatever name or names registered owners of Bonds transferring or exchanging Bonds shall designate, in accordance with the provisions hereof. Notwithstanding any other provision of this resolution to the contrary, so long as any Bond is registered in the name of a nominee of the Depository, all payments with respect to principal of and interest on such Bond and all notices with respect to such Bond shall be made and given, respectively, in the manner provided in the Representation Letter.

Section 5. Form of Bonds. The Bonds shall be prepared in compliance with the National Standard Specifications for Fully Registered Municipal Securities prepared by the American National Standards Institute and shall be in substantially the following form [subject to the terms specified in a Bond Order, if any, with appropriate insertions, deletions and modifications, including in respect of the customs and practices of printing, temporary bonds, abbreviations to show the capacity of ownership and use of manual or facsimile signatures]; provided, however, that the foregoing shall not be given effect to the extent necessary to permit the delivery of temporary bonds preliminary to the availability of Bonds in definitive form:

[The remainder of this page is intentionally left blank.]

(Form of Bond - Front Side)

REGISTERED
NO. _____

REGISTERED
\$ _____

UNITED STATES OF AMERICA
STATE OF ILLINOIS

THE COUNTIES OF RICHLAND, CLARK, CLAY, CRAWFORD, CUMBERLAND,
EDWARDS, HAMILTON, JASPER, LAWRENCE, WABASH, WAYNE AND WHITE

ILLINOIS EASTERN COMMUNITY COLLEGES DISTRICT NUMBER 529
GENERAL OBLIGATION
PROTECTION, HEALTH AND SAFETY BOND, SERIES 2005

:See Reverse Side:
:for Additional :
:Provisions :

Interest Rate: Maturity Date: Dated Date: CUSIP:

Registered Owner:

Principal Amount:

KNOW ALL BY THESE PRESENTS, that Illinois Eastern Community Colleges District Number 529, Richland, Clark, Clay, Crawford, Cumberland, Edwards, Hamilton, Jasper, Lawrence, Wabash, Wayne and White Counties, Illinois (the **“District”**), hereby acknowledges itself to owe and for value received upon presentation and surrender hereof promises to pay to the Registered Owner identified above, or registered assigns as hereinafter provided, on the Maturity Date identified above, the Principal Amount identified above and to pay interest (computed on the basis of a 360-day year of twelve 30-day months) on such Principal Amount from the later of the Dated Date of this Bond or the most recent interest payment date to which interest has been paid at the Interest Rate per annum set forth above on each May 1 and November 1, commencing November 1, 2006, until such Principal Amount is paid. Principal of this Bond is payable in lawful money of the United States of America at First National Bank in Olney, with its principal corporate trust office in Olney, Illinois, as paying agent (including its successors, the **“Paying Agent”**). Payment of the installments of interest shall be made to the Registered Owner hereof as shown on the registration books of the District maintained by First National Bank in Olney, with its principal corporate trust office in Olney, Illinois (including its successors, the **“Bond Registrar”**), at the close of business on the fifteenth (15th) day (whether or not a business day) of the calendar month next preceding each interest payment date and shall be paid by check or draft of the Paying Agent in lawful money of the United States of America, mailed to the address of such Registered Owner as it appears on such registration books or at such other address furnished in writing by such Registered Owner to the Bond Registrar. For the prompt payment of this Bond, both principal and interest at maturity, the full faith, credit and resources of the District, including levies of taxes without limit as to rate or amount, are hereby irrevocably pledged.

This Bond is one of the Series 2002 Bonds issued by the District for the purpose of altering, reconstructing and repairing certain existing college buildings of the District described in the resolution of the District's Board of Trustees pursuant to which this Bond is issued, in full compliance with the approval of the office of the Illinois Community College Board (the **“State Board”**) of the State of Illinois, which under the Public Community College Act (110 ILCS 805/1-1 *et seq.*, as supplemented and amended, the **“Act”**) is to prepare and enforce regulations and specifications for minimum requirements for the construction, remodeling or rehabilitation of heating, ventilating, air conditioning, lighting, seating, water supply, toilet, handicapped accessibility, fire safety and any other matter that will conserve, preserve or provide for the protection and the health or safety of individuals in or on community college property and will conserve the integrity of the physical facilities of community college districts (the **“Specifications”**), and the determination of the Board of Trustees of the District that such alterations, reconstruction and repairs are necessary in order to conform such college buildings to the Specifications, as promulgated by the rules of the State Board, and that such alterations, reconstruction and repairs are to be in accordance with the certified estimates of a duly licensed architect or engineer and in full compliance with the

provisions of the Act, and are authorized by the District's Board of Trustees by an authorizing resolution duly and properly adopted for that purpose, in all respects as provided by law.

This Bond is transferable by the registered owner hereof in person or by such registered owner's attorney duly authorized in writing at the principal corporate trust office of the Bond Registrar in Olney, Illinois, but only in the manner, subject to the limitations and upon payment of the charges provided in the authorizing resolution, and upon surrender and cancellation of this Bond. Upon such transfer a new Bond or Bonds of authorized denominations of the same maturity and for the same aggregate principal amount will be issued to the transferee in exchange therefor.

The Bonds are not subject to call for redemption prior to maturity at the option of the District.

The Bond Registrar shall not be required to transfer or exchange any Bond during the period of fifteen (15) days next preceding any interest payment date on such Bond and ending on such interest payment date[, nor, as the case may be, to transfer or exchange any Bond after notice calling such Bond for prepayment has been mailed, nor, as applicable, during a period of fifteen (15) days next preceding mailing of a notice of prepayment and redemption of such Bond].

The Bonds are issued in fully registered form in the denomination of \$5,000 each or authorized integral multiples thereof. This Bond may be exchanged at the principal corporate trust office of the Bond Registrar for a like aggregate principal amount of Bonds of the same maturity of other authorized denominations, upon the terms set forth in the authorizing resolution.

The District, the Paying Agent and the Bond Registrar may deem and treat the registered owner hereof as the absolute owner hereof for the purpose of receiving payment of or on account of principal hereof and interest due hereon and for all other purposes, and neither the District, the Paying Agent nor the Bond Registrar shall be affected by any notice to the contrary.

[Form of Bond - Reverse Side]

**Illinois Eastern Community Colleges District Number 529
Richland, Clark, Clay, Crawford, Cumberland, Edwards,
Hamilton, Jasper, Lawrence, Wabash, Wayne
and White Counties, Illinois
General Obligation Protection, Health and Safety Bonds, Series 2005**

Reference is hereby made to the further provisions of this Bond set forth on the reverse hereof, and such further provisions shall for all purposes have the same effect as if set forth at this place.

It is hereby certified and recited that all conditions, acts and things required by law to exist or to be done precedent to and in the issuance of this Bond did exist, have happened, been done and performed in regular and due form and time as required by law; that the indebtedness of the District, including the issue of Bonds of which this is one, does not exceed any limitation imposed by law; and that provision has been made for the collection of a direct annual tax sufficient to pay the interest hereon as it falls due and also to pay and discharge the principal hereof at maturity.

This Bond shall not be valid or become obligatory for any purpose until the certificate of authentication hereon shall have been signed by the Bond Registrar. Notwithstanding any other provision hereof, at any time that the Bonds are registered in the name of a securities depository or its nominee, the manner and timing of payment of Bonds shall be governed by the agreement entered into with such securities depository.

This Bond and the series of Bonds of which this Bond is one have been designated by the District as **“qualified tax-exempt obligations”** under Section 265(b)(3) of the Internal Revenue Code of 1986, as amended.

IN WITNESS WHEREOF, Illinois Eastern Community Colleges District Number 529, Richland, Clark, Clay, Crawford, Cumberland, Edwards, Hamilton, Jasper, Lawrence, Wabash, Wayne and White Counties, Illinois, by its Board of Trustees, has caused this Bond to be signed by the duly authorized manual or facsimile signatures of the Chairman of and Secretary to the Board of Trustees, and to be registered, numbered and countersigned by the duly authorized manual or facsimile signature of the District's Treasurer who receives the taxes of the District, all as of the Dated Date identified above.

**ILLINOIS EASTERN COMMUNITY COLLEGES DISTRICT
NUMBER 529, RICHLAND, CLARK, CLAY, CRAWFORD,
CUMBERLAND, EDWARDS, HAMILTON, JASPER,
LAWRENCE, WABASH, WAYNE AND WHITE COUNTIES,
ILLINOIS**

Chairman, Board of Trustees

Secretary

Registered, Numbered and Countersigned:

Treasurer

Bond Registrar First National Bank in Olney,
and Paying Agent: Olney, Illinois

CERTIFICATE OF AUTHENTICATION

Date of Authentication: _____

This Bond is described in the within mentioned authorizing resolution and is one of the General Obligation Protection, Health and Safety Bonds, Series 2005, of Illinois Eastern Community Colleges District Number 529, Richland, Clark, Clay, Crawford, Cumberland, Edwards, Hamilton, Jasper, Lawrence, Wabash, Wayne and White Counties, Illinois.

FIRST NATIONAL BANK IN OLNEY, Olney, Illinois, as
Bond Registrar

By _____
Authorized Signer

(ASSIGNMENT)

FOR VALUE RECEIVED, the undersigned sells, assigns and transfers unto _____

(Name, Address and Tax Identification Number of Assignee)

the within Bond and does hereby irrevocably constitute and appoint _____
_____ attorney to transfer the within Bond on the
books kept for registration thereof with full power of substitution in the premises.

Dated: _____

Signature guaranteed: _____

NOTICE: The signature to this assignment must correspond with the name of the registered owner as it appears upon the face of the within Bond in every particular, without alteration or enlargement or any change whatever.

Section 6. Sale of Bonds. The Bonds hereby authorized shall be executed as in this resolution provided as soon after the passage hereof as may be, and thereupon be deposited with the chief executive officer or Treasurer who receives the taxes of the District, and be by such chief executive officer or Treasurer delivered to DTC for the account of Kirkpatrick Pettis, Chicago, Illinois (the **“Underwriter”**), or otherwise at the Underwriter’s direction, pursuant to the purchase contract in that connection by and between the District and the Underwriter (the **“Bond Purchase Agreement”**), upon receipt of the purchase price therefor, the same being the percentage of the par value of the Bonds, net of direct payment by the Underwriter of issuance costs of the Bonds, which is hereby authorized, plus accrued interest to date of delivery, as provided in the Bond Purchase Agreement. The Bond Purchase Agreement for the sale of the Bonds heretofore or to be contemporaneously entered into, as the case may be, by and between the District and the Underwriter is in all respects ratified, approved and confirmed, it being hereby found and determined that any such Bond Purchase Agreement is in the best interests of the District and that no person holding any office of the District, either by election or appointment, is in any manner interested, either directly or indirectly, in his or her own name or in the name of any other person, association, trust or corporation, in any contract for the sale of the Bonds; and the Bonds before being issued shall be registered, numbered and countersigned by the District’s Treasurer, such registration being made in a book provided for that purpose, in which shall be entered the record of the resolution authorizing the Board to borrow such money by the issuance of the Bonds and a description of the Bonds issued, including the number, date, to whom issued, amount, rate of interest and when due. The actions of the appropriate officers of the District related to the sale of the Bonds are hereby ratified, confirmed and approved.

The District hereby authorizes and approves the Preliminary Official Statement to be used in the offering and sale of the Bonds. The District hereby deems the Preliminary Official Statement, substantially in the form as presented to the Board upon adoption of this resolution, to be final as of the date of this resolution, as provided in and subject to appropriate supplements under Rule 15c2-12 of the Securities and Exchange Commission, subject to completion to constitute a final Official Statement. The District will cooperate with the Underwriter in connection with the compliance by the Underwriter with requirements of such Rule 15c2-12 and applicable rules of the Municipal Securities Rulemaking Board. The District hereby represents and certifies that the aggregate principal amount of all outstanding bonds, notes, leases, warrants, contracts and other obligations does not exceed \$10,000,000 under such Rule 15c2-12. The District, in connection with continuing disclosure obligations under such Rule 15c2-12, shall be and is hereby authorized to enter into a Continuing Disclosure Certificate and Agreement (the “**Disclosure Agreement**”), substantially as presented to the Board upon adoption of this resolution.

Section 7. Tax Levy. In order to provide for the collection of a direct annual tax sufficient to pay the interest on the Bonds as it falls due, and also to pay and discharge the principal thereof at maturity or due date, there be and there is hereby levied upon all the taxable property within the District a direct annual tax for each of the years while the Bonds or any of them are outstanding, in amounts sufficient for that purpose, and that there be and there is hereby levied upon all of the taxable property in the District, the following direct annual tax, to-wit:

<u>For the Year</u>	<u>A Tax Sufficient to Produce the Sum of (\$):</u>
2005	1,701,400 for interest and principal
2006	1,479,100 for interest and principal
2007	813,700 for interest and principal

Principal or interest maturing at any time when there are not sufficient funds on hand from the foregoing tax levy to pay the same shall be paid from the general funds of the District, and the fund from which such payment was made shall be reimbursed out of the taxes hereby levied if, as and when the same shall be collected.

The District covenants and agrees with the purchasers and the holders of the Bonds that so long as any of the Bonds remain outstanding the District will take no action or fail to take any action which in any way would adversely affect the ability of the District to levy and collect the foregoing tax levy, and the District and its officers will comply with all present and future applicable laws in order to assure that the foregoing taxes will be levied, extended and collected as provided herein and deposited in the fund established to pay the principal of and interest on the Bonds.

Section 8. Filing of Resolution. After the passage of this resolution and before any Bonds are issued, the Secretary of the Board is hereby directed to file a certified copy of this resolution with the County Clerk of each of the Counties of Richland, Clark, Clay, Crawford, Cumberland, Edwards, Hamilton, Jasper, Lawrence, Wabash, Wayne and White, Illinois, and it shall be the duty of each such County Clerk to annually in and for the years 2005 through 2007, inclusive, ascertain the rate necessary to produce the tax herein levied, and extend the same for collection on the tax books against all of the taxable property within the District in each such County in connection with other taxes levied in each of such years for community college purposes, in order to raise the respective amounts aforesaid and in each of such years such annual tax shall be computed, extended and collected in the same manner as now or hereafter provided by law for the computation, extension and collection of taxes for general community college purposes of the District, and when collected, the taxes hereby levied shall be placed to the credit of a special fund hereby ordered to be created and established and maintained separate and apart from all other funds and accounts of the District and to be designated “**General Obligation Protection, Health and Safety Bond and Interest Fund of 2005**” (the “**Bond Fund**”), which fund is hereby irrevocably pledged to and shall be used only for the purpose of paying the principal of and interest on the Bonds; and a certified copy of this resolution shall also be filed with the District's Treasurer who receives the taxes of the District. When the purposes for which the Bonds have been issued are accomplished and paid in full, and there remain funds on hand from the proceeds of the Bonds issued, the Board by resolution shall use those excess funds (1) for other authorized project purposes as specified in the Act and authorized by an approving written opinion of counsel with expertise in public and

municipal finance or (2) for transfer to the Bond Fund for payment of principal and interest of the Bonds. If any transfer is made to the Bond Fund, the Secretary of the Board shall timely notify the County Clerks of the amount of that transfer and direct each County Clerk to abate the taxes to be extended for purposes of principal and interest payments on the Bonds by an amount equal to such transfer.

Section 9. Non-Arbitrage and Tax-Exemption. The principal proceeds from the sale of the Bonds shall be deposited in a special fund hereby ordered to be created and established and maintained separate and apart from all other funds and accounts of the District and to be designated “**General Obligation Protection, Health and Safety Construction Fund of 2005**” (the “**Construction Fund**”) and shall be devoted to and used with due diligence for the completion of the project for which the Bonds are hereby authorized to be issued. The Board represents and certifies that:

(1) That the District has incurred, or within six (6) months after the delivery of the Bonds expects to incur, substantial binding obligations with respect to the project, such binding obligations comprising contracts for the construction of such Project in the amount of not less than 5% of the proceeds of the Bonds to be allocated to costs of the Project;

(2) That the District expects that all of the money derived from the sale of the Bonds and deposited in the Construction Fund, which is the account from which the cost of the project is to be paid, and which Construction Fund is ordered to be created and established for such purpose, and maintained separate and apart from all other funds and accounts of the District, and all of the investment earnings on the money in such Construction Fund, will be expended within three (3) years following the date of issue of the Bonds;

(3) That the foregoing is based upon consultation with the architects and/or engineers who are employed by the District to supervise the acquisition and construction of the project;

(4) That work on the project is expected to proceed with due diligence to completion;

(5) That the project has not been and is not expected to be sold or otherwise disposed of in whole or in part prior to the last maturity of the Bonds;

(6) That all of the proceeds of sale of and investment earnings on the Bonds are needed for the purpose for which the Bonds are issued, including expenses incidental to such purpose and to the issuance of the Bonds;

(7) That accrued interest received upon the sale of the Bonds will be deposited in the Bond Fund and applied to the first interest due thereon and that the balance of the proceeds of sale of the Bonds will be deposited in the Construction Fund and applied to the costs of the project and of issuing the Bonds;

(8) That the District has not accumulated and does not expect to accumulate amounts of money in a fund to pay or to be held as security for the payment of principal and interest on the Bonds, other than in the Bond Fund, and (a) amounts deposited in the Bond Fund are expected to be spent within thirteen (13) months from the date of deposit thereof into the Bond Fund; (b) interest earned by the Bond Fund is to be spent within twelve (12) months from date of receipt; and (c) the Bond Fund will be depleted at least once a year to an amount not greater than 1/12 of the then current annual debt service on the Bonds;

(9) That the District is a small issuer qualifying as such under Section 148(f)(4)(D) and Section 265(b)(3) of the Internal Revenue Code of 1986, as amended, and will not issue obligations, including the Bonds, during the calendar year of issuance of the Bonds that exceed the total aggregate amount of \$10,000,000 under such Section 265(b)(3) or \$5,000,000 under such Section 148(f)(4)(D); and

(10) That to the best of the knowledge and belief of the Board, there are no facts, estimates or circumstances that would materially change the conclusions and representations set out in this Section and the expectations set out in this Section are reasonable.

The Board also certifies and further covenants with the purchasers and holders of the Bonds from time to time outstanding, that so long as any of the Bonds remain outstanding, moneys on deposit in any fund or

account in connection with the Bonds, whether or not such moneys were derived from the proceeds of the sale of the Bonds or from any other sources, will not be used in a manner which will cause the Bonds to be “**hedge bonds,**” “**arbitrage bonds**” or “**private activity bonds**” within the meaning of Sections 149(g), 148 and 141 of the Code and any lawful applicable regulations, including those temporary or proposed, and including Income Tax Regulations 1.148-O *et seq.*, as the same presently exist, or may from time to time hereafter be amended, supplemented or revised. The Board reserves the right, however, to make any investment of such moneys permitted by Illinois law if, when and to the extent that such Section 148 or the applicable regulations shall be repealed or relaxed or shall be held void by final decision of a court of competent jurisdiction, but only if any investment made by virtue of such repeal, relaxation or decision would not, in the opinion of counsel of recognized competence in such matters, result in making the interest on the Bonds subject to federal income taxation by such action.

The District also agrees and covenants with the purchasers and holders of the Bonds from time to time outstanding that, to the extent possible under Illinois law, it will comply with whatever federal tax law is adopted in the future which applies to the Bonds and affects the tax-exempt status of the Bonds.

Section 10. Designation of Issue. The District hereby covenants that it will not issue any other obligations with a common purpose as the Bonds and will not issue any obligations of any kind or for any purpose in excess of the total aggregate amount of \$10,000,000 (and reasonably expects not to exceed \$5,000,000) during the calendar year in which the Bonds are issued, to be taken into account under Section 265(b)(3) of the Code, and that the District hereby designates the Bonds as “**qualified tax-exempt obligations**” under Section 265(b)(3) of the Code.

Section 11. Registered Form. The District recognizes that Section 149(a) of the Code requires the Bonds to be issued and to remain in fully registered form in order that interest thereon is exempt from federal income taxation under laws in force at the time the Bonds are delivered. In this connection, the District agrees that it will not take any action to permit the Bonds to be issued in, or converted into, bearer or coupon form.

Section 12. List of Bondholders. The Bond Registrar shall maintain a list of the names and addresses of the registered owners and holders of all Bonds and upon any transfer shall add the name and address of the new registered owner and eliminate the name and address of the transferor registered owner.

Section 13. Bond Registrar and Paying Agent. If requested by the Bond Registrar, the Chief Executive Officer of the Board are authorized to execute the Bond Registrar's and/or Paying Agent's standard form of agreement between the District and the Bond Registrar and/or the Paying Agent with respect to the obligations and duties of the Bond Registrar and/or the Paying Agent hereunder, which may include the following (provided that (a) - (f) below shall in any case apply to the Bond Registrar and Paying Agent):

(a) to act as bond registrar, authenticating agent, paying agent (as the case may be, or by similar agreement with another as paying agent) and transfer agent as provided herein;

(b) to maintain a list of registered owners of the Bonds as set forth herein and to furnish such list to the District upon request, but otherwise to keep such list confidential;

(c) to give notices of redemption of Bonds as applicable, if at all;

(d) to cancel and/or destroy Bonds which have been paid at maturity or upon earlier redemption or submitted for exchange or transfer;

(e) to furnish the District at least annually a certificate with respect to Bonds cancelled and/or destroyed; and

(f) to furnish the District at least annually an audit confirmation of Bonds paid, Bonds outstanding and payments made with respect to interest on the Bonds.

Section 14. Policy of Bond Insurer. The application to and designation of an insurer of the Bonds (if any, as set forth in a Bond Order, the “**Insurer**”) is hereby approved. The Insurer's commitment and the terms and provisions of the Insurer's policy are to be incorporated into this resolution by reference, including without limitation that any investment restrictions and limitations in such commitment and related to the Insurer's policy shall be deemed to be applicable restrictions and limitations on the qualified investments authorized by law to the District under this resolution. The Insurer's commitment may be attached as an exhibit to this resolution. In the event there is no Insurer, reference to the Insurer and to a bond insurance policy in this resolution shall be given no effect.

Section 15. Instruments of Further Assurance. The District covenants that it shall do, execute, acknowledge and deliver, or cause to be done, executed, acknowledged and delivered, such resolutions and other actions supplemental hereto and to the Official Statement, the Bond Purchase Agreement and the Disclosure Agreement, and such further acts, agreements, instruments and transfers as may be reasonably required to comply with the Internal Revenue Code of 1986, as amended, concerning tax-exempt bonds and Rule 15c2-12 of the Securities and Exchange Commission, and for the better assuring, transferring, conveying, pledging, assigning and confirming unto the registered owners of the Bonds its interest in the taxes levied hereunder and other amounts pledged hereby to the payment of the principal of, premium, if any, and interest on the Bonds and the application of Bond proceeds, all as herein provided. Any and all interest in property hereafter acquired which is of any kind or nature herein provided to be and become subject to the lien hereof, including tax receipts under Section 7, shall and without any further conveyance, assignment or act on the part of the District or any other person, become and be subject to the lien described herein, but nothing contained in this Section shall be deemed to modify or change the obligations of the District under this resolution. After final interest rates and maturities are set in a Bond Order, an appropriate abatement certificate may be filed related to the taxes in Section 7. Any Bond Order may be attached as an exhibit to this resolution.

Section 16. Severability. If any section, paragraph or provision of this resolution shall be held to be invalid or unenforceable for any reason, the invalidity or unenforceability of such section, paragraph or provision shall not affect any of the remaining provisions of this resolution.

Section 17. Repeal. All resolutions or parts thereof in conflict herewith be and the same are hereby repealed and this resolution shall be in full force and effect forthwith upon its adoption.

Upon motion by Trustee _____, seconded by Trustee _____, adopted this _____ day of _____, 2005, by roll call vote as follows:

Voting “aye” (names): _____

Voting “nay” (names): _____

Absent or abstain (names): _____

Chairman, Board of Trustees

Secretary, Board of Trustees

STATE OF ILLINOIS)
) SS
COUNTY OF RICHLAND)

CERTIFICATION OF RESOLUTION

I, the undersigned, do hereby certify that I am the duly qualified and acting Secretary of the Board of Trustees of Illinois Eastern Community Colleges District Number 529, Richland, Clark, Clay, Crawford, Cumberland, Edwards, Hamilton, Jasper, Lawrence, Wabash, Wayne and White Counties, Illinois (the “**Board**”), and as such official I am the keeper of the records and files of the Board.

I do further certify that the attached constitutes a full, true and complete copy of a resolution from the meeting of the Board held on the ____ day of _____, 2005, insofar as same relates to the adoption of a resolution entitled:

RESOLUTION PROVIDING FOR THE ISSUE OF GENERAL OBLIGATION PROTECTION, HEALTH AND SAFETY BONDS, SERIES 2005, OF ILLINOIS EASTERN COMMUNITY COLLEGES DISTRICT NUMBER 529, RICHLAND, CLARK, CLAY, CRAWFORD, CUMBERLAND, EDWARDS, HAMILTON, JASPER, LAWRENCE, WABASH, WAYNE AND WHITE COUNTIES, ILLINOIS, AND FOR THE LEVY OF A DIRECT ANNUAL TAX SUFFICIENT TO PAY THE PRINCIPAL AND INTEREST ON SUCH BONDS

a true, correct and complete copy of which such resolution as adopted at such meeting appears in the foregoing transcript of the minutes of such meeting.

I do further certify that the deliberations of the Board on the adoption of such resolution were conducted openly, that the vote on the adoption of such resolution was taken openly and was preceded by a public recital of the nature of the matter being considered and such other information as would inform the public of the business being conducted, that such meeting was called and held at a specified time and place convenient to the public, that the agenda for the meeting was posted 48 hours before the meeting at the District’s Offices in Olney, Illinois that notice of such meeting was duly given to all of the news media requesting such notice, that such meeting was called and held in strict compliance with the provisions of the Open Meetings Act of the State of Illinois, as amended, and with the provisions of the Public Community College Act of the State of Illinois, as amended, and that the Board has complied with all of the provisions of such Acts and with all of the procedural rules of the Board.

IN WITNESS WHEREOF, I hereunto affix my official signature, this ____ day of _____, 2005.

(SEAL)

Secretary, Board of Trustees

Agenda Item #8E

Approval of Bond Counsel and Underwriter

Agenda Item #8E

MEMORANDUM

TO: Board of Trustees
FROM: Terry L. Bruce
DATE: October 18, 2005
RE: Approval of Bond Counsel & Underwriter

Mr. Chairman, I recommend the Board retain Kurt Froehlich of Evans, Froehlich, Beth & Chamley of Champaign, Illinois, to handle the issuance, and Bill Morris of Kirkpatrick Pettis, Chicago, Illinois, to originate, underwrite and distribute the bonds.

TLB/rs

Agenda Item #8F

Treasurer's Surety Bond Certificate

Agenda Item #8F

MEMORANDUM

TO: Board of Trustees
FROM: Terry L. Bruce
DATE: October 18, 2005
RE: Treasurer's Surety Bond Certificate

It is necessary for the Board to take action to approve the Treasurer's Surety Bond with respect to the disbursement of the proceeds of the sale of up to \$3,600,000 Protection, Health, and Safety Bonds.

Mr. Chairman, I recommend Board approval of the Treasurer's Surety Bond in the amount of up to \$3,600,000 with Liberty Mutual Insurance.

TLB/rs

Attachment

STATE OF ILLINOIS)
) SS
COUNTY OF RICHLAND)

TREASURER’S SURETY BOND CERTIFICATE

I, the undersigned, do hereby certify that I am the duly qualified and acting Secretary of the Board of Trustees (the “**Board**”) of Illinois Eastern Community College District Number 529, Richland, Clark, Clay, Crawford, Cumberland, Edwards, Hamilton, Jasper, Lawrence, Wabash, Wayne and White Counties, Illinois (the “**District**”), and as such official I do further certify that Marilyn S. Grove, being the duly qualified and acting Treasurer of the District, has executed a surety bond in accordance with all of the provisions of the Public Community College Act of the State of Illinois, as amended, such surety bonds being payable to the Board and conditioned upon the faithful discharge of his or her duties, including with respect to the disbursement of the proceeds of the sale of up to \$3,600,000 Protection, Health, and Safety Bonds, Series 2005, dated or to be dated in November or December, 2005, as proposed to be issued by the District.

I do further certify that said surety bond in the amount of not less than \$3,600,000 and with Liberty Mutual Insurance as surety thereon, was duly submitted to the Board for approval or rejection at a legally convened meeting held on the 18th day of October, 2005, and pursuant to motion duly made, seconded and adopted, was approved by the Board.

IN WITNESS WHEREOF, I hereunto affix my official signature this 18th day of October, 2005.

Secretary, Board of Trustees

Agenda Item #8G

Authorization for Architects to Proceed with PHS Projects

Agenda Item #8G

MEMORANDUM

TO: Board of Trustees
FROM: Terry L. Bruce
DATE: October 18, 2005
RE: Authorization for Architects to Proceed with PHS Bond Projects

It is necessary for the Board to take action to authorize Image Architects Inc., Carbondale, Illinois to proceed with the \$3,497,568 PHS Construction Projects.

Mr. Chairman, I recommend the Board authorize Image Architects, Inc., Carbondale, Illinois to proceed with the \$3,497,568 Construction Projects.

TLB/rs

Agenda Item #8H

2005 Estimated Tax Levy Resolution

MEMORANDUM

TO: Board of Trustees
FROM: Roger Browning
DATE: October 18, 2005
SUBJECT: 2005 Estimated Tax Levy Resolution

Mr. Chairman, it is necessary at this time to approve the following tax levy resolution for FY2007.

In addition to the Education and Building Fund, our certificate of tax levy will carry the statement that an additional levy must be made by each County Clerk for each of the outstanding bond issues, tort liability, worker's compensation, audit, unemployment and other insurance.

RB/cr

Attachment

**RESOLUTION REGARDING ESTIMATED AMOUNTS
NECESSARY TO BE LEVIED FOR THE YEAR 2005**

WHEREAS, the Truth in Taxation Law requires that all taxing districts in the State of Illinois determine the estimated amounts of taxes necessary to be levied for the year not less than twenty (20) days prior to the official adoption of the aggregate tax levy of the district; and

WHEREAS, if the estimated aggregate amount necessary to be levied, exclusive of election costs and bond and interest costs, exceeds 105% of the aggregate amount of property taxes extended or estimated to be extended, including any amount abated by the taxing district prior to such extension, upon the levy of the preceding year, public notice shall be given and a public hearing shall be held on the district's intent to adopt a tax levy in an amount which is more than 105% of such extension or estimated extension for the preceding year; and

WHEREAS, the aggregate amount of property taxes extended or estimated to be extended for 2004 was:

Education Purposes	\$1,791,143
Operations and Maintenance Purposes	767,630
Liability Insurance, Workers' Compensation, Unemployment Insurance, Property Insurance and Medicare Contributions	547,391
Audit	30,515
Other	0
Total	\$3,136,679

WHEREAS, it is hereby determined that the estimated amount of taxes necessary to be raised by taxation for the year 2005 is as follows:

Education Purposes	\$1,925,000
Operations and Maintenance Purposes	825,000
Liability Insurance, Workers' Compensation, Unemployment Insurance, Property Insurance and Medicare Contributions	530,000
Audit	15,000
Other	0
Total	\$3,295,000

WHEREAS, the Truth in Taxation Law, as amended, requires that all taxing districts in the State of Illinois provide date in the Notice concerning the levies made for debt service made pursuant to statute, referendum, resolution or agreement to retire principal or pay interest on bonds, notes, and debentures or other financial instruments which evidence indebtedness; and

WHEREAS, the aggregate amount of property taxes extended for the bond and interest purposes for 2004 was \$1,337,490; and it is hereby determined that the estimated amount of taxes to be levied for bond and interest purposes for 2005 is \$1,462,865.

NOW, THEREFORE, BE IT RESOLVED by the Board of Trustees, Illinois Eastern Community Colleges District No. 529, Counties of Richland, Clark, Clay, Crawford, Cumberland, Edwards, Hamilton, Jasper, Lawrence, Wabash, Wayne and White, State of Illinois, as follows:

Section 1: The aggregate amount of taxes estimated to be levied for the year 2005 is \$3,295,000.

Section 2: The aggregate amount of taxes estimated to be levied for the year 2005 does exceed 105% of the taxes extended by the district in the year 2004.

Section 3: The aggregate amount of taxes estimated to be levied for the year 2005 for debt service is a 9% increase over the taxes extended for debt service for 2004. In 2004 taxes extended for debt service represented an 11% decrease over 2003. For the two year period the taxes estimated to be levied for 2005 debt service is 3% less than the taxes extended for debt service in 2003.

Section 4: Public notice shall be given in the following newspapers of general circulation in said district,

Albion Journal Register, Edwards County
Bridgeport Leader, Lawrence County
Carmi Times, White County
Clay County Republican, Clay County
Daily Republican Register, Wabash County
Lincoln Trail Publishing, Clark County
McLeansboro Times Leader, Hamilton County
Newton Press-Mentor, Jasper County
Olney Daily Mail, Richland County
Robinson Daily News, Crawford County
Toledo Democrat, Cumberland County
Wayne County Press, Wayne County

and a public hearing shall be held, all in the manner and time prescribed in said notice, which notice shall be published not more than 14 days nor less than 7 days prior to said hearing, and shall be not less than 1/8 page in size, with type no smaller than twelve (12) point, enclosed in a black border not less than 1/4 inch wide and in substantially the following form:

NOTICE OF PROPOSED TAX INCREASE FOR
ILLINOIS EASTERN COMMUNITY COLLEGES DISTRICT NO. 529

- I. A public hearing to approve a proposed property tax levy increase for Illinois Eastern Community Colleges District No. 529 for 2005 will be held on November 15, 2005 at 6:00 p.m. at Olney Central College, Olney, Illinois.

Any person desiring to appear at the public hearing and present testimony to the taxing district may contact Roger Browning, Chief Finance Officer, 233 East Chestnut Street, Olney, IL 62450; phone: (618-393-2982).

- II. The corporate and special purpose property taxes extended or abated for the year 2004 were \$3,136,679.

The proposed corporate and special purpose property taxes to be levied for 2005 are \$3,295,000. This represents a 5% increase over the previous year extension.

- III. The property taxes extended for debt service for 2004 were \$1,337,490.

The estimated property taxes to be levied for debt service and public building commission leases for 2005 are \$1,462,865. This represents a 9% increase over the previous year. In 2004 taxes extended for debt service represented an 11% decrease over 2003. For the two year period the taxes estimated to be levied for 2005 debt service is 3% less than the taxes extended for debt service in 2003.

- IV. The total property taxes extended or abated for 2004 were \$4,474,169.

The estimated total property taxes to be levied for 2005 are \$4,757,865. This represents a 6% increase over the previous year extension.

Section 5: This resolution shall be in full force and effect forthwith upon its passage.

ADOPTED this 18th day of October 2005.

BOARD OF TRUSTEES
ILLINOIS EASTERN COMMUNITY COLLEGES
COUNTIES OF RICHLAND, CLARK, CLAY,
CRAWFORD, CUMBERLAND, EDWARDS, HAMILTON,
JASPER, LAWRENCE, WABASH, WAYNE AND WHITE
STATE OF ILLINOIS

By: _____
Chairman

ATTEST:

Secretary

RESOLUTION
ESTIMATED 2005 TAX LEVY
HEARING

BE IT RESOLVED by the Board of Trustees of Illinois Eastern Community Colleges District No. 529 of the State of Illinois, that the following requirements are hereby established relative to the tax levy for said community college district for the 2006-2007 fiscal year:

1. Date of Fiscal Year: July 1, 2006 - June 30, 2007
2. Publication of Notice of Public Hearing on Tax Levy: After November 2, 2005 and before November 8, 2005.
3. Public Hearing on Tax Levy: November 15, 2005, at the hour of 6:00 p.m. to 6:30 p.m., local time, Olney Central College, 305 North West Street, Olney, Illinois.
4. Adoption of Tax Levy: November 15, 2005, following the Public Hearing.

BY ORDER OF THE BOARD OF TRUSTEES
ILLINOIS EASTERN COMMUNITY COLLEGES
DISTRICT NO. 529

Chairman, Board of Trustees Date

Secretary, Board of Trustees Date

Agenda Item #8I

Van Lease with Lincoln Trail College Foundation

MEMORANDUM

TO: Board of Trustees
FROM: Terry L. Bruce
DATE: October 18, 2005
RE: Van Lease with Lincoln Trail College Foundation

The Lincoln Trail College Foundation has agreed to purchase a van that will be leased to Lincoln Trail College under the terms of the lease agreement which follows.

I ask the Board's approval of the lease agreement.

TLB/rs

Attachment

LEASE WITH OPTION TO PURCHASE

This agreement entered into the ____ day of October, 2005, by and between the Lincoln Trail College Foundation, Robinson, Illinois, hereinafter referred to as "Lessor" and Illinois Eastern Community Colleges, Olney, Illinois, hereinafter referred to as "Lessee".

WITNESSETH:

The parties hereto desire to enter into Agreement whereby Lessor shall provide to Lessee the following described property:

2005 Ford Freestar SEL Minivan, six cylinder, 20,100 miles, VIN# 2FM2A52235BA34029

The consideration to be paid for the lease shall be \$16,000, plus 4% simple interest to reflect a total lease amount, including interest, of \$17,761.06, payable as follows:

1. Four payments of \$3,552.21, to be due and payable on the 15th day of June 2006, 2007, 2008, and 2009. A final payment of \$3,552.22 shall be due and payable on the 15th day of June, 2010.
2. The final payment, due June 15, 2010, shall be adjusted to reflect actual payment activity during the course of the contract. No penalty will be charged for repayments.
3. Lessee is hereby given the option of purchasing the above referenced vehicle for an additional ten dollars (\$10.00) to be paid with the final payment.
4. For and during the term of the lease, title to the above referenced vehicle shall be reflected in the name of the Lessor.
5. During the term of the lease, the Lessee takes full responsibility for the following obligations:
 - a. To provide and pay for all necessary expenses to operate the leased vehicle.
 - b. To maintain said vehicle in a state of good repair, subject only to normal wear associated with the operation of same for college purposes, to include all routine and major maintenance of all kinds.
 - c. To maintain proper insurance on said vehicle.

LESSOR:

LINCOLN TRAIL COLLEGE FOUNDATION

BY:_____

LESSEE:

ILLINOIS EASTERN COMMUNITY COLLEGES

BY:_____

Agenda Item #8J

Expansion of Enterprise Zone – City of Robinson

MEMORANDUM

TO: Board of Trustees
FROM: Terry L. Bruce
DATE: October 18, 2005
RE: Expansion of the Enterprise Zone – City of Robinson

Laquita Hasty and Mike Shimer, operators of the Enterprise Zone for the City of Robinson, have asked that the Enterprise Zone be expanded east from the City to a proposed facility that will truck biodiesel fuels. Because any enterprise expansion must be contiguous to the existing zone, the expansion would also include the existing Rural King Supply and Carter Lumber.

An Enterprise Zone does not abate taxes; however, improvements within the zone would not be taxed for five years. The District will not lose any collections from the existing Rural King or Carter Lumber, but should gain increased revenues, in five years, from the new biodiesel fuel facility.

A copy of the proposed expansion document will be available for Trustee review at the Board meeting.

TLB/rs

Agenda Item #8K

City of Robinson Fitness Center Contract

MEMORANDUM

TO: Board of Trustees
FROM: Terry L. Bruce
DATE: October 18, 2005
RE: City of Robinson Fitness Center Contract

The Board of Trustees approved an annual contract with the City of Robinson concerning the operation of its existing Fitness Center. After several months of operation, the City asked for an amendment to the contract. The Board agreed to that change dealing with payment by the District of certain utility bills.

The contract is due for continuation for one additional year without any changes from its current amended form.

I would ask that the Board approve this contract renewal for one additional year.

TLB/rs

Attachment

INTERGOVERNMENTAL AGREEMENT

THIS AGREEMENT is made August 10, 2004, by and between Illinois Eastern Community College District No. 529, hereinafter referred to as the COLLEGE and the City of Robinson, Illinois, an Illinois Municipal Corporation of Robinson, Illinois, hereinafter referred to as the CITY.

WITNESSETH:

WHEREAS, the CITY is the owner of certain real estate located at 501 South Cross Street, Robinson, Illinois; and

WHEREAS, the parties hereto are desirous of developing said premises for the mutual benefit of the student of the COLLEGE and the residents of the CITY'S community as a recreational facility; and

WHEREAS, the COLLEGE and the CITY are desirous of having located upon said premises a health and fitness facility; and

WHEREAS, the parties have determined to fulfill said goal, the COLLEGE and the CITY shall contribute to the cost of developing such health and fitness facility, with such facility to then be owned and managed by the CITY pursuant to the terms of this Agreement:

WHEREAS, Article 8, Section 10 of the Constitution of the State of Illinois authorizes units of local government to contract or otherwise associate among themselves in any manner not prohibited by law or by ordinance; and

WHEREAS, the parties have determined that it is in the best interests of the students of the COLLEGE and the residents of the CITY, for the parties to enter into this Agreement with respect to the equipping and operation of said health and fitness facility and to carry out the purposes of this Agreement; and the governing bodies of each party hereto have adopted an ordinance or resolution approving this Intergovernmental Agreement and authorizing its execution.

NOW, THEREFORE, for and in consideration of the mutual promises and covenants contained herein and of other good and valuable consideration, the sufficiency and receipt of which is hereby acknowledged, the parties hereto agree as follows:

1. Ownership and Equipping

The COLLEGE shall, at its sole expense, purchase and provide all necessary equipment operate a health and fitness facility. The CITY and the COLLEGE have agreed upon a basic equipment list to be provided by the COLLEGE and it is attached hereto and incorporated herein by reference as Exhibit "A". The COLLEGE shall purchase and install such equipment in the facility. Once the facility has been fully equipped at the cost of the COLLEGE, the CITY shall assume sole cost of the maintenance, repair and replacement of such equipment and reserve the right to make all decisions as to the maintenance, repair or replacement of such equipment. Any COLLEGE provided cardio-equipment replaced within two years shall be returned to LTC/IECC. The COLLEGE, may at its expense, add equipment as it may see fit to enhance its programs at any time with the same stipulations as apply to equipment already installed.

2. Operation Expenses

The CITY shall own and operate the health and fitness facility and shall be responsible for all expenses incurred in the operation of the facility after installation of the equipment is complete. However, the COLLEGE agrees to pay the sum of \$275 (two hundred and seventy-five dollars) per month toward partial payment of utilities.

3. Operation and Management of Facility

The CITY shall provide management and clerical services as it shall deem necessary for the operation of the facility. Budgeting and policy decisions concerning the operation of the health and fitness facility shall be in the sole discretion of the CITY.

The CITY shall have the right to establish user fees and rates, collect such user fees and rates, and those shall become general funds of the CITY.

4. Scheduling and Shared Use of the Facility

Priority shall be given to the use of the health and fitness facility by the COLLEGE and COLLEGE classes. Such use shall be scheduled between the designated representative of the CITY and the designated representative of the COLLEGE. The CITY and COLLEGE shall cooperate as necessary to make scheduling changes and to avoid scheduling conflicts. The COLLEGE shall have a duly certified representative in attendance for purposes of supervision and instruction when the health and fitness facility is used by students enrolled in the COLLEGE classes. When the health and fitness facility is used by the students of the COLLEGE, it shall be the responsibility of the COLLEGE at the end of each daily use, to properly secure the building in accordance with written instructions to be provided to it by the CITY. In the event of a disagreement among the parties as to any matter covered by this paragraph, the decision of the CITY with regard to such issue shall be final.

5. Revenues from Operation of Facility

The CITY shall determine all fee structures for use of the health and fitness facility. The CITY will provide to the COLLEGE forty (40) percent of all collected user fees associated with use of fitness center equipment provided by the COLLEGE. All concessions shall be under the control of the CITY and it shall receive any revenues from those concessions, including vending machines. In the event of a disagreement among the parties as to any matter covered by this paragraph, the decision of the CITY with regard to such issue shall be final.

6. Liability Insurance and Indemnification

Each of the parties hereto shall maintain general liability insurance having liability limits in an amount not less than One Million Dollars (\$1,000,000.00) in force at such party's expense at all times during the term of this agreement and shall name the other party as an additional insured with respect to such policies of insurance. Proof of such insurance shall be given by each party by way of a certificate of insurance to be provided to the other party no less frequently than annually and when otherwise requested by the other party.

The CITY agrees to defend, indemnify and hold harmless the COLLEGE, its officers, agents, contractors and employees harmless of and from all liabilities and claims of liabilities arising out of the CITY'S use by the general public of the facility.

The COLLEGE agrees to defend, indemnify, and hold the CITY, its officers, agents, contractors, and employees harmless of and from all liabilities and claims of liabilities arising out of the use of the facility by the students of Lincoln Trail College when scheduled for use by them.

7. Return of Equipment

In the event the COLLEGE is not able to generate a level of 20 full-time equivalent student yearly enrollment from classes in the health and fitness facility at the conclusion of a 24 month period, then this Agreement shall terminate and the COLLEGE shall regain ownership of the health and fitness equipment described herein, and the COLLEGE shall have no further financial obligation to the CITY.

8. Terms of Agreement

This Agreement shall be effective upon execution hereof by both of the parties hereto and shall continue through and including July 1, 2008. Unless either party notifies the other by January 1 of the year of termination of the initial term, or any renewal term, of its desire not to extend the Agreement, the Agreement shall be extended for additional successive one year terms upon the same terms as then existing. In the event of the termination of this Agreement by either party as above provided, such party shall be responsible for all obligations incurred by it during the term of this Agreement. Upon termination of the Agreement, all real estate and improvements made subject hereof shall be the sole property of the CITY and all health and fitness equipment shall be returned to the COLLEGE.

9. Binding Effect

This Agreement shall be binding upon and inure to the benefit of each of the parties hereto and their respective successors and assigns; provided, however, that neither party shall have the right to assign its interest in this Agreement either voluntarily or by operation of law without the prior written consent and approval of the other party.

10. Amendment

This Agreement constitutes the entire agreement of the parties and may be altered, modified or amended duly upon the written consent and agreement of both parties after approval by the governing body of each party as required by law.

11. Arbitration

It is hereby agreed that in case of any disagreement or difference shall arise at any time hereafter between the parties hereto, or any person claiming under them, in relation to this Agreement, either as to the construction or operation thereof or the respective rights and liabilities there under, such disagreement or difference shall be submitted to the arbitration of two persons, one to be appointed by each party to this Agreement, and the third to be appointed by the two so appointed. If either party shall refuse or neglect to appoint an arbitrator and served written notice thereof upon the other party requiring it to appoint an arbitrator, then the arbitrator so first appointed shall have the power to proceed to arbitrate and determine the matters of this Agreement or difference as if he were an arbitrator appointed by both the parties hereto for that purpose, and his decision in writing shall be final, provided such decision shall be made within 20 days after the reference of said arbitrators. All decisions of the arbitrators shall be binding upon the parties hereto as if entered by a court of competent jurisdiction.

12. Notices

All notices required hereunder shall be in writing and shall be served personally, be registered or certified mail return receipt requested, or by express delivery service as follows:

If to the City:
Mayor
300 S. Lincoln
Robinson, IL 62454

If to the College:
Chief Executive Officer
233 East Chestnut
Olney, IL 62450

In the event of the change of either of the above addresses, to the party whose address changes shall notify the other party in writing of such change and the new address.

13. Severability

If for any reason any provision of this Agreement is determined by the Court of competent jurisdiction to be invalid or unenforceable, that provision shall be deemed to be severed and this Agreement shall remain in full force and effect with the provision severed or modified by Court Order provided that said provision determined invalid does not substantially impair the intent or substance of this Agreement so that the purposes of this Agreement are not fulfilled and the benefits to the parties hereto are not realized. If said provision does substantially impair the intent or substance, the parties shall attempt to agree on an amendment to this Agreement to address the changes necessary as a result of said Court determination. However, if the parties are unsuccessful in negotiating an amendment, this Agreement shall terminate.

14. Waiver of Performance

The waiver by either party of any, term, covenant or condition herein, or the failure of such party to insist upon strict and prompt performances therewith, shall not be deemed or construed to constitute a waiver of such terms, covenant or condition, which shall remain in full force and effect and shall continue to be subject to enforcement.

15. Governing Law and Exclusive Jurisdiction

This Agreement shall be construed and interpreted in accordance with the laws of the State of Illinois.

16. Authority of Officers

Each of the parties hereto represent and warrant that the officers executing this Agreement for and on behalf of such party are fully authorized and empowered by the governing body of such party to make, execute and deliver this Agreement for and on behalf of such party.

CITY OF ROBINSON, ILLINOIS, AN ILLINOIS MUNICIPAL CORPORATION

BY: _____ ATTEST: _____
WALLACE W. DEAN, Mayor SANDREA JARED, City Clerk

ILLINOIS EASTERN COMMUNITY COLLEGE DISTRICT NO. 529

BY: _____ ATTEST: _____
JAMES LANE, Board Chairman HARRY HILLIS, Board Secretary

Exhibit "A"

Current Equipment

1. Nine (9) Trotter Circuit Weight Training Stations, including stacked weights.
2. Six (6) Stationary Bicycles
3. One (1) Recumbent Bicycle
4. One (1) Stair Climber
5. Two (2) Commercial Grade Treadmills.

Equipment to be Purchased

6. Two (2) Treadmills
7. Two (2) Cross Trainers
8. One (1) Stair Climber
9. Two (2) Recumbent Bicycles

Agenda Item #8L

Agreement with Frontier Community College Foundation – Foundation Hall

MEMORANDUM

TO: Board of Trustees
FROM: Terry L. Bruce
DATE: October 18, 2005
RE: Agreement with Frontier Community College Foundation –
Foundation Hall

The Frontier College Foundation has graciously offered the use of Foundation Hall, located adjacent to the Frontier Community College campus, for college related activities.

The following resolution sets forth the agreement between the Foundation and the Board of Trustees.

I ask approval of this resolution.

TLB/rs

Attachment

RESOLUTION

WHEREAS, the Frontier Community College Foundation, hereinafter Foundation, purchased a facility commonly known as Foundation Hall, located adjacent to the campus of Frontier Community College, for the use of the Foundation and Illinois Eastern Community College District #529/Frontier Community College, hereinafter the College,

WHEREAS, the Foundation agrees to allow the College access and usage of the facility for students, staff, and Board of Trustee activities,

WHEREAS, the College agrees to provide maintenance to the building's interior and exterior, and to provide janitorial services, telephone, insurance, gas and electric service to Foundation Hall from the budget at Frontier Community College,

WHEREAS, the College plans to make certain leasehold improvements to the facility, the Foundation agrees that such improvements will remain the property of the College for a period of five (5) years, after which time the ownership of the leasehold improvements would revert to the Foundation.

WHEREAS, the Foundation agrees that any fixtures purchased and installed by the College will remain the property of the College. At the termination of this agreement, the College shall be allowed to remove such fixtures if such removal does not cause substantial damage to the facility.

THEREFORE, be it resolved by the College and the Foundation that the parties agree to the conditions set forth above.

James Lane, Board Chairman
Illinois Eastern Community College
District #529

Richard L. Mason, President
Frontier Community College Foundation

Adopted this 18th day of October 2005

Adopted this ____ day of _____, 2005

Agenda Item #8M

Internship Training Agreement with Richland Memorial Hospital

MEMORANDUM

TO: Board of Trustees
FROM: Terry L. Bruce
DATE: October 18, 2005
RE: Internship Training Agreement with Richland Memorial Hospital

Olney Central College has developed an agreement with Richland Memorial Hospital (RMH) for internships by students of the Medical Office Assistant Program and the Administrative Information Technology Program.

The agreement sets forth the obligations of both OCC and RMH for the establishment of this internship program.

I ask the Board's approval of this agreement.

TLB/rs

Attachment

**ILLINOIS EASTERN COMMUNITY COLLEGES, DISTRICT #529
OLNEY CENTRAL COLLEGE
MEDICAL OFFICE ASSISTANT & ADMINISTRATIVE INFORMATION TECHNOLOGY
PROGRAMS**

AGENCY AGREEMENT

THIS AGREEMENT made and entered into this _____ day of _____, by and between ILLINOIS EASTERN COMMUNITY COLLEGES, DISTRICT #529, OLNEY CENTRAL COLLEGE for its Medical Office Assistant Program and Administrative Information Technology Program. (hereinafter referred to as OLNEY CENTRAL COLLEGE) and RICHLAND MEMORIAL HOSPITAL (hereinafter referred to as AGENCY):

WITNESSETH THAT:

WHEREAS, OLNEY CENTRAL COLLEGE desires to make use of the AGENCY'S facilities for Internships by students of the Medical Office Assistant Program, and

WHEREAS, the AGENCY has agreed to make its facilities available to the students and faculty of OLNEY CENTRAL COLLEGE for the purpose of gaining knowledge and experience in the field of Office Technologies,

NOW THEREFORE, for consideration of the mutual covenants and acts to be kept and performed by the parties hereto, the parties do herewith agree as follows:

1. The AGENCY agrees to make its facilities available for medical office assistant and administrative information technology internship training subject to the conditions and limitations contained herein.

2. The arrangements for use of said facilities of the AGENCY will be made by the Coordinator of the Medical Office Assistant Program on behalf of OLNEY CENTRAL COLLEGE and the Sponsoring Department on behalf of the AGENCY. The plan and program will be organized and agreed to by said persons prior to the commencement of the training.

3. OLNEY CENTRAL COLLEGE Program Coordinator will provide faculty contact information to the student(s) and AGENCY supervisor of the student(s). The specific assignment of learning experiences will be made and arranged by the AGENCY Supervisor, in consultation with the OLNEY CENTRAL COLLEGE Program Coordinator. The Program Coordinator will periodically visit the AGENCY for the purpose of evaluation and discussion with the AGENCY Supervisor.

4. The use of AGENCY facilities will be consistent with, and in conformity with all applicable rules, regulations, and policies of the AGENCY. The student(s) will be given the same consideration as employees in regard to safety, health and general employment conditions. The AGENCY will retain full and final decisions for assignments made to the student(s). The OLNEY CENTRAL COLLEGE Program Coordinator will be notified of any concerns or issues during the internship. The student(s) shall be subject to discharge at any time because of inefficiency or because of conditions within the AGENCY. This process will be cleared through the OLNEY CENTRAL COLLEGE Program Coordinator who will remove the student(s) from the internship.

5. If a physical exam or TB test is required, these will be scheduled through AGENCY with no cost to the student.

This agreement forbids discrimination against any student on the basis of age, color, race, national origin, gender, religion, or disability unrelated to the reasonable physical requirements of the job.

6. The student(s) and Program Coordinator will respect the confidential nature of all information which may come to them with regard to patients and AGENCY records.

7. The status of the student intern(s) should be that of student learner(s). Any schedule of compensation shall be agreed on by the AGENCY, OLNEY CENTRAL COLLEGE Program Coordinator and student(s). Compensation is not a requirement. Neither OLNEY CENTRAL COLLEGE or AGENCY hereto will be paid any monetary reimbursement as such by the other party heretofore for the contemplated program, or for use of either party's facilities by the other party. Neither party heretofore will have any responsibilities or liabilities to the other party, or its employees, or students, or anyone participating in the contemplated program. Student(s) shall be covered by professional liability insurance through OLNEY CENTRAL COLLEGE prior to any assignment at the AGENCY.

8. An annual review of the agreement will be made each spring. Either party hereto may terminate this AGREEMENT by at least one (1) school calendar year's written notice to the other party. All students enrolled in OLNEY CENTRAL COLLEGE'S Medical Office Assistant Program or Administrative Information Technology Program, and participating in the program contemplated herein at the time that notice to terminate this AGREEMENT is given by either party to the other, shall be permitted to complete their experience needed for graduation at the AGENCY.

IN WITNESS WHEREOF, the undersigned signatures have caused this instrument to be executed by its
duly authorized officials the _____ day of _____.

AGENCY

OLNEY CENTRAL COLLEGE

Internship Program Coordinator

Dean, Olney Central College

Administrator, Hospital or Agency

President, Olney Central College

Illinois Eastern Community Colleges, District 529, does not discriminate on the basis of race, color, religion, gender, age, disability, national origin, or veteran status. Illinois Eastern Community Colleges adheres to the Federal Regulations of the Americans with Disabilities Act of 1990 and offers appropriate services or activities with reasonable accommodations to any qualified disabled individual upon request.

September 1, 2005

Agenda Item #8N

2+2 Nursing Program Agreement with Indiana State University

MEMORANDUM

TO: Board of Trustees
FROM: Terry L. Bruce
DATE: October 18, 2005
RE: 2 + 2 Nursing Program Articulation Agreement with Indiana State University

The purpose of this articulation agreement is to provide a mechanism whereby individuals graduating with the degree of Associate in Applied Science in Nursing from Illinois Eastern Community Colleges: Olney Central College will be eligible to complete the requirements for a B.S. degree in Nursing for Registered Nurses at Indiana State University.

I recommend approval of the following 2 + 2 Nursing Program Articulation Agreement with Indiana State University.

TLB/rs

Attachment

**INDIANA STATE UNIVERSITY
ENROLLMENT SERVICES
PROGRAM ARTICULATION AGREEMENT**

**A.A.S. in Nursing D350
To
B.S. Nursing for Registered Nurses**

PARTNER INSTITUTION: Illinois Eastern Community Colleges: Olney Central College

ADDRESS: 305 N. West St., Olney, IL 62450

CONTACT PERSON: Donna Henry, Associate Dean, Nursing and Allied Health
Phone [618]395-7777 E-Mail: henryd@iecc.edu

APPROVALS

Indiana State University
Chair, Baccalaureate and Higher Degree
College of Nursing

Date

Indiana State University
Dean, College of Nursing

Date

Indiana State University
Provost and Vice President for
Academic Affairs

Date

Illinois Eastern Community Colleges:
Olney Central College
Associate Dean, Nursing and Allied Health

Date

Illinois Eastern Community Colleges:
Olney Central College
President

Date

Illinois Eastern Community Colleges
Chief Executive Officer

Date

INDIANA STATE UNIVERSITY
College of Nursing
PROGRAM ARTICULATION AGREEMENT

Illinois Eastern Community Colleges: Olney Central College
A.A.S. in Nursing (D350)
To
Indiana State University
B.S. in Nursing for Registered Nurses

Statement of Intent

The purpose of this articulation agreement is to provide a mechanism whereby individuals graduating with the degree of Associate in Applied Science (A.A.S.) in Nursing (D350) from Illinois Eastern Community Colleges: Olney Central College would be eligible to complete the requirements for the B.S. degree in Nursing for Registered Nurses at Indiana State University. Such eligibility is subject to the conditions detailed below and in attachments to this agreement.

Articulation Principles

1. The articulation initiatives are consistent with the Commission of Higher Education's State Policy (effective July 1, 1996) on Associate Degree Programs Offered at Public Institutions.
2. Relationships between Illinois Eastern Community Colleges: Olney Central College and Indiana State University faculty and administration have been and will continue to be in the spirit of cooperation which provides the basis for all articulation initiatives.
3. Recognizing that changes in curricula and course content are inevitable, each institution agrees to discuss with the other institution all curriculum changes affecting this agreement before the changes are implemented.
4. Graduates of the Illinois Eastern Community Colleges: Olney Central College's A.A.S. Degree program in Nursing (D350) who successfully complete the B.S. Degree program in Nursing for Registered Nurses, meeting all transfer, retention and graduation requirements as stated in the Indiana State University catalog, will be awarded the degree of B.S. in Nursing for Registered Nurses.

Specifics of Articulated Programs

1. Associate in Applied Science degree
 - A. Illinois Eastern Community Colleges: Olney Central College offers an Associate in Applied Science degree in Nursing (D350) at all four Illinois Eastern Community Colleges sites.
 - B. The A.A.S. degree will be designed as a transfer degree for students wishing to complete a baccalaureate degree at Indiana State University following the completion of the A.A.S. degree and the degree will consist entirely of coursework transferable to Indiana State University.

2. Curriculum

- A. The A.A.S. degree will range from 27-38 semester-hours (40-60%) of course work which are the equivalent to freshman and sophomore level technical courses required for a B.S. degree in Nursing for Registered Nurses.
- B. The A.A.S. degree program will range from 27-38 semester-hours (40-60%) of course work which are transferable to Indiana State University to satisfy the Basic Studies and Liberal Studies portion of the baccalaureate General Education program.
- C. The maximum number of semester-hours to be transferred to Indiana State University is 94. However, the specifics as to how transfer courses apply to this specific degree are detailed in the attached matrix.
- D. Course syllabi for the Illinois Eastern Community Colleges: Olney Central College courses which have been found to be equivalent are on file in the Office of Degree Audit and Transfer. Illinois Eastern Community Colleges: Olney Central College agrees to use these syllabi, or their updates, as the foundation for those courses.
- E. All graduating students from Indiana State University must earn a minimum of 50 credit hours at the 300/400 level. These credits will be distributed between General Education and the major courses.

3. Faculty Credentials

- A. Desired faculty credentials for the courses taught should become part of this articulation agreement and be documented in course syllabi.
- B. Faculty qualifications should meet the following guidelines for Associate degree programs:
 - 1) an adequate number of appropriately qualified full-time faculty,
 - 2) the qualifications should include, but not be limited to, emphasis upon: extent, recency, and pertinence of academic preparation; teaching as well as practical experience; and membership and participation in organizations that provide support for, and contribute to, the appropriate body of content, and
 - 3) normally at least substantial or continuing progress toward a master's degree is required in a discipline closely related to the instructor's assignment for regular faculty members with a goal to increase the number of faculty with master's degrees.
- C. These credential requirements apply to both full-time, regular faculty as well as temporary and/or adjunct faculty.
- D. Illinois Eastern Community Colleges: Olney Central College agrees to maintain an adequate number of qualified full-time faculty members to provide a desirable mix of full-time/part-time faculty.

- E. Illinois Eastern Community Colleges: Olney Central College agrees and commits itself to work toward full implementation of the faculty credential requirements of the syllabi.

4. Program Articulation

The course patterns and equivalencies inherent in this program articulation agreement are shown in the chart in Appendix A. It should be used as the guide for student advising and course transfer acceptance.

5. Course Transfer and Grandfathering

- A. Students who seek to transfer course credit from Illinois Eastern Community Colleges into the Indiana State University College of Nursing will have their transfer request evaluated on a course-by-course basis consistent with the prescribed policies and practices of the Indiana State University College of Nursing.
- B. Students who have taken nursing course work at Illinois Eastern Community Colleges: Olney Central College before the implementation of this agreement may be allowed, on a case-by-case and course-by-course basis, to transfer those courses into the B.S. program at Indiana State University.
- C. The program articulation agreement is null and void if a student does not complete the prescribed program with the appropriate course grades and overall gpa (2.00).

- 6. All students transferring course credit from Illinois Eastern Community Colleges to Indiana State University whether following completion of the A.A.S. degree or for individual courses, will do so via official transcripts. Courses that are not included within the original articulation and/or transfer agreements will be reviewed on a course-by-course basis.

7. Program Review

- A. Indiana State University will maintain records of students transferring from Illinois Eastern Community Colleges to the Indiana State University College of Nursing. In the event that questions arise, Indiana State University reserves the right to review the A.A.S. degree in Nursing (D350) at Illinois Eastern Community Colleges: Olney Central College at either state-wide, regional or campus levels.
- B. Indiana State University reserves the right to disqualify any college in which significant deviations from this agreement are found.
- C. A review of the articulation agreement will commence after the second full year of implementation and every three years hence.
- D. Annually a report will be prepared by Indiana State University regarding the success rate of Illinois Eastern Community Colleges: Olney Central College graduates who are completing a B.S. degree program at Indiana State University.

**Indiana State University
College of Nursing
BS Completion Program Articulation Curriculum Agreement**

College of Nursing Degree Program: B.S. Nursing for Registered Nurses
Illinois Eastern Community Colleges: Olney Central College A.A.S. Nursing (D350)

ISU Degree Requirements		Transfer Courses		Courses to take at ISU	
Major Degree Programs					
NURS 300	4			NURS 300	4
NURS 304	4			NURS 304	4
NURS 318	3			NURS 318	3
NURS 322	3			NURS 322	3
NURS 450	6			NURS 450	6
NURS 470	3			NURS 470	3
NURS 484	3			NURS 484	3
NURS 486	3			NURS 486	3
LIFS 412	3			LIFS 412	3
EPSY 302 or HLTH 340	3			EPSY 302 or HLTH 340	3
Total	35			Total	35
		Accepted credit:			
		NUR courses	42		
		LSC 2110	4		
		SOC 2101	3		
		Total	49		

General Education – Basic Studies					
ENG 101	3	ENG 1111	3		
ENG 105 or 107	3	ENG 1121	3		
ENG 305	3			ENG 305	3
COMM 101	3	SPE 1101	3		
Information Technology	3			Information Technology	3
Quantitative Literacy	3			Quantitative Literacy	3
Foreign Language*	6			Foreign Language*	6
PE 101/L	2			PE 101/L	2
Total	26		9		17
General Education – Liberal Studies					
SMS: Foundation	4	LSC 2111 **	4		
SMS: Elective	3	LSC 2112 **	4		
SBS: Foundation	3	PSY 1101	3		
SBS: Elective	3	PSY 2109	3		
LAPS: Literature and Life	3			LAPS: Literature and Life	3
LAPS: Elective	3			LAPS: Elective	3

Historical Studies	3			Historical Studies	3
MCS: US Diversity	3			MCS: US Diversity	3
MCS: IC Diversity	3			MCS: IC Diversity	3
Capstone – NURS 486	3	Completed in major			
Total	31		14	Total	15

Overall University Graduation Requirements		
	Total earned hours (min.)	Hours @ 300-400 level (min.)
Transfer Hours	72	
To be completed at ISU	67	50
	139	

* May be waived if completed in high school.

** Satisfies program-based substitution.

Revised (10/7/05)

Agenda Item #80

Equity Tax Certification

MEMORANDUM

TO: Board of Trustees
FROM: Terry L. Bruce
DATE: October 18, 2005
RE: Equity Tax Certification

Section 3-14.3 of the Public Community College Act allows community college districts eligible for equalization grants to levy an equity tax up to or at the combined state-wide average tax rate for educational and operations and maintenance purposes if they are currently levying less than that amount.

The Illinois Community College Board (ICCB) on September 20, 2005, notified the District that it was eligible to levy an equity tax in the amount of .15 of one cent which would raise additional tax revenue in the amount of \$15,244.00.

The law requires that each college district eligible for equalization levy at least 85% of its allowable tax rate, including the equity tax, for a district to be eligible for equalization funding.

The Illinois Community College Board has certified that community college districts eligible for equalization had combined educational and operations and maintenance purposes tax rates less than 25.15 cents per \$100 of equalized assessed valuation are eligible to levy at a combined educational and operations and maintenance purposes rate up to and including 25.15 cents per \$100 of equalized assessed valuation in accordance with the provisions of Section 3-14.3 of the Public Community College Act.

IECC currently levies 17.5 cents of its 17.5 cents allowable education rate and 7.5 cents of its allowable 7.5 cents operations and maintenance levy. Therefore, IECC levies 100% of its allowable tax rate and the .15 of one cent would not be required to make the District eligible for equalization funding.

Therefore, it is my recommendation that the Board not levy the equity tax.

TLB/rs

Agenda Item #8P

ATM Agreement Resolution

MEMORANDUM

TO: Board of Trustees
FROM: Terry L. Bruce
DATE: October 18, 2005
RE: ATM Agreement with Wabash Valley College

Dr. Harry Benson has surveyed local banks concerning their willingness to install an ATM on the campus of Wabash Valley College.

Old National Bank was the only financial institution that expressed an interest in providing an ATM.

I ask the Board's approval of the agreement which follows.

TLB/rs

Attachment

ATM AGREEMENT

THIS AGREEMENT entered into this _____ day of October, 2005, by and between Old National Bank ("Bank") and Illinois Eastern Community College District 529/Wabash Valley College ("WVC") of Mt Carmel, Illinois,
WITNESSETH:

WHEREAS, Bank desires to establish an Automated Teller Machine (ATM) on the premises of Wabash Valley College located at 2200 College Drive in the City of Mt Carmel, Illinois, for the purpose of enabling its students and other persons to withdraw cash and perform other banking functions as the machine allows; and

WHEREAS, Wabash Valley College will permit the Bank to place and maintain its ATM on the premises upon the terms and conditions hereinafter set forth;

NOW, THEREFORE, the Bank and WVC agree as follows:

- 1.) ESTABLISHMENT OF ATM. As soon as may be practicable, Bank will establish an ATM on the WVC premises. This ATM will be connected to one or more national or regional networks, as Bank may select.
- 2.) BANK'S RESPONSIBILITY. Bank will be responsible for the processing of transactions generated by persons using plastic access cards at the ATM in accordance with the rules of the network or networks to which it is connected.
- 3.) TERMINAL INSTALLATION AND MAINTENANCE.
 - a.) Installation. Bank will provide for the installation of the ATM on the WVC premises and will provide for its maintenance. Bank will provide the intersupport dataline and modem equipment. WVC agrees that the ATM may be affixed to the concrete floors by bolts to be installed by the Bank's contractor and/or affixed to an interior wall, as the parties may agree. All such work shall be done in workmanlike manner so as not to cause undue damage.
 - b.) WVC's Responsibilities: WVC will provide space for the ATM, including utility servicing space. WVC is responsible for cleanliness of the ATM area and agrees that the ATM will not be used for display or storing material nor will the ATM be obstructed from view.
 - c.) Electrical Service. The parties understand and agree that the ATM will require a separate and dedicated electrical power line and circuit with its own circuit breaker. Bank shall be responsible for the installation and maintenance of a new line and circuit and such other electrical equipment as the ATM may require, at its own expense. WVC will thereafter provide and pay for electrical power to the ATM. All such electric wiring and equipment as may be installed shall be placed within the walls or above the ceiling of the premises, as WVC Construction Division may direct, in accordance with all applicable state, local and national electrical codes.
 - d.) Telephone Service. The parties understand and agree that the ATM will require a separate, dedicated telephone line to enable it to communicate with the participating

- networks. Bank shall be responsible for installation and maintenance of a new telephone line and related equipment as may be required, at its own expense, and will pay for all telephone service in connection therewith. All such telephone lines and related equipment as may be installed shall be placed within the walls or above the ceiling of the WVC premises, as WVC's Construction Division may direct.
- e.) Modem. If any ATM is not equipped with an internal Modem, then WVC reserves the right to require that the Modem serving the ATM be located in a back room of the premises, as WVC Construction Division may direct.
- f.) Alarm Security. Bank shall be responsible for determining and establishing appropriate alarm security for the ATM. Any equipment, circuits, maintenance, or service charges required or incurred due to connection of the ATM to an alarm system shall be the responsibility of the Bank.
- 4.) TERMINAL SUPPORT. WVC will have no responsibility for maintaining the machine or monitoring its performance. However, operational problems of which WVC management becomes aware, or which are reported to WVC management by customers, will be reported to the Bank or its designee for resolution.
- 5.) ADVERTISING SIGNS. WVC will permit Bank to place a sticker or sign in a window on the premises to advertise the ATM's presence on the premises, in accordance with the College's Plan. The Bank will be permitted to advertise the presence of the ATM by such exterior signage as the Bank and WVC may mutually agree upon.
- 6.) RISK OF LOSS.
- a.) WVC shall have no liability with regard to any transactions accomplished by plastic access cards. Bank shall hold WVC harmless from any such liability.
- b.) Bank will insure the machine against physical damage or loss. WVC premises (to the extent related to ATM activity) shall be added to the Bank's blanket bond providing coverage against loss by robbery or theft. All risk of loss by such means shall be upon the Bank.
- 7.) PROPRIETARY INTERESTS. All documentation, procedures, specifications, and processing programs utilized or developed by Bank or any participating network, and used in connection with the ATM are and shall remain the sole property of Bank or such network as the case may be.
- 8.) COMPLIANCE WITH LAWS AND REGULATIONS; INDEMNIFICATION. Bank agrees to comply with all laws and regulations governing the establishment and operation of ATMs and shall hold harmless and indemnify WVC from and against all claims, demands, liabilities, or expenses resulting from any failure on the part of the Bank to exercise reasonable care or to comply with the provisions of law or governmental regulations.
- 9.) TERM; TERMINATION. This Agreement shall continue effective for a term of one year from the date hereof. The Agreement shall be automatically extended and renewed from year to year for terms of one (1) year each ("Renewal Terms") unless

either party elects to terminate the Agreement as of the end of the initial term or a renewal term by giving written notice to the other party not less than ninety (90) days prior to the expiration of the initial term or any renewal term. The foregoing notwithstanding, either party may terminate this Agreement at any time after the expiration of one year from the date hereof, by giving 90 days advance written notice to the other party. Upon the termination of this Agreement as to WVC, Bank shall carefully remove therefrom the ATM and any related equipment which can be safely removed without causing undue damage to WVC premises or its related systems and fixtures, and shall promptly repair any such damage resulting from the ATM's presence of removal.

- 10.) ENTIRE AGREEMENT. This Agreement contains the entire Agreement of the parties hereto. No other agreement, statement, or promise made by any party hereto or by any employee, officer or agent of any party hereto concerning the same matters that is not in writing and not signed by the parties of this Agreement shall have any binding effect.

WHEREFORE, the parties have executed this agreement on the date first-above written.

OLD NATIONAL BANK

**ILLINOIS EASTERN COMMUNITY
COLLEGE DISTRICT 529 / WABASH
VALLEY COLLEGE**

Agenda Item #8Q

E-Bookstore Agreement

MEMORANDUM

TO: Board of Trustees
FROM: Terry L. Bruce
DATE: October 18, 2005
RE: E-Bookstore Agreement

The District has been working to establish an on-line Associate's Degree. Once fully developed, this on-line degree will be considered and approved by the Higher Learning Commission (HLC).

As part of that approval process, the HLC requires that on-line students have access to an on-line bookstore for purchasing textbooks and related materials.

We have been working with Follett's Bookstore to establish an e-bookstore for each of our four colleges. The attached agreement sets forth the details of our arrangement with Follett.

I ask the Board's approval of this agreement.

TLB/rs

Attachment



ePartner[®] Standard Web Site Agreement

This Agreement between Illinois Eastern Community Colleges (including Frontier Community College, Lincoln Trail College, Olney Central College and Wabash Valley College bookstores) ("Bookstore") and Follett, together with its Terms and Conditions, details the obligations of the parties in establishing an ecommerce presence for Bookstore on the Internet ("Site").

Follett Agrees to:

Create a template-based Site for Bookstore using information and data provided by Bookstore. The Site's content will include:

- Bookstore logo and/or custom art created by Follett, and/or, provided Bookstore has written permission from the trademark owner, school logo and mascot.
- Bookstore location, contact numbers, hours, personnel and policies, including return policies.
- Information regarding and updates on textbooks, pricing and buybacks.

The Site's functionality and features will include:

(Note: additional features and functionality upgrades may be added over time. Additional cost, if any, to bookstore for such upgrades to be determined.)

- Textbook ordering and reservations by course schedule.
- 24-hour faculty textbook adoption.
- Automated customer order confirmation by e-mail.
- Password protected Administration Area allowing Bookstore to edit announcements and store information.
- Password protected ordering and faculty textbook adoption areas.
- Hosting by a secure server to capture and deliver order information to Bookstore.
- Automatic Transmission of orders to a specially designated Bookstore Web site Administration Area.
- Confidential treatment of data shared between the Site and Follett.
- Customizable shipping rates.
- Site support to assist Bookstore in the accurate and timely fulfillment of orders.
- Customized local branding.



Bookstore Agrees to:

Enable Follett to create and serve the Site by maintaining:

- At least one computer equipped with a certified text management system compatible with efollett.com
- An Internet connection through a campus network or an Internet Service Provider.
- An Internet Explorer browser, version 5.5 or higher, with 128bit encryption.
- A functional e-mail account (e.g. Eudora® or MS Outlook®) that supports attaching files to outgoing messages and processing attachments to messages received.
- Adobe Acrobat Reader(r).
- A functional computer printer.

In addition, Bookstore will maintain the Site by:

- Providing Follett with an electronic file of initial booklist information within one month of the agreed-upon launch date of the website, so Follett can test and post the information on the Site.
- Thereafter, by uploading an accurate and updated booklist within 24 hours of making any changes.
- Checking on and/or updating the Site's order status and fulfillment information within 48 hours of order placement.
- Maintaining consistent pricing between the Site and Bookstore shelf price, and honoring the lower price in the event of a discrepancy.
- Reviewing and updating announcements on the Site at least once a week.
- Promptly reporting any problems with the Site to the ePartner Program staff.
- Shipping available product or communicating order status and fulfillment delays via e-mail or phone to customers within one business day of receipt of order.
- Responding to customer service-related complaints, inquiries, or feedback via e-mail or by phone within 24 hours.

Annual Fee

Annual Gross Revenue (please check one)

- Less than \$2 million
- Between \$2 million and \$5 million
- Greater than \$5 million

Web Site Type (please check one)

- Textbooks only
- Textbook and Campus Shop Option

Total Annual Fee 3 @ \$1000,00 (text) 1 @ \$1,500.00 (text/campus shop)(LTC) for a total of \$4,500.

The first year's Annual Fee is due upon execution of this Agreement. Thereafter, the Annual Fee will be due within thirty (30) days from the anniversary of the effective date of this Agreement.

Bookstore Name: _____ School Name: _____

Name: _____ Title: _____

City: _____ State: _____

e-mail Address: _____ Phone: _____

By signing this Agreement I certify that I am a duly authorized signer of Bookstore and have read and agree to be bound by the terms and conditions herein and accompanying this Agreement.

Signature: _____

Date: _____

(IECC Board of Trustees Chairman)

ePartner Terms and Conditions

1. Agreement.

These terms and conditions and the ePartner Web Site Agreement constitute the entire understanding between Bookstore and Follett Higher Education Group ("Follett") for the creation, hosting and support of Bookstore's Site by Follett ("Agreement"). Any capitalized terms not defined herein have their meanings given in the Web Site Agreement. This Agreement is effective as of the date it is executed by Follett.

2. Site Content

- (a) Follett and its licensors reserve all rights in all software, format, look and feel, copy, and other elements of the Site generally, except as provided in Section 2.b ("Follett Content"). Follett will defend, indemnify, and hold Bookstore harmless from any claim or expense arising out of the Follett Content's alleged or actual infringement of any patent, trademark, service mark, copyright, or other intellectual property right.
- (b) Bookstore reserves all rights in any Bookstore logotype, trademark, service mark, copy, or other elements of the Site provided by Bookstore, and warrants that it has all necessary right and authority to authorize Follett to use any school logo-type, trademark, service mark or copy provided by Bookstore (collectively, "Bookstore Content"). Bookstore hereby grants Follett a royalty-free, non-exclusive license to use Bookstore Content for purposes of this Agreement during the term of this Agreement. To the extent permitted by applicable law, Bookstore will defend, indemnify, and hold Follett harmless from any claim or expense arising out of Bookstore Content's alleged or actual infringement of any patent, trademark, service mark, copyright, or other intellectual property right.

3. Customer Service

- (a) Bookstore is solely responsible for completion of all customer transactions made through the Site, including all fulfillment, collection, return, exchange and customer service activities.
- (b) To the extent permitted by applicable law, Bookstore will defend, indemnify, and hold Follett harmless from any claim or expense arising out of Bookstore's customer transactions, including, but not limited to, any violation of Section 3(a) above.

4. Site Support

Follett will use good faith efforts to maintain the Site, but does not warrant that service will be uninterrupted or error-free. **In no event will Follett be liable to Bookstore for any damages whatsoever, including lost profit, lost savings, incidental or consequential damages, arising out of this Agreement, the Site, or transactions made through the Site.**

5. Terms and Termination

- (a) The term of this Agreement extends for a period of one year from the date signed by the Bookstore, and will thereafter automatically renew for additional one-year periods.
- (b) Either party may terminate this Agreement for any reason by giving the other party ninety (90) days written notice. Either party may terminate this Agreement upon thirty (30) days written notice in the event the other party fails to comply with a material obligation hereunder, including failure to provide updates to booklists, order status or fulfillment information in a timely manner.
- (c) Upon termination of this Agreement, Follett will deactivate the Site and assist Bookstore in accounting for outstanding orders and reservations. Bookstore will immediately account in writing, and remit to Follett, any amounts owed to Follett.
- (d) Any Sections herein that by their nature survive termination of this Agreement shall do so.

6. **Miscellaneous**

- (a) Bookstore may not assign this Agreement without Follett's prior written consent and any such attempted assignment shall be void.
- (b) The relationship of Follett and Bookstore is that of independent contractors, and no partnership, agency, fiduciary or other relationship exists.

Agenda Item #9

Bid Committee Report

None

Agenda Item #10

District Finance

A. Financial Report

B. Approved of Financial Obligations

**ILLINOIS EASTERN COMMUNITY COLLEGES
DISTRICT #529**

TREASURER'S REPORT September 30, 2005

FUND	BALANCE
Educational	\$3,872,724.00
Operations & Maintenance	\$753,944.64
Operations & Maintenance (Restricted)	(\$7,243.12)
Bond & Interest	\$677,061.31
Auxiliary	\$460,789.50
Restricted Purposes	\$112,537.70
Working Cash	\$16,821.01
Trust & Agency	\$170,372.61
Audit	\$62,726.92
Liability, Protection & Settlement	\$417,333.00
TOTAL ALL FUNDS	\$6,537,067.57

Respectfully submitted,

Marilyn Grove, Treasurer

ILLINOIS EASTERN COMMUNITY COLLEGES
Combined Balance Sheet - All Funds
September 30, 2005

	ALL FUNDS
	Fiscal Year 2006
ASSETS:	
CASH	6,537,066
IMPREST FUND	21,500
CHECK CLEARING	2,000
INVESTMENTS	7,280,000
RECEIVABLES	3,376,424
ACCRUED REVENUE	-
INTERFUND RECEIVABLES	99,206
INVENTORY	463,200
OTHER ASSETS	438,608
TOTAL ASSETS AND OTHER DEBITS:	18,218,004
 LIABILITIES:	
PAYROLL DEDUCTIONS PAYABLE	4,059
ACCOUNTS PAYABLE	15,567
ACCRUED EXPENSES	-
INTERFUND PAYABLES	139,950
DEFERRED REVENUE	-
OTHER LIABILITIES	252,660
TOTAL LIABILITIES:	412,236
 EQUITY AND OTHER CREDITS:	
INVESTMENT IN PLANT	1,428,160
PR YR BDGTD CHANGE TO FUND BALANCE	477,632
 FUND BALANCES:	
FUND BALANCE	3,929,345
RESERVE FOR ENCUMBRANCES	11,970,631
TOTAL EQUITY AND OTHER CREDITS	17,805,768
 TOTAL LIABILITIES, EQUITY, AND OTHER CREDITS	 18,218,004

ILLINOIS EASTERN COMMUNITY COLLEGES
 Combined Statement of Revenues, Expenses,
 and Changes in Net Assets
 AS OF September 30, 2005

ALL FUNDS

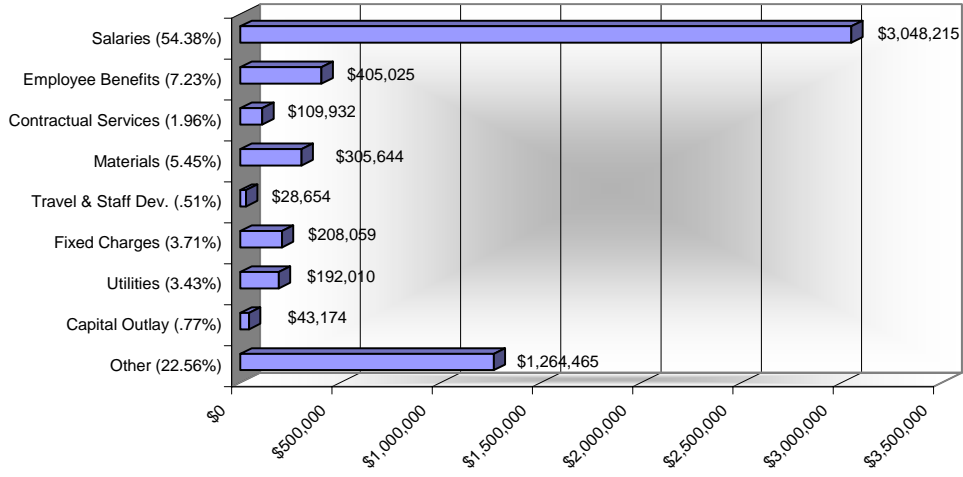
	YEAR-TO-DATE
REVENUES:	
LOCAL GOVT SOURCES	3,229,120
STATE GOVT SOURCES	3,408,421
STUDENT TUITION & FEES	4,847,001
SALES & SERVICE FEES	1,036,854
FACILITIES REVENUE	9,183
INVESTMENT REVENUE	69,780
OTHER REVENUES	7,895
TOTAL REVENUES:	12,608,254
 EXPENDITURES:	
INSTRUCTION	2,130,577
ACADEMIC SUPPORT	103,895
STUDENT SERVICES	305,884
PUBLIC SERV/CONT ED	12,895
OPER & MAINT PLANT	612,553
INSTITUTIONAL SUPPORT	1,489,030
SCH/STUDENT GRNT/WAIVERS	1,252,327
AUXILIARY SERVICES	1,425,866
TOTAL EXPENDITURES:	7,333,027
 TRANSFERS AMONG FUNDS:	
INTERFUND TRANSFERS	0
TOTAL TRANSFERS AMONG FUNDS:	0
 NET INCREASE/DECREASE IN NET ASSETS	 5,275,227

ILLINOIS EASTERN COMMUNITY COLLEGES
OPERATING FUNDS
COMPARISON REPORT FY04-06

College	Category	FISCAL YEAR 2004			FISCAL YEAR 2005			FISCAL YEAR 2006			
		Annual Budget	Spent Thru September	% of Bdgt	Annual Budget	Spent Thru September	% of Bdgt	Annual Budget	Spent Thru September	% of Bdgt	% of Year
Frontier	Bills		\$432,515			\$444,459			\$449,482		
	Payroll		408,976			443,976			475,114		
	Totals	\$2,740,793	841,491	31%	\$2,491,765	888,435	36%	\$2,860,383	924,596	32%	25%
Lincoln Trail	Bills		319,091			420,608			342,188		
	Payroll		455,913			474,845			481,499		
	Totals	3,077,226	775,004	25%	2,752,170	895,453	33%	3,069,113	823,687	27%	25%
Olney Central	Bills		530,014			609,608			591,254		
	Payroll		713,323			780,312			857,021		
	Totals	4,869,678	1,243,337	26%	4,571,385	1,389,920	30%	5,244,545	1,448,275	28%	25%
Wabash Valley	Bills		366,935			392,412			437,381		
	Payroll		586,598			614,954			617,554		
	Totals	3,431,452	953,533	28%	3,152,801	1,007,366	32%	3,614,699	1,054,935	29%	25%
Workforce Educ.	Bills		218,091			258,832			336,643		
	Payroll		243,082			239,653			242,767		
	Totals	1,801,632	461,173	26%	1,790,210	498,485	28%	1,930,872	579,410	30%	25%
District Office	Bills		48,959			53,271			52,719		
	Payroll		212,699			209,086			218,472		
	Totals	1,187,944	261,658	22%	1,146,422	262,357	23%	1,258,704	271,191	22%	25%
District Wide	Bills		554,087			603,365			347,296		
	Payroll		148,266			144,133			155,788		
	Totals	6,664,367	702,353	11%	8,519,060	747,498	9%	7,239,816	503,084	7%	25%
O & M	Bills										
	Payroll										
	Totals										
GRAND TOTALS		\$23,773,092	\$5,238,549	22%	\$24,423,813	\$5,689,514	23%	\$25,218,132	\$5,605,178	22%	25%

Excludes DOC

**Illinois Eastern Community Colleges
FY2005
Operating Funds**



Illinois Eastern Community Colleges Dist. #529
 As of September 30, 2005 - \$5,605,178

Agenda Item #11

Agenda Item #11

Chief Executive Officer's Report

Agenda Item #12

Agenda Item #12

Executive Session

Agenda Item #13

Approval of Executive Session Minutes

- A. Written Executive Session Minutes**
- B. Audio Executive Session Minutes**

Agenda Item #14

Approval of Personnel Report

MEMORANDUM

TO: Board of Trustees
FROM: Terry L. Bruce
DATE: October 14, 2005
RE: Personnel Report

Mr. Chairman, I recommend that the Board of Trustees approve the attached Personnel report. Additional information for item 400.1. 400.2. and 400.3. will be mailed under separate cover.

INDEX

- 400.1. Employment of Personnel**
- 400.2. Request for Approval of Proposed Non-College Employment
(External Report)**
- 400.3. Resignations**

PERSONNEL REPORT

400.1. Employment of Personnel

A. Classified

1. Diana Wilkerson, Bookkeeper, DO, effective November 1, 2005.

400.2. Request for Approval of Proposed Non-College Employment (External Report)

400.3. Resignations

A. Classified

1. Gary Webb, Custodian, WVC, resignation effective October 14, 2005
2. Trudy Hemrich, Bookkeeper, DO, effective November 2, 2005

Agenda Item #15

Agenda Item #15
Collective Bargaining

Agenda Item #16

Agenda Item #16

Litigation

Agenda Item #17

Acquisition and Disposition of Property

Agenda Item #18

Agenda Item #18

Other Items

Agenda Item #19

Agenda Item #19

Adjournment

TENTATIVE
Protection, Health, Safety and ADA
Projects Schedule
Phase VIII

	Estimated Budget							
Repair Stairways & Elevators	\$121,460	████████████████████						
Combustible Wall Panel Replacement	\$178,291	████████████████████						
Bleacher Repair & Replacement	\$179,850	████████████████████						
Floor Tile Repair & Replacement	\$38,400	████████████████████						
Replacement of Greenhouse Glass	\$51,400	████████████████████						
ADA - Natatorium Renovations	\$245,000	████████████████████						
Tuckpointing of Exterior Walls	\$37,200	████████████████████						
Other ADA Compliance Work	\$287,400	████████████████████						
Roof Repair and Replacement	\$1,013,755	████████████████████						
Asbestos Survey and Potential Abatement	\$529,507	████████████████████						
Districtwide Upgrade of Plumbing	\$67,200	████████████████████						
HVAC Supplement and Upgrade	\$593,505	████████████████████						
Upgrade of Lighting & Firealarm System	\$154,600	████████████████████						
GRAND TOTAL	\$3,497,568		Board Approval	Materials	Begin Construction	30% Completed	60% Completed	80% Completed

9/30/2005