

**JOLIET JUNIOR COLLEGE
REQUEST FOR PROPOSAL
FINANCIAL ADVISOR**

Addendum No. 1

The following questions have been submitted pertaining to this RFP. The clarifications are listed below each question in **BOLD**.

1. Is there a budget amount for this procurement? **There is no set amount budgeted.**
2. When you mention project cost, the capital contribution is a deduct, so the net amount to be financed is less the contribution. For example in Option I-Campus Center, the project is \$20m. The amount financed is \$15M (less the capital contribution of \$5M). **This is correct.**
3. How will the capital be raised or is it an equity contribution from accumulated fund balances? **That has not yet been determined.**
4. In Option 3 – Recreation/Athletic Facility with the YMCA; are there any projections on the net facility revenues? Would these revenues come from JJC students or all users of the facility? **Net facility revenues have not been determined. Any person, including JJC students, will be allowed to join the facility. The college is looking for recommendations on how this debt instrument should be structured.**
5. In the City Center high rise replacement with participation from other private/public entities what other lease revenues would you anticipate and from whom? **One lease for this facility currently exists which nets approximately \$100,000 per year. The additional leases have not yet been identified.**
6. On page 6 of the RFP you list the proposed options with revenue stream/contributions listed for each project. Are we to assume that the contributions listed are each their own options of revenue streams for each project, or are they a combination of options? For example, under Project 2 (Expansion/Renovation of Science Building et al), are we to run two debt service options for this project - one in which the project is funded by a tuition increase and one in which it is funded by a tuition increase with a \$5 million capital campaign contribution? **How you are treating the example is correct, you would run two debt service options.**
7. As for the tuition increase assumption, my understanding is that we are to use 250,000 credit hours as the base number of credit hours for the current school year. Going forward, we are to increase that by 3% per year? Also, should we use the \$62.00 as the in-District tuition per credit hour as of the fall of 2007, or

- \$76.00 per credit hour, which includes fees? **Yes, use 250,000 credit hours and increase that by 3% per year. Our total tuition and fees per credit hour is \$76, but we are looking at what the dollar increase would be related solely to debt service.**
8. What annual increase in Equalized Assessed Valuation should we use for the option that incorporates a voter approved referendum? **We would like to see your recommendation.**
 9. For proposed Option 4 on page 6, are there projected annual amounts for lease revenues, private contribution/investment, JJC contribution, and TIF financing/revenue the College would use to support debt service payments? **No, the college would like recommendations for this.**

All proposals will be reviewed independently and will be awarded based on the best interests of the College.

Please acknowledge receipt of this addendum by emailing back a confirmation receipt.

Issued by:

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