

BOARD OF TRUSTEES OF COMMUNITY COLLEGE DISTRICT NO. 508
County of Cook and State of Illinois

CITY OF CHICAGO
DEPARTMENT OF ENVIRONMENT LOAN AGREEMENT
FOR THE
NEW KENNEDY-KING COLLEGE

THE CHANCELLOR

REPORTS

that the Chicago Department of Environment is offering a loan to City Colleges of Chicago in the amount not to exceed \$2,200,000 towards construction of a cogeneration system, a solar installation and wind turbine at the new Kennedy-King College Campus; and

that the loan is offered at zero (0%) interest with the commitment from the College to purchase up to 20% of the power for the new Kennedy-King College Campus from renewable sources; and

that the term of this agreement shall remain in effect until the later of (i) December 15, 2017 or (ii) the date on which all amounts due by City Colleges of Chicago to the City of Chicago pursuant to the provisions of the Agreement, at the discretion of the City of Chicago, are paid in full; and

that the repayment of the loan principal will be paid for through the City Colleges of Chicago Educational Funds. Repayment begins in the December 15, 2007 in installments of \$220,000 per year. The anticipated energy savings from co-generation is estimated to be \$294,000 - \$326,000 per year; and

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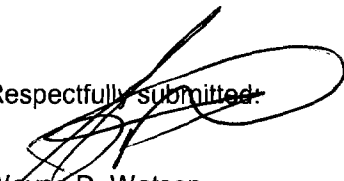
RECOMMENDS

that the Board of Trustees authorize the Chairman to enter into the Loan agreement with the City of Chicago, Department of Environment in the amount if \$2,200,000

FINANCIAL

\$2,200,000 – Educational Fund — DEPT. I.D.

Respectfully submitted:


Wayne D. Watson
Chancellor

COLLEGE REVIEW: _____ REQN.# _____
President

November 7, 2002 CENTRAL OFFICE REVIEWS & DATES SIGNED:

Purchasing Date _____	Treasurer _____	Legal ^{4B} 10/05/02	Board Office _____
Admin. Svcs. Date 11/8/02	Academic Aff. _____	HR _____	Finance _____
OIT _____	Date _____		