



Board Letter

Agenda Date: September 12, 2024

Agenda #: 3

Authorization to execute third amendment to the line of credit facility.

Presenter: Michael Moran, Chief Financial Officer

Recommendation

It is recommended that the Board of Commissioners authorize the Chief Executive Officer or her designee to 1) execute a Third Amendment to the BMO Harris Bank N.A. Line of Credit Facility which extends the term of the line of credit facility (the "Facility") to a new 60-months term and 2) increase the amount of the Facility to \$50 Million.

The requested action complies in all material respects with all applicable federal, state, and local laws, and Chicago Housing Authority ("CHA") board policies. CHA staff has completed all necessary due diligence to support the submission of this initiative.

Background

BMO Harris Bank N.A. ("BMO Harris Bank" or the "Bank") is the CHA's primary cash management bank and has consistently provided best practice service delivery in a full range of banking products and services. Under Resolution No. 2016-CHA-112, passed October 18, 2016, CHA Board authorization was granted allowing CHA to expand the authorized use of the Facility to include providing loans which support residential and community development activities and to increase the Facility total amount from \$20 Million to \$50 million. Under Resolution No. 2019-CHA-37, passed July 16, 2019, CHA Board authorization was granted allowing CHA to extend the Facility for an additional 60-month term and reduce the total amount of the Facility from \$50 million to \$25 million. The current Facility has an extended termination date from July 31, 2024 to October 15, 2024 under an Extension Letter Agreement. Under this Board action, CHA is seeking authorization to extend the Facility to a new 60-month term and to increase the total amount of the Facility from \$25 Million to \$50 Million for the purpose of overall liquidity enhancement.

Respectfully Submitted:

A handwritten signature in blue ink, appearing to read 'Tracey Scott', is written over a horizontal line.

Tracey Scott
Chief Executive Officer



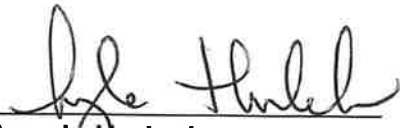
RESOLUTION NO. 2024-CHA-32

WHEREAS, the Board of Commissioners has reviewed the Board Letter dated September 12, 2024 entitled, "Authorization to execute third amendment to the line of credit facility".

THEREFORE, BE IT RESOLVED BY THE BOARD OF COMMISSIONERS OF THE CHICAGO HOUSING AUTHORITY:

THAT, the Board of Commissioners hereby authorizes the Chief Executive Officer or her designee to 1) execute Third Amendment to BMO Harris Bank Line of Credit Facility ("Facility") which extends the Facility to a new 60- months term; and 2) increases the amount of the Facility to an aggregate amount of \$50 Million.




Angela Hurlock
Chairperson
Chicago Housing Authority