

State of Michigan
Department of Treasury
Bureau of Bond Finance

Michigan Higher Education Facilities Authority

ANNUAL REPORT
2009

Michigan Higher Education Facilities Authority

Authority Mission Statement

The Michigan Higher Education Facilities Authority (MHEFA) exists to lower the cost of non-profit higher education by providing Michigan's private, non-profit educational institutions access to tax-exempt capital.

The Authority Finance Division as part of the Bureau of Bond Finance provides financial and administrative support services on behalf of MHEFA to assist with achieving its goals.

Bureau of Bond Finance Mission Statement

The Bureau of Bond Finance will achieve and maintain access to the financial market at the lowest cost to the citizens of Michigan on behalf of:

- Hospitals and their patients
- Higher education students and their families
- Private colleges and their students
- Public school academies and their students
- Public schools and their taxpayers
- Municipalities and their taxpayers
- The State-at-large for environmental, recreational, and other specific voter approved projects
- The State for cash flow financing for operating purposes.

Vision

- We are committed to fair, consistent, and courteous customer service.
- We have the training, technology, and tools to meet customer needs.
- We provide low-cost financing in order for cities and communities to be magnets for economic opportunities, with high quality education and healthcare.
- We are a division where public service and service to others is exalted.

Values

- Integrity: Michigan's schools, colleges, universities, municipalities, and healthcare providers; along with bond counsel, financial advisors, and underwriters know that they can depend upon the Authority Finance Division to follow through on their commitments.
- Excellence: The Authority Finance Division is committed to providing increasingly effective, low-cost financing to protect the interests of the citizens of Michigan.
- Teamwork: The Authority Finance Division will work together to provide effective, low-cost financing to Michigan's schools, colleges, universities, municipalities, and healthcare providers.
- Pride: In our achievements.

Michigan Higher Education Facilities Authority Purpose and Structure

The Michigan Higher Education Facilities Authority was created under Act 233 of 1964 and Act 295 of 1969 (the Acts) to assist non-profit educational institutions in Michigan in obtaining financing for capital improvements. Through MHEFA, universities and colleges in the State have access to the capital market at competitive, tax-exempt interest rates. Bonds are issued through MHEFA and the proceeds loaned to higher educational institutions in Michigan for the acquisition, construction, or alteration of educational facilities.

The provisions of the Acts are carried out by an eleven member authority. The Governor, with the advice and consent of the State Senate, appoints nine members. The State Superintendent of Public Instruction and the Director of the Department of Management and Budget are ex officio, non-voting members. The voting membership of MHEFA is as follows:

Larry L. Whitworth, Chair

Harold Gardner, Vice Chair

William J. Cochran

James N. Goenner

Larry L. Leatherwood

Daniel J. Limer

Lewis N. Walker

Amy D. Seetoo

Lerrlyn Nelson

MICHIGAN HIGHER EDUCATION FACILITIES AUTHORITY BOND ISSUE HISTORY

Year	Number of Bond Issues	Amount
1978	1	2,215,000
1979	0	0
1980	1	1,400,000
1981	0	0
1982	1	2,900,000
1983	1	4,000,000
1984	0	0
1985	1	60,000,000
1986	0	0
1987	0	0
1988	2	6,875,000
1989	1	5,000,000
1990	4	30,050,000
1991	2	16,670,000
1992	2	3,450,000
1993	4	26,090,000
1994	4	47,525,000
1995	5	39,605,000
1996	5	38,980,000
1997	3	13,895,000
1998	4	68,985,000
1999	5	42,980,000
2000	4	66,370,000
2001	2	44,185,000
2002	6	68,050,000
2003	5	34,540,000
2004	3	93,925,000
2005	5	44,385,000
2006	4	92,890,000
2007	6	227,225,000
2008	7	176,205,000
2009	0	0
Total	87	1,258,395,000

