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New Jersey Educational Facilities Authority Completes a \$12,000,000 million bond financing for Drew University

On June 26, 2008, the New Jersey Educational Facilities Authority issued its 2008 Series I Bonds on behalf of Drew University in an initial aggregate principal amount of \$12 million. The transaction was structured through a direct purchase with TD Bank, N.A., (formerly Commerce Bank, N.A.). The initial \$12,000,000 obligation will be advanced to the University in increments of up to \$4,000,000 per year over the next three years. Once the funds have been drawn, the annual draw will then be amortized over a ten-year period.

Under the plan of finance, TD Bank, N.A. may agree to renew for another 3 years, and at the end of that period, renew for another 4 years under the same terms for an aggregate total amount not to exceed \$40 million.

Bond proceeds will be used by the University to help finance its annual deferred maintenance needs over potentially a ten-year period, including various capital improvements to campus facilities and grounds; equipment acquisition and installation; and upgrades and improvements to classrooms, offices and other facilities.

McManimon & Scotland, LLC served as bond counsel to the Authority on the transaction.

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