

The Facts . . .

City's 19-Year Battle with PAAG

- 1998 1998 - PAAG Loan Agreement with City
- 2004 PAAG Agreement – Reduces interest rate from 9% to 6.9%
- 2005 March 2005 Ruling of the Commission \$220M
- 2005 April 2005 – City and PAAG enter new Agreement
- 2005 City's due diligence
- 2005 September 2005 – City votes to not buy System
- 2006 April 2006 – PAAG demands arbitration for repayment of \$1M loan – Claims City acted in Bad Faith
- 2006 May 2006 – City files suit and PAAG counters
- 2017 2006 - May 2017: Litigation continues
- 2017 May 2017 – Court of Appeals rules that City owes \$1M plus 19 years of interest

The Facts . . . Who is Behind PAAG?

1998 Articles of Organization

PAAG Registered Agent: Michael Kraft

LLC Members:

Michael Cullinan

Cullinan Companies, LLC

Underwood's Furniture Galleries, Inc.

D. A. Hoerr & Sons, Inc.

David Ransburg

Ted Fleming

Thomas Lund

James DeBord

O'Brien Steel Service Co.

Helen and Gerald Stephens

Source: Illinois Secretary of State

Current

PAAG Registered Agent: Rita Kress

LLC Managers:

Michael Cullinan

Cullinan Companies, LLC

Underwood's Furniture Galleries Ltd.

Gerald D. and Helen M. Stephen
Foundation

Jonathan D. Burklund

Source: Illinois Secretary of State