



September 30, 2019

**NOTICE OF COLLEGE BANKRUPTCY FILING,  
PLANNED SALE OF CAMPUS AND RELATED ASSETS TO HOLDERS  
OF CITY OF NEW ROCHELLE INDUSTRIAL DEVELOPMENT AGENCY CIVIC  
FACILITY REVENUE BONDS (COLLEGE OF NEW ROCHELLE PROJECT), SERIES  
1999 (the “Bonds”)**

**CUSIP NOS. 648536AY6, 648536AZ3<sup>1</sup>**

THIS NOTICE CONTAINS IMPORTANT INFORMATION THAT IS OF INTEREST TO THE REGISTERED AND BENEFICIAL OWNERS OF THE ABOVE BONDS. IF YOU RECEIVE THIS NOTICE AND ARE ACTING FOR BENEFICIAL OWNER(S), PLEASE SEND THIS NOTICE TO THE BENEFICIAL OWNER(S) IMMEDIATELY.

UMB Bank, N. A. is the successor trustee (the “Trustee”) under that certain Indenture of Trust dated as of April 1, 1999 (the “Indenture”) between the City of New Rochelle Industrial Development Agency and the Chase Manhattan Bank. The Bonds were issued for the benefit of the College of New Rochelle (the “College”) to support various College-related projects at the College’s New Rochelle-based campus (the “Campus”). Prior notices from the Trustee to bondholders and material events disclosures posted to the MSRB EMMA Service ([www.emma.msrb.org](http://www.emma.msrb.org)) (the “EMMA Service”) reflect significant financial distress at the College over a period of years, that the College announced plans to cease academic instruction and that the College planned to commence chapter 11 bankruptcy proceedings after academic instruction ceases.

**BANKRUPTCY FILING**

The College commenced bankruptcy proceedings (the “Bankruptcy Proceedings”) on September 20, 2019 in the United States Bankruptcy Court for the Southern District of New York (the “Bankruptcy Court”). The petition and other materials relating to the Bankruptcy Proceedings are available from the Bankruptcy Court, the address and other contact information for which is as follows:

United States Bankruptcy Court for the  
Southern District of New York  
300 Quarropas Street, Room 248  
White Plains, New York 10601  
Website: <http://www.nysb.uscourts.gov>

---

<sup>1</sup> No representation is made as to the correctness of the CUSIP Numbers which are included solely for the convenience of the holders of the Bonds.

It is anticipated the Bankruptcy Court will establish specific deadlines and procedures for bids for the Campus and related assets and provide for an auction if qualified competing bids are received and will establish a deadline for objections to any sale terms by interested parties, including Bondholders. The Trustee and its counsel are in discussions with representatives of the College concerning these matters.

In connection with the Bankruptcy Proceedings, the College has received preliminary approval to borrow up to \$4 million in new debt to meet ongoing financial obligations while the College pursues the sale of the Campus and related assets. The loan will be secured by first priority liens on substantially all of the assets associated with the Campus. It is anticipated that this loan will be repaid as a cost of sale when the College consummates its planned sale of the Campus. The Bankruptcy Court has scheduled a further hearing for October 16, 2019 to consider whether to approve this loan on a final basis.

### **BONDHOLDER PARTICIPATION**

Prior notices to Bondholders reflect that the Trustee is in contact with holders of a majority in principal amount of the Bonds outstanding. Holders of a majority in aggregate principal amount of the Bonds outstanding have certain rights under the bond documents to direct the method and place of conducting remedial proceedings affecting the Bonds. The Trustee is requesting participation by all holders of the Bonds in discussions regarding the matters described in this Notice.

### **FURTHER INFORMATION**

Certain disclosure documents with respect to the Bonds have been posted to the EMMA Service. The Trustee is not responsible for the maintenance or accuracy of the EMMA Service. The Trustee intends to issue periodic notices to holders regarding certain matters relevant to the Bonds. If you have any questions regarding this notice, you may contact the Trustee at the following address:

UMB Bank, N.A.  
Attention: Gordon Gendler  
120 South Sixth Street, Suite 1400  
Minneapolis, Minnesota 55402  
Phone: (612) 337-7002  
E-mail: Gordon.Gendler@umb.com

Please note that UMB Bank may conclude that a specific response to particular inquiries from individual Holders is not consistent with equal and full dissemination of significant information to all Holders. Holders should not rely on UMB Bank as their sole source of information. UMB Bank makes no recommendations and gives no investment or legal advice to the above matters or as to the Bonds generally.

UMB BANK, N.A., as Trustee