

Document Status: Draft Update

OPERATIONAL SERVICES

4:40 Incurring Debt

The Executive Director shall provide early notice to the Advisory Board and the Administrative Agent Boards of the Cooperative's need to borrow money. The Executive Director should accompany any recommendation to borrow money with a statement describing the need for a loan and a plan for accomplishing the loan which includes the preparation of all necessary documents.

Board Issue Obligations

In connection with the Board's issuance of bonds, the executive Director shall be responsible for ensuring Cooperative is in compliance with federal securities laws, including the anti-fraud provisions of the Securities Act of 1933, as amended and, if applicable, the continuing disclosure obligations under Rule 15c2-12 of the Securities Exchange Act of 1934, as amended.

Additionally, in connection with the Board's issuance of bonds, the interest which is excludable from gross income for federal income tax purposes, or which enable the Cooperative or bond holder to receive other federal tax benefits, the Board authorizes the Executive Director to establish written procedures for post-issuance compliance monitoring for such bonds to protect their tax exempt (or tax advantaged status)

LEGAL REF.:30 ILCS 305/2.

105 ILCS 5/10-22.31, 5/18-20.

ADOPTED:February 1, 2012