

RESOLUTION OF THE BOARD OF EDUCATION OF THE CITY OF CHICAGO IN REGARDS TO THE PROVISIONS OF THE SCHOOL CODE AMOUNT NOT TO EXCEED \$300,000,000 PURSUANT TO THE SCHOOL CODE

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WHEREAS, pursuant to the provisions of Article IX of the State Constitution of Illinois, as amended, (the "School Code") the City of Chicago, Illinois, constitutes one school district (the "School District"), which is a body politic and corporate by the name of "Board of Education of the City of Chicago" (the "Board"), and

WHEREAS, the 2001 tax law of the Board for educational and for building purposes (the "2001 Tax Law") has been determined by law

with the County Clerk of the County of DuPage and the County Clerk of the County of Cook; and

WHEREAS, the 2001 Tax Law has been determined by law and may be significantly further delayed, which, if said taxes are so delayed, will result in a decrease in cash on hand of the Board.

reference.

2. Determination to Authorize and Provide for the Note: It is necessary and in the best interests of the School District to enter into the Note and the Line of Credit of the Board and the residents of the School District for the Board to enter into the Note and the Line of Credit.

3. Findings: The Board hereby determines that it is necessary to issue notes, bonds, or other securities to raise the money necessary to pay the expenses of the School District and that no person holding an office or position in the School District is financially interested in the Note and the Line of Credit.

4. Definitions: For all purposes of this Resolution, except as otherwise expressly provided or otherwise defined in the preamble, the terms defined in this section shall have the meanings set forth below, and shall include the plural as well as the singular.

"Line of Credit" shall mean a line of credit authorized under this Resolution and established with a bank for the benefit of the Board.

"Note" shall mean a promissory note of the Board authorized to be issued under this Resolution and to be paid to the order of a bank selected by the Board.

5. Authorization and Terms: The Note (and in connection therewith the Line of Credit) is authorized and established pursuant to the provisions of the School Code and other provisions of Illinois law to defray the necessary expenses and liabilities of the School District incurred for the purpose of carrying out the duties of the Board.

...for such purposes, and for no other educational and building purposes prior to the collection of taxes levied for such purposes. The Note shall be drawn against and in anticipation of the collection of the taxes levied for the year

...and building purposes. The Note shall be payable solely from such taxes when collected. The Note shall be issued in an amount not in excess of \$300,000,000. Taxes comprising

...are hereby assigned to the payment of the Note and such taxes, when collected, shall be set apart and held for the payment of the Note.

... All moneys The Note shall be dated as of the date of delivery thereof (the "Dated Date") ... property tax revenues and such ... payments shall be made, within 60 days after the property tax revenues have been received by the Board

... Designated Officials are hereby authorized to determine, at their discretion, the interest rate on the Note, not to exceed the maximum rate authorized by the Bond Authorization Act, from the date of issuance until paid.

... The Note shall be executed as behalf of the Board with the manual or duly authorized facsimile signatures of the President and Secretary of the Board, and

All notices of the officials of the Department of Health and Human Services shall be given to the Secretary of the Department of Health and Human Services. This Resolution is hereby affirmed, ratified, approved and confirmed.

9 Severability. The provisions of this Resolution are hereby declared to be severable; and if

any section or provision shall for any reason be declared to be invalid, such declaration shall not affect the validity of the remainder of the sections, or parts, or provisions.

and if any section or provision of this Resolution shall be found to be in conflict with any other law, the provisions of this Resolution shall prevail to the extent of such conflict hereby declared. This Resolution is effective immediately upon its adoption.