Approved by the Board of Trustees

January 18, 2024

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Board Meeting

January 18, 2024

## ROLL CALL

## DELEGATE AUTHORITY TO DECLARE INTENT TO REIMBURSE IN CONNECTION WITH ISSUANCE OF TAX-EXEMPT DEBT

**Action:** Approve Actions Delegating Authority to the Vice President/Chief Financial Officer and Comptroller of the University of Illinois System to Adopt and Execute Declarations of Official Intent in Connection with the Issuance or Prospective Issuance of Tax‑Exempt Debt Obligations

**Funding:** No New Funding Required

Treas. Reg. §1.150‑2 provides that if a current expenditure is to be permanently financed by a later issue of tax‑exempt obligations, an issuer of such obligations must declare its intention to reimburse itself (Declaration of Intent) for the expenditure from proceeds of a tax-exempt obligation within 60 days from when the expenditure is made. The Board of Trustees of the University of Illinois (the Board) has, from time to time, adopted Declarations of Intent in accordance with Treas. Reg. §1.150‑2 in connection with the approval of new projects that the Board anticipates will be financed with the issuance of tax-exempt debt obligations.

Treas. Reg. §1.150‑2 permits the Board, as an issuer of tax-exempt debt, to designate an official or employee to make Declarations of Intent on behalf of the Board. Because of the timing requirement necessary for a Declaration of Intent to comply with Treas. Reg. §1.150‑2, it is recommended that the Board delegate authority to execute Declarations of Intent to the vice president/chief financial officer and comptroller to capture the maximum amount of expenses eligible to be financed on a tax-exempt basis.

Accordingly, the comptroller recommends that the Board approve the following actions:

1. Approval of the Resolution Delegating Authority to the Vice President/Chief Financial Officer and Comptroller of the University of Illinois System to Adopt and Execute Declarations of Official Intent in Connection with the Issuance or Prospective Issuance of Tax‑Exempt Debt Obligations in substantially the form before this meeting.
2. Delegate to the comptroller the authority to declare the official intent of the Board to pay or reimburse expenditures in accordance with Treas. Reg. §1.150‑2 by executing a Declaration of Intent if deemed useful or necessary by the comptroller in connection with the issuance or prospective issuance of tax‑exempt debt obligations.

The Board action recommended in this item complies in all material respects with applicable State and federal laws, University of Illinois Statutes, *The General Rules Concerning University Organization and Procedure*, and Board of Trustees policies and directives.

The president of the University of Illinois System concurs.