

REQUEST FOR APPROVAL OF LINE OF CREDIT FOR EACH CAMPUS FROM TREASURY POOL

The Treasurer of the University is authorized to advance funds, up to the amounts specified below, to each campus for the purpose of providing funds for Board of Regents approved capital projects prior to issuance of external financing for such purposes. Advances shall be through the use of a Line of Credit established by the Treasurer's Investment Pool;

Subject: Treasurer's Line of Credit Facility in the maximum amounts of:

\$20 million for the Anschutz Medical Campus,

\$20 million for the Boulder Campus,

\$10 million for the Denver Campus,

\$10 million for the Colorado Springs Campus,

And \$2 million for System Administration.

Amounts provided in this resolution shall supersede amounts previously authorized by the Regents in Resolution. No additional amounts may be drawn by campuses under previous Supplemental Credit Facilities ("SCF") or Lines of Credit from the Treasurer's Investment Pool after the effective date of this resolution other than a SCF for the Colorado Springs Campus for the CSURA project, which remains active.

The loan approval process will follow procedures established for internal treasury loans and will be within the system's maximum debt service capacity limits established by the Regents.

The loans under these lines of credit will be made to the campus and the Chancellor of such campus will guarantee loan repayment from campus resources,

If external financing proves cost-effective, costs, expenses and draws paid for through these internal loans and any other internal sources may be refinanced with external debt, and further that this resolution is a declaration of intent to reimburse under U.S. Treasury regulation, section 1.150-2(e).

Recommendation from: Dan J. Wilson, Treasurer of the University of Colorado

The Treasurer of the University is authorized to loan up to amounts specified to each campus through the use of a Line of Credit ("Loan");

- The Loan is accessed through a treasury pool loan;
- The interest rate on a Loan's outstanding balance will be set based on comparable maturity taxable bond market rates current at the time funds are drawn against the Line of Credit;
- The first interest payment will be payable on the earlier of June 30 or Dec 31 following the first draw;
- The terms of the treasury pool loan will not exceed ten years from the date of first draw against the Line of Credit. Amortizing principal payments will be based upon the agreed upon final maturity schedule with payments due on or before June 30 of each year;

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- The Campus Line of Credit Facilities will expire on July 1, 2023, if not accessed prior to that date, or for any undrawn amounts.

Previous Actions: On October 17, 1996, the Board of Regents Approved a Line of Credit for Each Campus and System Administration from the Treasury Pool.

On December 16, 1993, the Board of Regents Approved the Approach to Sizing the Internal Loan Portfolio.