

## **IC 21-32-2**

### **Chapter 2. Temporary Borrowings; Loans; Lines of Credit; Credit Facilities**

#### **IC 21-32-2-1**

##### **Supplemental powers**

Sec. 1. The powers of a state educational institution under this chapter are in addition to all other powers of the state educational institution to issue obligations.

*As added by P.L.2-2007, SEC.273.*

#### **IC 21-32-2-2**

##### **State educational institution's powers**

Sec. 2. A state educational institution may do any of the following:

- (1) Borrow funds on a temporary basis in anticipation of the issuance of long term obligations.
- (2) Use the proceeds of a temporary borrowing for any purpose for which the institution could issue or incur obligations under IC 21-33-3-5, IC 21-34, IC 21-35-2, IC 21-35-3, or IC 21-35-5.
- (3) Issue a temporary borrowing:
  - (A) in the form of a bond, note, commercial paper, or any other form;
  - (B) upon the terms and conditions and with the provisions (including redemption provisions);
  - (C) at the rate or rates of interest (fixed or variable); and
  - (D) subject to subdivision (5), in the denominations;as the state educational institution determines under subdivision (6).
- (4) Negotiate the terms of any temporary borrowing.
- (5) Make the denominations determined under subdivision (3)(D) convertible into different denominations.
- (6) Make the determinations under subdivision (3) by any of the following:
  - (A) The adoption of a resolution.
  - (B) The approval of a form of indenture between the state educational institution and a designated corporate trustee.

*As added by P.L.2-2007, SEC.273. Amended by P.L.79-2010, SEC.2.*

#### **IC 21-32-2-3**

##### **Additional powers of state educational institution**

Sec. 3. (a) A state educational institution may:

- (1) negotiate:
  - (A) a loan;
  - (B) a line of credit; or
  - (C) any other credit facility; and
- (2) issue a note for a credit facility;

with any institution or entity on the terms and conditions that the

state educational institution determines.

(b) A state educational institution may make the determinations under this section by:

- (1) the adoption of a resolution; or
- (2) the approval of an agreement between the state educational institution and the institution or entity.

*As added by P.L.2-2007, SEC.273.*

#### **IC 21-32-2-4**

##### **Authority to pledge and assign security for the payment of bonds or notes**

Sec. 4. A state educational institution may pledge and assign for the benefit of holders of:

- (1) temporary obligations; or
- (2) a credit facility;

under this chapter any security that the state educational institution may pledge and assign for the payment of bonds or notes under IC 21-34, IC 21-35-2, IC 21-35-3, or IC 21-35-5.

*As added by P.L.2-2007, SEC.273.*