

IC 21-34-8

Chapter 8. Bonds: Liability for Debt; Tax Exempt Status; Eligibility as Investments

IC 21-34-8-1

Liability of trustees for indebtedness limited

Sec. 1. IC 21-34-4 or another provision of this article may not be construed to make any board of trustees of a state educational institution liable for any indebtedness, bonds, or obligations incurred, created, or issued under the authority of this article by any other state educational institution.

As added by P.L.2-2007, SEC.275.

IC 21-34-8-2

Liability of state or institutions for indebtedness limited

Sec. 2. All indebtedness, bonds, or obligations incurred, created, or issued under the authority of this article:

- (1) are payable solely out of the building facilities fund and the property, fees, income, and funds pledged or mortgaged as authorized; and
- (2) may not be or become an indebtedness of or liability against the state of Indiana or a state educational institution, except to the extent of the property, fees, income, and funds pledged or mortgaged as authorized.

As added by P.L.2-2007, SEC.275.

IC 21-34-8-3

Tax exemption

Sec. 3. All:

- (1) the:
 - (A) property acquired under authority of this article or used for the purposes provided for in this article; and
 - (B) income from property described in clause (A);are exempt from all taxation in Indiana; and
- (2) bonds issued under the authority of this article, the interest on the bonds, and the proceeds of the bonds are exempt from taxation to the extent provided in IC 6-8-5.

As added by P.L.2-2007, SEC.275.

IC 21-34-8-4

Investments; deposits

Sec. 4. Any bonds issued under the provisions of this article are:

- (1) eligible investments for the funds of any kind or character of every financial institution, insurance company, or private trust; and
- (2) eligible for deposit by any financial institution, insurance company, or trustee under any Indiana law providing for the deposit of securities or funds.

As added by P.L.2-2007, SEC.275.