

(2) A DEFAULT RESERVE FUND MAY BE ESTABLISHED FOR ANY SERIES OR ISSUE OF BONDS.

(B) (1) THE AUTHORITY MAY RECEIVE MONEYS, ENDOWMENTS, PROPERTIES, AND GUARANTEES AS IT DETERMINES APPROPRIATE AND, IF NECESSARY, TAKE TITLE IN THE NAME OF THE AUTHORITY OR IN THE NAME OF A PARTICIPATING INSTITUTION OR A TRUSTEE.

(2) WHEN THE PRINCIPAL OF AND INTEREST ON BONDS OF THE AUTHORITY ISSUED TO FINANCE THE COST OF ANY EDUCATION LOAN FINANCING PROGRAM OR PROGRAMS, INCLUDING ANY REFUNDING BONDS ISSUED TO REFUND OR REFINANCE ANY BONDS, HAVE BEEN FULLY PAID AND RETIRED OR WHEN ADEQUATE PROVISION HAS BEEN MADE TO FULLY PAY AND RETIRE THE BONDS, AND ALL OTHER CONDITIONS OF THE BOND RESOLUTION AUTHORIZING THE BONDS HAVE BEEN SATISFIED AND THE LIEN CREATED BY THE BOND RESOLUTION HAS BEEN RELEASED, THE AUTHORITY SHALL PROMPTLY DO THE THINGS AND EXECUTE THE DEEDS AND CONVEYANCES NECESSARY AND REQUIRED TO CONVEY ANY REMAINING MONEYS, PROPERTIES, AND OTHER ASSETS COMPRISING LOAN FUNDING DEPOSITS TO THE PARTICIPATING INSTITUTIONS IN PROPORTION TO THE AMOUNTS FURNISHED BY THE RESPECTIVE INSTITUTIONS.

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(A) (1) THE AUTHORITY MAY AT ANY TIME AND FROM TIME TO TIME ISSUE BONDS FOR ANY CORPORATE PURPOSE.

(2) THE BONDS OF EACH ISSUE SHALL BE PAYABLE SOLELY OUT OF REVENUES OF THE AUTHORITY, INCLUDING, WITHOUT LIMITATION:

(I) PRINCIPAL AND INTEREST ON AUTHORITY LOANS AND EDUCATION LOANS;

(II) PAYMENTS BY INSTITUTIONS, BANKS, INSURANCE COMPANIES, OR OTHERS PURSUANT TO LETTERS OF CREDIT OR PURCHASE AGREEMENTS;

(III) INVESTMENT EARNINGS FROM FUNDS OR ACCOUNTS MAINTAINED PURSUANT TO A BOND RESOLUTION OR TRUST AGREEMENT;

(IV) INSURANCE PROCEEDS;

(V) LOAN FUNDING DEPOSITS;

(VI) PROCEEDS OF SALES OF EDUCATION LOANS;

(VII) PROCEEDS OF REFUNDING BONDS; AND

(VIII) OTHER FEES, CHARGES, OR REVENUES OF THE AUTHORITY.