

AUTHORITY TO ISSUE BONDS, IT INCLUDES, TO THE EXTENT NECESSARY, THE TREASURER AND THE COMPTROLLER.

(4) "PROCEEDS" MEANS MONEYS RECEIVED FROM THE SALE OF BONDS, AND INCLUDES ANY MONEYS DEEMED TO BE PROCEEDS OF BONDS UNDER THE CODE.

(B) THE FINANCIAL OFFICER MAY ESTABLISH AND MAINTAIN FUNDS AND ACCOUNTS FOR THE ADMINISTRATION, MANAGEMENT, INVESTMENT AND ACCOUNTING OF PROCEEDS, INCLUDING ANY INVESTMENT EARNINGS ON PROCEEDS, THAT MAY BE NECESSARY OR APPROPRIATE FROM TIME TO TIME TO COMPLY WITH THE CODE AND TO ESTABLISH OR MAINTAIN THE EXCLUSION FROM GROSS INCOME FOR FEDERAL INCOME TAX PURPOSES OF INTEREST ON THE BONDS.

(C) THE FINANCIAL OFFICER MAY MANAGE AND INVEST PROCEEDS, INCLUDING ANY INVESTMENT EARNINGS ON PROCEEDS, IN A MANNER SO AS TO MAINTAIN THE EXCLUSION FROM GROSS INCOME FOR FEDERAL INCOME TAX PURPOSES OF INTEREST ON THE BONDS. THE FINANCIAL OFFICER MAY RESTRICT THE YIELDS ON INVESTMENTS OF PROCEEDS IF AND TO THE EXTENT NECESSARY TO MAINTAIN THE EXCLUSION FROM GROSS INCOME FOR FEDERAL INCOME TAX PURPOSES OF INTEREST ON THE BONDS.

(D) THE FINANCIAL OFFICER MAY PREPARE AND MAINTAIN RECORDS OF THE RECEIPT, DEPOSIT, INVESTMENT, MANAGEMENT, DISBURSEMENT AND APPLICATION OF PROCEEDS, INCLUDING ANY INVESTMENT EARNINGS ON PROCEEDS, THAT MAY BE NECESSARY OR APPROPRIATE FROM TIME TO TIME TO COMPLY WITH THE CODE AND TO MAINTAIN OR VERIFY THE EXCLUSION FROM GROSS INCOME FOR FEDERAL INCOME TAX PURPOSES OF INTEREST ON THE BONDS.

(E) (1) THE FINANCIAL OFFICER MAY ESTABLISH A SEPARATE REBATE FUND TO BE USED TO MAKE ANY PAYMENTS TO THE UNITED STATES WITH RESPECT TO INVESTMENT EARNINGS ON PROCEEDS THAT MAY BE REQUIRED FROM TIME TO TIME BY THE CODE.

(2) THERE MAY BE SEPARATE ACCOUNTS WITHIN THE REBATE FUND.

(3) AMOUNTS DEPOSITED TO THE REBATE FUND SHALL BE USED ONLY FOR THE PURPOSE OF MAKING REBATE PAYMENTS AND--MAY--NOT BE--DEEMED--MONEYS--OF--THE--STATE--

~~(4)--AN--APPROPRIATION--MAY--NOT--BE--REQUIRED--PRIOR--TO PAYMENT--OF--ANY--REQUIRED--REBATES--FROM--THE--REBATE--FUND TO THE UNITED STATES.~~

(5) (4) THE FINANCIAL OFFICER MAY MAKE PAYMENTS FROM THE REBATE FUND AS MAY BE REQUIRED FROM TIME TO TIME IN ORDER TO:

(1) COMPLY WITH THE CODE; AND