

ORDINANCE NO. 002-190

AN ORDINANCE OF THE CHICAGO
TRANSIT AUTHORITY DECLARING
ITS OFFICIAL INTENT TO
REIMBURSE CERTAIN CAPITAL
EXPENDITURES FROM THE
PROCEEDS OF FUTURE DEBT
ISSUES

WHEREAS, The Chicago Transit Authority has determined to reconstruct the Douglas Branch of the Blue Line as a capital improvement of the transportation system operated by the Authority; and

WHEREAS, Pursuant to Ordinance No. 001-18, adopted by the Chicago Transit Board on January 16, 2001, the Authority has entered into a Full Funding Grant Agreement with the Federal Transit Administration in connection with the funding of costs related to the reconstruction of the Douglas Branch of the Blue Line; and

WHEREAS, The Authority expects to issue tax-exempt debt obligations for the purpose of financing costs of said capital improvement, including the reimbursement of expenditures incurred by the Authority prior to the issuance of such obligations; and

WHEREAS, Tax-exempt debt obligations issued by the Authority must be issued in accordance with applicable provisions of the United States Internal Revenue Code and regulations of the United States Treasury Department; now, therefore:

BE IT ORDAINED BY THE CHICAGO TRANSIT BOARD
OF THE CHICAGO TRANSIT AUTHORITY:

SECTION 1. The purpose of this ordinance is to satisfy the “Official Intent Requirement” of Treasury Regulations Section 1.150-2.

SECTION 2. The Chicago Transit Authority has determined to undertake the reconstruction of the Douglas Branch of the Blue Line, being part of the transportation system operated by the Authority.

SECTION 3. The Authority reasonably expects to be reimbursed for such expenditures with proceeds of its debt obligations. The maximum principal amount of debt obligations expected to be issued for the reimbursement of such expenditures is \$250,000,000.

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SECTION 4. This declaration of official intent is consistent with the budgetary and financial circumstances of the Authority.

SECTION 5. A copy of this ordinance shall be filed immediately in the office of the Secretary of the Board and shall be made available for public inspection in the manner required by law.

SECTION 6. This ordinance shall be in full force and effect from the date of passage.

APPROVED:

PASSED:

Chairman

December 11, 2002

Assistant Secretary

December 11, 2002