

ORDINANCES

10-01

An Ordinance for the Establishment of an Altered Speed Zone of 45 mph on Dallas Rd. beginning at Harrison Rd. and extending southerly to the City of Murphysboro Corporate limits for a distance of approximately 1.3 miles

10-02

An Ordinance for the Establishment of an Altered Speed Zone of 40 mph for a portion of East Lake Rd. beginning at Illinois Route 13 and extending easterly to New Era Rd. for a total distance of approximately 0.65 miles.

10-03

An Ordinance for the establishment of an altered speed zone of 45 m.p.h. for a portion of Cedar Rd., beginning at Harrison Rd. and extending northerly to Johnson Rd. for a distance of approximately 0.485 miles

10-04

An ordinance for the franchise assignment from Galaxy Cable Inc. to Zito Midwest, LLC, effective from and subject to the completion of the transfer between Galaxy and Zito

10-05

The FY 2010-2011 Levy Ordinance

10-06

An ordinance authorizing the issuance of general obligation alternate revenue source bonds for the purpose of financing and to designate the need for 3 million

10-07

An ordinance authorizing the issuance of taxable and/or tax-exempt general obligation bonds (alternate revenue source), series 2010 A,B, C etc. including as Build America Bonds and Recovery Zone Economic Development Bonds, of the County of Jackson, Illinois, to finance county building repairs, renovations, and rehabilitation, and related facilities, providing the details of such bonds and for Alternate Revenue Sources and the levy of direct annual taxes sufficient to pay the principal of and interest of such bonds, and related matters

10-07A

An Ordinance to Establish the Names of all Streets, Lanes, Roads or Highways in the Unincorporated Area of Jackson County, Illinois

10-08

An Ordinance Amending the Jackson County Liquor Control Ordinance

**AN ORDINANCE FOR THE ESTABLISHMENT
OF AN ALTERED SPEED ZONE**
10-1

IT IS HEREBY DECLARED by the Board of Jackson County, Illinois, that the basic statutory vehicular speed limits established by Section 11-604 of the Illinois Vehicle Code are more than that considered reasonable and proper on the highway listed below for which Somerset Township has maintenance responsibility and which is not under the jurisdiction of the Department of Transportation, State of Illinois.

BE IT FURTHER DECLARED that this Board has caused to be made an engineering and traffic investigation upon highway listed below; and,

BE IT FURTHER DECLARED that, by virtue of Section 11-604 of the above Code, this Board determines and declares that reasonable and proper absolute maximum speed limit on Dallas Road as listed below shall be 45 m.p.h.


A 45 mile per hour speed limit beginning at Harrison Road and extending southerly to the City of Murphysboro corporate limits for a distance of approximately 1.3 miles.

BE IT FURTHER DECLARED that signs be erected giving notice thereof in conformance with the standards and specifications contained in the Illinois Manual of Uniform Traffic Control Devices for Streets and Highways.

BE IT FURTHER DECLARED that this ordinance shall take effect immediately after the erection of said signs giving notice of the maximum speed limits.

I, Larry Reinhardt, County Clerk in and for Jackson County, in the State aforesaid, and keeper of the records and files thereof, as provided by statute, do hereby certify the foregoing to be a true, perfect, and complete copy of an ordinance adopted by the Board of Jackson County at its regular meeting held at Murphysboro on Jan 13, 2010.

IN TESTIMONY WHEREOF, I have hereunto set my hand and affixed the seal of said County this 13 day of Jan, 2010


Larry Reinhardt, County Clerk

SEAL

**AN ORDINANCE FOR THE ESTABLISHMENT
OF AN ALTERED SPEED ZONE**

10-2

IT IS HEREBY DECLARED by the Board of Jackson County, Illinois, that the basic statutory vehicular speed limits established by Section 11-604 of the Illinois Vehicle Code are more than that considered reasonable and proper on the highway listed below for which Carbondale Township has maintenance responsibility and which is not under the jurisdiction of the Department of Transportation, State of Illinois.

BE IT FURTHER DECLARED that this Board has caused to be made an engineering and traffic investigation upon highway listed below; and,

BE IT FURTHER DECLARED that, by virtue of Section 11-604 of the above Code, this Board determines and declares that reasonable and proper absolute maximum speed limit on portion of East Lake Road as listed below shall be 40 m.p.h.

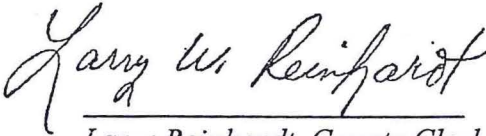
A 40 mile per hour speed limit beginning at Illinois Route 13 and extending easterly to New Era Road the for a total distance of approximately 0.65 miles.

BE IT FURTHER DECLARED that signs be erected giving notice thereof in conformance with the standards and specifications contained in the Illinois Manual of Uniform Traffic Control Devices for Streets and Highways.

BE IT FURTHER DECLARED that this ordinance shall take effect immediately after the erection of said signs giving notice of the maximum speed limits.

I, Larry Reinhardt, County Clerk in and for Jackson County, in the State aforesaid, and keeper of the records and files thereof, as provided by statute, do hereby certify the foregoing to be a true, perfect, and complete copy of an ordinance adopted by the Board of Jackson County at its regular meeting held at Murphysboro on Jan 13, 2010.

IN TESTIMONY WHEREOF, I have hereunto set my hand and affixed the seal of said County this 13 day of Jan, 2010


Larry Reinhardt, County Clerk

SEAL

**AN ORDINANCE FOR THE ESTABLISHMENT
OF AN ALTERED SPEED ZONE**

10-3

IT IS HEREBY DECLARED by the Board of Jackson County, Illinois, that the basic statutory vehicular speed limits established by Section 11-601 of the Illinois Vehicle Code are more than that considered reasonable and proper on the highway listed below for which Somerset Township has maintenance responsibility and which is not under the jurisdiction of the Department of Transportation, State of Illinois.

BE IT FURTHER DECLARED that this Board has caused to be made an engineering and traffic investigation upon the highway listed below; and,

BE IT FURTHER DECLARED that, by virtue of Section 11-604 of the above Code, this Board determines and declares that reasonable and proper maximum speed limit on Cedar Road as listed below shall be 45 m.p.h.


A 45 mile per hour speed limit beginning at Harrison Road and extending northerly to Johnson Road for a distance of approximately 0.485 mile

BE IT FURTHER DECLARED that signs be erected giving notice thereof in conformance with the standards and specifications contained in the Manual on Uniform Traffic Control Devices.

BE IT FURTHER DECLARED that this ordinance shall take effect immediately after the erection of said signs giving notice of the maximum speed limit.

I, Larry Reinhardt, County Clerk in and for Jackson County, in the State aforesaid, and keeper of the records and files thereof, as provided by statute, do hereby certify the foregoing to be a true, perfect, and complete copy of an ordinance adopted by the Board of Jackson County at its regular meeting held at Murphysboro on July 14, 2010.

IN TESTIMONY WHEREOF, I have hereunto set my hand and affixed the seal of said County this 14th day of July, 2010


Larry Reinhardt, County Clerk

SEAL

ORDINANCE NO. 10-4

WHEREAS, Galaxy Cable Inc. d/b/a Galaxy Cablevision ("Galaxy") currently operates a cable television system within the County of Jackson, IL, under franchise Ordinance No. 06-6, as may have been amended, assigned or extended (the "Franchise"); and

WHEREAS, Galaxy and Zito Midwest LLC, a Delaware limited liability company ("Zito") have entered into that Asset Purchase Agreement dated the 11th day of May, 2010, (the "Agreement") whereby Zito is acquiring all or substantially all of Galaxy's assets used in the operation of its cable system in Jackson; and

WHEREAS, pursuant to the Agreement, on the closing date Galaxy will transfer and assign the Franchise to Zito, and Zito will assume all obligations arising from the Franchise on and after the closing date; and

WHEREAS, Galaxy has requested in writing that the County consent to the transfer of the Franchise to Zito;

NOW, THEREFORE, BE IT RESOLVED by the County of Jackson, IL as follows:

That, subject to Galaxy and Zito closing the underlying sale of Galaxy's cable system in Jackson, the County hereby consents to the assignment and transfer of all rights and privileges of the Franchise from Galaxy to Zito, together with all duties and obligations of Galaxy under the Franchise and, upon the transfer from Galaxy to Zito, hereby releases Galaxy from any and all duties and obligations under the Franchise which arise from and after the effective date and time of the closing of such transfer. The County further consents to Zito's collateral assignment of, or grant of a security interest in, the Franchise to its lenders to secure indebtedness or other obligations that may be incurred by it with respect to the cable television system. Nothing in this Ordinance constitutes any waiver of any rights by the County to approve any subsequent transfer, assignment or sale of the Franchise.

PASSED, ADOPTED AND APPROVED this 11th day of August, 2010.

County of Jackson, IL

By: Mary "Mickey" Korando
Title: Vice Chairman
for Chairman John Evans

Attest:

Larry W. Kharost
County Clerk



SAMPLE

ASSIGNMENT AND ASSUMPTION

This Assignment and Assumption is made and entered into this _____ day of _____, 2010, by GALAXY CABLE INC., a Delaware corporation ("Galaxy"); and ZITO MIDWEST, LLC, a Delaware limited liability company ("Zito").

WHEREAS, Galaxy and Zito are parties to that certain Asset Purchase Agreement dated May 11, 2010 (the "APA"), providing for the sale, transfer, assignment, and conveyance to Zito of the Assets (as defined in the APA) relating to the operation of those certain cable television systems serving certain communities located in the States of Kentucky, Illinois, Tennessee, Nebraska, Kansas and Texas as listed in the APA, in accordance with and subject to the terms and conditions set forth therein; and

WHEREAS, in the APA it was agreed, subject to the necessary consent by the franchising authority for the County of Jackson, IL, that Galaxy would assign to Zito all of its rights, and Zito would assume all of Galaxy's obligations under that certain cable television franchise granted pursuant to Ordinance No. 06-6, as may have been amended, assigned or extended (the "Franchise"); and

WHEREAS, the franchising authority has been notified of the pending transfer, assignment and assumption and, in cases where consent of the franchising authority is required, consent has been granted.

NOW, THEREFORE, in consideration of the payment by Zito of the purchase price pursuant to the APA, the receipt and sufficiency of which are hereby acknowledged, and in further consideration of the mutual covenants and agreements contained in the APA, and pursuant to the terms and conditions of the APA, Galaxy does hereby assign to Zito, its successors and assigns all of Galaxy's right, title and interest in and to the Franchise, and Zito does hereby assume all of Galaxy's obligations under such Franchise, and upon the transfer herein, hereby releases Galaxy from any and all duties and obligations under the Franchise which arise from and after the effective time of the closing of such transfer.

IN WITNESS WHEREOF, the parties have caused this instrument to be duly executed as of the date first above written.

GALAXY CABLE INC.

ZITO MIDWEST, LLC

By: _____
Larry E. Martin
President

By: _____
Colin Higgin
Its: _____

FCC 394

**APPLICATION FOR FRANCHISE AUTHORITY
CONSENT TO ASSIGNMENT OR TRANSFER OF CONTROL
OF CABLE TELEVISION FRANCHISE**

Copy of 394.xls

SECTION I. GENERAL INFORMATION

DATE	February 10, 2010	1. Community Unit Identification Number:	IL1541
2. Application for:		<input checked="" type="checkbox"/> Assignment of Franchise	<input type="checkbox"/> Transfer of Control
3. Franchising Authority: County of Jackson, IL			
4. Identify community where the system/franchise that is the subject of the assignment or transfer of control is located: Jackson Co, IL			
5. Date system was acquired or (for system's constructed by the transferor/assignor) the date on which service was provided to the first subscriber in the franchise area:		March 29, 2002	
6. Proposed effective date of closing of the transaction assigning or transferring ownership of the system to transferee/assignee:		August 31, 2010	
7. Attach as an Exhibit a schedule of any and all additional information or material filed with this application that is identified in the franchise as required to be provided to the franchising authority when requesting its approval of the type of transaction that is the subject of this application.			Exhibit No. N/A

PART I - TRANSFEROR/ASSIGNOR

1. Indicate the name, mailing address, and telephone number of the transferor/assignor.

Legal name of Transferor/Assignor (if individual, list last name first)			
Galaxy Cable Inc.			
Assumed name used for doing business (if any)			
Galaxy Cablevision			
Mailing street address or P.O. Box			
P. O. Box 573			
City	State	ZIP Code	Telephone No. (include area code)
Barlow	KY	42024	270-335-3881

2.(a) Attach as an Exhibit a copy of the contract or agreement that provides for the assignment or transfer of control (including any exhibits or schedules thereto necessary in order to understand the terms thereof). If there is only an oral agreement, reduce the terms to writing and attach. (Confidential trade, business, pricing or marketing information, or other information not otherwise publicly available, may be redacted).

Exhibit No.
2.(a)

(b) Does the contract submitted in response to (a) above embody the full and complete agreement between the transferor/assignor and the transferee/assignee?

☐ Yes ☒ No

If No, explain in an Exhibit.

Exhibit No.
2.(b)

PART II - TRANSFEREE/ASSIGNEE

1.(a) Indicate the name, mailing address, and telephone number of the transferee/assignee.

Legal name of Transferee/Assignee (if individual, list last name first)			
Zito Midwest, LLC			
Assumed name used for doing business (if any)			
Zito Media			
Mailing street address or P.O. Box			
106 Steerbrook Road			
City	State	ZIP Code	Telephone No. (include area code)
Coudersport	PA	16915	814-260-9588

(b) Indicate the name, mailing address, and telephone number of person to contact, if other than transferee/assignee.

Name of contact person (list last name first)			
Colin Higgin			
Firm or company name (if any)			
Zito Media			
Mailing street address or P.O. Box			
106 Steerbrook Road			
City	State	ZIP Code	Telephone No. (include area code)
Coudersport	PA	16915	814-260-9588

(c) Attach as an Exhibit the name, mailing address, and telephone number of each additional person who should be contacted, if any.

Exhibit No.

(d) Indicate the address where the system's records will be maintained.

Street address		
106 Steerbrook Road		
City	State	ZIP Code
Coudersport	PA	16915

2. Indicate on an attached exhibit any plans to change the current terms and conditions of service and operations of the system as a consequence of the transaction for which approval is sought.

Exhibit No.

SECTION II. TRANSFEREE'S/ASSIGNEE'S LEGAL QUALIFICATIONS

1. Transferee/Assignee is:

<input checked="" type="checkbox"/> Corporation	a. Jurisdiction of incorporation: Delaware b. Date of incorporation: 4/27/2010 c. For profit or not-for-profit: For profit	d. Name and address of registered agent in jurisdiction: The Corporation Trust Company 1209 Orange Street Wilmington, DE 19801
<input type="checkbox"/> Limited Partnership	a. Jurisdiction in which formed: b. Date of formation:	c. Name and address of registered agent in jurisdiction:
<input type="checkbox"/> General Partnership	a. Jurisdiction whose laws govern formation:	b. Date of formation:
<input type="checkbox"/> Individual		
<input type="checkbox"/> Other. Describe in an Exhibit.		

Exhibit No.

2. List the transferee/assignee, and, if the transferee/assignee is not a natural person, each of its officers, directors, stockholders beneficially holding more than 5% of the outstanding voting shares, general partners, and limited partners holding an equity interest of more than 5%. Use only one column for each individual or entity. Attach additional pages if necessary. (Read carefully - the lettered items below refer to corresponding lines in the following table.)

(a) Name, residence, occupation or principal business, and principal place of business. (If other than an individual, also show name, address and citizenship of natural person authorized to vote the voting securities of the applicant that it holds.) List the applicant first, officers, next, then directors and, thereafter, remaining stockholders and/or partners.

(b) Citizenship.

(c) Relationship to the transferee/assignee (e.g., officer, director, etc.).

(d) Number of shares or nature of partnership interest.

(e) Number of votes.

(f) Percentage of votes.

(a) Zito Midwest, LLC 106 Steerbrook Road Coudersport, PA 16915	James Rigas 106 Steerbrook Road Coudersport, PA 16915	Michael Rigas 106 Steerbrook Road Coudersport, PA 16915	Colin Higgin 106 Steerbrook Road Coudersport, PA 16915
(b) USA	USA	USA	USA
(c)	Officer, Manager	Manager	Officer
(d)	1	1	0
(e)	1	1	0
(f)	50%	50%	0%

3. If the applicant is a corporation or a limited partnership, is the transferee/assignee formed under the laws of, or duly qualified to transact business in, the State or other jurisdiction in which the system operates?

☒ Yes ☐ No

If the answer is No, explain in an Exhibit.

Exhibit No.

4. Has the transferee/assignee had any interest in or in connection with an applicant which has been dismissed or denied by any franchise authority?

☐ Yes ☒ No

If the answer is Yes, describe circumstances in an Exhibit.

Exhibit No.

5. Has an adverse finding been made or an adverse final action been taken by any court or administrative body with respect to the transferee/assignee in a civil, criminal or administrative proceeding, brought under the provisions of any law or regulation related to the following: any felony; revocation, suspension or involuntary transfer of any authorization (including cable franchises) to provide video programming services; mass media related antitrust or unfair competition; fraudulent statements to another government unit; or employment discrimination?

☐ Yes ☒ No

If the answer is Yes, attach as an Exhibit a full description of the persons and matter(s) involved, including an identification of any court or administrative body and any proceeding (by dates and file numbers, if applicable), and the disposition of such proceeding.

Exhibit No.

6. Are there any documents, instruments, contracts or understandings relating to ownership or future ownership rights with respect to any attributable interest as described in Question 2 (including, but not limited to, non-voting stock interests, beneficial stock ownership interests, options, warrants, debentures)?

☐ Yes ☒ No

If Yes, provide particulars in an Exhibit.

7. Do documents, instruments, agreements or understandings for the pledge of stock of the transferee/assignee, as security for loans or contractual performance, provide that: (a) voting rights will remain with the applicant, even in the event of default on the obligation; (b) in the event of default, there will be either a private or public sale of the stock; and (c) prior to the exercise of any ownership rights by a purchaser at a sale described in (b), any prior consent of the FCC and/or of the franchising authority, if required pursuant to federal, state or local law or pursuant to the terms of the franchise agreement will be obtained?

☒ Yes ☐ No

If No, attach as an Exhibit a full explanation.

Exhibit No.

SECTION III. TRANSFEREE'S/ASSIGNEE'S FINANCIAL QUALIFICATIONS

1. The transferee/assignee certifies that it has sufficient net liquid assets on hand or available from committed resources to consummate the transaction and operate the facilities for three months.
2. Attach as an Exhibit the most recent financial statements, prepared in accordance with generally accepted accounting principals, including a balance sheet and income statement for at least one full year, for the transferee/assignee or parent entity that has been prepared in the ordinary course of business, if any such financial statements are routinely prepared. Such statements, if not otherwise publicly available, may be marked CONFIDENTIAL and will be maintained as confidential by the franchise authority and its agents to the extent permissible under local law.

☒ Yes ☐ No

Exhibit No.
III

SECTION IV. TRANSFEREE'S/ASSIGNEE'S TECHNICAL QUALIFICATIONS

Set forth in an Exhibit a narrative account of the transferee's/assignee's technical qualifications, experience and expertise regarding cable television systems, including, but not limited to, summary information about appropriate management personnel that will be involved in the system's management and operations. The transferee/assignee may, but need not, list a representative sample of cable systems currently or formerly owned or operated.

Treasure Lake, L.P. is owned and operated by James Rigas, Michael Rigas and Colin Higgin, who all have over 20 years of cable industry experience.

Exhibit No.

SECTION V - CERTIFICATIONS

Part I - Transferor/Assignor

All the statements made in the application and attached exhibits are considered material representations, and all the Exhibits are a material part hereof and are incorporated herein as if set out in full in the application.

I CERTIFY that the statements in this application are true, complete and correct to the best of my knowledge and belief and are made in good faith.	Signature
WILLFUL FALSE STATEMENTS MADE ON THIS FORM ARE PUNISHABLE BY FINE AND/OR IMPRISONMENT. U.S. CODE, TITLE 18, SECTION 1001.	Date
	Print full name
Check appropriate classification: <input type="checkbox"/> Individual <input type="checkbox"/> General Partner <input type="checkbox"/> Corporate Officer (Indicate Title) <input type="checkbox"/> Other. Explain:	

Part II - Transferee/Assignee

All the statements made in the application and attached Exhibits are considered material representations, and all the Exhibits are a material part hereof and are incorporated herein as if set out in full in the application.

The transferee/assignee certifies that he/she:

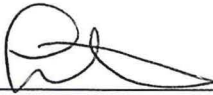
- (a) Has a current copy of the FCC's Rules governing cable television systems.
- (b) Has a current copy of the franchise that is the subject of this application, and of any applicable state laws or local ordinances and related regulations.
- (c) Will use its best efforts to comply with the terms of the franchise and applicable state laws or local ordinances and related regulations, and to effect changes, as promptly as practicable, in the operation system, if any changes are necessary to cure any violations thereof or defaults thereunder presently in effect or ongoing.

I CERTIFY that the statements in this application are true, complete and correct to the best of my knowledge and belief and are made in good faith.	Signature 
WILLFUL FALSE STATEMENTS MADE ON THIS FORM ARE PUNISHABLE BY FINE AND/OR IMPRISONMENT. U.S. CODE, TITLE 18, SECTION 1001.	Date 5/24/2010
	Print full name Colin H. Higgin, Vice President
Check appropriate classification: <input type="checkbox"/> Individual <input type="checkbox"/> General Partner <input checked="" type="checkbox"/> Corporate Officer (Indicate Title) <input type="checkbox"/> Other. Explain:	

SECTION V - CERTIFICATIONS

Part I - Transferor/Assignor

All the statements made in the application and attached exhibits are considered material representations, and all the Exhibits are a material part hereof and are incorporated herein as if set out in full in the application.

I CERTIFY that the statements in this application are true, complete and correct to the best of my knowledge and belief and are made in good faith.	Signature
	
WILLFUL FALSE STATEMENTS MADE ON THIS FORM ARE PUNISHABLE BY FINE AND/OR IMPRISONMENT. U.S. CODE, TITLE 18, SECTION 1001.	Date
	February 10, 2010
Check appropriate classification: <input type="checkbox"/> Individual <input type="checkbox"/> General Partner <input checked="" type="checkbox"/> Corporate Officer (Indicate Title) <input type="checkbox"/> Other. Explain:	Print full name
	Larry E. Martin

Part II - Transferee/Assignee

All the statements made in the application and attached Exhibits are considered material representations, and all the Exhibits are a material part hereof and are incorporated herein as if set out in full in the application.

The transferee/assignee certifies that he/she:

- (a) Has a current copy of the FCC's Rules governing cable television systems.
- (b) Has a current copy of the franchise that is the subject of this application, and of any applicable state laws or local ordinances and related regulations.
- (c) Will use its best efforts to comply with the terms of the franchise and applicable state laws or local ordinances and related regulations, and to effect changes, as promptly as practicable, in the operation system, if any changes are necessary to cure any violations thereof or defaults thereunder presently in effect or ongoing.

I CERTIFY that the statements in this application are true, complete and correct to the best of my knowledge and belief and are made in good faith.	Signature
WILLFUL FALSE STATEMENTS MADE ON THIS FORM ARE PUNISHABLE BY FINE AND/OR IMPRISONMENT. U.S. CODE, TITLE 18, SECTION 1001.	Date
Check appropriate classification: <input type="checkbox"/> Individual <input type="checkbox"/> General Partner <input type="checkbox"/> Corporate Officer (Indicate Title) <input type="checkbox"/> Other. Explain:	Print full name

EXHIBIT 2.(a) to FCC 394

**ASSET PURCHASE AGREEMENT
BETWEEN GALAXY CABLE INC.,
ZITO GALAXY I, LLC, ZITO GALAXY II, LLC,
AND ZITO MEDIA, L.P. (the "Agreement")
[REDACTED]**

The Agreement is made and entered into as of _____, 2010, by and among GALAXY CABLE INC., a Delaware corporation ("Transferor/Assignor"); and ZITO GALAXY I, LLC, a [_____] limited liability company ("Buyer"), ZITO GALAXY II, LLC, a [_____] limited liability company ("Buyer Parent"), ZITO MEDIA, L.P., a [_____] limited partnership ("Ultimate Parent", and together with Buyer and Buyer Parent, the "Transferee/Assignee").

The parties are entering into a transaction for the sale/purchase of certain cable systems located in the States of Kentucky, Illinois, Tennessee, Nebraska, Kansas, and Texas (the "Transaction").

Certain terms contained in the Agreement are defined.

The Assets to be transferred in the Transaction include certain: (a) Personal Property, (b) Real Property, (c) Franchises, (d) Assumed Contracts, (e) Accounts Receivable, (f) Licenses, (g) technical information and data, etc, and (h) any goodwill associated with the cable systems. There may be assets to be excluded from the Transaction.

On and after the Transaction is consummated, Purchaser will assume certain obligations and liabilities. There may be obligations and liabilities excluded from transfer.

Information regarding purchase price and how that purchase price is allocated are included in the Agreement.

Purchaser and Seller each provide certain representations and warranties as to company organization and authority to act in the Transaction, and schedules are attached to the Agreement relative to assets and liabilities to be transferred to Purchaser or retain by Seller at closing of the Transaction.

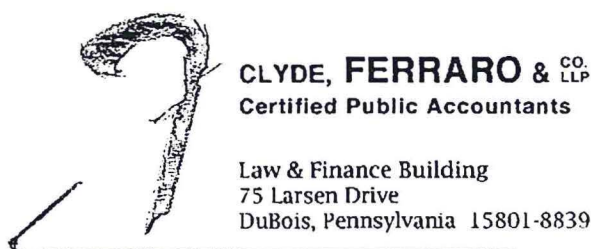
Confidentiality and Publicity provisions are agreed to between the parties through the Agreement; and documents required for consummation of the Transaction are outlined in the Agreement. A tentative date and time for closing of the Transaction is provided. Events which might result in termination of the Agreement are shown, and indemnification provisions are included.

The Agreement inures to the benefit of and is binding upon the parties and their respective successors and permitted assigns. The Agreement and any Exhibits or Schedules attached thereto constitute the entire agreement between the parties; however, the Agreement may be modified by written amendment executed by both parties. The Agreement may be executed in any number of counterparts, all of which will be deemed to be one Agreement.

EXHIBIT 2.(b) to FCC 394

Specific terms and conditions of the agreement between transferor/assignor and transferee/assignee are confidential in nature and not publicly available; therefore, the full and complete agreement has been redacted, and the general terms and conditions of the agreement are set out on Exhibit 2.(a) to the FCC 394.

EXHIBIT III



To the Partners of

TREASURE LAKE, LP AND SUBSIDIARIES

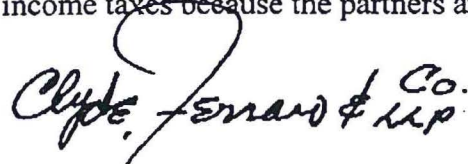
Coudersport, Pennsylvania

We have compiled the accompanying Combined Balance Sheet - Income Tax Basis of Treasure Lake, LP and Subsidiaries, which consists of Zito NCTNWVPANOH, LLC; Zito VASOH, LLC; Zito Canton, LLC; Zito Media Communications II, LLC; Zito Media Communications - Corry, LLC; Zito Media Communications, LLC; Wending Creek 3656, LLC; Zito Media Communications - McKean County, LLC; DuCom Treasure Lake, LP; DuCom Treasure Lake Voice, LLC; St. Marys Television, Inc.; and, St. Marys Voice, LLC as of December 31, 2009, and the related Combined Statements of Loss and Partners' Capital - Income Tax Basis and Combined Cash Flows - Income Tax Basis for the year then ended, in accordance with the Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The financial statements have been prepared on the accounting basis used by the Partnership for federal income tax purposes, which is a comprehensive basis of accounting other than generally accepted accounting principles.

A compilation is limited to presenting in the form of financial statements information that is the representation of management. We have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or any other form of assurance on them.

The partners have elected to omit substantially all of the disclosures ordinarily included in financial statements prepared on the income tax basis of accounting. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the Partnership's financial position, results of operations, and cash flows. Accordingly, these financial statements are not designed for those who are not informed about such matters.

The accompanying financial statements do not include a provision or liability for federal or state income taxes because the partners are taxed individually on their share of partnership earnings.



Clyde, FERRARO & CO. LLP
May 18, 2010

TREASURE LAKE, LP AND SUBSIDIARIES
COMBINED BALANCE SHEET - INCOME TAX BASIS

December 31,
2009

ASSETS

Current Assets

Cash	\$ 191,124
Subscriber receivables - net	415,871
Other receivables	39,446
Accounts receivables - affiliate	49,066
Inventory	31,494
Prepays and other assets	35,506

Total Current Assets 762,507

Property, Plant and Equipment	16,581,965
Less: Accumulated depreciation	8,283,840

Net Property, Plant and Equipment 8,298,125

Intangibles	4,200,773
Less: Accumulated amortization	243,287

Net Intangible Assets 3,957,486

Total Assets \$ 13,018,118

LIABILITIES AND

PARTNERS' CAPITAL

Current Liabilities

Current portion of long-term debt	\$ 202,375
Line of credit	70,000
Accounts payable	656,909
Accrued payroll and related liabilities	40,966
Other accrued liabilities	177,264
Deferred income	112,040

Total Current Liabilities 1,259,554

Long-Term Debt - Less Current Portion 6,199,419

Total Liabilities 7,458,973

Partners' Capital 5,559,145

Total Liabilities and Partners' Capital \$ 13,018,118

See accountants' compilation report.

TREASURE LAKE, LP AND SUBSIDIARIES
COMBINED STATEMENT OF LOSS AND PARTNERS' CAPITAL -
INCOME TAX BASIS

For the Year Ended

	December 31,
	2009
Revenue	
Standard video services	\$ 6,332,985
Premium video revenue	330,712
Other cable television revenue	1,635,138
Telephone and data revenue	965,231
Total Revenue	9,264,066
Operating Expenses	
Employee costs	1,352,126
System and maintenance expense	1,274,561
Programming expenses	2,807,531
Total Operating Expenses	5,434,218
Operating Income before Selling, General and Administrative Expenses	3,829,848
Selling, General and Administrative Expenses	
Employee costs	779,607
Marketing, billing and office expenses	215,493
Utilities	77,405
Other administrative expenses	535,764
Bad debt expense - net	128,417
Total Selling, General and Administrative Expenses	1,736,686
Income before Other Income (Expense)	2,093,162
Other Income (Expense)	
Depreciation	(2,194,147)
Amortization	(79,974)
Interest expense	(354,151)
Interest income	7,771
Total Other Income (Expense)	(2,620,501)
Net Loss	(527,339)
Partners' Capital - Beginning of Year	6,086,484
Less: Partners' Draw	9,999
Partners' Capital - End of Year	\$ 5,559,145

See accountant's compilation report.

TREASURE LAKE, LP AND SUBSIDIARIES
COMBINED STATEMENT OF CASH FLOWS - INCOME TAX BASIS

For the Year Ended

	December 31, 2009
Cash Flows from Operating Activities:	
Net loss	\$ (527,339)
Adjustments to reconcile net loss to net cash provided by operating activities:	
Depreciation and amortization	2,274,121
(Increase) decrease in current assets	
Subscriber receivables - net	(261,862)
Other receivables	(25,428)
Inventory	(31,494)
Prepays and other assets	36,363
Increase in current liabilities	
Accounts payable	428,577
Accrued payroll and related liabilities	13,152
Other accrued liabilities	172,655
Deferred income	30,208
Total Adjustments	2,636,292
Net Cash Provided by Operating Activities	2,108,953
Cash Flows from Investing Activities:	
Additions for property, plant and equipment	(2,977,888)
Cash used for acquisitions	(1,990,633)
Receivables and payables, net - affiliates	903,429
Net Cash Used in Investing Activities	(4,065,092)
Cash Flows from Financing Activities:	
Increase in borrowings on line of credit	70,000
Proceeds from issuance of long-term debt	2,081,004
Principle payments on long-term debt	(91,674)
Partners' draw	(9,999)
Net Cash Provided by Financing Activities	2,049,331
Net Increase in Cash and Cash Equivalents	93,192
Cash and Cash Equivalents - Beginning of Year	97,932
Cash and Cash Equivalents - End of Year	\$ 191,124
Supplemental Disclosures:	
Cash paid during the year for interest	\$ 354,151

See accountants' compilation report.



June 28, 2010

CERTIFIED MAIL 70070710000104473269
RETURN RECEIPT REQUESTED

County of Jackson
Attn: ~~Ericka Johnson~~, Clerk
1001 Walnut
Murphysboro, IL 62966

Larry Reinhardt

Dear Clerk ~~Johnson~~: *Reinhardt*:

Galaxy Cable Inc. ("Galaxy") has entered into an agreement to sell its cable television properties, including our system in your community, to Zito Midwest LLC, a Delaware limited liability company, and Zito Midwest Holding, LLC, a Delaware limited liability company (individually and/or collectively, "Zito").

Zito Media is a telecommunications company that provides cable television, high-speed internet, and digital voice services to customers in Pennsylvania, Kentucky, North Carolina, Ohio, West Virginia and Virginia.

We anticipate completing the sale on or about August 31, 2010. At the time of the sale, both parties will execute an Assignment and Assumption Agreement in a form similar to the one enclosed, and shortly after consummation of the sale, Zito will notify you of the completed transfer. Your contact at Zito will be Colin Higgin, Zito Media L.P., 106 Steerbrook Road, Coudersport, PA 16915, telephone 814-260-9588.

As our franchise agreement requires approval for transfer, Galaxy hereby requests consent for transfer of the cable television franchise from Galaxy to Zito. We have, for your convenience, enclosed an FCC Form 394 Application and a transfer Ordinance for use in this matter, and ask that our request be placed on the next County Council agenda.

In the very near future, a representative will contact you regarding the transfer. In the meantime, if you have any questions, or if you require representation at the County Council meeting prior to consent for transfer being approved, please contact Jimmy Haynes, Galaxy's State Manager, at 270-335-3881, or you may contact Joan Long of Galaxy at 270-335-3881. Thank you in advance for your attention in this regard.

Very truly yours,

A handwritten signature in black ink, appearing to read "Larry Martin", with a long, sweeping horizontal stroke at the end.

Larry Martin
President

Enclosures

cc: Colin Higgin, Zito
Jimmy Haynes, State Manager, Galaxy

**AN ORDINANCE PROVIDING FOR AND MAKING THE ANNUAL TAX LEVY FOR
JACKSON COUNTY, ILLINOIS FOR THE YEAR DECEMBER 1, 2010
THROUGH NOVEMBER 30, 2011**

10 - 5

WHEREAS, the Jackson County Board is authorized and required by law to levy and collect taxes annually for various purposes; and

WHEREAS, the Jackson County Board has heretofore adopted a budget for the fiscal year beginning December 1, 2010 and ending November 30, 2011;

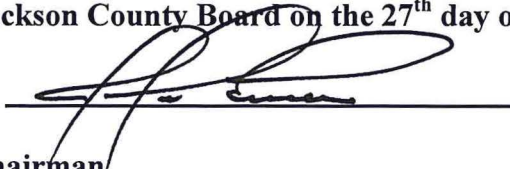
NOW, THEREFORE, BE IT ORDAINED BY THE JACKSON COUNTY BOARD, THAT THE SUM OF \$9,801,576.00 is hereby levied upon all taxable property in Jackson County, Illinois, as equalized or assessed by the Department of Revenue, for the purpose of meeting and defraying the necessary expenses and liabilities as set forth in the aforesaid annual budget and the budgets of the County agencies referred to herein. The following levies are hereby made and adopted:

- 1. The sum of \$ 3,971,576.00 is levied pursuant to 55 ILCS 5/5 - 1024, for general corporate purposes;**
- 2. The sum of \$ 952,158.00 is levied pursuant to 55 ILCS 5/5 - 1028, for Ambulance purposes;**
- 3. The sum of \$ 535,000.00 is levied pursuant to 745 ILCS 10/9 - 107, for costs of tort liability protection;**
- 4. The sum of \$ 117,353.00 is levied pursuant to 745 ILCS 10/9 - 107, for costs of insurance contracts for worker's compensation;**
- 5. The sum of \$ 75,310.00 is levied pursuant to 745 ILCS 10/9 -107, to provide for the County's payment and contribution for unemployment insurance;**
- 6. The sum of \$ 960,053.00 is levied pursuant to 40 ILCS 5/7 - 171 & 5/7 - 132, for the County's payment and contribution to the Illinois Municipal Retirement Fund (I.M.R.F.);**
- 7. The sum of \$ 582,628.00 is levied pursuant to 40 ILCS 5/21 - 110, 5/21 -110.1, for the County's payment and contribution to the Social Security System;**
- 8. The sum of \$ 596,112.00 is levied pursuant to 55 ILCS 5/5 - 25003, for Public Health purposes;**

9. The sum of \$ 36,491.00 is levied pursuant to 55 ILCS 5/5 - 23029, 23030, 23039, 23040, for the purpose of treating and caring for those affected with Tuberculosis;
10. The sum of \$ 247,743.00 is levied pursuant to 405 ILCS 20/4 - 5, 6, for the operation of the Community Mental Health (708) Board;
11. The sum of \$ 682,500.00 is levied pursuant to 605 ILCS 5/5 - 601, for the County Highway purposes;
12. The sum of \$ 340,000.00 is levied pursuant to 605 ILCS 5/5 - 603, for Federal Aid Matching;
13. The sum of \$ 63,000.00 is levied pursuant to 605 ILCS 5/5 - 602, for the County Bridge Funds;
14. The sum of \$ 45,798.00 is levied pursuant to 55 ILCS 5/5 - 1034, for the purpose of social services for senior citizens;
15. The sum of \$ 112,906.00 is levied pursuant to 505 ILCS 45/8, for support of the Jackson County Cooperative Extension Service.
16. The sum of \$0 is levied pursuant to 55 ILCS 5/5-1012, for the purpose of debt service payments on an indebtedness owed the county on general obligation bonds issued for the purpose of river levee improvements.
17. The sum of \$ 482,948.00 is levied pursuant to 55 ILCS 5/5-21001, for the purpose of maintaining and operating the County Nursing Home.

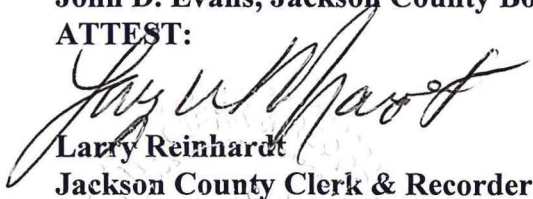
The Jackson County Clerk of Jackson County is directed to extend and the Ex-Officio Collector of taxes for Jackson County is directed to collect the foregoing amounts pursuant to law.

Approved at this special meeting of the Jackson County Board on the 27th day of October 2010.



John D. Evans, Jackson County Board Chairman

ATTEST:



Larry Reinhardt
Jackson County Clerk & Recorder

ORDINANCE NO. 10-06

AN ORDINANCE AUTHORIZING THE ISSUANCE OF GENERAL OBLIGATION ALTERNATE REVENUE SOURCE BONDS OF THE COUNTY OF JACKSON, ILLINOIS, FOR THE PURPOSE OF FINANCING VARIOUS REMODELING, REPAIRS AND REHABILITATION

PREAMBLES

WHEREAS, the County Board (the **“Corporate Authorities”**) of the County of Jackson, Illinois (the **“County”**) has determined that it is advisable, necessary and in the best interests of the County’s public health, safety and welfare to finance the acquisition, construction, and installation of facilities and improvements constituting: sheriff phone system rewiring, courthouse/jail elevator, courthouse and annex and jail lighting, jail roof, probation/public defender office, jail southeast corner rehabilitation and rehab/care windows, and related facilities, improvements and costs (the **“Project”**); and

WHEREAS, the County operates in accordance with the provisions of the Counties Code [Section 5/1-1001 *et seq.* of Chapter 55 of the Illinois Compiled Statutes, as supplemented and amended, including by the Local Government Debt Reform Act (collectively, the **“Act”**)], and is entitled to receive a certain distributive revenue a share of proceeds of the: (i) Retailers’ Occupation Taxes, Service Occupation Taxes, Use Taxes and Service Use Taxes (collectively, **“General Sales Taxes”**); general property tax receipts and other general revenues (collectively, **“General Revenues”**); and (iii) under the American Recovery and Reinvestment Act of 2009 35% and/or 45% direct payment interest subsidy payments (federal **“Interest Payments”**), imposed, collected, received and distributed pursuant to applicable law; and

WHEREAS, the estimated cost of the Project, including necessary interest, design, legal, financial, bond discount, printing and publication costs and other expenses preliminary to and in connection with the Project is anticipated not to exceed the sum of \$3,000,000, which is to be paid from proceeds of the hereinafter described alternate bonds, being general obligation in lieu of revenue bonds as authorized by Section 15 of the Local Government Debt Reform Act, but nevertheless expected to be paid from receipts of one or both sources of Sales Taxes, rather than by any levy of taxes; and

WHEREAS, costs of the Project are expected to be paid from available funds therefor and from proceeds from the sale of alternate bonds, to be payable from one or more of Sales Taxes, General Revenues and Interest Payments, and issued pursuant to the Act, this ordinance and one or more ordinances supplemental to this ordinance authorizing and providing for the issuance of such alternate bonds, prescribing the details of such alternate bonds and providing for the collection, segregation and distribution of one or both sources of Sales Taxes, General Revenues and Interest Payments, and derived by the County in lieu of any levy of general taxes; and

WHEREAS, the County has insufficient funds to pay costs of the Project and, therefore, must borrow money and issue alternate Bonds in evidence thereof, at one time or from time to time and in one or more series, up to the aggregate principal amount of \$3,000,000 for such purposes, pursuant to and in accordance with the provisions of the Act.

NOW, THEREFORE, BE IT ORDAINED BY THE COUNTY BOARD OF THE COUNTY OF JACKSON, ILLINOIS, as follows:

Section 1. Incorporation of Preambles and Determination to Issue Bonds.

The Corporate Authorities hereby find that all of the recitals contained in the preambles to this ordinance are true, complete and correct and hereby incorporate them into this Section 1 of this ordinance by this reference thereto. It is necessary and in the best interests of the County to undertake the Project for the public health, safety and welfare, and that for the purpose of financing the Project there are hereby authorized to be issued and sold, at one time or from time to time, including as the Project may proceed in phases, general obligation bonds (Sales Taxes and/or General Revenues and/or Interest Payments alternate revenue sources) of the County in an aggregate principal amount up to but in any event not to exceed \$3,000,000 (howsoever styled, the "**Bonds**"). The alternate revenue source to pay debt service on the Bonds is receipts of one or more of Sales Taxes, General Revenues and Interest Payments.

Section 2. Publication and Notice. After the adoption and approval of this ordinance by the Corporate Authorities, this ordinance, preceded by the notice hereinafter described, shall be published in a newspaper (as described in the Notice by Publication Act) published in Jackson County, Illinois, and of general circulation within the County, and if no petition, signed by not less than the number of electors of the County being equal to the greater of (i) 7.5% of the registered voters within the County or (ii) 200 of those registered voters or 15% of those registered voters, whichever is less, asking that the Project be undertaken and of issuing the alternate Bonds to pay the costs of the Project be submitted to the electors of the County, is filed with the County Clerk within thirty (30) days after the date of the publication of this ordinance, preceded by a notice conforming with the provisions of the Local Government Debt Reform Act, then this ordinance shall be in full force and effect and the Bonds shall be authorized to be issued. If such a petition is filed, an election on the question shall be held as set forth in a form of notice complying with Section 15 of the Local Government Debt Reform Act and not inconsistent with this ordinance, and this ordinance shall not become effective until such question shall have been duly approved by a majority of the votes cast on the question at the election held as set forth in such form of notice. The County Clerk shall have available and provide a form of petition to any person requesting one. The County Clerk shall give notice of the foregoing provisions as set forth in substantially the form of such notice as is presented before the meeting of the Corporate Authorities at which this ordinance is adopted, subject to completion and modification to conform with the Local Government Debt Reform Act.

Section 3. Additional Ordinances. If no petition meeting the requirements of applicable law is filed as provided above in Section 2, or if the question is approved as above set forth, then the Corporate Authorities in accordance with and pursuant to the Act may adopt additional ordinances or other proceedings supplemental to or amending this ordinance, at one time or from time to time as the Project may proceed in phases, providing for the issuance and sale of up to but in any event not to exceed the amount of the alternate Bonds set forth above, prescribing the details of such alternate Bonds, and providing for a levy of taxes and the collection, segregation and distribution of the applicable Sales Taxes for the payment of the alternate Bonds issued. Such additional or supplemental ordinances or other proceedings shall in all instances become effective in accordance with applicable law; and this ordinance, together

with such supplemental and additional ordinances or other proceedings, shall constitute complete authority for the issuance of the alternate Bonds under applicable law.

Section 4. Severability and Repealer. If any section, paragraph, clause or provision of this ordinance shall be held invalid, the invalidity of such section, paragraph, clause or provision shall not affect any of the other provisions of this ordinance. All ordinances, resolutions or orders, or parts thereof, in conflict with the provisions of this ordinance are to the extent of such conflict hereby repealed.

Upon motion by Board Member John Rendleman, seconded by Board Member Gerald Compton, adopted, this 10th day of November, 2010, by roll call vote, as follows.

Voting "yes" (names): William Alstat, Orval Rowe, Frank Puttman, Mary Korando,

Don Barrett, A. Darnecea Moultrie, Bob Lorinskas, John Rendleman, Gerald Compton,

Tom Redmond, John Evans, Allen Cissell

Voting "no" (names): Dan Bost

Other (names): Mark Holt (Absent)

Approved: November 10, 2010:

/s/ John Evans
County Board Chairman,
Jackson County, Illinois

Attest:
/s/ Larry Reinhardt
County Clerk, as *ex officio* clerk to the
County Board, Jackson County, Illinois

07
ORDINANCE NO. 10-_____

AN ORDINANCE AUTHORIZING THE ISSUANCE OF TAXABLE AND/OR TAX-EXEMPT GENERAL OBLIGATION BONDS (ALTERNATE REVENUE SOURCE), SERIES 2010A, B, C, ETC., INCLUDING AS BUILD AMERICA BONDS AND RECOVERY ZONE ECONOMIC DEVELOPMENT BONDS, OF THE COUNTY OF JACKSON, ILLINOIS, TO FINANCE COUNTY BUILDING REPAIRS, REMODELING AND REHABILITATION, AND RELATED FACILITIES, PROVIDING THE DETAILS OF SUCH BONDS AND FOR ALTERNATE REVENUE SOURCES AND THE LEVY OF DIRECT ANNUAL TAXES SUFFICIENT TO PAY THE PRINCIPAL OF AND INTEREST ON SUCH BONDS, AND RELATED MATTERS

WHEREAS, The County of Jackson, Illinois (the “**Issuer**”), is a non-home rule county duly established, existing and operating in accordance with the provisions of the Counties Code (Section 5/1-1001 *et seq.* of Chapter 55 of the Illinois Compiled Statutes); as supplemented and amended, including by the Local Government Debt Reform Act (Section 350/1 *et seq.* of Chapter 30 of the Illinois Compiled Statutes) and is entitled to receive a certain distributive revenue a share of proceeds of the: (i) Retailer’s Occupation Taxes, Service Occupation Taxes, Use Taxes and Service Use Taxes (collectively, “**General Sales Taxes**”); (ii) general property tax receipts and other general revenues (collectively, “**General Revenues**”) and (iii) 35% and/or 45% direct interest subsidy payments under ARRA (defined below) (the federal “**Interest Payments**”) ((i), (ii) and (iii), collectively, and subject to any prior lien or pledge, “**Sales Taxes**”), imposed, collected, received and distributed pursuant to applicable law; and

WHEREAS, the American Recovery and Reinvestment Act of 2009, Pub. L. No. 111-5, 123 Stat. 115 (2009) (enacted February 17, 2009) (the “**ARRA**”), authorizes the Issuer to issue taxable governmental bonds with subsidies for a portion of its borrowing costs, in the form of refundable tax credits paid to the Issuer (a “**Direct Payment**” of (A) a 45% interest direct payment for “**Recovery Zone Economic Development Bonds (Direct Payment)**”; and (B) a 35% interest direct payment for “**Build America Bonds (Direct Payment)**”); and

WHEREAS, the Issuer’s County Board (the “**Corporate Authorities**”) has determined that it is advisable, necessary and in the best interests of the Issuer’s public health, safety and welfare to undertake the acquisition, construction and installation of facilities and improvements constituting sheriff phone system rewiring, courthouse/jail elevator, courthouse and annex and jail lighting, jail roof, ~~probation/public defender office~~, jail southeast corner rehabilitation and rehabilitation/care windows, and related facilities, improvements and costs (collectively, the “**Projects**”); and

WHEREAS, the total estimated costs of the Projects, including related issuance costs and other expenses, is to be paid in whole or in part from proceeds of the hereinafter described alternate bonds, being general obligation in lieu of revenue bonds as authorized by Section 15 of the Local Government Debt Reform Act (Section 350/15 of Chapter 30 of the

Illinois Compiled Statutes), but nevertheless expected to be paid from one or more of (Collectively, (i), (ii) and (iii) are **"Pledged Revenues."**): (i) General Sales Taxes; (ii) General Revenues; and (iii) Interest Payments, as further referenced in this ordinance as alternate revenue sources, rather than by any levy of taxes, and any balance from other funds legally available for such purpose; and

WHEREAS, the estimated cost to provide for the Projects, and related legal, financial, bond discount, printing and publication costs, and other expenses preliminary to and in connection with the Projects is anticipated not to exceed the amount presently anticipated and planned to be paid from proceeds of the hereinafter described Bonds, which are to be repaid from one or more of (i) General Sales Taxes; and/or (ii) General Revenues; and/or (iii) Interest Payments, each constituting a **"revenue source"** under the Local Government Debt Reform Act); and

WHEREAS, AN ORDINANCE AUTHORIZING THE ISSUANCE OF GENERAL OBLIGATION ALTERNATE REVENUE SOURCE BONDS OF THE COUNTY OF JACKSON, ILLINOIS, FOR THE PURPOSE OF FINANCING VARIOUS REMODELING, REPAIRS AND REHABILITATION (the **"Preliminary Ordinance"**), adopted November 10, 2010, together with a separate notice of intent to issue alternate bonds (being general obligation in lieu of revenue bonds), were published on November 12, 2010, in *The Southern Illinoisan*, a newspaper published in Jackson County, Illinois, and of general circulation within the corporate limits of The County of Jackson, Illinois; and

WHEREAS, more than thirty (30) days have elapsed since the date of publication of the Preliminary Ordinance and such notices described above and the Issuer has received no petition in connection with the Bonds and the Projects, a form of petition therefor being at all relevant times available in the office of the County Clerk since November 10, 2010; and

WHEREAS, the Issuer has insufficient funds to pay the costs of the Projects and, therefore, must borrow money and issue general obligation bonds (alternate revenue source) under the Preliminary Ordinance and this ordinance, in evidence thereof up to the aggregate principal amount of \$3,000,000 for such purposes; and

WHEREAS, pursuant to and in accordance with the provisions of Section 15 of the Local Government Debt Reform Act (Section 350/15 of Chapter 30 of the Illinois Compiled Statutes), the Corporate Authorities have determined that Tax-Exempt and/or Taxable General Obligation Bonds (Alternate Revenue Source), Series 2010A, 2010B, 2010C etc., including as Build America Bonds (Direct Payment) and/or Recovery Zone Economic Development Bonds (Direct Payment) (in one or more series, collectively, the **"Bonds"**), are to be issued to finance the Projects, and to pay related costs of issuance, and under and pursuant to this ordinance it is necessary and desirable that the Issuer issue the Bonds; and

WHEREAS, after notice having been duly published at least 7 days before December 8, 2010 in *The Southern Illinoisan*, Jackson County, Illinois, the Corporate Authorities on December 8, 2010 held, conducted and concluded the public hearing related to the Bonds required by the Bond Issue Notification Act (30 ILCS 352/1 *et seq.*); and

WHEREAS, for convenience of reference only this ordinance is divided into numbered sections with headings, which shall not define or limit the provisions hereof, as follows:

	Page
Preambles	1
Section 1. Definitions.....	3
Section 2. Preambles, Authority and Useful Life	7
Section 3. Authorization and Terms of Bonds.....	7
Section 4. Execution and Authentication.....	11
Section 5. Registration of Bonds and Book Entry	12
Section 6. Bond Registrar/Paying Agent	14
Section 7. Alternate Bonds/Build America Bonds/Recovery Zone Economic Development Bonds	15
Section 8. Form of Bonds	21
Section 9. Levy and Extension of Taxes.....	26
Section 10. Related Agreements.....	26
Section 11. Revenue Fund	27
Section 12. Bond Proceeds Account.....	30
Section 13. Issuance of Additional Bonds	31
Section 14. Arbitrage Rebate	31
Section 15. Investment Regulations.....	32
Section 16. Non-Arbitrage and Tax-Exemption	32
Section 17. Further Assurances and Actions	36
Section 18. General Covenants.....	37
Section 19. Ordinance to Constitute a Contract.....	38
Section 20. Severability and No Contest	39
Section 21. Bank Qualified Bonds.....	39
Section 22. Conflict	39
Section 23. Effective Date	39

NOW, THEREFORE, BE IT ORDAINED BY THE COUNTY BOARD OF THE COUNTY OF JACKSON, ILLINOIS, as follows:

Section 1. Definitions. Certain words and terms used in this ordinance shall have the meanings given them herein, including above in the preambles hereto, and the meanings given them in this Section 1, unless the context or use clearly indicates another or different meaning is intended. Certain definitions are as follows:

“**Act**” means, collectively, the Local Government Debt Reform Act (Section 350/1 *et seq.* of Chapter 30 (and particularly Section 350/15 thereof) of the Illinois Compiled Statutes, as supplemented and amended, and the Counties Code (Section 5/1-1001 *et seq.* of Chapter 55 of the Illinois Compiled Statutes), as supplemented and amended, including by applicable laws authorizing and otherwise in connection with the Pledged Revenues constituting revenue sources (as supplemented and amended, the “**Revenue Source Acts**”), including, without limitation, by the Registered Bond Act, the Illinois Bond Replacement Act and the Bond Authorization Act.

“Alternate Bonds” means **“alternate bonds”** as described in Section 15 of the Local Government Debt Reform Act (Section 350/15 of Chapter 30 of the Illinois Compiled Statutes), and include expressly the Bonds.

“Arbitrage Agreement” means, as applicable, the Issuer’s Arbitrage Regulation Agreement as to, among other things, arbitrage rebate under Section 148(f) of the Code and Yield Reduction Payments.

“Available Project Proceeds” shall have the meaning in Section 7(e).

“Bona fide debt service fund” means a fund or account that: (1) is used primarily to achieve a proper matching of revenues with principal and interest payments within each bond year; and (2) is depleted at least once each bond year, except for a reasonable carryover amount not to exceed the greater of: (i) the earnings on the fund for the immediately preceding bond year; or (ii) one-twelfth of the principal and interest payments on the issue for the immediately preceding Bond Year.

“Bond” or **“Bonds”** means, collectively the Issuer’s: (A) Taxable General Obligation Bonds (Alternate Revenue Source), Series 2010A (Recovery Zone Economic Development Bonds (Direct Payment)) (**“Series 2010A”**); (B) Taxable General Obligation Bonds (Alternate Revenue Source), Series 2010B (Build America Bonds (Direct Payment)) (**“Series 2010B”**); and (C) Taxable General Obligation Bonds (Alternate Revenue Source), Series 2010C, authorized by this ordinance.

“Bond Order” means each Bond Order applicable to a series of Bonds under Section 3(a).

“Bond Year” means each annual period specified as a Bond Year in a Bond Order.

“Build America Bonds (Direct Payment)” and **“BABs”** each means Build America Bonds (Direct Payment) under ARRA and Sections 54A, 54AA and 6431 of the Code, with respect to a 35% interest direct payment.

“Build America Payments” means, collectively, Build America Payments/BABs (35%) for BABs and Build America Payments / RZEDBs (45%) for RZEDBs.

“Build America Payments/BABs” means the 35% interest direct payment under Section 6431 of the Code for BABs.

“Build America Payments/RZEDBs” means the 45% interest direct payment under Section 6431 of the Code for RZEDBs.

“Capitalized Interest” means, if any, Bond proceeds to pay interest during the Project construction period, plus as many as six months.

“Code” means the Internal Revenue Code of 1986, as amended, and includes related and applicable Income Tax Regulations promulgated by the Treasury Department.

“Corporate Authorities” means the Issuer’s County Board.

“Depository” means a securities depository in connection with Bonds immobilized in a global book-entry system, initially The Depository Trust Company, New York, New York (“**DTC**”).

“Disclosure Agreement” means each Continuing Disclosure Certificate and Agreement under Rule 15c2-12 related to the Bonds.

“Fiscal Year” means the twelve-month period constituting the Issuer’s fiscal year, not inconsistent with applicable law.

“Fund” means the Revenue Fund created, established or continued under this ordinance.

“General Revenues” shall have the meaning as set forth above in the recitals in the preamble to this ordinance.

“General Sales Taxes” shall have the meaning as set forth above in the recitals in the preamble to this ordinance.

“Governmental Bonds” or **“governmental bonds”** under ARRA means that the referenced obligations would qualify as tax-exempt non-private activity bonds under Sections 103 and 141 *et seq.* of the Code.

“Insurer” means, if any, the issuer of a Policy securing the payment when due of the principal of and interest on all or a part of the Bonds, as specified, if at all, in an applicable Bond Order.

“Interest Payments” shall have the meaning as set forth above in the recitals in the preamble to this ordinance.

“Issuer” means The County of Jackson, Illinois.

“Junior Bond” means any Outstanding bond or Outstanding bonds payable from the Junior Debt Service Account of the Bond and Interest Account of the Fund.

“Make Whole” shall have the meaning in Section 3(b).

“Official Statement” means each Official Statement of the Issuer related to the offering of Bonds.

“Outstanding”, when used with reference to any bond or obligation, means any bond or obligation which is outstanding and unpaid; provided, however, such term shall not include bonds or obligations: (i) which have matured and for which moneys are on deposit with proper paying agents, or are otherwise properly available, sufficient to pay all principal and interest thereof, or (ii) the provision for payment of which has been made by the Issuer by the

deposit in an irrevocable trust or escrow of funds of direct, full faith and credit obligations of the United States of America, the principal and interest of which will be sufficient to pay at maturity or as called for redemption all the principal of and applicable premium on such bonds or obligations, and will not result in the loss of the exclusion from gross income of the interest thereon under Section 103 of the Code.

“Parity Bonds” means bonds or any other obligations which share ratably and equally in Pledged Revenues with either the Senior Bonds or the Junior Bonds, as set forth and provided for in any such ordinance authorizing the issuance of any such Parity Bonds.

“Pledged Account” shall have the meaning in Section 11(d).

“Pledged Revenues” means the Revenues, which each constitute a **“revenue source”** under the Local Government Debt Reform Act.

“Pledged Taxes” shall have the meaning in Section 7.

“Policy” means an Insurer’s bond insurance policy or other credit facility, as specified, if at all, in a Bond Order, insuring and securing the scheduled payments when due of all or a part of principal of and interest on Bonds.

“Project” shall have the meaning as set forth above in the recitals in the preamble to this ordinance.

“Public Safety Sales Taxes” shall have the meaning as set forth above in the recitals in the preamble to this ordinance.

“Purchase Agreement” means each Bond purchase agreement to purchase Bonds, which upon acceptance and execution by the Issuer and the applicable Underwriter constitutes the Purchase Agreement for the Bonds.

“Qualified Investments” means, subject to the restrictions thereon in connection with an Insurer’s Policy, legal investments authorized to the Issuer under applicable law.

“Recovery Zone Economic Development Bonds (Direct Payment)” and **“RZEDBs”** each mean Recovery Zone Economic Development Bonds (Direct Payment) under ARRA and Sections 54A, 54AA, 1400U-2 and 6431 of the Code, with respect to a 45% interest direct payment.

“Regulation” shall have the meaning in Section 16.

“Revenues” means, as applicable, one or more of: (i) General Sales Taxes; (ii) General Revenues; and (iii) Interest Payments, received and to be received under applicable law, and to the extent lawful includes all investment income and earnings thereon.

“Revenue Fund” shall have the meaning in Section 11.

“Rule 15c2-12” means Rule 15c2-12 of the Securities and Exchange Commission (“SEC”).

“Senior Bond” means any Outstanding bond or Outstanding bonds payable from the Senior Debt Service Account of the Bond and Interest Account of the Fund under this ordinance, and includes expressly the Bonds.

“Taxable” or **“taxable”** with respect to an obligation means that the obligation is not tax-exempt.

“Tax-Exempt” or **“tax-exempt”** with respect to an obligation means that the interest on such obligation is not included in gross income for Federal income tax purposes.

“Underwriter” means Bernardi Securities, Inc., Chicago, Illinois, the underwriter in connection with the Bonds.

“Yield” or **“yield”** means yield computed under Section 1.148-4 of the Income Tax Regulations for the Bonds, and yield computed under Section 1.148-5 of the Income Tax Regulations for an investment; provided that for purposes of the arbitrage investment restrictions under Section 148 of the Code related to BABs and RZEDBs, the Yield on (A) RZEDBs is reduced by the 45% and (B) BABs is reduced by the 35%, direct payment credit to the Issuer allowed under Sections 54AA and 6431 of the Code; and accordingly, calculation of the yield on BABs and RZEDBs for purposes of the arbitrage rules shall be by applying the rules contained in Section 148 of the Code and the regulations thereunder, but by reducing the amount of interest paid by the applicable 35% or 45% credit payments received.

“Yield Reduction Payments” or **“yield reduction payments”** shall have the meaning in Income Tax Regulations Section 1.148-5(c).

“Yield Restricted” or **“yield restricted”** with reference to an obligation means that the yield thereon is limited to the yield on the Bonds.

Section 2. Preambles, Authority and Useful Life. The Corporate Authorities hereby find that all the recitals contained in the preambles and recitals to this ordinance are true, complete and correct, and hereby incorporate them into this ordinance by this reference thereto. This ordinance is adopted pursuant to the Constitution and applicable laws of the State of Illinois, including the Act, for the purpose of paying all or a portion of the costs of the Project including costs of issuance of the Bonds. The Corporate Authorities hereby determine the period of usefulness of the Projects to be not less than twenty-five (25) years from the expected date of delivery of the applicable series of Bonds.

Section 3. Authorization and Terms of Bonds. To meet all or a part of the estimated cost of the Project, there is hereby authorized the sum of up to \$3,000,000: estimated at \$1,374,000/Series 2010A and \$1,556,000/Series 2010B and \$70,000/Series 2010C, to be derived from the proceeds of the Bonds. For such purposes, the Bonds of the Issuer shall be issued and sold at one time or from time to time in the aggregate principal amount set forth above, and shall be issuable in the denomination of \$1,000 each or any authorized integral multiple thereof.

(a) **General Terms.** The Bonds of each series shall be numbered consecutively from 1 upwards in order of their issuance and may bear such identifying numbers or letters as shall be useful to facilitate the registration, transfer and exchange of Bonds. Unless otherwise determined in an order to authenticate a series of Bonds, each Bond shall be dated as of or before the date of issuance thereof as the applicable Underwriter agrees or accepts. The Bonds, are hereby authorized to bear interest at the rate or rates percent per annum not to exceed 9.00% tax-exempt and 13.00% taxable and shall mature on December 1 in each of the years, commencing not before 2011 and ending not later than 2036, and in the principal amount in each year, as shall be provided in a Bond Order.

Each Bond shall bear interest from its date, or from the most recent interest payment date to which interest has been paid, computed on the basis of a 360-day year consisting of twelve 30-day months, and payable in lawful money of the United States of America semiannually on each June 1 and December 1, commencing December 1, 2011. The Bonds shall bear interest at such rates and mature in the principal amount in each year, but not exceeding \$3,000,000 in the aggregate, and have such other terms and related provisions, all as shall be set forth in an applicable Bond Order.

For purposes of the foregoing and otherwise in this ordinance, the term **“Bond Order”** shall mean, as applicable to each series of Bonds, one or more certificates signed by the County Board Chairman, and attested by the County Clerk and under the seal of the Issuer, setting forth and specifying details of the applicable Bonds, including, as the case may be, but not limited to, the principal amount of each series, but not to exceed, \$3,000,000 in the aggregate, Bond captions and series designation, final interest rates, optional and mandatory call provisions, dated date, payment dates, record date, sales price, reoffering premium, original issue discount (**“OID”**), taxable/tax-exempt status, status as **“qualified tax-exempt obligations,”** Pledged Revenues applicable to each series of Bonds, the final maturity schedule, Underwriter, Paying Agent, Bond Registrar, other fiscal agents, reserves and reserve requirements, funds and/or accounts and/or subaccounts, and an Insurer and Policy, and features related to: (A) Recovery Zone Economic Development Bonds (Direct Payment); (B) Build America Bonds (Direct Payment); and (C) tax-exempt or other taxable Bonds.

The principal of and premium, if any, on the Bonds shall be payable in lawful money of the United States of America upon presentation and surrender thereof at the designated corporate trust office of the financial institution designated in this ordinance to act as the Paying Agent for the Bonds (including its successors, the **“Paying Agent”**).

Interest on the Bonds shall be payable on each interest payment date to the registered owners of record appearing on the registration books maintained by the financial institution designated in this ordinance to act as the Bond Registrar on behalf of the Issuer for such purpose (including its successors, the **“Bond Registrar”**), at the principal corporate trust office of the Bond Registrar as of the close of business on the fifteenth (15th) day (whether or not a business day) of the calendar month next preceding the applicable interest payment date, or otherwise as specified in a Bond Order. Interest on the Bonds shall be paid by check or draft mailed by the Paying Agent to such registered owners at their addresses appearing on the registration books.

In the event there is no Insurer or Policy, reference to “**Insurer**” and “**Policy**” in this resolution shall be given no effect.

(b) **Redemption.** The Bonds are subject to redemption, as follows:

(i) **Optional.** Bonds shall be subject to optional redemption prior to maturity in whole or in part on the date or dates, in the amounts from among such maturities or in such order of maturity, as specified by the Issuer (but in inverse order if none is specified), at the applicable redemption price, plus accrued interest to the date fixed for redemption, all as provided in an applicable Bond Order, and not otherwise.

Certain Bonds shall be subject to redemption at the Issuer’s option, including, for example, a form of redemption called a “**make-whole**” redemption, where all or part of the future payments are present-valued based on an indexing mechanism, to be specified in a Bond Order, if at all.

(ii) **Mandatory Redemption.** This paragraph (ii) shall apply only to the extent an applicable Bond Order shall specify any Term Bonds, and otherwise shall not apply. Bonds so specified as Term Bonds (the “**Term Bonds**”), if any, are subject to mandatory sinking fund redemption in the principal amount December 1 in the years so specified.

At its option before the 45th day (or such lesser time acceptable to the Bond Registrar) next preceding any mandatory sinking fund redemption date in connection with Term Bonds the Issuer by furnishing the Bond Registrar and the Paying Agent as appropriate certificate of direction and authorization executed by the County Board Chairman or County Treasurer may: (i) deliver to the Bond Registrar for cancellation Term Bonds in any authorized aggregate principal amount desired; or (ii) furnish the Paying Agent funds for the purpose of purchasing any of such Term Bonds as arranged by the Issuer; or (iii) received a credit (not previously given) with respect to the mandatory sinking fund redemption obligation for such Term Bonds which prior to such date have been redeemed and cancelled. Each such Bond so delivered, previously purchased or redeemed shall be credited at 100% of the principal amount thereof, and any excess shall be credited with regard to future mandatory sinking fund redemption obligations for such Bonds in any specified order, but in chronological order if there is no specification, and the principal amount of Bonds to be so redeemed as provided shall be accordingly reduced. In the event Bonds being so redeemed are in a denomination greater than \$1,000, a portion of such Bonds may be so redeemed, but such portion shall be in the principal amount of \$1,000 or any authorized integral multiple thereof.

(iii) **Procedure.** In the event of the redemption of less than all the Bonds of like maturity, the aggregate principal amount thereof to be redeemed shall be \$1,000 or an integral multiple thereof and the Bond Registrar shall assign to each Bond of such maturity a distinctive number for each \$1,000 principal amount of such Bond and shall select by lot from the numbers so assigned as many numbers as, at \$1,000 for each number, shall equal the principal amount of such Bonds to be redeemed. The Bonds to be redeemed shall be the Bonds to which were assigned numbers so selected; provided that only so much of the principal amount of each Bond shall be redeemed as shall equal \$1,000 for each number assigned to it and so selected.

The Issuer shall deposit with the Paying Agent an amount of money sufficient to pay the redemption price of all the Bonds or portions of Bonds which are to be redeemed on the redemption date, together with interest to such redemption date, prior to giving any notice of redemption. With notice at least forty-five (45) days before the redemption date (or lesser notice acceptable to the Bond Registrar) to the Bond Registrar by the Issuer, which notice shall not be required for mandatory redemption under (ii) above, notice of the redemption of Bonds shall be given by first class mail not less than thirty (30) days nor more than sixty (60) days prior to the date fixed for such redemption to the registered owners of Bonds to be redeemed at their last addresses appearing on such registration books. Such notice shall not be required in the case (ii) above. The Bonds or portions thereof specified in such notice shall become due and payable at the applicable redemption price on the redemption date therein designated, together with interest to the redemption date. If there shall be drawn for redemption less than all of a Bond, the Issuer shall execute and the Bond Registrar shall authenticate and deliver, upon the surrender of such Bond, without charge to the registered owner thereof, for the unredeemed balance of the Bond so surrendered, Bonds of like maturity and of the denomination of \$1,000 or any authorized integral multiple thereof.

All notices of redemption shall include at least the information as follows: (1) the redemption date; (2) the redemption price; (3) if less than all of the Bonds of a given maturity are to be redeemed, the identification and, in the case of partial redemption of the Bonds, the respective principal amounts of the Bonds to be redeemed; (4) a statement that on the redemption date the redemption price will become due and payable upon each such Bond or portion thereof called for redemption and that interest thereon shall cease to accrue from such date; and (5) the place where such Bonds are to be surrendered for payment of the redemption price, which place of payment shall be the principal office of the Paying Agent.

Notice of redemption having been so given, the Bonds or portions of Bonds so to be redeemed shall, on the redemption date, become due and payable at the redemption price therein specified, and from and after such date such Bonds or portions of Bonds shall cease to bear interest. Neither the failure to mail such redemption notice nor any defect in any notice so mailed to any particular registered owner of a Bond shall affect the sufficiency of such notice with respect to other registered owners. Notice having been properly given, failure of a registered owner of a Bond to receive such notice shall not be deemed to invalidate, limit or delay the effect of the notice or the redemption action described in the notice. Such notice may be waived in writing by a registered owner of a Bond, either before or after the event, and such waiver shall be the equivalent of such notice. Waivers of notice shall be filed, if at all, with the Bond Registrar, but such filing shall not be a condition precedent to the validity of any action taken in reliance upon such waiver. Upon surrender of such Bonds for redemption in accordance with such notice, such Bonds shall be paid by the Paying Agent at the redemption price. Interest due on or prior to the redemption date shall be payable as herein provided for payment of interest.

In addition to the foregoing notice set forth above, further notice shall be given by the Bond Registrar on behalf of the Issuer as set out below, but no defect in such further notice nor any failure to give all or any portion of such further notice shall in any manner defeat the effectiveness of a call for redemption if notice thereof is given as above prescribed. Each further notice of redemption given hereunder shall contain the information required above for an official notice of redemption plus (a) the CUSIP number of all Bonds being redeemed; (b) the date of

issue of the Bonds as originally issued; (c) the rate of interest borne by each Bond being redeemed; (d) the maturity date of each Bond being redeemed; and (e) any other descriptive information needed to identify accurately the Bonds being redeemed.

Each further notice of redemption may be sent at least thirty-five (35) days before the redemption date to registered securities depositories then in the business of holding substantial amounts of obligations of types comprising the Bonds and to one or more national information services, chosen in the discretion of the Bond Registrar, that disseminate notices of redemption of obligations such as the Bonds.

Upon the payment of the redemption price of Bonds being redeemed, each check or other transfer of funds issued for such purpose shall identify the Bond or Bonds, or portion thereof, being redeemed with the proceeds of such check or other transfer.

If any Bond or portion of Bond called for redemption shall not be so paid upon surrender thereof for redemption, the principal, and premium, if any, shall, until paid, bear interest from the redemption date at the rate borne by the Bond or portion of such Bond so called for redemption. All Bonds which have been redeemed shall be cancelled and destroyed by the Bond Registrar and shall not be reissued.

(c) **Bond Order.** The terms and provisions of each series of Bonds, and related terms and provisions, are subject to modification and/or presentment in applicable Bond Orders. The applicable Bond form for each series shall be appropriately conformed to each applicable Bond Order.

(d) **Underwriting Discount.** Subject to a Bond Order, the underwriting discount and pricing for the Bonds shall be as provided in the Purchase Agreement.

Section 4. Execution and Authentication. Each Bond shall be executed in the name of the Issuer by the manual or authorized facsimile signature of its County Board Chairman and the corporate seal of the Issuer, or a facsimile thereof, shall be thereunto affixed, impressed or otherwise reproduced or placed thereon and attested by the manual or authorized facsimile signature of its County Clerk. Temporary Bonds, preliminary to the availability of Bonds in definitive form, shall be and are hereby authorized and approved.

In case any officer whose signature, or a facsimile of whose signature, shall appear on any Bond shall cease to hold such office before the issuance of such Bond, such Bond shall nevertheless be valid and sufficient for all purposes, the same as if the person whose signature, or a facsimile thereof, appears on such Bond had not ceased to hold such office. Any Bond may be signed, sealed or attested on behalf of the Issuer by any person who, on the date of such act, shall hold the proper office, notwithstanding that at the date of such Bond such person may not hold such office. No recourse shall be had for the payment of any Bonds against the Corporate Authorities any officer or employee of the Issuer (past, present or future) who executes the Bonds, or on any other basis.

Each Bond shall bear thereon a certificate of authentication executed manually by the Bond Registrar. No Bond shall be entitled to any right or benefit under this ordinance or shall be valid or obligatory for any purpose until such certificate of authentication shall have

been duly executed by the Bond Registrar. Such certificate of authentication shall have been duly executed by the Bond Registrar by manual signature, and such certificate of authentication upon any such Bond shall be conclusive evidence that such Bond has been authenticated and delivered under this ordinance. The certificate of authentication on any Bond shall be deemed to have been executed by the Bond Registrar if signed by an authorized officer of the Bond Registrar, but it shall not be necessary that the same officer sign the certificate of authentication on all of the Bonds issued hereunder.

Section 5. Registration of Bonds and Book-Entry. The Bonds shall be negotiable, subject to the provisions for registration of transfer contained herein and related to book-entry only registration.

(a) **General.** This subsection (a) is subject to the provisions of subsection (b) concerning book-entry only provisions. The Issuer shall cause books (the “**Bond Register**”) for the registration and for the transfer of Bonds as provided in this ordinance to be kept at the principal corporate trust office of the Bond Registrar, which is hereby constituted and appointed the Bond Registrar of the Issuer. The Issuer is authorized to prepare, and the Bond Registrar shall keep custody of, multiple Bond blanks executed by the Issuer for use in the issuance from time to time of the Bonds and in the transfer and exchange of Bonds.

Upon surrender for transfer of any Bond at the designated corporate trust office of the Bond Registrar, duly endorsed by, or accompanied by a written instrument or instruments of transfer in form satisfactory to the Bond Registrar and duly executed by the registered owner or such owner’s attorney duly authorized in writing, the Issuer shall execute and the Bond Registrar shall authenticate, date and deliver in the name of the transferee or transferees a new fully registered Bond or Bonds of the same series and maturity of authorized denominations, for a like aggregate principal amount. Any fully registered Bond or Bonds may be exchanged at the designated office of the Bond Registrar for a like aggregate principal amount of Bond or Bonds of the same series and maturity of other authorized denominations. The execution by the Issuer of any fully registered Bond shall constitute full and due authorization of such Bond, and the Bond Registrar shall thereby be authorized to authenticate, date and deliver such Bond.

The person in whose name any Bond shall be registered shall be deemed and regarded as the absolute owner thereof for all purposes, and payment of the principal of, premium (if any) or interest on any Bond shall be made only to or upon the order of the registered owner thereof or such registered owner’s legal representative. All such payments shall be valid and effectual to satisfy and discharge the liability upon such Bond to the extent of the sum or sums so paid.

No service charge shall be made for any transfer or exchange of Bonds, but the Issuer or the Bond Registrar may require payment of a sum sufficient to cover any tax or other governmental charge that may be imposed in connection with any transfer or exchange of Bonds exchanged in the case of the issuance of a Bond or Bonds for the outstanding portion of a Bond surrendered for redemption.

The County Board Chairman or County Clerk or County Treasurer may, in his or her discretion at any time, designate a bank with trust powers or trust company, duly authorized to do business as a bond registrar, paying agent, or both, to act in one or both such capacities

hereunder, in the event the County Board Chairman or County Treasurer shall determine it to be advisable. Notice shall be given to the registered owners of any such designation in the same manner, as near as may be practicable, as for a notice of redemption of Bonds, and as if the date of such successor taking up its duties were the redemption date.

(b) Book-Entry-Only Provisions. Unless otherwise set forth in a Bond Order, the Bonds shall be issued in the form of a separate single fully registered Bond of each series for each of the maturities of the Bonds. Upon initial issuance, the ownership of each such Bond shall be registered in the Bond Register therefor in a street name (initially "**Cede & Co.**") of the Depository, initially DTC, or any successor thereto, as nominee of the Depository. The outstanding Bonds from time to time may be registered in the Bond Register in a street name, as nominee of the Depository. As necessary, the County Board Chairman or County Treasurer is authorized to execute and deliver on behalf of the Issuer such letters to or agreements with the Depository as shall be necessary to effectuate such book-entry system (any such letter or agreement being referred to herein as the "**Representation Letter**"). Without limiting the generality of the authority given to the County Board Chairman or County Treasurer with respect to entering into such Representation Letter, it may contain provisions relating to (a) payment procedures, (b) transfers of the Bonds or of beneficial interest therein, (c) redemption notices and procedures unique to the Depository, (d) additional notices or communications, and (e) amendment from time to time to conform with changing customs and practices with respect to securities industry transfer and payment practices.

With respect to Bonds registered in the Bond Register in the name of a nominee of the Depository, the Issuer and the Bond Registrar shall have no responsibility or obligation to any broker-dealer, bank or other financial institution for which the Depository holds Bonds from time to time as securities depository (each such broker-dealer, bank or other financial institution being referred to herein as a "**Depository Participant**") or to any person on behalf of whom such a Depository Participant holds an interest in the Bonds, i.e., an "**indirect participant**" or a "**beneficial owner**". Without limiting the meaning of the foregoing, the Issuer and the Bond Registrar shall have no responsibility or obligation with respect to (a) the accuracy of the records of the Depository, the nominee, or any Depository Participant with respect to any ownership interest in the Bonds, (b) the delivery to any Depository Participant or any other person, other than a registered owner of a Bond as shown in the Bond Register, of any notice with respect to the Bonds, including any notice of redemption, or (c) the payment to any Depository Participant or any other person, other than a registered owner of a Bond as shown in the Bond Register, of any amount with respect to principal of or interest on the Bonds.

As long as Bonds are held in a book-entry-only system, no person other than the nominee of the Depository, or any successor thereto, as nominee for the Depository, shall receive a Bond certificate with respect to any Bonds. Upon delivery by the Depository to the Bond Registrar of written notice to the effect that the Depository has determined to substitute a new nominee in place of the prior nominee, and subject to the provisions hereof with respect to the payment of interest to the registered owners of Bonds as of the close of business on the fifteenth (15th) day (whether or not a business day) of the month next preceding the applicable interest payment date, the reference herein to nominee in this ordinance shall refer to such new nominee of the Depository.

In the event that (a) the Issuer determines that the Depository is incapable of discharging its responsibilities described herein and in the Representation Letter, (b) the agreement among the Issuer, the Bond Registrar, the Paying Agent and the Depository evidenced by the Representation Letter shall be terminated for any reason or (c) the Issuer determines that it is in the best interests of the beneficial owners of the Bonds that they be able to obtain certificated Bonds, the Issuer shall notify the Depository and the Depository Participants of the availability of Bond certificates, and the Bonds shall no longer be restricted to being registered in the Bond Register in the name of a nominee of the Depository. At that time, the Issuer may determine that the Bonds shall be registered in the name of and deposited with a successor depository operating a book-entry system, as may be acceptable to the Issuer, or such depository's agent or designee, and if the Issuer does not select such alternate book-entry system, then the Bonds may be registered in whatever name or names registered owners of Bonds transferring or exchanging Bonds shall designate, in accordance with the provisions hereof. Notwithstanding any other provision of this ordinance to the contrary, so long as any Bond is registered in the name of a nominee of the Depository, all payments with respect to principal of and interest on such Bond and all notices with respect to such Bond shall be made and given, respectively, in the manner provided in the Representation Letter.

(c) **Limit.** The Bond Registrar shall not be required to exchange or transfer any Bond during the period from the last day of the calendar month next preceding any interest payment date to such interest payment date or during the period of fifteen (15) days next preceding the mailing of a notice of redemption which could designate all or a part of any Bonds for redemption, or after such mailing.

Section 6. Bond Registrar/Paying Agent. With respect to this ordinance and the Bonds, and subject to Bond Orders, the Bond Registrar and Paying Agent shall be The Bank of New York Mellon Trust Company, N.A., with its principal corporate trust office in St. Louis, Missouri. The Issuer covenants that it shall at all times retain a Bond Registrar and Paying Agent with respect to the Bonds and shall cause to be maintained at the office of such Bond Registrar a place where Bonds may be presented for registration of transfer or exchange, that it will maintain at the designated office of the Paying Agent a place where Bonds may be presented for payment, that it shall require that the Bond Registrar maintain proper registration books and that it shall require the Bond Registrar and Paying Agent to perform the other duties and obligations imposed upon each of them by this ordinance in a manner consistent with the standards, customs and practices concerning municipal securities. The Issuer may enter into appropriate agreements with any Bond Registrar and any Paying Agent in connection with the foregoing, including as follows:

(a) to act as Bond Registrar, authenticating agent, Paying Agent and transfer agent as provided herein;

(b) to maintain a list of the registered owners of the Bonds as set forth herein and to furnish such list to the Issuer upon request, but otherwise to keep such list confidential;

(c) to cancel and/or destroy Bonds which have been paid at maturity or submitted for exchange or transfer;

- (d) to give notices of redemption of Bonds to be redeemed;
- (e) to furnish the Issuer at least annually a certificate with respect to Bonds cancelled and/or destroyed; and
- (f) to furnish the Issuer at least annually an audit confirmation of Bonds paid, Bonds outstanding and payments made with respect to interest on the Bonds.

In any event, the Bond Registrar and Paying Agent shall comply with (a) - (f) above.

The Bond Registrar and Paying Agent shall signify their acceptances of the duties and obligations imposed upon them by this ordinance. The Bond Registrar by executing the certificate of authentication on any Bond shall be deemed to have certified to the Issuer that it has all requisite power to accept, and has accepted, such duties and obligations, not only with respect to the Bond so authenticated but with respect to all of the Bonds. The Bond Registrar and Paying Agent are the agents of the Issuer for such purposes and shall not be liable in connection with the performance of their respective duties except for their own negligence or default. The Bond Registrar shall, however, be responsible for any representation in its certificate of authentication on the Bonds.

The Issuer may remove the Bond Registrar and/or Paying Agent at any time. In case at any time the Bond Registrar and/or Paying Agent shall resign (such resignation to not be effective until a successor has accepted such role) or shall be removed or shall become incapable of acting, or shall be adjudged a bankrupt or insolvent, or if a receiver, liquidator or conservator of the Bond Registrar and/or Paying Agent, or of its property, shall be appointed, or if any public officer shall take charge or control of the Bond Registrar and/or Paying Agent or of their respective properties or affairs, the Issuer covenants and agrees that it will thereupon appoint a successor Bond Registrar and/or Paying Agent, as the case may be. The Issuer shall mail or cause to be mailed notice of any such appointment made by it to each registered owner of Bonds within twenty (20) days after such appointment. Any Bond Registrar and/or any Paying Agent appointed under the provisions of this Section 7 shall be a bank, trust company or other qualified professional with respect to such matters, authorized to exercise such functions in the State of Illinois.

Section 7. Alternate Bonds/Build America Bonds/Recovery Zone Economic Development Bonds. Under and pursuant to Section 15 of the Local Government Debt Reform Act, the full faith and credit of the Issuer are hereby irrevocably pledged to the punctual payment of the principal of, premium, if any, and interest on the Bonds; the Bonds shall be direct and general obligations of the Issuer; and the Issuer shall be obligated to levy ad valorem taxes upon all the taxable property within the Issuer's corporate limits, for the payment of the Bonds and the interest thereon, without limitation as to rate or amount (such ad valorem taxes being the Pledged Taxes).

(a) **Alternate Bonds.** Pledged Revenues are hereby determined by the Corporate Authorities to be sufficient to provide for or pay in each year to final maturity of the Bonds all of the following: (1) the debt service on all Outstanding revenue bonds or other obligations payable from Pledged Revenues, (2) all amounts required to meet any fund or account requirements with respect to such Outstanding revenue bonds, (3) other contractual or tort liability obligations, if

any, payable from such Pledged Revenues, and (4) in each year, an amount not less than 1.25 (1.10 for Interest Payments) times debt service of all (i) Alternate Bonds payable from such Pledged Revenues previously issued and outstanding, and (ii) Alternate Bonds payable from such Pledged Revenues proposed to be issued, including the Bonds. The Pledged Revenues shall be and are hereby determined by the Corporate Authorities to provide in each year an amount not less than 1.25 (1.10 for Interest Payments) times debt service (as defined in Section 2 of the Local Government Debt Reform Act) of Alternate Bonds payable from such revenue sources previously issued and outstanding, of which there are none, and Alternate Bonds proposed to be issued. Such conditions enumerated need not be met for that amount of debt service (as defined in Section 2 of the Local Government Debt Reform Act) provided for by the setting aside of proceeds of bonds or other moneys at the time of the delivery of such bonds. The Pledged Revenues are hereby determined by the Corporate Authorities to provide in each year all amounts required to meet any fund or account requirements with respect to this ordinance, any contractual or tort liability obligations, if any, payable from Pledged Revenues, and an amount not less than 1.25 (1.10 for Interest Payments) times debt service (as defined in Section 2 of the Local Government Debt Reform Act) of all of the Outstanding Bonds, payable from such Pledged Revenues. The determination of the sufficiency of the Pledged Revenues is expected to be supported by reference to the most recent audit of the Issuer, for a Fiscal Year ending not earlier than 18 months previous to the time of issuance of the applicable Bonds, and, otherwise a supporting “report” under Section 15 of the Local Government Debt Reform Act is to be prepared.

The Bonds shall be and are on parity with each other, and with any outstanding alternate bonds, and shall share equally and ratably in the Pledged Revenues and the Pledged Taxes as to security and source of payment and the security of this ordinance.

(b) **Build America Bonds (Direct Payment).** All or part of the Bonds are to be Build America Bonds (Direct Payment), which provide a Federal subsidy through a refundable tax credit paid to the Issuer by the U. S. Treasury Department and the Internal Revenue Service (the “IRS”) in an amount equal to 35 percent (35%) of the total coupon interest payable to investors (in this case by direct payment to the Issuer) in the “taxable” Bonds. The Bonds issued as BABs are to be taxable, and not tax-exempt. The Issuer shall comply with the provisions of this resolution in connection with Build America Bonds, as applicable to the Bonds including without limitation the following (In connection with which “Bonds” in this paragraph shall mean only Bonds issued as BABs, and not tax-exempt.):

(i) **Qualified Bonds.** The ARRA authorizes Build America Bonds (Direct Payment) that meet the definition of “qualified bonds” to receive a refundable 35% credit under § 6431 of the Code in lieu of tax credits under § 54AA and imposes certain program requirements. The ARRA defines the term “qualified bond” to mean an obligation that is issued as part of an issue that meets the following requirements: (1) the bond is a “Build America Bond”; (2) the bond is issued before January 1, 2011; (3) 100 percent (100%) of the excess of (i) the available project proceeds (as defined in § 54A of the Code to mean sale proceeds of the Bonds less not more than two percent (2%) of such proceeds used to pay issuance costs plus investment proceeds thereon), over (ii) the amounts in a reasonably required reserve fund (within the meaning of § 150(a)(3) of the Code) with respect to such bonds, are to be used for capital expenditures; and (4) the Issuer makes an irrevocable election to have the Build America Bonds provisions of the Code apply. The Issuer hereby makes an irrevocable election to have the Build America Bonds provisions of

the Code apply to those Bonds issued as Build America Bonds (Direct Payment).

(ii) **Reserve Fund.** The Bonds shall have a required reserve fund or account, only as specified in an applicable Bond Order, and not otherwise.

(iii) **Eligible Uses.** The eligible uses of proceeds and types of financing for Build America Bonds (Direct Payment) are limited, and the Issuer shall comply with such limitations. In general, Build America Bonds (Direct Payment) may be issued to finance governmental purposes for which tax-exempt governmental bonds (excluding private activity bonds) could be issued, but the excess of available Project proceeds over amounts in a reasonably required reserve fund may be used to finance only capital expenditures (as defined in Section 1.150-1(b) of the Income Tax Regulations), as contrasted with working capital expenditures. For this purpose, an eligible financing of capital expenditures includes a reimbursement of capital expenditures under the reimbursement rules contained in Section 1.150-2 of the Income Tax Regulations. Build America Bonds (Direct Payment) generally may not be issued to refinance capital expenditures in “**refunding issues**” (as defined in Section 1.150-1 of the Income Tax Regulations). Further, for this purpose, Build America Bonds (Direct Payment) may be used to reimburse otherwise-eligible capital expenditures under Treas. Reg. § 1.150-2 that were paid or incurred after the effective date of ARRA and that were financed originally with temporary short-term financing issued after the effective date of ARRA, and such reimbursement will not be treated as a refunding issue.

The Issuer will comply with all applicable laws, including but not limited to the Illinois Prevailing Wage Act and the federal Bacon-Davis Act.

(iv) **Interest Payments.** For Build America Bonds (Direct Payment) issued before January 1, 2011, the Issuer shall be allowed a credit with respect to each interest payment under such Bond, which shall be payable by the Secretary of the Treasury. The Department of the Treasury shall pay (contemporaneously with each interest payment date under the Bonds) to the Issuer (or, as appropriately directed, to any person who makes such interest payments on behalf of the Issuer) 35 percent (35%) of the interest payable under the Bonds on such date. The term “**interest payment date**” means each date on which interest is payable by the Issuer under the terms of Bonds. The payment by the Secretary of the Department of the Treasury is to be made either in advance or as reimbursement. Unless and until the Issuer makes other arrangements, the Issuer shall be solely responsible to apply for such payment or reimbursement.

(v) **Refundable Credit – 35%.** The amount of refundable credit that the Issuer may claim with respect to the Bonds is determined by multiplying the interest payment that is payable by the Issuer on an interest payment date (i.e., the Bond coupon interest payment) by 35 percent (35%). Original issue discount is not treated as a payment of interest for purposes of calculating the refundable credit.

(vi) **Yield.** For purposes of the arbitrage investment restrictions under Section 148 of the Code, the yield on the Bonds is reduced by the credit allowed. Accordingly, calculation of the yield on the Bonds for purposes of the arbitrage rules by applying the rules contained in Section 148 and the Income Tax Regulations thereunder, but shall be done by reducing the amount of interest paid on the Bonds by the amount of the 35% credit payments to be received.

(vii) **Refundable Credit Implementation Plans.** The IRS and the Treasury Department

have presently devised an IRS form for requesting the Federal share of interest on the Bonds: IRS "Form 8038-CP, *Return for Credit Payments to Issuers of Qualified Bonds*." In particular, the applicable procedures require the Issuer to submit a Form 8038-CP to request payment of the amount of the 35% credit within a prescribed time before or after each applicable interest payment date. According to the Treasury Department and the IRS, the Issuer expects to receive requested payments within 45 days of the date that a processible Form 8038-CP is filed with the IRS. Unless and until the Issuer makes other arrangements, the Issuer shall be solely responsible for compliance and timely submissions.

(viii) Fixed Rate Bonds. The Bonds are "**fixed rate bonds**." In general, for fixed rate bonds, upon receipt of a timely filed Form 8038-CP requesting payment of the credit, such amount will be paid on a contemporaneous basis by the applicable interest payment date. For fixed rate bonds, the due date for an issuer to file a Form 8038-CP, *Return for Credit Payments to Issuers of Qualified Bonds*, is the **45th day before the applicable interest payment date** with respect to the Bonds. This return, however, may not be filed earlier than the 90th day before the relevant interest payment date.

(ix) Future Developments and Refinements. The IRS and the Treasury Department have advised to undertake a plan to actively pursue refining the refundable credit payment procedures for Build America Bonds (Direct Payment) and thereafter to achieve as workable and efficient a system as possible that is consistent with all necessary and appropriate compliance safeguards. In this regard, the IRS and the Treasury Department have advised to under take a plan to study the feasibility of moving these direct payment procedures to an electronic platform similar to that used by the Bureau of Public Debt to make recurring electronic payments on U.S. Treasury securities, such as U.S. Treasury Securities of the State and Local Government Series ("SLGs") with which state and local governments are familiar. The IRS and the Treasury Department expect that any development or usage of an **electronic platform** for these direct payment procedures will include ongoing compliance safeguards that involve periodic information returns on the Bonds at least annually. The Issuer shall comply with all future developments in this connection, or otherwise that may apply.

(c) Recovery Zone Economic Development Bonds (Direct Payment). The Series 2010A Bonds are RZEDBs, with respect to which the Issuer hereby allocates \$1,374,000 of its RZEDB capacity under IRS Notice 2009-50 to the Series 2010A Bonds. Recovery Zone Economic Development Bonds (Direct Payment) provide a Federal subsidy through a refundable tax credit paid to the Issuer by the U. S. Treasury Department and the Internal Revenue Service (the "**IRS**") in an amount equal to 45 percent (45%) of the total coupon interest payable to investors (in this case by direct payment to the Issuer) on the "**taxable**" Bonds. The Bonds are to be taxable, and not tax-exempt. The Issuer shall comply with the provisions of this ordinance in connection with Recovery Zone Economic Development Bonds (Direct Payment, including without limitation the following:

(i) Qualified Bonds. The ARRA authorizes Recovery Zone Economic Development Bonds (Direct Payment) that meet the definition of "**qualified bonds**" to receive a refundable 45% credit under § 6431 of the Code in lieu of tax credits under § 1400U-2 and imposes certain program requirements. The ARRA defines the term "**qualified bond**" to mean an obligation that is issued as part of an issue that meets the following requirements: **(1)** the bond is a "**Build America Bond**"; **(2)** the bond is issued before January 1, 2011; **(3)** 100 percent (**100%**) of the

excess of (i) the available project proceeds (as defined in § 54A of the Code to mean sale proceeds of the Bonds less not more than two percent (2%) of such proceeds used to pay issuance costs plus investment proceeds thereon), over (ii) the amounts in a reasonably required reserve fund (within the meaning of § 150(a)(3) of the Code) with respect to such bonds, are to be used for one or more “**qualified economic development purposes**”; and (4) the qualifying county or municipality designates such bonds for purposes of Section 1400U-2 of the Code. The Issuer, on behalf of the County, designates those Bonds which are not tax-exempt as Recovery Zone Economic Development Bonds for purposes of Section 1400U-2 of the Code and hereby makes an irrevocable election to have the Build America Bond and Recovery Zone Economic Development Bond provisions of the Code apply to those Bonds issued other than tax-exempt.

(ii) **Reserve Fund.** The Bonds shall have a required reserve fund or account, only as provided in an applicable Bond Order, and not otherwise.

(iii) **Eligible Uses.** The eligible uses of proceeds and types of financing for Recovery Zone Economic Development Bonds (Direct Payment) are limited, and the Issuer shall comply with such limitations. In general, Recovery Zone Economic Development Bonds (Direct Payment) may be issued to finance “**qualified economic development purposes:**” any expenditures for purposes of promoting development or other economic activity in a recovery zone, including (1) capital expenditures paid or incurred with respect to property located in the recovery zone, (2) expenditures for public infrastructure and construction of public facilities, and (3) expenditures for job training and educational programs. An eligible financing of qualified expenditures includes a reimbursement of those expenditures under the reimbursement rules contained in Section 1.150-2 of the Income Tax Regulations that were paid or incurred after February 17, 2009, the effective date of ARRA, and that were financed originally with temporary short-term financing issued after such date, and such reimbursement will not be treated as a refunding issue.

The Issuer will comply with all applicable laws, including but not limited to the Illinois Prevailing Wage Act and the federal Bacon-Davis Act.

(iv) **Interest Payments.** For Recovery Zone Economic Development Bonds (Direct Payment) issued before January 1, 2011, the Issuer shall be allowed a credit with respect to each interest payment under such Bond, which shall be payable by the Secretary of the Treasury. The Department of the Treasury is expected pay (contemporaneously with each interest payment date under the Bonds) to the Issuer (or, as appropriately directed, to any person who makes such interest payments on behalf of the Issuer) 45 percent (45%) of the interest payable under the Bonds on such date. The term “**interest payment date**” means each date on which interest is payable by the Issuer under the terms of Bonds. The payment by the Secretary of the Department of the Treasury is to be made either in advance or as reimbursement. The Issuer shall be solely responsible to applying for, or otherwise arranging for, such payment or reimbursement.

(v) **Refundable Credit – 45%.** The amount of refundable credit that the Issuer may claim with respect to the Bonds is determined by multiplying the interest payment that is payable by the Issuer on an interest payment date (i.e., the Bond coupon interest payment) by 45 percent (45%). Original issue discount is not treated as a payment of interest for purposes of calculating the refundable credit.

(vi) **Yield.** For purposes of the arbitrage investment restrictions under Section 148 of the Code, the yield on the Bonds is reduced by the credit allowed. Accordingly, calculation of the yield on the Bonds for purposes of the arbitrage rules by applying the rules contained in such Section 148 and the Income Tax Regulations thereunder, but by reducing the amount of interest paid on the Bonds by the amount of the 45% credit payments received.

(vii) **Refundable Credit Implementation Plans.** The IRS and the Treasury Department have presently devised an IRS form for requesting the Federal share of interest on the Bonds: IRS "Form 8038-CP, *Return for Credit Payments to Issuers of Qualified Bonds.*" In particular, the applicable procedures require the Issuer to submit a Form 8038-CP to request payment of the amount of the 45% credit within a prescribed time before or after each applicable interest payment date. According to the Treasury Department and the IRS, the Issuer expects to receive requested payments within 45 days of the date that a processible Form 8038-CP is filed with the IRS. The Issuer shall be solely responsible for compliance and timely submissions, although services therefor may be contracted.

(viii) **Fixed Rate Bonds.** The Bonds are "fixed rate bonds." In general, for fixed rate bonds, upon receipt of a timely filed Form 8038-CP requesting payment of the credit, such amount will be paid on a contemporaneous basis by the applicable interest payment date. For fixed rate bonds, the due date for an issuer to file a Form 8038-CP, *Return for Credit Payments to Issuers of Qualified Bonds*, is the 45th day before the applicable interest payment date with respect to the Bonds. This return, however, may not be filed earlier than the 90th day before the relevant interest payment date.

(ix) **Future Developments and Refinements.** The IRS and the Treasury Department have advised to undertake a plan to actively pursue refining the refundable credit payment procedures for Build America Bonds (Direct Payment) and thereafter to achieve as workable and efficient a system as possible that is consistent with all necessary and appropriate compliance safeguards. In this regard, the IRS and the Treasury Department have advised to under take a plan to study the feasibility of moving these direct payment procedures to an electronic platform similar to that used by the Bureau of Public Debt to make recurring electronic payments on U.S. Treasury securities, such as U.S. Treasury Securities of the State and Local Government Series ("SLGs") with which state and local governments are familiar. The IRS and the Treasury Department expect that any development or usage of an **electronic platform** for these direct payment procedures will include ongoing compliance safeguards that involve periodic information returns on the Bonds at least annually. The Issuer shall comply with all future developments in this connection, or otherwise that may apply.

(d) **Build America Payments.** The Issuer hereby pledges Build America Payments to debt service on, as applicable, Bonds issued as BABs and RZEDBs.

(e) **Procedures.** The Issuer will, as applicable law requires, develop written procedures related to regulatory compliance with this ordinance and the applicable status of the Series 2010A and B Bonds as: (A) RZEDBs; and (B) BABs. The Issuer's County Treasurer is hereby directed to monitor the Issuer's compliance with this ordinance as to BABs and RZEDBs, including: (a) timely expenditure of bond proceeds; (b) correct calculation of Available Project

Proceeds (See section 54A(e)(4) of the Code); (c) use of 100% of Available Project Proceeds less amount in a reasonably required reserve fund only for capital expenditures (See section 54AA(g)(2)(A) of the Code); (d) arbitrage yield restriction and rebate; (e) costs of issuance financed by the issue do not exceed 2% of the proceeds of sale (See section 54A(e)(4)(A)(ii) of the Code); proper determination of the amount of interest payable on each interest payment date; (g) proper amount of refundable credit reported on Form 8038-CP; (h) timely filing of Form 8038-CP; and (i) payment of refundable credits to the proper persons; and (j) compliance with, as applicable, the Prevailing Wage Act and the Davis-Bacon Act.

Section 8. Form of Bonds. Unless Bonds in typewritten form are accepted or in any contract for the sale of the Bonds the purchaser or purchasers of the Bonds shall agree to accept typewritten or other temporary Bonds preliminary to the availability of, or in lieu of, Bonds in printed form, the Bonds shall be prepared in compliance with the National Standard Specifications for Fully Registered Municipal Securities prepared by the American National Standards Institute, and in any event shall be in substantially the following form [provided, however, that appropriate insertions, deletions and modifications in the form of the Bonds may be made, including as to reordering paragraphs and to the custom of printing Bonds in part on the front and back of certificates and as to matters specific to a particular series of the Bonds, in an appropriate form prepared by Bond Counsel, not inconsistent herewith]:

**UNITED STATES OF AMERICA
STATE OF ILLINOIS
THE COUNTY OF JACKSON
[TAXABLE] GENERAL OBLIGATION BOND
(ALTERNATE REVENUE SOURCE)
SERIES 2010[]
[(BUILD AMERICA BOND (DIRECT PAYMENT))]
[(RECOVERY ZONE ECONOMIC DEVELOPMENT BOND (DIRECT PAYMENT))]
[BUILD AMERICA BOND]**

REGISTERED NO. _____

REGISTERED \$ _____

INTEREST RATE:

MATURITY DATE:

DATED DATE:

CUSIP:

Registered Owner:

Principal Amount:

KNOW ALL BY THESE PRESENTS that The County of Jackson (the “**Issuer**”), Illinois, acknowledges itself indebted and for value received hereby promises to pay to the Registered Owner identified above, or registered assigns, the Principal Amount set forth above on the Maturity Date specified above, and to pay interest on such Principal Amount from the later of the Dated Date hereof or the most recent interest payment date to which interest has been paid, at the Interest Rate per annum set forth above, computed on the basis of a 360-day year consisting of twelve 30-day months and payable in lawful money of the United States of America semiannually on the first (1st) days of June and December in each year, commencing December 1, 2011, until the Principal Amount hereof shall have been paid, by check or draft on Issuer funds mailed to the Registered Owner of record hereof as of the close of business on the last day (whether or not a business day) of the calendar month next preceding such interest payment date, at the address of such Registered Owner appearing on the registration books maintained for such purpose at the designated corporate trust office of The Bank of New York Mellon Trust Company, N.A., St. Louis, Missouri, as Bond Registrar (including its successors, the “**Bond Registrar**”). This Bond, as to principal and premium, if any, when due, will be payable in lawful money of the United States of America upon presentation and surrender of this Bond at the designated corporate trust office of The Bank of New York Mellon Trust Company, N.A., St. Louis, Missouri, as Paying Agent (including its successors, the “**Paying Agent**”). The Bonds are payable from [Adapt and insert as applicable: (i) General Sales Taxes; and/or (ii) General Revenues; and/or (iii) Interest Payments], constituting Pledged Revenues (as each term is defined in the hereinafter defined Bond Ordinance); and although it is expected, and has been certified that the Bonds are to be paid from such Pledged Revenues, with a prior lien or, the full faith and credit of the Issuer, including the power to levy taxes without limit as to rate or amount are irrevocably pledged for the punctual payment of the principal of and interest on this Bond and each Bond of the series of which it is a part, according to the terms thereof. This Bond, and each of the related series of Bonds (Series 2010_), are issued on parity with each other, regardless of date of issue, and share equally and ratably in the Pledged Revenues as to security and source of payment and in the security of the authorizing ordinance therefor.

This Bond is one of a series of Bonds issued under the Bond Ordinance (below) in the aggregate principal amount of \$_____, which are all of like tenor, except as to maturity, interest rate and right of redemption, and which are authorized and issued under and pursuant to the Constitution

and laws of the State of Illinois, including Counties Code (55 ILCS 5/1-1001 *et seq.*), Section 15 of the Local Government Debt Reform Act (Section 350/15 of Chapter 30 of the Illinois Compiled Statutes, in connection with “**alternate bonds**”, as supplemented and amended), applicable laws in connection with the imposition, receipt, distribution and application of [each source of] Pledged Revenues, as supplemented and amended, including by the Registered Bond Act, the Illinois Bond Replacement Act, the Bond Authorization Act, and pursuant to and in accordance with Ordinance No. _____, adopted by the County Board of the Issuer on December 15, 2010, and entitled: “AN ORDINANCE AUTHORIZING THE ISSUANCE OF TAXABLE AND/OR TAX-EXEMPT GENERAL OBLIGATION BONDS (ALTERNATE REVENUE SOURCE), SERIES 2010A, B, C, ETC., INCLUDING AS BUILD AMERICA BONDS AND RECOVERY ZONE ECONOMIC DEVELOPMENT BONDS, OF THE COUNTY OF JACKSON, ILLINOIS, TO FINANCE COUNTY BUILDING REPAIRS, REMODELING AND REHABILITATION, AND RELATED FACILITIES, PROVIDING THE DETAILS OF SUCH BONDS AND FOR ALTERNATE REVENUE SOURCES AND THE LEVY OF DIRECT ANNUAL TAXES SUFFICIENT TO PAY THE PRINCIPAL OF AND INTEREST ON SUCH BONDS, AND RELATED MATTERS” (with respect to which undefined terms herein shall have the meanings therein, the “**Bond Ordinance**”). The Bonds are issued to pay the costs of financing the acquisition, construction, and installation of facilities and improvements constituting sheriff phone system rewiring, courthouse/jail elevator, courthouse and annex and jail lighting, jail roof, probation/public defender office, jail southeast corner rehabilitation and rehabilitation/care windows, and related facilities, improvements and costs (collectively, the “**Projects**”), and to pay costs of issuance of the Bonds. The Bonds of this series are on a equal parity with and share equally and ratably in Pledged Revenues with the Issuer’s Series 2010 Bonds, issued concurrently with this series of Bonds.

[Adapt and insert, as applicable: Bonds maturing on and after December 1, 2021, shall be subject to redemption prior to maturity on December 1, 2020, and thereafter in whole or in part on any date, [in the principal amount from such maturities or in such order of maturity], as specified by the Issuer (but in inverse order if none is specified), on the applicable redemption date and at a redemption price equal to the principal amount redeemed, plus accrued interest to the date fixed for redemption. [or] The Bonds are not subject to call for optional redemption.]

[Make Whole provisions, as applicable]

[Term Bond provisions as applicable]

In the event of the redemption of less than all the Bonds of like maturity, the aggregate principal amount thereof to be redeemed shall be \$1,000 or an authorized integral multiple thereof, and the Bond Registrar shall assign to each Bond of such maturity a distinctive number for each \$1,000 principal amount of such Bond and shall select by lot from the numbers so assigned as many numbers as, at \$1,000 for each number, shall equal the principal amount of such Bonds to be redeemed. The Bonds to be redeemed shall be the Bonds to which were assigned numbers so selected; provided that only so much of the principal amount of each Bond shall be redeemed as shall equal \$1,000 for each number assigned to it and so selected.

The Issuer shall deposit with the Paying Agent an amount of money sufficient to pay the redemption price of all the Bonds or portions of Bonds which are to be redeemed on the redemption date, together with interest to such redemption date, prior to giving any notice of redemption. Notice of the redemption of Bonds shall be given by first class mail not less than thirty (30) days nor more than sixty (60) days prior to the date fixed for such redemption to the registered owners of Bonds to be redeemed at their last addresses appearing on the registration books therefor. The Bonds or portions thereof specified in such notice shall become due and payable at the redemption price on the redemption date therein designated, and if, on the redemption date, moneys for payment of the redemption price of all the Bonds or portions thereof to be redeemed, together with interest to the redemption date, remain on deposit with

the Paying Agent, and if notice of redemption shall have been mailed as aforesaid (and notwithstanding any defect therein or the lack of actual receipt thereof by any registered owner), then from and after the redemption date interest on such Bonds or portions thereof shall cease to accrue and become payable. If there shall be drawn for redemption less than all of a Bond, the Issuer shall execute and the Bond Registrar shall authenticate and deliver, upon the surrender of such Bond, without charge to the registered owner thereof, for the unredeemed balance of the Bond so surrendered, Bonds of like maturity and of the denomination of \$1,000 or any authorized integral multiple thereof.

This Bond is transferable only upon the registration books therefor by the Registered Owner hereof in person, or by such Registered Owner's attorney duly authorized in writing, upon surrender hereof at the designated corporate trust office of the Bond Registrar together with a written instrument of transfer satisfactory to the Bond Registrar duly executed by the Registered Owner or by such Registered Owner's duly authorized attorney, and thereupon a new registered Bond or Bonds, in the denominations of \$1,000 or any authorized integral multiple thereof and of the same aggregate principal amount as this Bond shall be issued to the transferee in exchange therefor. In like manner, this Bond may be exchanged for an equal aggregate principal amount of Bonds of any authorized denomination.

The Bond Registrar shall not be required to exchange or transfer any Bond during the period from the last day of the calendar month next preceding any interest payment date to such interest payment date [or during a period of fifteen (15) days next preceding the mailing of a notice of redemption which could designate all or a part of any Bonds for redemption, or after such mailing]. The Issuer or the Bond Registrar may make a charge sufficient to be reimbursed for any tax, fee or other governmental charge required to be paid with respect to the transfer or exchange of this Bond. No other charge shall be made for the privilege of making such transfer or exchange. The Issuer, the Paying Agent and the Bond Registrar may treat and consider the person in whose name this Bond is registered as the absolute owner hereof for the purpose of receiving payment of, or on account of, the principal, premium, if any, and interest due hereon and for all other purposes whatsoever, and all such payments so made to such Registered Owner or upon such Registered Owner's order shall be valid and effectual to satisfy and discharge the liability upon this Bond to the extent of the sum or sums so paid, and neither the Issuer nor the Paying Agent or the Bond Registrar shall be affected by any notice to the contrary.

No recourse shall be had for the payment of any Bonds against the County Board Chairman or any member of the County Board or any other officer or employee of the Issuer (past, present or future) who executes any Bonds, or on any other basis. The Issuer may remove the Bond Registrar or Paying Agent at any time and for any reason and appoint a successor.

This Bond shall not be valid or become obligatory for any purpose until the certificate of authentication hereon shall have been duly executed by the Bond Registrar.

[Insert as applicable: The Issuer has designated the Bonds as **"qualified tax-exempt obligations"** under Section 265(b)(3) of the Internal Revenue Code of 1986, as amended.]

[Adapt and insert as applicable: The Bonds are issued as [Build America Bonds (Direct Payment) / Recovery Zone Economic Development Bonds (Direct Payment)] under Sections 54A, 54AA [1400U-2] and 6431 of the Internal Revenue Code of 1986, as amended.]

It is hereby certified, recited and declared that all acts, conditions and things required to be done, exist and be performed precedent to and in the issuance of this Bond in order to make it a legal, valid and binding general obligation of the Issuer have been done, exist and have been performed in regular and due time, form and manner as required by law, and that the series of Bonds of which this Bond is one, together with all other indebtedness of the Issuer is within every debt or other limit prescribed by law.

IN WITNESS WHEREOF, The County of Jackson, Illinois, has caused this Bond to be executed in its name and on its behalf by the manual or facsimile signature of its County Board Chairman, and its corporate seal, or a facsimile thereof, to be hereunto affixed or otherwise reproduced hereon and attested by the manual or facsimile signature of its County Clerk, all as of the Dated Date set forth above.

(SEAL)

THE COUNTY OF JACKSON,
ILLINOIS

County Clerk

County Board Chairman

CERTIFICATE OF AUTHENTICATION

Dated: _____

This is one of the [Taxable] General Obligation Bonds (Alternate Revenue Source), Series 2010[] [(Build America Bonds (Direct Payment)) / (Recovery Zone Economic Development Bonds (Direct Payment))], described in the within mentioned Bond Ordinance.

THE BANK OF NEW YORK MELLON TRUST
COMPANY, N.S., St. Louis, Missouri, as Bond
Registrar

By: _____
Authorized Signer

Bond Registrar
and Paying Agent:

The Bank of New York Mellon Trust Company, N.A.
St. Louis, Missouri

ASSIGNMENT

For value received the undersigned sells, assigns and transfers unto _____

[Name, Address and Tax Identification Number of Assignee]
the within Bond and hereby irrevocably constitutes and appoints _____
attorney to transfer the within Bond on the books kept
for registration thereof, with full power of substitution in the premises.

Dated _____

Signature

Signature Guarantee:

NOTICE: The signature on this assignment must correspond with the name of the Registered Owner as it appears upon the face of the within Bond in every particular, without alteration or enlargement or any change whatever.

Section 9. Levy and Extension of Taxes. For the purpose of providing moneys required to pay and secure the interest on the Bonds when and as the same falls due and to pay and discharge the principal thereof as the same shall mature, there shall be levied upon all the taxable property within the Issuer's corporate limits in each year while any of the Bonds shall be Outstanding, a direct annual tax sufficient for that purpose and there is hereby levied upon all of the taxable property within the Issuer's corporate limits, in addition to all other taxes, direct annual taxes, in the amounts for each levy year (the Pledged Taxes), commencing not before 2010 and ending not later than 2035, as shall be specified in each applicable Bond Order.

To the extent lawful, interest or principal coming due at any time when there shall be insufficient funds on hand to pay the same shall be paid promptly when due from current funds on hand in advance of the collection of the taxes herein levied; and when such taxes shall have been collected, reimbursement shall be made to such fund or funds from which such advance was made in the amounts thus advanced.

As soon as this ordinance becomes effective, a copy thereof, certified by the County Clerk of the Issuer, which certificate shall recite that this ordinance has been duly adopted, shall be filed in the tax extension records with the County Clerk of Jackson County, Illinois, who is hereby directed to ascertain the rate percent required to produce the aggregate tax provided to be levied in the applicable years, and to extend the same for collection on the tax books in connection with other taxes levied in each of the years, authorized as set forth above, in and by the Issuer for general corporate purposes of the Issuer, and in each of such years such annual tax shall be levied and collected in like manner as taxes for general corporate purposes for each of such years are levied and collected and, when collected, such taxes shall be used solely for the purpose of paying the principal of and interest on the Bonds herein authorized as the same become due and payable.

The Issuer covenants and agrees with the registered owners of the Bonds that so long as any of the Bonds remain Outstanding, the Issuer will not cause the abatement of the foregoing taxes and otherwise will take no action or fail to take any action which in any way would adversely affect the ability of the Issuer to levy and collect the foregoing taxes unless and to the extent there then shall be moneys irrevocably on deposit therefor in the Senior Debt Service Account established under Section 11 below. The Issuer and its officers will comply with all present and future applicable laws in order to assure that the foregoing taxes will be levied, extended and collected as provided herein and deposited in the Senior Debt Service Account established in Section 11 below to pay the principal of and interest on the Bonds. Whenever this paragraph has been satisfied, the Corporate Authorities shall duly direct the abatement of the Pledged Taxes for the year with respect to which such taxes have been levied, to the extent so satisfied, and appropriate certification of such abatement shall be timely filed with the County Clerk in connection with such abatement. If for any reason there is abatement of such levy of taxes and the failure thereafter to pay debt service in respect of such abatement, the additional amount, together with additional interest accruing, shall be added to the tax levy in the year of, or the next year following, such failure.

Section 10. Related Agreements. Purchase Agreements, fiscal agreements, and Disclosure Agreements, each in substantially the forms typical to transactions contemplated by

this ordinance, shall be and are hereby authorized, with such terms, provisions and changes therein as the officers of the Issuer executing them shall approve.

Official Statements in connection with the Bonds, as presented before the Corporate Authorities in preliminary form, are hereby approved, deemed final under Rule 15c2-12 and authorized to be used by the Underwriter in the offering and sale of the Bonds. Preliminary Official Statements are authorized to be prepared and to be supplemented and completed to constitute final Official Statements under Rule 15c2-12. The Issuer is authorized to cooperate with the Underwriter in connection with compliance by the Underwriter with Rule 15c2-12 of the Securities and Exchange Commission and applicable rules of the Municipal Securities Rulemaking Board.

All things done with respect to each Purchase Agreement, Disclosure Agreement, fiscal agreement and Official Statement by the Issuer's County Board Chairman, County Clerk, County Treasurer and State's Attorney, in connection with the issuance and sale of the Bonds, shall be and are hereby in all respects authorized and approved. The County Board Chairman, County Clerk, County Treasurer and State's Attorney and other officials of the Issuer are hereby authorized and directed to do and perform, or cause to be done or performed for or on behalf of the Issuer, each and every thing necessary for the issuance of one or more series of Bonds, including the proper execution, delivery and performance of each Purchase Agreement, Disclosure Agreement, fiscal agreement, and related agreements, documents, instruments and certificates, by the Issuer and the purchase by and delivery of the Bonds to or at the direction of each applicable Underwriter.

No elected or appointed officer of the Issuer is in any manner interested, directly or indirectly, in his or her own name or in the name of any other person, association, trust or corporation in the Purchase Agreement or the Projects.

Section 11. Revenue Fund. Upon the issuance of any of the Bonds, the Issuer shall continue to be operated as a county on a Fiscal Year basis. All of the Revenues when received by the Treasurer or other officer of the Issuer receiving Revenues shall be set aside as and when received and shall be deposited in a separate fund and in an account in a bank to be designated or continued, as the case may be, by the Corporate Authorities, which fund is, as applicable, hereby continued, created and established as the Issuer's "**Revenue Fund**" (the "**Fund**"), which shall constitute a trust fund for the sole purpose of carrying out the covenants, terms, and conditions of this ordinance, including, without limitation, the establishment therein of the "**Bond and Interest Account**" (within which there shall be a Senior Debt Service Account for the Bonds and may be a Junior Debt Service Account, further identified to a separate subaccount for each series of Bonds) and the "**Surplus Account**" (or, if existing and continued, separate subaccounts of each with respect to each series of Bonds), and as applicable a Reserve Account.

There shall be credited and paid into the Senior Debt Service Account, on or before the business day preceding the designated day of each semi-annual period, by the County Treasurer or other appropriate financial officer of the Issuer, without any further official action or direction other than this ordinance, in the order in which such Accounts are hereinafter mentioned, subject to the requirements of any account having a prior claim, all moneys constituting Pledged Revenues to be deposited in the Fund in accordance with the following

provisions (provided that Pledged Taxes upon receipt will be deposited to a “**Pledged Taxes Subaccount**” of the Senior Debt Service Account):

(a) **Senior Debt Service Account:** After any initial deposit required by Section 12, there shall be deposited and credited to the Senior Debt Service Account and held, in cash and investments, a fractional amount of the interest becoming due on the next succeeding interest payment date on all Outstanding Senior Bonds and also a fractional amount of the principal becoming due (or subject to mandatory redemption) on the next succeeding principal maturity date of all of the Outstanding Senior Bonds until there shall have been accumulated and held in cash and investments in such Account on or before the month preceding such interest payment date or principal maturity date, or both, an amount sufficient to pay such principal or interest, or both.

In computing the fractional amount to be set aside each month in such Senior Debt Service Account, the fraction (not less than 1/6 with respect to semiannual interest and 1/12 with respect to annual principal) shall be so computed that a sufficient amount will be set aside in such Senior Debt Service Account and will be available for the prompt payment of such principal of and interest on all Outstanding Senior Bonds and shall be not less than the interest becoming due on the next succeeding interest payment date and not less than the principal becoming due (or subject to mandatory redemption) on the next succeeding principal payment date on all Outstanding Senior Bonds until there is sufficient money in such Senior Debt Service Account to pay such principal or interest, or both.

Credits into such Senior Debt Service Account may be suspended in any Bond Year at such time as there shall be a sufficient sum held in cash and investments in such Account to meet principal and interest requirements in such Account for the balance of such Bond Year, but such credits shall again be resumed at the beginning of the next Bond Year. All moneys in such Senior Debt Service Account shall be used only for the purpose of paying interest and principal and applicable premium on Outstanding Senior Bonds.

(b) **Reserve Account:** A reserve Account shall be established and funded, if at all, as provided in an applicable Bond Order, and not otherwise. Such a Reserve Account shall be reasonably required and the account to be accumulated therein from Bond proceeds shall not exceed the least of (as applicable, the “**Reserve Requirement**”): (i) Maximum Annual Debt Service; (ii) 10% of the principal amount of the applicable Bonds; or (iii) 125% of average annual debt service for the applicable Bonds. Thereafter, if any amounts are withdrawn from the Reserve Account, such withdrawals, unless otherwise provided in an applicable Bond Order, shall be restored by monthly deposits of 1/12th of the amount withdrawn until the Reserve Requirement has accumulated. Amounts to the credit of such Reserve Account, if any, shall be used to pay principal of or interest and applicable premium on the Outstanding Bonds at any time when there are insufficient funds available in the Senior Debt Service Account to pay the same.

(c) **Surplus Account:** All moneys remaining in the Fund, after crediting the required amounts to the respective Accounts above, and after making up any deficiency in the Accounts above, shall be credited to the Surplus Account and then, such surplus shall be used, if at all, for one or more of the following purposes, without any priority among them:

- (1) For any general or specific corporate purpose; or
- (2) For the purpose of calling and redeeming Outstanding bonds payable from Pledged Revenues, which are callable at the time; or
- (3) For the purpose of paying principal and interest and applicable premium on any subordinate bonds or obligations; or
- (4) For any other lawful purpose, including the purchase of outstanding bonds or other obligations.

(d) **Investments:** Money to the credit of the Senior Debt Service Account may be invested from time to time by the Issuer's Treasurer in (i) interest-bearing bonds, notes, or other direct full faith and credit obligations of the United States of America, (ii) obligations unconditionally guaranteed as to both principal and interest by the United States of America, or (iii) certificates of deposit or time deposits of any bank or savings and loan association, as defined by Illinois laws, provided such bank or savings and loan association is insured by the Federal Deposit Insurance Corporation or a successor corporation to the Federal Deposit Insurance Corporation and provided further that the principal of such deposits are secured by a pledge of obligations as described in clauses (c) (i) and (c) (ii) above in the full principal amount of such deposits, or otherwise collateralized in such amount and in such manner as may be required by law. Such investments may be sold from time to time by the County Treasurer of the Issuer as funds may be needed for the purpose for which such Accounts have been created.

All interest on any funds so invested shall be credited to the applicable Account of the Fund and is hereby deemed and allocated as expended with the next expenditure or expenditures of money from the applicable Account of the Fund.

Moneys in any of such accounts shall be invested by the Issuer's County Treasurer, if necessary, in investments restricted as to yield, which investments may be in U.S. Treasury Securities - State and Local Government Series, if available, and to such end the Issuer's Treasurer shall refer to any investment restrictions covenanted by the Issuer or any officer thereof as part of the transcript of proceedings for the issuance of the Bonds, and to appropriate opinions of counsel.

(e) **Bona Fide Debt Service Fund:** Moneys preliminary to deposit in subsection (a) above and used to abate taxes under Section 9 above, which if deposited into the Senior Debt Service Account would disqualify the Senior Debt Service Account as a "bona fide debt service fund" ("BFDSF") other investments shall be in Qualified Investments, shall be held in a separate account (the "Pledged Account") of the Senior Debt Service Account and the investment yield thereon yield restricted and subject to yield reduction payments. Funds in the Pledged Account shall be transferred to the Senior Debt Service Account at the time and in the manner that would not disqualify such Senior Debt Service Account as a BFDSF.

(f) **Yield Reduction Payments.** Unless the Issuer shall have requested and received an approving written opinion of Bond Counsel to the contrary, moneys on deposit or credited to the Pledged Account shall be restricted as to yield to the yield on the Bonds, subject to "yield reduction payments," as applicable, under Section 1.148-5(e) of the Income Tax

Regulations, which the Issuer shall determine and, as applicable, pay in the same manner as arbitrage rebate under (a) above.

Section 12. Bond Proceeds Account. Except for accrued and/or Capitalized Interest received on the sale of the Bonds, which shall be deposited upon issuance of the Bonds into the Senior Debt Service Account, and for issuance costs directly paid by any Underwriter or other fiscal agent, and for sufficient Bond proceeds (together with other funds, as applicable), all remaining proceeds derived from the sale of the Bonds shall be deposited in the **“Bond Proceeds Account of 2010”** (as further identified to Series 2010A, B or C, the **“Bond Proceeds Account”**) (within which there shall be a **“Project Subaccount”** (further identified to the applicable series of Bonds) for the Project and a **“Refunding Subaccount”** (further identified to the applicable series of Bonds) for any related refunding or payment or prepayment of interim financing), which is hereby established as a special account of the Issuer. Moneys in the Bond Proceeds Account shall be used for the purposes specified in Section 3 of this ordinance (that is, the costs of the Project) and for the payment of costs of issuance of the Bonds, but may hereafter be reappropriated and used for other lawful purposes in accordance with applicable law. Before any such reappropriation shall be made, there shall be filed with the County Clerk of the Issuer an opinion of Evans, Froehlich, Beth & Chamley, Champaign, Illinois, or other nationally recognized Bond counsel (**“Bond Counsel”**) to the effect that such reappropriation is authorized and will not adversely affect the tax-exempt status of tax-exempt Bonds (and as applicable to BABs and/or RZEDBs) under Section 103 of the Code.

The Issuer shall then allocate from applicable Bond proceeds, and other available funds in excess of the 2% limit on issuance costs in Section 7(b) and (c) above, a sum necessary for expenses incurred in the issuance of the BABs and/or RZEDBs (but not to exceed 2% of **“sale proceeds”** as defined in Section 54A of the Code for BABs and RZEDBs and otherwise payable from other available funds), which shall be deposited in the applicable Proceeds Subaccount as herein provided and disbursed for such issuance costs, which disbursements are hereby expressly authorized.

Moneys in the Bond Proceeds Account shall be withdrawn from time to time as needed for the payment of costs and expenses incurred by the Issuer in connection with Project and for paying the fees and expenses incidental thereto. Application of Bond proceeds shall comply with, as applicable, the Illinois Prevailing Wage Act and/or the federal Bacon-Davis Act. Moneys shall be withdrawn from the depository in connection with such funds from time to time by the County Treasurer or other appropriate financial officer of the Issuer only upon submission to such officer of the following:

A duplicate copy of an applicable order signed by the County Board Chairman or such other officer(s) as may from time to time be by law authorized to sign and countersign orders of the Issuer, stating specifically the purpose for which the order is issued and indicating that the payment for which the order is issued has been approved by the Corporate Authorities.

Within sixty (60) days after completion of the Projects, the County Board Chairman shall certify to the Corporate Authorities the fact that each Project has been completed, and after all costs have been paid, the County Board Chairman shall execute a completion certificate and file it with the County Treasurer and in the records of the Issuer certifying that the last Project has been

completed and that all costs have been paid; and, if at that time any funds remain in the Bond Proceeds Account, the same shall be applied for other authorized improvements (subject to a written approving opinion of Bond Counsel) or such officer shall credit such funds to the Senior Debt Service Account, as the Corporate Authorities direct. Otherwise the County Treasurer shall transfer such funds to the Senior Debt Service Account.

Section 13. Issuance of Additional Bonds. Except as provided in the immediately preceding sentence, the Issuer reserves the right to issue:

(a) Parity Bonds without limit provided that Pledged Revenues as determined as hereinbelow set out shall be sufficient to provide for or pay all of the following: (i) debt service on all Outstanding bonds payable from Pledged Revenues computed immediately after the issuance of any proposed Parity Bonds, (ii) all amounts required to meet any fund or account requirements with respect to such Outstanding bonds, (iii) other contractual or tort liability obligations then due and payable, if any, and (iv) an additional amount not less than 0.25 times debt service (as provided in Section 15 of the Local Debt Reform Act) on such of the Alternate Bonds as shall remain Outstanding bonds after the issuance of the proposed Parity Bonds. Such sufficiency shall be calculated for each year to the final maturity of such Alternate Bonds which shall remain Outstanding after the issuance of the proposed Parity Bonds. The determination of the sufficiency of Pledged Revenues shall be supported by reference to the most recent audit of the Fund, which audit shall be for a Fiscal Year ending not earlier than eighteen (18) months previous to the time of issuance of the proposed Parity Bonds.

However, if such audit shows the Pledged Revenues to be insufficient, then the determination of sufficiency may be made the following way:

The determination of sufficiency of the Pledged Revenues may be supported by the report of an independent accountant or feasibility analyst, the later having a national reputation for expertise in such matters, demonstrating the sufficiency of the Pledged Revenues and explaining by what means they will be greater than as shown in the audit.

The reference to and acceptance of an audit, an adjusted statement of the Pledged Revenues, or a report, as the case may be, and the determination of the Corporate Authorities of the sufficiency of the Pledged Revenues shall be conclusive evidence that the conditions of this Section 13(a) have been met and that the Parity Bonds are properly issued hereunder; and no right to challenge such determination is granted to the registered owners of the Bonds.

(b) bonds or other obligations payable from Pledged Revenues subordinate to the lien of any Senior Bonds or Junior Bonds which remain Outstanding after the issuance of such bonds or other obligations.

Section 14. Arbitrage Rebate. The Issuer shall comply with the provisions of Section 148(f) of the Internal Revenue Code of 1986, as amended, relating to the rebate of certain investment earnings at periodic intervals to the United States of America to the extent necessary (i) to preserve the exclusion from gross income for federal income tax purposes of

interest on tax-exempt Bonds, if any, and/or (ii) to preserve the qualification of applicable Bonds as Build America Bonds and Recovery Zone Economic Development Bonds, under Sections 103 and 141 *et seq.* of the Code. There is hereby authorized to be created a separate and special account Fund known as the “**Rebate Account**”, into which there shall be deposited as necessary investment earnings to the extent required so as (i) to maintain the tax-exempt status of the interest on tax-exempt Bonds under Sections 103 and 141 *et seq.* of the Code and/or (ii) to preserve the qualification of applicable Bonds as Build America Bonds and Recovery Zone Economic Development Bonds. All rebates, special impositions or taxes for such purpose payable to the United States of America (Internal Revenue Service) shall be payable from applicable excess earnings or other sources which are to be deposited into the Rebate Account and Yield Reduction Payments. The Issuer shall, as necessary, execute an Arbitrage Agreement concerning arbitrage rebate. Similarly, the Issuer shall, as applicable, determine and pay Yield Reduction Payments.

Section 15. Investment Regulations. All investments shall be in Qualified Investments, unless otherwise expressly herein provided. No investment shall be made of any moneys in the Senior Debt Service Account or the Bond Proceeds Account or other fund or account, except in accordance with the tax covenants and other covenants set forth in Section 16 of this ordinance. All income derived from such investments in respect of moneys or securities in any fund or account shall be credited in each case to the fund or account in which such moneys or securities are held.

Any moneys in any fund or account or subaccount that are subject to investment yield restrictions may be invested in United States Treasury Securities, State and Local Government Series, pursuant to the regulations of the United States Treasury Department, Bureau of Public Debt. The Issuer’s County Treasurer and agents designated by such officer are hereby authorized to submit on behalf of the Issuer subscriptions for such United States Treasury Securities and to request redemption of such United States Treasury Securities.

Section 16. Non-Arbitrage and Tax-Exemption. One purpose of this Section 16 is to set forth various facts regarding the Bonds and to establish the expectations of the Corporate Authorities and the Issuer as to future events regarding the Bonds and the use of Bond proceeds. The certifications and representations made herein and at the time of the issuance of the Bonds are intended, and may be relied upon, as certifications and expectations described in Section 1.148-0 *et seq.* of the U.S. Treasury Regulations dealing with arbitrage and rebate (the “**Regulations**”). The covenants and agreements contained herein and at the time of the issuance of the Bonds are made for the benefit of the owners from time to time of the Bonds. The Corporate Authorities and the Issuer agree, certify, covenant and represent as follows:

(a) The Bonds are being issued to pay costs of the Projects, and related costs and expenses, and all of the amounts received upon the sale of the Bonds, plus all investment earnings thereon (the “**Proceeds**”) are needed for the purposes for which the Bonds are being issued.

(b) The Issuer has entered into, or will within six months from the date of issue of the Bonds enter into, binding contracts or commitments obligating it to spend at least 10% of the Available Project Proceeds of BABs and/or RZEDBs of each series required to be allocated as Available Project Proceeds, for the Projects. It is expected

that the work of the Project will timely commence and continue to proceed with due diligence to completion reasonably expected to be within three years of the issue date thereof, at which time all of the applicable Available Project Proceeds will have been spent.

(c) The Issuer has on hand no funds which could legally and practically be used for the Projects which are not pledged, budgeted, earmarked or otherwise necessary to be used for other purposes. Accordingly, no portion of the Proceeds will be used (i) directly or indirectly to replace funds of the Issuer or any agency, department or division thereof that could be used for the Projects, or (ii) to replace any proceeds of any prior issuance of obligations by the Issuer. No portion of the Bonds is being issued solely for the purpose of investing the Proceeds at a Yield higher than the Yield on the Bonds. For purposes of this Section, "**Yield**" means that yield (that is, the discount rate, as applicable to each series of Bonds) which when used in computing the present worth of all payments of principal and interest to be paid on an obligation (using semi-annual compounding on the basis of a 360-day year) produces an amount equal to the purchase price of the Bonds, including accrued interest, and the purchase price of the Bonds is equal to the first offering price at which more than 10% of the principal amount of each maturity of the Bonds is sold to the public (excluding bond houses, brokers or similar persons or organizations acting in the capacity of underwriters or wholesalers).

(d) All principal proceeds of the Bonds, net of required Senior Debt Service Account deposits or by an Underwriter to directly pay issuance costs, will be deposited in the Bond Proceeds Account and used to pay costs of Projects and costs of issuance of Bonds (with the amount of Bond proceeds limited to 2% of proceeds as applicable to BABs and/or RZEDBs), and any accrued interest and premium received on the delivery of any Bonds will be deposited in the Junior Debt Service Account and used to pay the first interest due on such Bonds. Earnings on the investment of moneys in any fund or account or subaccount will be credited to that fund or account or subaccount. Other Project costs, including issuance costs of the Bonds, will be paid directly from other funds, particularly as to the 2% limit for BABs and/or RZEDBs, proceeds or from the Bond Proceeds Account, and no other moneys are expected to be deposited therein. Interest on and principal of the Bonds will be paid from the Senior Debt Service Account. No proceeds will be used more than thirty (30) days after the date of issue of the Bonds for the purpose of paying any principal or interest on any other issue of bonds, notes, certificates or warrants or on any installment contract or other obligation of the Issuer or for the purpose of replacing any funds of the Issuer used for such purpose.

(e) The Senior Debt Service Account is established to achieve a proper matching of revenues and earnings with debt service in each year. Other than any amounts held to pay principal of matured Bonds that have not been presented for payment, it is expected that any moneys deposited in the Senior Debt Service Account will be spent within the 12-month period beginning on the date of deposit therein. Any earnings from the investment of amounts in the Senior Debt Service Account will be spent within a one-year period beginning on the date of receipt of such investment earnings. Other than any amounts in the Pledged Account or held to pay principal of matured Bonds that have not been presented for payment, it is expected that the Senior Debt Service Account will be depleted at least once a year, except for a reasonable

carryover amount not to exceed the greater of (i) one-year's earnings on the investment of moneys in the Senior Debt Service Account, or (ii) in the aggregate one-twelfth (1/12th) of the annual debt service on the Bonds.

(f) Other than the Senior Debt Service Account, including the Pledged Account, no funds or accounts, including the Junior Depreciation Account, have been or are expected to be established, and no moneys or property have been or are expected to be pledged (no matter where held or the source thereof) which will be available to pay, directly or indirectly, the Bonds or restricted so as to give reasonable assurance of their availability for such purposes. No property of any kind is pledged to secure, or is available to pay, obligations of the Issuer to any credit enhancer or liquidity provider.

(g) (i) All amounts on deposit in the Bond Proceeds Account or the Senior Debt Service Account and all Proceeds, no matter in what funds or accounts deposited ("**Gross Proceeds**"), to the extent not exempted in (ii) below, and all amounts in any fund or account pledged directly or indirectly to the payment of the Bonds which will be available to pay, directly or indirectly, the Bonds or restricted so as to give reasonable assurance of their availability for such purpose contrary to the expectations set forth in (f) above, shall be invested at market prices and at a Yield not in excess of the Yield on the Bonds plus, for amounts in the Bond Proceeds Account to finance the Project, 1/8 of 1% after a three-year temporary period in (ii) (C) below.

(ii) The following may be invested without Yield restriction:

(A) amounts invested in obligations described in Section 103(a) of the Internal Revenue Code of 1986, as amended (but not specified private activity bonds as defined in Section 57(a)(5)(C) of the Code), the interest on which is not includable in the gross income of any registered owner thereof for federal income tax purposes ("**Tax-Exempt Obligations**");

(B) amounts deposited in the Senior Debt Service Account that are reasonably expected to be expended within thirteen (13) months from the deposit date and have not been on deposit therein for more than thirteen (13) months;

(C) amounts, if any, in the Bond Proceeds Account to be applied to System improvements prior to the earlier of completion (or abandonment) of such improvements or three (3) years from the date of issue of the Bonds;

(D) an amount not to exceed the lesser of \$100,000 or 5% of Bond proceeds;

(E) all amounts for the first thirty (30) days after they become Gross Proceeds (e.g., date of deposit in any fund or account securing the Bonds); and

(F) all amounts derived from the investment of the Proceeds for a period of one (1) year from the date received.

(h) Subject to (q) below, once moneys are subject to the Yield limits of (g)(i) above, such moneys remain Yield restricted until they cease to be Gross Proceeds. Yield will be determined taking into account the 35% credit payments with respect to BABs, and the 45% credit payments with respect to RZEDBs.

(i) As set forth in Section 148(f)(4)(D) of the Internal Revenue Code of 1986, as amended, the Issuer is not excepted from the required rebate of arbitrage profits on the Bonds, and although the Issuer is a governmental unit with general taxing powers, none of the Bonds is a **"private activity bond"** as defined in Section 141(a) of the Internal Revenue Code of 1986, as amended, and all the net proceeds of the Bonds are to be used for the local government activities of the Issuer, the aggregate face amount of all tax-exempt obligations (and excluding **"private activity bonds"** as defined in Internal Revenue Code of 1986, as amended) issued by the Issuer and all subordinate entities thereof (of which there are none) during the calendar year of issue, including the Bonds, is reasonably expected to exceed \$5,000,000. However, the Issuer expects to apply all Bond proceeds immediately to the Refunding and to Project costs within two years.

(j) None of the Proceeds will be used, directly or indirectly, to replace funds which were used in any business carried on by any person other than a state or local governmental unit.

(k) The payment of the principal of or the interest on the Bonds will not be, directly or indirectly (A) secured by any interest in (i) property used or to be used for a private business use by any person other than a state or local governmental unit, or (ii) payments in respect of such property, or (B) derived from payments (whether or not by or to the Issuer), in respect of property, or borrowed money, used or to be used for a private business use by any person other than a state or local governmental unit.

(l) None of the Proceeds will be used, directly or indirectly, to make or finance loans to persons other than a state or local governmental unit.

(m) No user of any Project, other than a state or local government unit, will use such Project, on any basis other than the same basis as the general public, and no person other than a state or local governmental unit will be a user of such Project as a result of (i) ownership, or (ii) actual or beneficial use pursuant to a lease or a management or incentive payment contract, or (iii) any other similar arrangement.

(n) Beginning on the 15th day prior to the Bond sale date, the Issuer has not sold or delivered, and will not sell or deliver, (nor will it deliver within 15 days after the date of issuance of the Bonds) any other obligations pursuant to a common plan of financing, which will be paid out of substantially the same source of funds (or which will have substantially the same claim to be paid out of substantially the same source of funds) as the Bonds or will be paid directly or indirectly from Proceeds.

(o) No portion of any Project is expected to be sold or otherwise disposed of prior to the last maturity of the Bonds.

(p) The Issuer has not been notified of any disqualification or proposed disqualification of it by the Internal Revenue Service as a bond issuer which may certify bond issues under Section 1.148-1 *et seq.* of the Regulations.

(q) The Yield restrictions contained in (g) above or any other restriction or covenant contained herein (including in Section 11(d)) need not be observed and may be changed if the Issuer receives an opinion of Bond Counsel to the effect that such non-observance or change will not adversely affect the tax-exempt status of interest on the Bonds to which the Bonds otherwise are entitled.

(r) The Issuer acknowledges that any changes in facts or expectations from those set forth herein may result in different Yield restrictions or rebate requirements from those set forth herein and that Bond Counsel should be contacted if such changes do occur.

(s) The Corporate Authorities have no reason to believe the facts, estimates, circumstances and expectations set forth herein are untrue or incomplete in any material respect. On the basis of such facts, estimates, circumstances and expectations, it is not expected that the Proceeds or any other moneys or property will be used in a manner that will cause the Bonds to not at all times outstanding qualify, as applicable, to be, as applicable: (i) tax-exempt for other than RZEDBs and/or BABs or other taxable Bonds or (ii) RZEDBs and BABs, or to be hedge bonds, arbitrage bonds or private activity bonds within the meaning of Sections 149(g), 148 or 141 of the Code. To the best of the knowledge and belief of the Corporate Authorities, such expectations are reasonable, and there are no other facts, estimates and circumstances that would materially change such expectations.

The Issuer also agrees and covenants with the registered owners of the Bonds from time to time outstanding that, to the extent possible under Illinois law, it will comply with all present federal tax law and related regulations and with whatever federal tax law is adopted and regulations promulgated in the future which apply to the Bonds and affect the tax-exempt status of tax-exempt Bonds.

Section 17. Further Assurances and Actions. (a) **General.** The Corporate Authorities hereby authorize the officials of the Issuer responsible for issuing the Bonds, the same being the County Board Chairman, County Clerk and County Treasurer of the Issuer, to make such further filings, covenants, certifications and supplemental agreements as may be necessary to assure that the Project, the Bonds and related proceeds will not cause Bonds to be private activity bonds, arbitrage bonds or hedge bonds and to assure that the interest on tax-exempt Bonds will be excluded from gross income for federal income tax purposes or BABs continue to qualify as BABs or RZEDBs to qualify as RZEDBs. In connection therewith, the Issuer and the Corporate Authorities further agree: (a) through the officers of the Issuer, to make such further specific covenants, representations as shall be true, correct and complete, and assurances as may be necessary or advisable; (b) to consult with Bond Counsel approving the Bonds and to comply with such advice as may be given; (c) to pay to the United States, as necessary, such sums of money representing required rebates of excess arbitrage profits and

Yield Reduction Payments relating to the Bonds; (d) to file such forms, statements, and supporting documents as may be required and in a timely manner; (e) if deemed necessary or advisable, to employ and pay fiscal agents, financial advisors, attorneys, and other persons to assist the Issuer in such compliance; and (f) to appropriately cause the abatement of Pledged Taxes.

(b) Insurer / Policy. The designation in any Bond Order of an Insurer and Policy is hereby authorized and approved. The provisions of and related to a Policy are incorporated into this ordinance by reference, including without limitation that any investment restrictions and limitations in a commitment for and related to the Policy shall be deemed to be applicable restrictions and limitations on the Qualified Investments and the investments authorized by this ordinance. The Insurer's terms and conditions shall be appended to this ordinance as operation provisions hereof, but any failure to so append shall not abrogate, diminish or impair the effect or application thereof. In the event there is no Policy or Insurer specified in a Bond Order, reference to the Insurer and Policy in this ordinance to that extent shall be given no effect to that extent.

Section 18. General Covenants. The Issuer covenants and agrees with the registered owners of the Outstanding Bonds, so long as there are any Outstanding Bonds (as defined herein), as follows:

(a) The Issuer will take all action necessary either to impose and collect or to maintain the right to receive and apply the Pledged Revenues and Pledged Taxes in the manner contemplated by this ordinance and such Pledged Revenues shall not be less than as shall be required under Section 15 of the Local Government Debt Reform Act to maintain the Bonds as Alternate Bonds.

(b) The Issuer covenants that it will, while any of the Bonds shall remain outstanding, apply sufficient Pledged Revenues to provide for or pay each of the following in any given year: (1) debt service on all Outstanding revenue bonds payable from the Pledged Revenues; (2) all amounts required to meet any fund or account requirements with respect to the Bonds or any other bonds payable from Pledged Revenues; (3) any other contractual or tort liability obligations, if any, payable from such Revenues; and (4) in each year, an amount not less than 1.25 (1.10 for Interest Payments) times the debt service for all (i) Alternate Bonds payable from Pledged Revenues, including the Bonds Outstanding; and (ii) Alternate Bonds proposed to be issued and payable from Revenues.

(c) The Issuer will make and keep proper books and accounts (separate and apart from all other records and accounts of the Issuer), in which complete entries shall be made of all transactions relating to each source of the Pledged Revenues, and hereby covenants that within 120 days (or less if required by applicable law) following the close of each Fiscal Year, it will cause the books and accounts related to the Pledged Revenues to be audited by independent certified public accountants. Such audit will be available for inspection by the owners of any of the Bonds. Upon availability and request, the Issuer will send to the Underwriter a copy of such audit and of its general audit in each year. Each such audit, in addition to whatever matters may be thought proper by the

accountants to be included therein, shall, without limiting the generality of the foregoing, include the following:

- (i) A balance sheet as of the end of such Fiscal Year, including a statement of the amount held in each of the accounts under this ordinance.
- (ii) The amount and details of all Outstanding bonds.
- (iii) The accountant's comments regarding the manner in which the Issuer has carried out the accounting requirements of this ordinance (including as to the Alternate Bond status of the Bonds) and has complied with Section 15 of the Local Government Debt Reform Act, and the accountant's recommendations for any changes.

It is further covenanted and agreed that a copy of each such audit shall be furnished upon completion to the Underwriter, and to the owner of any Bond upon request.

(d) The Issuer will keep its books and accounts in accordance with generally accepted fund reporting practices for local government entities and enterprise funds; provided, however, that the monthly credits to the Senior Debt Service Account shall be in cash, and such funds shall be held separate and apart in cash and investments. For the purpose of determining whether sufficient cash and investments are on deposit in such accounts under the terms and requirements of this ordinance, investments shall be valued at the lower of the cost or market price on the valuation date thereof, which valuation date shall be not less frequently than annually.

(e) The Issuer will take no action in relation to the Pledged Revenues or the Pledged Taxes which would unfavorably affect the security of any of the Outstanding Bonds or the prompt payment of the principal and interest thereon. To the extent lawful, the Issuer will retain at all times sufficient non-refunding bond or limited bond capacity to pay debt service on the Bonds and, as applicable, all Parity Bonds heretofor or hereafter issued.

(f) The registered owner of any Bond may proceed by civil action to compel performance of all duties required by law and this ordinance.

(g) The Issuer will comply with the special covenants concerning Alternate Bonds as required by Section 15 of the Local Government Debt Reform Act and Section 15 of this ordinance.

(h) After their issuance, the Bonds shall be incontestable by the Issuer, to the extent lawful.

Section 19. Ordinance to Constitute a Contract. The provisions of this ordinance shall constitute a contract between the Issuer and the owners of the Bonds. Any pledge made in this ordinance and the provisions, covenants and agreements herein set forth to be performed by or on behalf of the Issuer shall be for the equal benefit, protection and security of the registered owners of any and all of the Bonds. All of the Bonds, regardless of the time or

times of their issuance, shall be of equal rank without preference, priority or distinction of any of the Bonds over any other thereof except as expressly provided in or pursuant to this ordinance. This ordinance and the Preliminary Ordinance shall constitute full authority for the issuance of the Bonds, and to the extent that the provisions thereof conflict with the provisions of any other ordinance or resolution of the Issuer, the provisions of this ordinance and the Preliminary Ordinance shall control.

Section 20. Severability and No Contest. If any section, paragraph or provision of this ordinance shall be held to be invalid or unenforceable for any reason, the invalidity or unenforceability of such section, paragraph or provision shall not affect any of the remaining provisions of this ordinance or any ordinance supplemental hereto. Upon the issuance of the Bonds, neither the Bonds nor this ordinance shall be subject to contest by or in respect of the Issuer.

Section 21. Bank Qualified Bonds. Pursuant to Section 265(b)(3) of the Internal Revenue Code of 1986, as amended, the Issuer hereby designates tax-exempt Bonds (and expressly not any Bonds issued as BABs or RZEDBs) as **“qualified tax-exempt obligations”** as defined in Section 265(b)(3) of the Internal Revenue Code of 1986, as amended. The Issuer represents that the reasonably anticipated amount of tax-exempt obligations that will be issued by the Issuer and all subordinate entities of the Issuer during the calendar year in which the Bonds are issued will not exceed \$10,000,000 (\$30,000,000 in 2010) within the meaning of Section 265(b)(3) of the Internal Revenue Code of 1986, as amended.

The Issuer covenants that it will not so designate and issue more than \$10,000,000 (\$30,000,000 in 2010) aggregate principal amount of tax-exempt obligations in such calendar year. For purposes of this Section, the term **“tax-exempt obligations”** includes **“qualified 501(c)(3) Bonds”** (as defined in the Section 145 of the Internal Revenue Code of 1986, as amended) but does not include other **“private activity bonds”** (as defined in Section 141 of the Internal Revenue Code of 1986, as amended). RZEDBs and BABs shall not be **“qualified tax-exempt obligations”**.

Section 22. Conflict. All ordinances, resolutions or parts thereof in conflict herewith be and the same are hereby superseded to the extent of such conflict and this ordinance shall be in full force and effect forthwith upon its adoption.

Section 23. Effective Date. This ordinance shall become effective immediately upon its passage and approval in the manner provided by law, and upon its becoming effective and concurrently with the issuance of the Bonds a certified copy of this ordinance shall be filed in the tax extension records with the County Clerk of Jackson County, Illinois. Applicable Bond Orders shall also be timely filed, as applicable.

Upon motion by County Board Member William Alstat,
seconded by County Board Member Gerald Compton, adopted this 15th day of
December, 2010 (as a reconvening of the meeting of December 8, 2010), by roll call vote(all in
physical attendance) as follows:

Yes (Names): William Alstat, Frank Puttman, Darnecea Moultrie,
Bob Lorinskas, Julie Peterson, Gerald Compton,
Tom Redmond, John Rendleman, and John Evans

No (Names): Orval Rowe, Dan Bost, Mark Holt, and Will Stephens

Absent/Other (Names): Allen Cissell

(SEAL)

ATTEST:


County Clerk, as *ex officio* clerk
to the County Board


County Board Chairman

STATE OF ILLINOIS)
)
THE COUNT OF JACKSON) SS.

CERTIFICATION OF ORDINANCE

I, the undersigned, do hereby certify that I am the duly selected, qualified and acting County Clerk of The County of Jackson, Illinois (the "Issuer"), and as such official I am the keeper of the records and files of the Issuer and of its County Board (the "Corporate Authorities").

I do further certify that the attached constitutes a full, true and complete excerpt from the proceedings of the regular meeting of the Corporate Authorities held on the 15th day of December, 2010, insofar as the same relates to the adoption of Ordinance No. 10-07, entitled:

AN ORDINANCE AUTHORIZING THE ISSUANCE OF TAXABLE AND/OR TAX-EXEMPT GENERAL OBLIGATION BONDS (ALTERNATE REVENUE SOURCE), SERIES 2010A, B, C, ETC., INCLUDING AS BUILD AMERICA BONDS AND RECOVERY ZONE ECONOMIC DEVELOPMENT BONDS, OF THE COUNTY OF JACKSON, ILLINOIS, TO FINANCE COUNTY BUILDING REPAIRS, REMODELING AND REHABILITATION, AND RELATED FACILITIES, PROVIDING THE DETAILS OF SUCH BONDS AND FOR ALTERNATE REVENUE SOURCES AND THE LEVY OF DIRECT ANNUAL TAXES SUFFICIENT TO PAY THE PRINCIPAL OF AND INTEREST ON SUCH BONDS, AND RELATED MATTERS,

a true, correct and complete copy of which ordinance (the "Ordinance") as adopted at such meeting appears in the transcript of the minutes of such meeting and is hereto attached. The Ordinance was adopted and approved by the vote and on the date therein set forth.

I do further certify that the deliberations of the Corporate Authorities on the adoption of such Ordinance were taken openly, that the adoption of such Ordinance was duly moved and seconded, that the vote on the adoption of such Ordinance was taken openly and was preceded by a public recital of the nature of the matter being considered and such other information as would inform the public of the business being conducted, that such meeting was held at a specified time and place convenient to the public, that the agenda for the meeting was duly posted at the Issuer's offices (1001 Walnut Street, Murphysboro, Illinois) at least 48 hours prior to the meeting, that notice of such meeting was duly given to all of the news media requesting such notice, that such meeting was called and held in strict compliance with the provisions of the open meeting laws of the State of Illinois, as amended, and the Counties Code, as amended, and that the Corporate Authorities have complied with all of the applicable provisions of such open meeting laws and such Code and their procedural rules in the adoption of such Ordinance.

IN WITNESS WHEREOF, I hereunto affix my official signature and the seal of The County of Jackson, Illinois, this 15th day of December, 2010.

(SEAL)


County Clerk

Ordinance Number 2010 - 07 - A

**AN ORDINANCE TO ESTABLISH THE NAMES OF ALL STREETS, LANES,
ROADS OR HIGHWAYS IN THE UNINCORPORATED AREA OF
JACKSON COUNTY, ILLINOIS.**

WHEREAS, the Counties Code, 55 ILCS 5/5-1067 provides that county boards may name or may change the name of any street, lane, road or highway in the unincorporated area of the county; and

WHEREAS, the County Board of Jackson County had previously approved and enacted Ordinance number 2007-08 naming or renaming various streets, lanes, roads or highways situated in the unincorporated area of the county; and

WHEREAS, in conjunction with implementing and maintaining the emergency telephone system (911) in the county various streets, roads, lanes, and highways situated in the unincorporated area of the county have been named or renamed since the enactment of Ordinance number 2007-08; and

WHEREAS, the Jackson County Board deems it to be in the best interest of the residents of the county that these named and renamed streets, roads, lanes, and highways be adopted as provided in this present Ordinance; and the attached Jackson County Road Atlas, Second Edition, bearing a date of August 19, 2010, and incorporated within the present Ordinance; and

WHEREAS, the Jackson County Board believes such naming and renaming of thoroughfares in the unincorporated area of the county is essential to sufficiently provide emergency services and emergency response to the residents of the unincorporated area of the county;

THEREFORE, BE IT ORDAINED BY THE COUNTY BOARD OF JACKSON COUNTY, ILLINOIS, AS FOLLOWS:

A. Ordinance number 2007-08 is hereby repealed effective upon the passage of this present Ordinance. This repeal, however, shall not in any way effect, void, alter, negate or diminish any right, action or decision, that vested or occurred as a result of the prior Ordinance.


B. All streets, lanes, roads, highways and public ways in the unincorporated area of Jackson County, Illinois are hereby named or renamed, as shown and depicted on the attached Jackson County Road Atlas, Second Edition, August 2010 revision. Said atlas and road names are incorporated herein and made a part of this ordinance as if fully set out.

C. This present Ordinance shall be effective upon the date of its adoption.

APPROVED AND ADOPTED at the regular meeting of the Jackson County Board
on this 8 day of Dec, 2010.


Chairman

ATTEST:


Larry Reinhardt, County Clerk

SEAL

ORDINANCE NO. 2010 - 08

**AN ORDINANCE AMENDING THE JACKSON COUNTY
LIQUOR CONTROL ORDINANCE**

WHEREAS, the County Board of Jackson County, Illinois, finds that it is in the interests of the public health, safety, and welfare of the people of Jackson County, Illinois, and pursuant to statutory authority granted in the Illinois Liquor Control Act, that amendments to the Jackson County Liquor Control Ordinance should be adopted; and

WHEREAS, there exists Jackson County Liquor Control Ordinance adopted May 14, 2003, as amended on December 8, 2004, and the present amending ordinance is in no way intended to repeal or abrogate the May 2003 Ordinance, or the December 8, 2004 Ordinance, except as stated below; and

WHEREAS, the terms and conditions under which all licenses, conditions, legal rights, and privileges that were approved and conferred prior to the adoption of this present amending ordinance shall be binding and in effect; and

WHEREAS, the purpose of this present amendment is to modify hours of operation, increase license fees, and to clarify classifications.

THEREFORE, BE IT ORDAINED by the County Board of Jackson County, Illinois, that the Jackson County Liquor Control Ordinance adopted in 2003, as amended, and, all resolutions of the County Board of Jackson County which may have been enacted pursuant thereto be, are hereby amended as follows:

SECTION 1. That Article I, Section 2, is hereby amended to add a Subsection V., as follows:

V. Microbrewery: a person who manufactures beer only at a designated premises to make sales to importing distributors, distributors, and to non-licensees for use and consumption only, who stores beer at the designated premises, and who is allowed to sell at retail from the licensed premises, provided that a brew pub licensee shall not sell for off-premises consumption more than 50,000 gallons per year.

SECTION 2. That Article IV, Section 3, Subsection C, is amended as follows:

C. Applications for new licenses shall be made as early as practicable by the applicant in order for a full review as contemplated by this Ordinance. Applications for a renewal license shall be made on or before November 30 of the year preceding the license year. Applications for a renewal license made on or after December 1 shall be accompanied by a late fee in the amount of \$50.00, in addition to the appropriate license fee as set forth in Article V, Section 2, Subsection A.

SECTION 3. That Article IV, Section 9, is amended as follows:

Section 9. A license issued under the provisions of this Ordinance shall permit the sale of alcoholic liquor only within the licensed premises described in the application and only under the conditions imposed in this Ordinance on the particular class of license described therein. Any change or alteration in the operation of the licensed premise which varies in any manner from that on the date of the issuance of the license shall be reported in writing to the Liquor Control Commissioner within ten (10) days. Failure to report the change in operation may result in a suspension or revocation of the license. A licensee who conducts its business through a manager or agent shall notify the Liquor Control Commissioner within 7 days of any change in manager or agent.

SECTION 4. That Article V, Section 1, Subsection G, be amended as follows:

G. Class G.

1. A Class "G1" license shall authorize the sale and offer for retail sale of wine for consumption on the premises, as well as other retail sales of such wine in the original package which shall be consumed on or off the premises.

2. A Class "G2" license shall authorize the retail sale of alcoholic liquors on the premises of any winery for consumption on the premises, as well as other retail sales of wine in the original package which shall be consumed on or off the premises.

SECTION 5. That Article V. Section 1, be amended by adding a new subsection J, as follows:

J. Class "J" license shall authorize the retail sale of alcoholic liquors on the premises of any microbrewery for consumption on the premises, as well as other retail sales of beer in the original package which shall be consumed on or off the premises.

SECTION 6. That Article V, Section 2, Subsection A., be amended as follows:

Class A	\$ 1000.00
Class B	\$ 750.00
Class C	\$ 1000.00
Class D	\$ 250.00
Class E	\$ 600.00
Class F	\$ 75.00
Class G1	\$ 350.00
Class G2	\$ 500.00
Class H	\$ 100.00
Class I	\$ 1000.00
Class J	\$ 350.00

SECTION 7. That Article VI, Section 1, Subsection A. be amended as follows:

A. It shall be unlawful to sell, to offer for sale or deliver at retail, or to give away in or upon any licensed premise, any alcoholic liquor except during the following hours:

1. From 7:30 a.m. on Monday, Tuesday, Wednesday, Thursday, Friday, and Saturday until 2:00 a.m. of the next day;
2. From 10:00 a.m. on Sunday until 2:00 a.m. on Monday;
3. Holders of Class "G2" and Class "J" licenses shall cease the sale, the offering for sale, the delivering at retail, or the giving away in or upon the licensed premises of any alcoholic liquor after 10:00 p.m. on any day.

SECTION 8. That this ordinance shall be in force and effect on December 9, 2010, following its adoption by the County Board of Jackson County.

Approved and enacted this 8th day of December, 2010 at a regular meeting of the Jackson County Board.



Jackson County Board Chairman

Attest:



Larry Reinhardt
County Clerk

ORDINANCE NO. 10-6

AN ORDINANCE AUTHORIZING THE ISSUANCE OF GENERAL OBLIGATION ALTERNATE REVENUE SOURCE BONDS OF THE COUNTY OF JACKSON, ILLINOIS, FOR THE PURPOSE OF FINANCING VARIOUS REMODELING, REPAIRS AND REHABILITATION

PREAMBLES

WHEREAS, the County Board (the “**Corporate Authorities**”) of the County of Jackson, Illinois (the “**County**”) by an initial authorizing ordinance, adopted November 10, 2010 determined that it was advisable, necessary and in the best interests of the County’s public health, safety and welfare to finance the acquisition, construction, and installation of facilities and improvements constituting: sheriff phone system rewiring, courthouse/jail elevator, courthouse and annex and jail lighting, jail roof, probation/public defender office, jail southeast corner rehabilitation and rehab/care windows, and related facilities, improvements and costs (the “**2010 Project**”) and determines that it is advisable, necessary and the best interests of the County’s public health, safety and welfare to revise and modify the 2010 Project to be as follows: the acquisition, construction and installation of facilities and improvements, as follows: **Jackson County Courthouse**: replacement and modernization of mechanical systems (heating and air); upgrades and improvements to lighting and elevator; exterior and site improvements for accessibility compliance (sidewalks and illumination); capital building and renovations (courtrooms 1 and 3); **Jackson County Jail**: upgrades and improvements to lighting, elevator and phone systems; additions and renovations to jail; **Jackson County Annex**: upgrades and improvements to lighting; **Rehab & Care Center of Jackson County**: window replacement; upgrades to meet life safety code requirements; and related facilities, improvements and costs (collectively, the “**Project**”); and

WHEREAS, the County operates in accordance with the provisions of the Counties Code [Section 5/1-1001 *et seq.* of Chapter 55 of the Illinois Compiled Statutes, as supplemented and amended, including by the Local Government Debt Reform Act (collectively, the “**Act**”)], and is entitled to receive a certain distributive revenue a share of proceeds of the: (i) Retailers’ Occupation Taxes, Service Occupation Taxes, Use Taxes and Service Use Taxes (collectively, “**General Sales Taxes**”); general property tax receipts and other general revenues (collectively, “**General Revenues**”); and (iii) under the American Recovery and Reinvestment Act of 2009 35% and/or 45% direct payment interest subsidy payments (federal “**Interest Payments**”), imposed, collected, received and distributed pursuant to applicable law; and

WHEREAS, on December 30, 2010 the County issued (collectively, the “**2010 Bonds**”) \$1,374,000 taxable recovery zone economic development bonds, \$1,496,000 taxable build America bonds and \$130,000 taxable bonds to finance the 2010 Project, with respect to which the County will apply the proceeds therefrom to the Project, anticipating that no new bonds are to be issued and that this ordinance, as supplements and amended, is to provide the technical authority for such application to the extent the Project differs from the 2010 Project; and

WHEREAS, the estimated cost of the Project, including necessary interest, design, legal, financial, bond discount, printing and publication costs and other expenses preliminary to and in connection with the Project is anticipated not to exceed the sum of \$3,000,000, which is to be paid from proceeds of the outstanding 2010 Bonds, issued as alternate bonds, being general obligation in lieu of revenue bonds as authorized by Section 15 of the Local Government Debt Reform Act; and

of this ordinance shall be held invalid, the invalidity of such section, paragraph, clause or provision shall not affect any of the other provisions of this ordinance. All ordinances, resolutions or orders, or parts thereof, in conflict with the provisions of this ordinance are to the extent of such conflict hereby repealed.

Upon motion by Board Member _____, seconded by Board Member _____, adopted, this 8th day of June, 2011, by roll call vote, as follows.

Voting "yes" (names): _____

Voting "no" (names): _____

Other (names): _____

Approved: June 8, 2011:

Attest:

County Board Chairman,
Jackson County, Illinois

County Clerk, as *ex officio* clerk to the
County Board, Jackson County, Illinois

(form of notice)

NOTICE OF INTENT TO ISSUE BONDS

To: County Clerk, The County of Jackson, Illinois.

PETITION

In accordance with and pursuant to Section 2 of an authorizing ordinance of The County of Jackson, Illinois (the "County"), adopted June 8, 2011, and entitled:

AN ORDINANCE AUTHORIZING THE ISSUANCE OF GENERAL OBLIGATION BONDS (ALTERNATE REVENUE SOURCE) OF THE COUNTY OF JACKSON, ILLINOIS, MAIN AGGREGATE PRINCIPAL AMOUNT NOT TO EXCEED \$2,200,000, FOR THE PURPOSE OF FINANCING VARIOUS REMODELING, REPAIRS AND REHABILITATION

each of the undersigned hereby certifies, as applicable to each, that each is an elector (a registered voter) of the County, and hereby petitions and asks that the question of issuing up to \$3,000,000 alternate bonds, payable from one or more of General Sales Taxes, General Revenues and Interest Payments (as defined in the above ordinance) as the alternate revenue source, to pay the costs of the acquisition, construction, and installation of facilities and improvements constituting: **Jackson County Courthouse**: replacement and modernization of mechanical systems (heating and air); upgrades and improvements to lighting and elevator; exterior and site improvements for accessibility compliance (sidewalks and illumination); capital building and renovations (courtrooms 1 and 3); **Jackson County Jail**: upgrades and improvements to lighting, elevator and phone systems; additions and renovations to jail; **Jackson County Annex**: upgrades and improvements to lighting; **Rehab & Care Center of Jackson County**: window replacement; upgrades to meet life safety code requirements, and related facilities, improvement and costs, as set forth in the above ordinance, be submitted to the electors of the County at the general primary election to be held on March 20, 2012, if such question can be and is presented at such election, and otherwise at the next election at which such question could be presented under the general election laws.

<u>Print Name</u>	<u>Address</u>	<u>City/Village/Town/ County, Illinois</u>	<u>Signature</u>
1. _____	_____	_____, IL	_____
2. _____	_____	_____, IL	_____
3. _____	_____	_____, IL	_____
4. _____	_____	_____, IL	_____
5. _____	_____	_____, IL	_____
6. _____	_____	_____, IL	_____
7. _____	_____	_____, IL	_____
8. _____	_____	_____, IL	_____
9. _____	_____	_____, IL	_____
10. _____	_____	_____, IL	_____

Statement: I, _____ [Name], of _____ [Address], of _____, Illinois, hereby state that I am now, and was at all times I circulated this petition, over 18 years of age and a registered voter of The County of Jackson, Illinois, that the above signatures on this sheet were signed in my presence in The County of Jackson, Illinois, and are genuine, and to the best of my knowledge and belief each of the persons so signing were at the time of signing registered voters of The County of Jackson, Illinois, and their addresses are correctly stated.

State of Illinois) The above Statement was subscribed and sworn to	_____
) before me this ____ day of _____, 2011.	Signature
County of Jackson)	
(SEAL)		_____
My Commission Expires: _____		Notary Public

NOTICE

The County Board of The County of Jackson will hold a public hearing on _____, 2011 at 6:00 p.m. The hearing will be held in the County Board's meeting room in the Jackson County Courthouse, 1001 Walnut Street, in Murphysboro, Illinois. The purpose of the hearing will be to receive public comments on the proposal to sell bonds (actually apply existing 2010 bond proceeds) in the amount of up to \$3,000,000 for the purpose of financing the acquisition, construction, and installation of facilities and improvements constituting: **Jackson County Courthouse**: replacement and modernization of mechanical systems (heating and air); upgrades and improvements to lighting and elevator; exterior and site improvements for accessibility compliance (sidewalks and illumination); capital building and renovations (courtrooms 1 and 3); **Jackson County Jail**: upgrades and improvements to lighting, elevator and phone systems; additions and renovations to jail; **Jackson County Annex**: upgrades and improvements to lighting; **Rehab & Care Center of Jackson County**: window replacement; upgrades to meet life safety code requirements, and related facilities, improvement and costs.

By: /s/ Larry W. Reinhardt

Title: County Clerk

Note to Publisher: The above notice is to be published one time at least 7 days before the hearing, but not prior to 30 days before the hearing. **The publication may be in the "legals" or "classified" section of the paper. NO SPECIAL BORDER IS REQUIRED FOR THIS PUBLICATION. DO NOT USE ANY SPECIAL BORDER.** Please send your statement to:

The County of Jackson
Jackson County Courthouse
1001 Walnut Street
Murphysboro, Illinois 62966
Attn: County Treasurer

and send two publication certificates (and text) to Evans, Froehlich, Beth & Chamley, 44 E. Main Street, Suite 310, Champaign, Illinois 61820-3649.

PUBLISHER: DO NOT PRINT THE FOLLOWING:

County Board Chairman's Approval and Order Setting Public Hearing:

The undersigned, County Board Chairman of the above County hereby approves and orders the setting of the above Bond Issue Notification Act hearing.

Date: _____, 2011

County Board Chairman

When signed by the County Board Chairman, please fax back to Evans, Froehlich, Beth & Chamley at 217/359-6468.

07
ORDINANCE NO. 10-_____

AN ORDINANCE AUTHORIZING THE ISSUANCE OF TAXABLE AND/OR TAX-EXEMPT GENERAL OBLIGATION BONDS (ALTERNATE REVENUE SOURCE), SERIES 2010A, B, C, ETC., INCLUDING AS BUILD AMERICA BONDS AND RECOVERY ZONE ECONOMIC DEVELOPMENT BONDS, OF THE COUNTY OF JACKSON, ILLINOIS, TO FINANCE COUNTY BUILDING REPAIRS, REMODELING AND REHABILITATION, AND RELATED FACILITIES, PROVIDING THE DETAILS OF SUCH BONDS AND FOR ALTERNATE REVENUE SOURCES AND THE LEVY OF DIRECT ANNUAL TAXES SUFFICIENT TO PAY THE PRINCIPAL OF AND INTEREST ON SUCH BONDS, AND RELATED MATTERS

WHEREAS, The County of Jackson, Illinois (the “Issuer”), is a non-home rule county duly established, existing and operating in accordance with the provisions of the Counties Code (Section 5/1-1001 *et seq.* of Chapter 55 of the Illinois Compiled Statutes); as supplemented and amended, including by the Local Government Debt Reform Act (Section 350/1 *et seq.* of Chapter 30 of the Illinois Compiled Statutes) and is entitled to receive a certain distributive revenue a share of proceeds of the: (i) Retailer’s Occupation Taxes, Service Occupation Taxes, Use Taxes and Service Use Taxes (collectively, “General Sales Taxes”); (ii) general property tax receipts and other general revenues (collectively, “General Revenues”) and (iii) 35% and/or 45% direct interest subsidy payments under ARRA (defined below) (the federal “Interest Payments”) ((i), (ii) and (iii), collectively, and subject to any prior lien or pledge, “Sales Taxes”), imposed, collected, received and distributed pursuant to applicable law; and

WHEREAS, the American Recovery and Reinvestment Act of 2009, Pub. L. No. 111-5, 123 Stat. 115 (2009) (enacted February 17, 2009) (the “ARRA”), authorizes the Issuer to issue taxable governmental bonds with subsidies for a portion of its borrowing costs, in the form of refundable tax credits paid to the Issuer (a “Direct Payment” of (A) a 45% interest direct payment for “Recovery Zone Economic Development Bonds (Direct Payment)”); and (B) a 35% interest direct payment for “Build America Bonds (Direct Payment)”); and

WHEREAS, the Issuer’s County Board (the “Corporate Authorities”) has determined that it is advisable, necessary and in the best interests of the Issuer’s public health, safety and welfare to undertake the acquisition, construction and installation of facilities and improvements constituting sheriff phone system rewiring, courthouse/jail elevator, courthouse and annex and jail lighting, jail roof, ~~probation/public defender office~~, jail southeast corner rehabilitation and rehabilitation/care windows, and related facilities, improvements and costs (collectively, the “Projects”); and

WHEREAS, the total estimated costs of the Projects, including related issuance costs and other expenses, is to be paid in whole or in part from proceeds of the hereinafter described alternate bonds, being general obligation in lieu of revenue bonds as authorized by Section 15 of the Local Government Debt Reform Act (Section 350/15 of Chapter 30 of the

WHEREAS, for convenience of reference only this ordinance is divided into numbered sections with headings, which shall not define or limit the provisions hereof, as follows:

	Page
Preambles	1
Section 1. Definitions.....	3
Section 2. Preambles, Authority and Useful Life	7
Section 3. Authorization and Terms of Bonds.....	7
Section 4. Execution and Authentication.....	11
Section 5. Registration of Bonds and Book Entry	12
Section 6. Bond Registrar/Paying Agent	14
Section 7. Alternate Bonds/Build America Bonds/Recovery Zone Economic Development Bonds	15
Section 8. Form of Bonds	21
Section 9. Levy and Extension of Taxes.....	26
Section 10. Related Agreements	26
Section 11. Revenue Fund	27
Section 12. Bond Proceeds Account.....	30
Section 13. Issuance of Additional Bonds	31
Section 14. Arbitrage Rebate	31
Section 15. Investment Regulations.....	32
Section 16. Non-Arbitrage and Tax-Exemption	32
Section 17. Further Assurances and Actions	36
Section 18. General Covenants.....	37
Section 19. Ordinance to Constitute a Contract.....	38
Section 20. Severability and No Contest	39
Section 21. Bank Qualified Bonds.....	39
Section 22. Conflict	39
Section 23. Effective Date	39

NOW, THEREFORE, BE IT ORDAINED BY THE COUNTY BOARD OF THE COUNTY OF JACKSON, ILLINOIS, as follows:

Section 1. Definitions. Certain words and terms used in this ordinance shall have the meanings given them herein, including above in the preambles hereto, and the meanings given them in this Section 1, unless the context or use clearly indicates another or different meaning is intended. Certain definitions are as follows:

“**Act**” means, collectively, the Local Government Debt Reform Act (Section 350/1 *et seq.* of Chapter 30 (and particularly Section 350/15 thereof) of the Illinois Compiled Statutes, as supplemented and amended, and the Counties Code (Section 5/1-1001 *et seq.* of Chapter 55 of the Illinois Compiled Statutes), as supplemented and amended, including by applicable laws authorizing and otherwise in connection with the Pledged Revenues constituting revenue sources (as supplemented and amended, the “**Revenue Source Acts**”), including, without limitation, by the Registered Bond Act, the Illinois Bond Replacement Act and the Bond Authorization Act.

“Corporate Authorities” means the Issuer’s County Board.

“Depository” means a securities depository in connection with Bonds immobilized in a global book-entry system, initially The Depository Trust Company, New York, New York (**“DTC”**).

“Disclosure Agreement” means each Continuing Disclosure Certificate and Agreement under Rule 15c2-12 related to the Bonds.

“Fiscal Year” means the twelve-month period constituting the Issuer’s fiscal year, not inconsistent with applicable law.

“Fund” means the Revenue Fund created, established or continued under this ordinance.

“General Revenues” shall have the meaning as set forth above in the recitals in the preamble to this ordinance.

“General Sales Taxes” shall have the meaning as set forth above in the recitals in the preamble to this ordinance.

“Governmental Bonds” or **“governmental bonds”** under ARRA means that the referenced obligations would qualify as tax-exempt non-private activity bonds under Sections 103 and 141 *et seq.* of the Code.

“Insurer” means, if any, the issuer of a Policy securing the payment when due of the principal of and interest on all or a part of the Bonds, as specified, if at all, in an applicable Bond Order.

“Interest Payments” shall have the meaning as set forth above in the recitals in the preamble to this ordinance.

“Issuer” means The County of Jackson, Illinois.

“Junior Bond” means any Outstanding bond or Outstanding bonds payable from the Junior Debt Service Account of the Bond and Interest Account of the Fund.

“Make Whole” shall have the meaning in Section 3(b).

“Official Statement” means each Official Statement of the Issuer related to the offering of Bonds.

“Outstanding”, when used with reference to any bond or obligation, means any bond or obligation which is outstanding and unpaid; provided, however, such term shall not include bonds or obligations: (i) which have matured and for which moneys are on deposit with proper paying agents, or are otherwise properly available, sufficient to pay all principal and interest thereof, or (ii) the provision for payment of which has been made by the Issuer by the

“Rule 15c2-12” means Rule 15c2-12 of the Securities and Exchange Commission (“SEC”).

“Senior Bond” means any Outstanding bond or Outstanding bonds payable from the Senior Debt Service Account of the Bond and Interest Account of the Fund under this ordinance, and includes expressly the Bonds.

“Taxable” or **“taxable”** with respect to an obligation means that the obligation is not tax-exempt.

“Tax-Exempt” or **“tax-exempt”** with respect to an obligation means that the interest on such obligation is not included in gross income for Federal income tax purposes.

“Underwriter” means Bernardi Securities, Inc., Chicago, Illinois, the underwriter in connection with the Bonds.

“Yield” or **“yield”** means yield computed under Section 1.148-4 of the Income Tax Regulations for the Bonds, and yield computed under Section 1.148-5 of the Income Tax Regulations for an investment; provided that for purposes of the arbitrage investment restrictions under Section 148 of the Code related to BABs and RZEDBs, the Yield on (A) RZEDBs is reduced by the 45% and (B) BABs is reduced by the 35%, direct payment credit to the Issuer allowed under Sections 54AA and 6431 of the Code; and accordingly, calculation of the yield on BABs and RZEDBs for purposes of the arbitrage rules shall be by applying the rules contained in Section 148 of the Code and the regulations thereunder, but by reducing the amount of interest paid by the applicable 35% or 45% credit payments received.

“Yield Reduction Payments” or **“yield reduction payments”** shall have the meaning in Income Tax Regulations Section 1.148-5(c).

“Yield Restricted” or **“yield restricted”** with reference to an obligation means that the yield thereon is limited to the yield on the Bonds.

Section 2. Preambles, Authority and Useful Life. The Corporate Authorities hereby find that all the recitals contained in the preambles and recitals to this ordinance are true, complete and correct, and hereby incorporate them into this ordinance by this reference thereto. This ordinance is adopted pursuant to the Constitution and applicable laws of the State of Illinois, including the Act, for the purpose of paying all or a portion of the costs of the Project including costs of issuance of the Bonds. The Corporate Authorities hereby determine the period of usefulness of the Projects to be not less than twenty-five (25) years from the expected date of delivery of the applicable series of Bonds.

Section 3. Authorization and Terms of Bonds. To meet all or a part of the estimated cost of the Project, there is hereby authorized the sum of up to \$3,000,000: estimated at \$1,374,000/Series 2010A and \$1,556,000/Series 2010B and \$70,000/Series 2010C, to be derived from the proceeds of the Bonds. For such purposes, the Bonds of the Issuer shall be issued and sold at one time or from time to time in the aggregate principal amount set forth above, and shall be issuable in the denomination of \$1,000 each or any authorized integral multiple thereof.

In the event there is no Insurer or Policy, reference to “**Insurer**” and “**Policy**” in this resolution shall be given no effect.

(b) Redemption. The Bonds are subject to redemption, as follows:

(i) Optional. Bonds shall be subject to optional redemption prior to maturity in whole or in part on the date or dates, in the amounts from among such maturities or in such order of maturity, as specified by the Issuer (but in inverse order if none is specified), at the applicable redemption price, plus accrued interest to the date fixed for redemption, all as provided in an applicable Bond Order, and not otherwise.

Certain Bonds shall be subject to redemption at the Issuer’s option, including, for example, a form of redemption called a “**make-whole**” redemption, where all or part of the future payments are present-valued based on an indexing mechanism, to be specified in a Bond Order, if at all.

(ii) Mandatory Redemption. This paragraph (ii) shall apply only to the extent an applicable Bond Order shall specify any Term Bonds, and otherwise shall not apply. Bonds so specified as Term Bonds (the “**Term Bonds**”), if any, are subject to mandatory sinking fund redemption in the principal amount December 1 in the years so specified.

At its option before the 45th day (or such lesser time acceptable to the Bond Registrar) next preceding any mandatory sinking fund redemption date in connection with Term Bonds the Issuer by furnishing the Bond Registrar and the Paying Agent as appropriate certificate of direction and authorization executed by the County Board Chairman or County Treasurer may: **(i)** deliver to the Bond Registrar for cancellation Term Bonds in any authorized aggregate principal amount desired; or **(ii)** furnish the Paying Agent funds for the purpose of purchasing any of such Term Bonds as arranged by the Issuer; or **(iii)** received a credit (not previously given) with respect to the mandatory sinking fund redemption obligation for such Term Bonds which prior to such date have been redeemed and cancelled. Each such Bond so delivered, previously purchased or redeemed shall be credited at 100% of the principal amount thereof, and any excess shall be credited with regard to future mandatory sinking fund redemption obligations for such Bonds in any specified order, but in chronological order if there is no specification, and the principal amount of Bonds to be so redeemed as provided shall be accordingly reduced. In the event Bonds being so redeemed are in a denomination greater than \$1,000, a portion of such Bonds may be so redeemed, but such portion shall be in the principal amount of \$1,000 or any authorized integral multiple thereof.

(iii) Procedure. In the event of the redemption of less than all the Bonds of like maturity, the aggregate principal amount thereof to be redeemed shall be \$1,000 or an integral multiple thereof and the Bond Registrar shall assign to each Bond of such maturity a distinctive number for each \$1,000 principal amount of such Bond and shall select by lot from the numbers so assigned as many numbers as, at \$1,000 for each number, shall equal the principal amount of such Bonds to be redeemed. The Bonds to be redeemed shall be the Bonds to which were assigned numbers so selected; provided that only so much of the principal amount of each Bond shall be redeemed as shall equal \$1,000 for each number assigned to it and so selected.

issue of the Bonds as originally issued; (c) the rate of interest borne by each Bond being redeemed; (d) the maturity date of each Bond being redeemed; and (e) any other descriptive information needed to identify accurately the Bonds being redeemed.

Each further notice of redemption may be sent at least thirty-five (35) days before the redemption date to registered securities depositories then in the business of holding substantial amounts of obligations of types comprising the Bonds and to one or more national information services, chosen in the discretion of the Bond Registrar, that disseminate notices of redemption of obligations such as the Bonds.

Upon the payment of the redemption price of Bonds being redeemed, each check or other transfer of funds issued for such purpose shall identify the Bond or Bonds, or portion thereof, being redeemed with the proceeds of such check or other transfer.

If any Bond or portion of Bond called for redemption shall not be so paid upon surrender thereof for redemption, the principal, and premium, if any, shall, until paid, bear interest from the redemption date at the rate borne by the Bond or portion of such Bond so called for redemption. All Bonds which have been redeemed shall be cancelled and destroyed by the Bond Registrar and shall not be reissued.

(c) **Bond Order.** The terms and provisions of each series of Bonds, and related terms and provisions, are subject to modification and/or presentment in applicable Bond Orders. The applicable Bond form for each series shall be appropriately conformed to each applicable Bond Order.

(d) **Underwriting Discount.** Subject to a Bond Order, the underwriting discount and pricing for the Bonds shall be as provided in the Purchase Agreement.

Section 4. Execution and Authentication. Each Bond shall be executed in the name of the Issuer by the manual or authorized facsimile signature of its County Board Chairman and the corporate seal of the Issuer, or a facsimile thereof, shall be thereunto affixed, impressed or otherwise reproduced or placed thereon and attested by the manual or authorized facsimile signature of its County Clerk. Temporary Bonds, preliminary to the availability of Bonds in definitive form, shall be and are hereby authorized and approved.

In case any officer whose signature, or a facsimile of whose signature, shall appear on any Bond shall cease to hold such office before the issuance of such Bond, such Bond shall nevertheless be valid and sufficient for all purposes, the same as if the person whose signature, or a facsimile thereof, appears on such Bond had not ceased to hold such office. Any Bond may be signed, sealed or attested on behalf of the Issuer by any person who, on the date of such act, shall hold the proper office, notwithstanding that at the date of such Bond such person may not hold such office. No recourse shall be had for the payment of any Bonds against the Corporate Authorities any officer or employee of the Issuer (past, present or future) who executes the Bonds, or on any other basis.

Each Bond shall bear thereon a certificate of authentication executed manually by the Bond Registrar. No Bond shall be entitled to any right or benefit under this ordinance or shall be valid or obligatory for any purpose until such certificate of authentication shall have

hereunder, in the event the County Board Chairman or County Treasurer shall determine it to be advisable. Notice shall be given to the registered owners of any such designation in the same manner, as near as may be practicable, as for a notice of redemption of Bonds, and as if the date of such successor taking up its duties were the redemption date.

(b) Book-Entry-Only Provisions. Unless otherwise set forth in a Bond Order, the Bonds shall be issued in the form of a separate single fully registered Bond of each series for each of the maturities of the Bonds. Upon initial issuance, the ownership of each such Bond shall be registered in the Bond Register therefor in a street name (initially "**Cede & Co.**") of the Depository, initially DTC, or any successor thereto, as nominee of the Depository. The outstanding Bonds from time to time may be registered in the Bond Register in a street name, as nominee of the Depository. As necessary, the County Board Chairman or County Treasurer is authorized to execute and deliver on behalf of the Issuer such letters to or agreements with the Depository as shall be necessary to effectuate such book-entry system (any such letter or agreement being referred to herein as the "**Representation Letter**"). Without limiting the generality of the authority given to the County Board Chairman or County Treasurer with respect to entering into such Representation Letter, it may contain provisions relating to (a) payment procedures, (b) transfers of the Bonds or of beneficial interest therein, (c) redemption notices and procedures unique to the Depository, (d) additional notices or communications, and (e) amendment from time to time to conform with changing customs and practices with respect to securities industry transfer and payment practices.

With respect to Bonds registered in the Bond Register in the name of a nominee of the Depository, the Issuer and the Bond Registrar shall have no responsibility or obligation to any broker-dealer, bank or other financial institution for which the Depository holds Bonds from time to time as securities depository (each such broker-dealer, bank or other financial institution being referred to herein as a "**Depository Participant**") or to any person on behalf of whom such a Depository Participant holds an interest in the Bonds, i.e., an "**indirect participant**" or a "**beneficial owner**". Without limiting the meaning of the foregoing, the Issuer and the Bond Registrar shall have no responsibility or obligation with respect to (a) the accuracy of the records of the Depository, the nominee, or any Depository Participant with respect to any ownership interest in the Bonds, (b) the delivery to any Depository Participant or any other person, other than a registered owner of a Bond as shown in the Bond Register, of any notice with respect to the Bonds, including any notice of redemption, or (c) the payment to any Depository Participant or any other person, other than a registered owner of a Bond as shown in the Bond Register, of any amount with respect to principal of or interest on the Bonds.

As long as Bonds are held in a book-entry-only system, no person other than the nominee of the Depository, or any successor thereto, as nominee for the Depository, shall receive a Bond certificate with respect to any Bonds. Upon delivery by the Depository to the Bond Registrar of written notice to the effect that the Depository has determined to substitute a new nominee in place of the prior nominee, and subject to the provisions hereof with respect to the payment of interest to the registered owners of Bonds as of the close of business on the fifteenth (15th) day (whether or not a business day) of the month next preceding the applicable interest payment date, the reference herein to nominee in this ordinance shall refer to such new nominee of the Depository.

- (d) to give notices of redemption of Bonds to be redeemed;
- (e) to furnish the Issuer at least annually a certificate with respect to Bonds cancelled and/or destroyed; and
- (f) to furnish the Issuer at least annually an audit confirmation of Bonds paid, Bonds outstanding and payments made with respect to interest on the Bonds.

In any event, the Bond Registrar and Paying Agent shall comply with (a) - (f) above.

The Bond Registrar and Paying Agent shall signify their acceptances of the duties and obligations imposed upon them by this ordinance. The Bond Registrar by executing the certificate of authentication on any Bond shall be deemed to have certified to the Issuer that it has all requisite power to accept, and has accepted, such duties and obligations, not only with respect to the Bond so authenticated but with respect to all of the Bonds. The Bond Registrar and Paying Agent are the agents of the Issuer for such purposes and shall not be liable in connection with the performance of their respective duties except for their own negligence or default. The Bond Registrar shall, however, be responsible for any representation in its certificate of authentication on the Bonds.

The Issuer may remove the Bond Registrar and/or Paying Agent at any time. In case at any time the Bond Registrar and/or Paying Agent shall resign (such resignation to not be effective until a successor has accepted such role) or shall be removed or shall become incapable of acting, or shall be adjudged a bankrupt or insolvent, or if a receiver, liquidator or conservator of the Bond Registrar and/or Paying Agent, or of its property, shall be appointed, or if any public officer shall take charge or control of the Bond Registrar and/or Paying Agent or of their respective properties or affairs, the Issuer covenants and agrees that it will thereupon appoint a successor Bond Registrar and/or Paying Agent, as the case may be. The Issuer shall mail or cause to be mailed notice of any such appointment made by it to each registered owner of Bonds within twenty (20) days after such appointment. Any Bond Registrar and/or any Paying Agent appointed under the provisions of this Section 7 shall be a bank, trust company or other qualified professional with respect to such matters, authorized to exercise such functions in the State of Illinois.

Section 7. Alternate Bonds/Build America Bonds/Recovery Zone Economic Development Bonds. Under and pursuant to Section 15 of the Local Government Debt Reform Act, the full faith and credit of the Issuer are hereby irrevocably pledged to the punctual payment of the principal of, premium, if any, and interest on the Bonds; the Bonds shall be direct and general obligations of the Issuer; and the Issuer shall be obligated to levy ad valorem taxes upon all the taxable property within the Issuer's corporate limits, for the payment of the Bonds and the interest thereon, without limitation as to rate or amount (such ad valorem taxes being the Pledged Taxes).

(a) **Alternate Bonds.** Pledged Revenues are hereby determined by the Corporate Authorities to be sufficient to provide for or pay in each year to final maturity of the Bonds all of the following: (1) the debt service on all Outstanding revenue bonds or other obligations payable from Pledged Revenues, (2) all amounts required to meet any fund or account requirements with respect to such Outstanding revenue bonds, (3) other contractual or tort liability obligations, if

the Code apply to those Bonds issued as Build America Bonds (Direct Payment).

(ii) Reserve Fund. The Bonds shall have a required reserve fund or account, only as specified in an applicable Bond Order, and not otherwise.

(iii) Eligible Uses. The eligible uses of proceeds and types of financing for Build America Bonds (Direct Payment) are limited, and the Issuer shall comply with such limitations. In general, Build America Bonds (Direct Payment) may be issued to finance governmental purposes for which tax-exempt governmental bonds (excluding private activity bonds) could be issued, but the excess of available Project proceeds over amounts in a reasonably required reserve fund may be used to finance only capital expenditures (as defined in Section 1.150-1(b) of the Income Tax Regulations), as contrasted with working capital expenditures. For this purpose, an eligible financing of capital expenditures includes a reimbursement of capital expenditures under the reimbursement rules contained in Section 1.150-2 of the Income Tax Regulations. Build America Bonds (Direct Payment) generally may not be issued to refinance capital expenditures in “**refunding issues**” (as defined in Section 1.150-1 of the Income Tax Regulations). Further, for this purpose, Build America Bonds (Direct Payment) may be used to reimburse otherwise-eligible capital expenditures under Treas. Reg. § 1.150-2 that were paid or incurred after the effective date of ARRA and that were financed originally with temporary short-term financing issued after the effective date of ARRA, and such reimbursement will not be treated as a refunding issue.

The Issuer will comply with all applicable laws, including but not limited to the Illinois Prevailing Wage Act and the federal Bacon-Davis Act.

(iv) Interest Payments. For Build America Bonds (Direct Payment) issued before January 1, 2011, the Issuer shall be allowed a credit with respect to each interest payment under such Bond, which shall be payable by the Secretary of the Treasury. The Department of the Treasury shall pay (contemporaneously with each interest payment date under the Bonds) to the Issuer (or, as appropriately directed, to any person who makes such interest payments on behalf of the Issuer) 35 percent (35%) of the interest payable under the Bonds on such date. The term “**interest payment date**” means each date on which interest is payable by the Issuer under the terms of Bonds. The payment by the Secretary of the Department of the Treasury is to be made either in advance or as reimbursement. Unless and until the Issuer makes other arrangements, the Issuer shall be solely responsible to apply for such payment or reimbursement.

(v) Refundable Credit – 35%. The amount of refundable credit that the Issuer may claim with respect to the Bonds is determined by multiplying the interest payment that is payable by the Issuer on an interest payment date (i.e., the Bond coupon interest payment) by 35 percent (35%). Original issue discount is not treated as a payment of interest for purposes of calculating the refundable credit.

(vi) Yield. For purposes of the arbitrage investment restrictions under Section 148 of the Code, the yield on the Bonds is reduced by the credit allowed. Accordingly, calculation of the yield on the Bonds for purposes of the arbitrage rules by applying the rules contained in Section 148 and the Income Tax Regulations thereunder, but shall be done by reducing the amount of interest paid on the Bonds by the amount of the 35% credit payments to be received.

(vii) Refundable Credit Implementation Plans. The IRS and the Treasury Department

excess of (i) the available project proceeds (as defined in § 54A of the Code to mean sale proceeds of the Bonds less not more than two percent (2%) of such proceeds used to pay issuance costs plus investment proceeds thereon), over (ii) the amounts in a reasonably required reserve fund (within the meaning of § 150(a)(3) of the Code) with respect to such bonds, are to be used for one or more “**qualified economic development purposes**”; and (4) the qualifying county or municipality designates such bonds for purposes of Section 1400U-2 of the Code. The Issuer, on behalf of the County, designates those Bonds which are not tax-exempt as Recovery Zone Economic Development Bonds for purposes of Section 1400U-2 of the Code and hereby makes an irrevocable election to have the Build America Bond and Recovery Zone Economic Development Bond provisions of the Code apply to those Bonds issued other than tax-exempt.

(ii) **Reserve Fund.** The Bonds shall have a required reserve fund or account, only as provided in an applicable Bond Order, and not otherwise.

(iii) **Eligible Uses.** The eligible uses of proceeds and types of financing for Recovery Zone Economic Development Bonds (Direct Payment) are limited, and the Issuer shall comply with such limitations. In general, Recovery Zone Economic Development Bonds (Direct Payment) may be issued to finance “**qualified economic development purposes:**” any expenditures for purposes of promoting development or other economic activity in a recovery zone, including (1) capital expenditures paid or incurred with respect to property located in the recovery zone, (2) expenditures for public infrastructure and construction of public facilities, and (3) expenditures for job training and educational programs. An eligible financing of qualified expenditures includes a reimbursement of those expenditures under the reimbursement rules contained in Section 1.150-2 of the Income Tax Regulations that were paid or incurred after February 17, 2009, the effective date of ARRA, and that were financed originally with temporary short-term financing issued after such date, and such reimbursement will not be treated as a refunding issue.

The Issuer will comply with all applicable laws, including but not limited to the Illinois Prevailing Wage Act and the federal Bacon-Davis Act.

(iv) **Interest Payments.** For Recovery Zone Economic Development Bonds (Direct Payment) issued before January 1, 2011, the Issuer shall be allowed a credit with respect to each interest payment under such Bond, which shall be payable by the Secretary of the Treasury. The Department of the Treasury is expected pay (contemporaneously with each interest payment date under the Bonds) to the Issuer (or, as appropriately directed, to any person who makes such interest payments on behalf of the Issuer) 45 percent (45%) of the interest payable under the Bonds on such date. The term “**interest payment date**” means each date on which interest is payable by the Issuer under the terms of Bonds. The payment by the Secretary of the Department of the Treasury is to be made either in advance or as reimbursement. The Issuer shall be solely responsible to applying for, or otherwise arranging for, such payment or reimbursement.

(v) **Refundable Credit – 45%.** The amount of refundable credit that the Issuer may claim with respect to the Bonds is determined by multiplying the interest payment that is payable by the Issuer on an interest payment date (i.e., the Bond coupon interest payment) by 45 percent (45%). Original issue discount is not treated as a payment of interest for purposes of calculating the refundable credit.

Proceeds (See section 54A(e)(4) of the Code); (c) use of 100% of Available Project Proceeds less amount in a reasonably required reserve fund only for capital expenditures (See section 54AA(g)(2)(A) of the Code); (d) arbitrage yield restriction and rebate; (e) costs of issuance financed by the issue do not exceed 2% of the proceeds of sale (See section 54A(e)(4)(A)(ii) of the Code); proper determination of the amount of interest payable on each interest payment date; (g) proper amount of refundable credit reported on Form 8038-CP; (h) timely filing of Form 8038-CP; and (i) payment of refundable credits to the proper persons; and (j) compliance with, as applicable, the Prevailing Wage Act and the Davis-Bacon Act.

Section 8. Form of Bonds. Unless Bonds in typewritten form are accepted or in any contract for the sale of the Bonds the purchaser or purchasers of the Bonds shall agree to accept typewritten or other temporary Bonds preliminary to the availability of, or in lieu of, Bonds in printed form, the Bonds shall be prepared in compliance with the National Standard Specifications for Fully Registered Municipal Securities prepared by the American National Standards Institute, and in any event shall be in substantially the following form [provided, however, that appropriate insertions, deletions and modifications in the form of the Bonds may be made, including as to reordering paragraphs and to the custom of printing Bonds in part on the front and back of certificates and as to matters specific to a particular series of the Bonds, in an appropriate form prepared by Bond Counsel, not inconsistent herewith]:

and laws of the State of Illinois, including Counties Code (55 ILCS 5/1-1001 *et seq.*), Section 15 of the Local Government Debt Reform Act (Section 350/15 of Chapter 30 of the Illinois Compiled Statutes, in connection with “**alternate bonds**”, as supplemented and amended), applicable laws in connection with the imposition, receipt, distribution and application of [each source of] Pledged Revenues, as supplemented and amended, including by the Registered Bond Act, the Illinois Bond Replacement Act, the Bond Authorization Act, and pursuant to and in accordance with Ordinance No. _____, adopted by the County Board of the Issuer on December 15, 2010, and entitled: “AN ORDINANCE AUTHORIZING THE ISSUANCE OF TAXABLE AND/OR TAX-EXEMPT GENERAL OBLIGATION BONDS (ALTERNATE REVENUE SOURCE), SERIES 2010A, B, C, ETC., INCLUDING AS BUILD AMERICA BONDS AND RECOVERY ZONE ECONOMIC DEVELOPMENT BONDS, OF THE COUNTY OF JACKSON, ILLINOIS, TO FINANCE COUNTY BUILDING REPAIRS, REMODELING AND REHABILITATION, AND RELATED FACILITIES, PROVIDING THE DETAILS OF SUCH BONDS AND FOR ALTERNATE REVENUE SOURCES AND THE LEVY OF DIRECT ANNUAL TAXES SUFFICIENT TO PAY THE PRINCIPAL OF AND INTEREST ON SUCH BONDS, AND RELATED MATTERS” (with respect to which undefined terms herein shall have the meanings therein, the “**Bond Ordinance**”). The Bonds are issued to pay the costs of financing the acquisition, construction, and installation of facilities and improvements constituting sheriff phone system rewiring, courthouse/jail elevator, courthouse and annex and jail lighting, jail roof, probation/public defender office, jail southeast corner rehabilitation and rehabilitation/care windows, and related facilities, improvements and costs (collectively, the “**Projects**”), and to pay costs of issuance of the Bonds. The Bonds of this series are on a equal parity with and share equally and ratably in Pledged Revenues with the Issuer’s Series 2010 Bonds, issued concurrently with this series of Bonds.

[Adapt and insert, as applicable: Bonds maturing on and after December 1, 2021, shall be subject to redemption prior to maturity on December 1, 2020, and thereafter in whole or in part on any date, [in the principal amount from such maturities or in such order of maturity], as specified by the Issuer (but in inverse order if none is specified), on the applicable redemption date and at a redemption price equal to the principal amount redeemed, plus accrued interest to the date fixed for redemption. [or] The Bonds are not subject to call for optional redemption.]

[Make Whole provisions, as applicable]

[Term Bond provisions as applicable]

In the event of the redemption of less than all the Bonds of like maturity, the aggregate principal amount thereof to be redeemed shall be \$1,000 or an authorized integral multiple thereof, and the Bond Registrar shall assign to each Bond of such maturity a distinctive number for each \$1,000 principal amount of such Bond and shall select by lot from the numbers so assigned as many numbers as, at \$1,000 for each number, shall equal the principal amount of such Bonds to be redeemed. The Bonds to be redeemed shall be the Bonds to which were assigned numbers so selected; provided that only so much of the principal amount of each Bond shall be redeemed as shall equal \$1,000 for each number assigned to it and so selected.

The Issuer shall deposit with the Paying Agent an amount of money sufficient to pay the redemption price of all the Bonds or portions of Bonds which are to be redeemed on the redemption date, together with interest to such redemption date, prior to giving any notice of redemption. Notice of the redemption of Bonds shall be given by first class mail not less than thirty (30) days nor more than sixty (60) days prior to the date fixed for such redemption to the registered owners of Bonds to be redeemed at their last addresses appearing on the registration books therefor. The Bonds or portions thereof specified in such notice shall become due and payable at the redemption price on the redemption date therein designated, and if, on the redemption date, moneys for payment of the redemption price of all the Bonds or portions thereof to be redeemed, together with interest to the redemption date, remain on deposit with

IN WITNESS WHEREOF, The County of Jackson, Illinois, has caused this Bond to be executed in its name and on its behalf by the manual or facsimile signature of its County Board Chairman, and its corporate seal, or a facsimile thereof, to be hereunto affixed or otherwise reproduced hereon and attested by the manual or facsimile signature of its County Clerk, all as of the Dated Date set forth above.

(SEAL)

THE COUNTY OF JACKSON,
ILLINOIS

County Clerk

County Board Chairman

CERTIFICATE OF AUTHENTICATION

Dated: _____

This is one of the [Taxable] General Obligation Bonds (Alternate Revenue Source), Series 2010[] [(Build America Bonds (Direct Payment)) / (Recovery Zone Economic Development Bonds (Direct Payment))], described in the within mentioned Bond Ordinance.

THE BANK OF NEW YORK MELLON TRUST
COMPANY, N.S., St. Louis, Missouri, as Bond
Registrar

By: _____
Authorized Signer

**Bond Registrar
and Paying Agent:**

The Bank of New York Mellon Trust Company, N.A.
St. Louis, Missouri

ASSIGNMENT

For value received the undersigned sells, assigns and transfers unto _____

[Name, Address and Tax Identification Number of Assignee]
the within Bond and hereby irrevocably constitutes and appoints _____
attorney to transfer the within Bond on the books kept
for registration thereof, with full power of substitution in the premises.

Dated _____

Signature

Signature Guarantee:

NOTICE: The signature on this assignment must correspond with the name of the Registered Owner as it appears upon the face of the within Bond in every particular, without alteration or enlargement or any change whatever.

this ordinance, shall be and are hereby authorized, with such terms, provisions and changes therein as the officers of the Issuer executing them shall approve.

Official Statements in connection with the Bonds, as presented before the Corporate Authorities in preliminary form, are hereby approved, deemed final under Rule 15c2-12 and authorized to be used by the Underwriter in the offering and sale of the Bonds. Preliminary Official Statements are authorized to be prepared and to be supplemented and completed to constitute final Official Statements under Rule 15c2-12. The Issuer is authorized to cooperate with the Underwriter in connection with compliance by the Underwriter with Rule 15c2-12 of the Securities and Exchange Commission and applicable rules of the Municipal Securities Rulemaking Board.

All things done with respect to each Purchase Agreement, Disclosure Agreement, fiscal agreement and Official Statement by the Issuer's County Board Chairman, County Clerk, County Treasurer and State's Attorney, in connection with the issuance and sale of the Bonds, shall be and are hereby in all respects authorized and approved. The County Board Chairman, County Clerk, County Treasurer and State's Attorney and other officials of the Issuer are hereby authorized and directed to do and perform, or cause to be done or performed for or on behalf of the Issuer, each and every thing necessary for the issuance of one or more series of Bonds, including the proper execution, delivery and performance of each Purchase Agreement, Disclosure Agreement, fiscal agreement, and related agreements, documents, instruments and certificates, by the Issuer and the purchase by and delivery of the Bonds to or at the direction of each applicable Underwriter.

No elected or appointed officer of the Issuer is in any manner interested, directly or indirectly, in his or her own name or in the name of any other person, association, trust or corporation in the Purchase Agreement or the Projects.

Section 11. Revenue Fund. Upon the issuance of any of the Bonds, the Issuer shall continue to be operated as a county on a Fiscal Year basis. All of the Revenues when received by the Treasurer or other officer of the Issuer receiving Revenues shall be set aside as and when received and shall be deposited in a separate fund and in an account in a bank to be designated or continued, as the case may be, by the Corporate Authorities, which fund is, as applicable, hereby continued, created and established as the Issuer's "**Revenue Fund**" (the "**Fund**"), which shall constitute a trust fund for the sole purpose of carrying out the covenants, terms, and conditions of this ordinance, including, without limitation, the establishment therein of the "**Bond and Interest Account**" (within which there shall be a Senior Debt Service Account for the Bonds and may be a Junior Debt Service Account, further identified to a separate subaccount for each series of Bonds) and the "**Surplus Account**" (or, if existing and continued, separate subaccounts of each with respect to each series of Bonds), and as applicable a Reserve Account.

There shall be credited and paid into the Senior Debt Service Account, on or before the business day preceding the designated day of each semi-annual period, by the County Treasurer or other appropriate financial officer of the Issuer, without any further official action or direction other than this ordinance, in the order in which such Accounts are hereinafter mentioned, subject to the requirements of any account having a prior claim, all moneys constituting Pledged Revenues to be deposited in the Fund in accordance with the following

- (1) For any general or specific corporate purpose; or
- (2) For the purpose of calling and redeeming Outstanding bonds payable from Pledged Revenues, which are callable at the time; or
- (3) For the purpose of paying principal and interest and applicable premium on any subordinate bonds or obligations; or
- (4) For any other lawful purpose, including the purchase of outstanding bonds or other obligations.

(d) **Investments:** Money to the credit of the Senior Debt Service Account may be invested from time to time by the Issuer's Treasurer in (i) interest-bearing bonds, notes, or other direct full faith and credit obligations of the United States of America, (ii) obligations unconditionally guaranteed as to both principal and interest by the United States of America, or (iii) certificates of deposit or time deposits of any bank or savings and loan association, as defined by Illinois laws, provided such bank or savings and loan association is insured by the Federal Deposit Insurance Corporation or a successor corporation to the Federal Deposit Insurance Corporation and provided further that the principal of such deposits are secured by a pledge of obligations as described in clauses (c) (i) and (c) (ii) above in the full principal amount of such deposits, or otherwise collateralized in such amount and in such manner as may be required by law. Such investments may be sold from time to time by the County Treasurer of the Issuer as funds may be needed for the purpose for which such Accounts have been created.

All interest on any funds so invested shall be credited to the applicable Account of the Fund and is hereby deemed and allocated as expended with the next expenditure or expenditures of money from the applicable Account of the Fund.

Moneys in any of such accounts shall be invested by the Issuer's County Treasurer, if necessary, in investments restricted as to yield, which investments may be in U.S. Treasury Securities - State and Local Government Series, if available, and to such end the Issuer's Treasurer shall refer to any investment restrictions covenanted by the Issuer or any officer thereof as part of the transcript of proceedings for the issuance of the Bonds, and to appropriate opinions of counsel.

(e) **Bona Fide Debt Service Fund:** Moneys preliminary to deposit in subsection (a) above and used to abate taxes under Section 9 above, which if deposited into the Senior Debt Service Account would disqualify the Senior Debt Service Account as a "bona fide debt service fund" ("BFDSF") other investments shall be in Qualified Investments, shall be held in a separate account (the "Pledged Account") of the Senior Debt Service Account and the investment yield thereon yield restricted and subject to yield reduction payments. Funds in the Pledged Account shall be transferred to the Senior Debt Service Account at the time and in the manner that would not disqualify such Senior Debt Service Account as a BFDSF.

(f) **Yield Reduction Payments.** Unless the Issuer shall have requested and received an approving written opinion of Bond Counsel to the contrary, moneys on deposit or credited to the Pledged Account shall be restricted as to yield to the yield on the Bonds, subject to "yield reduction payments," as applicable, under Section 1.148-5(e) of the Income Tax

completed and that all costs have been paid; and, if at that time any funds remain in the Bond Proceeds Account, the same shall be applied for other authorized improvements (subject to a written approving opinion of Bond Counsel) or such officer shall credit such funds to the Senior Debt Service Account, as the Corporate Authorities direct. Otherwise the County Treasurer shall transfer such funds to the Senior Debt Service Account.

Section 13. Issuance of Additional Bonds. Except as provided in the immediately preceding sentence, the Issuer reserves the right to issue:

(a) Parity Bonds without limit provided that Pledged Revenues as determined as hereinbelow set out shall be sufficient to provide for or pay all of the following: (i) debt service on all Outstanding bonds payable from Pledged Revenues computed immediately after the issuance of any proposed Parity Bonds, (ii) all amounts required to meet any fund or account requirements with respect to such Outstanding bonds, (iii) other contractual or tort liability obligations then due and payable, if any, and (iv) an additional amount not less than 0.25 times debt service (as provided in Section 15 of the Local Debt Reform Act) on such of the Alternate Bonds as shall remain Outstanding bonds after the issuance of the proposed Parity Bonds. Such sufficiency shall be calculated for each year to the final maturity of such Alternate Bonds which shall remain Outstanding after the issuance of the proposed Parity Bonds. The determination of the sufficiency of Pledged Revenues shall be supported by reference to the most recent audit of the Fund, which audit shall be for a Fiscal Year ending not earlier than eighteen (18) months previous to the time of issuance of the proposed Parity Bonds.

However, if such audit shows the Pledged Revenues to be insufficient, then the determination of sufficiency may be made the following way:

The determination of sufficiency of the Pledged Revenues may be supported by the report of an independent accountant or feasibility analyst, the later having a national reputation for expertise in such matters, demonstrating the sufficiency of the Pledged Revenues and explaining by what means they will be greater than as shown in the audit.

The reference to and acceptance of an audit, an adjusted statement of the Pledged Revenues, or a report, as the case may be, and the determination of the Corporate Authorities of the sufficiency of the Pledged Revenues shall be conclusive evidence that the conditions of this Section 13(a) have been met and that the Parity Bonds are properly issued hereunder; and no right to challenge such determination is granted to the registered owners of the Bonds.

(b) bonds or other obligations payable from Pledged Revenues subordinate to the lien of any Senior Bonds or Junior Bonds which remain Outstanding after the issuance of such bonds or other obligations.

Section 14. Arbitrage Rebate. The Issuer shall comply with the provisions of Section 148(f) of the Internal Revenue Code of 1986, as amended, relating to the rebate of certain investment earnings at periodic intervals to the United States of America to the extent necessary (i) to preserve the exclusion from gross income for federal income tax purposes of

that the work of the Project will timely commence and continue to proceed with due diligence to completion reasonably expected to be within three years of the issue date thereof, at which time all of the applicable Available Project Proceeds will have been spent.

(c) The Issuer has on hand no funds which could legally and practically be used for the Projects which are not pledged, budgeted, earmarked or otherwise necessary to be used for other purposes. Accordingly, no portion of the Proceeds will be used (i) directly or indirectly to replace funds of the Issuer or any agency, department or division thereof that could be used for the Projects, or (ii) to replace any proceeds of any prior issuance of obligations by the Issuer. No portion of the Bonds is being issued solely for the purpose of investing the Proceeds at a Yield higher than the Yield on the Bonds. For purposes of this Section, "**Yield**" means that yield (that is, the discount rate, as applicable to each series of Bonds) which when used in computing the present worth of all payments of principal and interest to be paid on an obligation (using semi-annual compounding on the basis of a 360-day year) produces an amount equal to the purchase price of the Bonds, including accrued interest, and the purchase price of the Bonds is equal to the first offering price at which more than 10% of the principal amount of each maturity of the Bonds is sold to the public (excluding bond houses, brokers or similar persons or organizations acting in the capacity of underwriters or wholesalers).

(d) All principal proceeds of the Bonds, net of required Senior Debt Service Account deposits or by an Underwriter to directly pay issuance costs, will be deposited in the Bond Proceeds Account and used to pay costs of Projects and costs of issuance of Bonds (with the amount of Bond proceeds limited to 2% of proceeds as applicable to BABs and/or RZEDBs), and any accrued interest and premium received on the delivery of any Bonds will be deposited in the Junior Debt Service Account and used to pay the first interest due on such Bonds. Earnings on the investment of moneys in any fund or account or subaccount will be credited to that fund or account or subaccount. Other Project costs, including issuance costs of the Bonds, will be paid directly from other funds, particularly as to the 2% limit for BABs and/or RZEDBs, proceeds or from the Bond Proceeds Account, and no other moneys are expected to be deposited therein. Interest on and principal of the Bonds will be paid from the Senior Debt Service Account. No proceeds will be used more than thirty (30) days after the date of issue of the Bonds for the purpose of paying any principal or interest on any other issue of bonds, notes, certificates or warrants or on any installment contract or other obligation of the Issuer or for the purpose of replacing any funds of the Issuer used for such purpose.

(e) The Senior Debt Service Account is established to achieve a proper matching of revenues and earnings with debt service in each year. Other than any amounts held to pay principal of matured Bonds that have not been presented for payment, it is expected that any moneys deposited in the Senior Debt Service Account will be spent within the 12-month period beginning on the date of deposit therein. Any earnings from the investment of amounts in the Senior Debt Service Account will be spent within a one-year period beginning on the date of receipt of such investment earnings. Other than any amounts in the Pledged Account or held to pay principal of matured Bonds that have not been presented for payment, it is expected that the Senior Debt Service Account will be depleted at least once a year, except for a reasonable

(F) all amounts derived from the investment of the Proceeds for a period of one (1) year from the date received.

(h) Subject to (q) below, once moneys are subject to the Yield limits of (g)(i) above, such moneys remain Yield restricted until they cease to be Gross Proceeds. Yield will be determined taking into account the 35% credit payments with respect to BABs, and the 45% credit payments with respect to RZEDBs.

(i) As set forth in Section 148(f)(4)(D) of the Internal Revenue Code of 1986, as amended, the Issuer is not excepted from the required rebate of arbitrage profits on the Bonds, and although the Issuer is a governmental unit with general taxing powers, none of the Bonds is a **"private activity bond"** as defined in Section 141(a) of the Internal Revenue Code of 1986, as amended, and all the net proceeds of the Bonds are to be used for the local government activities of the Issuer, the aggregate face amount of all tax-exempt obligations (and excluding **"private activity bonds"** as defined in Internal Revenue Code of 1986, as amended) issued by the Issuer and all subordinate entities thereof (of which there are none) during the calendar year of issue, including the Bonds, is reasonably expected to exceed \$5,000,000. However, the Issuer expects to apply all Bond proceeds immediately to the Refunding and to Project costs within two years.

(j) None of the Proceeds will be used, directly or indirectly, to replace funds which were used in any business carried on by any person other than a state or local governmental unit.

(k) The payment of the principal of or the interest on the Bonds will not be, directly or indirectly (A) secured by any interest in (i) property used or to be used for a private business use by any person other than a state or local governmental unit, or (ii) payments in respect of such property, or (B) derived from payments (whether or not by or to the Issuer), in respect of property, or borrowed money, used or to be used for a private business use by any person other than a state or local governmental unit.

(l) None of the Proceeds will be used, directly or indirectly, to make or finance loans to persons other than a state or local governmental unit.

(m) No user of any Project, other than a state or local government unit, will use such Project, on any basis other than the same basis as the general public, and no person other than a state or local governmental unit will be a user of such Project as a result of (i) ownership, or (ii) actual or beneficial use pursuant to a lease or a management or incentive payment contract, or (iii) any other similar arrangement.

(n) Beginning on the 15th day prior to the Bond sale date, the Issuer has not sold or delivered, and will not sell or deliver, (nor will it deliver within 15 days after the date of issuance of the Bonds) any other obligations pursuant to a common plan of financing, which will be paid out of substantially the same source of funds (or which will have substantially the same claim to be paid out of substantially the same source of funds) as the Bonds or will be paid directly or indirectly from Proceeds.

Yield Reduction Payments relating to the Bonds; (d) to file such forms, statements, and supporting documents as may be required and in a timely manner; (e) if deemed necessary or advisable, to employ and pay fiscal agents, financial advisors, attorneys, and other persons to assist the Issuer in such compliance; and (f) to appropriately cause the abatement of Pledged Taxes.

(b) Insurer / Policy. The designation in any Bond Order of an Insurer and Policy is hereby authorized and approved. The provisions of and related to a Policy are incorporated into this ordinance by reference, including without limitation that any investment restrictions and limitations in a commitment for and related to the Policy shall be deemed to be applicable restrictions and limitations on the Qualified Investments and the investments authorized by this ordinance. The Insurer's terms and conditions shall be appended to this ordinance as operation provisions hereof, but any failure to so append shall not abrogate, diminish or impair the effect or application thereof. In the event there is no Policy or Insurer specified in a Bond Order, reference to the Insurer and Policy in this ordinance to that extent shall be given no effect to that extent.

Section 18. General Covenants. The Issuer covenants and agrees with the registered owners of the Outstanding Bonds, so long as there are any Outstanding Bonds (as defined herein), as follows:

(a) The Issuer will take all action necessary either to impose and collect or to maintain the right to receive and apply the Pledged Revenues and Pledged Taxes in the manner contemplated by this ordinance and such Pledged Revenues shall not be less than as shall be required under Section 15 of the Local Government Debt Reform Act to maintain the Bonds as Alternate Bonds.

(b) The Issuer covenants that it will, while any of the Bonds shall remain outstanding, apply sufficient Pledged Revenues to provide for or pay each of the following in any given year: (1) debt service on all Outstanding revenue bonds payable from the Pledged Revenues; (2) all amounts required to meet any fund or account requirements with respect to the Bonds or any other bonds payable from Pledged Revenues; (3) any other contractual or tort liability obligations, if any, payable from such Revenues; and (4) in each year, an amount not less than 1.25 (1.10 for Interest Payments) times the debt service for all (i) Alternate Bonds payable from Pledged Revenues, including the Bonds Outstanding; and (ii) Alternate Bonds proposed to be issued and payable from Revenues.

(c) The Issuer will make and keep proper books and accounts (separate and apart from all other records and accounts of the Issuer), in which complete entries shall be made of all transactions relating to each source of the Pledged Revenues, and hereby covenants that within 120 days (or less if required by applicable law) following the close of each Fiscal Year, it will cause the books and accounts related to the Pledged Revenues to be audited by independent certified public accountants. Such audit will be available for inspection by the owners of any of the Bonds. Upon availability and request, the Issuer will send to the Underwriter a copy of such audit and of its general audit in each year. Each such audit, in addition to whatever matters may be thought proper by the

times of their issuance, shall be of equal rank without preference, priority or distinction of any of the Bonds over any other thereof except as expressly provided in or pursuant to this ordinance. This ordinance and the Preliminary Ordinance shall constitute full authority for the issuance of the Bonds, and to the extent that the provisions thereof conflict with the provisions of any other ordinance or resolution of the Issuer, the provisions of this ordinance and the Preliminary Ordinance shall control.

Section 20. Severability and No Contest. If any section, paragraph or provision of this ordinance shall be held to be invalid or unenforceable for any reason, the invalidity or unenforceability of such section, paragraph or provision shall not affect any of the remaining provisions of this ordinance or any ordinance supplemental hereto. Upon the issuance of the Bonds, neither the Bonds nor this ordinance shall be subject to contest by or in respect of the Issuer.

Section 21. Bank Qualified Bonds. Pursuant to Section 265(b)(3) of the Internal Revenue Code of 1986, as amended, the Issuer hereby designates tax-exempt Bonds (and expressly not any Bonds issued as BABs or RZEDBs) as **“qualified tax-exempt obligations”** as defined in Section 265(b)(3) of the Internal Revenue Code of 1986, as amended. The Issuer represents that the reasonably anticipated amount of tax-exempt obligations that will be issued by the Issuer and all subordinate entities of the Issuer during the calendar year in which the Bonds are issued will not exceed \$10,000,000 (\$30,000,000 in 2010) within the meaning of Section 265(b)(3) of the Internal Revenue Code of 1986, as amended.

The Issuer covenants that it will not so designate and issue more than \$10,000,000 (\$30,000,000 in 2010) aggregate principal amount of tax-exempt obligations in such calendar year. For purposes of this Section, the term **“tax-exempt obligations”** includes **“qualified 501(c)(3) Bonds”** (as defined in the Section 145 of the Internal Revenue Code of 1986, as amended) but does not include other **“private activity bonds”** (as defined in Section 141 of the Internal Revenue Code of 1986, as amended). RZEDBs and BABs shall not be **“qualified tax-exempt obligations”**.

Section 22. Conflict. All ordinances, resolutions or parts thereof in conflict herewith be and the same are hereby superseded to the extent of such conflict and this ordinance shall be in full force and effect forthwith upon its adoption.

Section 23. Effective Date. This ordinance shall become effective immediately upon its passage and approval in the manner provided by law, and upon its becoming effective and concurrently with the issuance of the Bonds a certified copy of this ordinance shall be filed in the tax extension records with the County Clerk of Jackson County, Illinois. Applicable Bond Orders shall also be timely filed, as applicable.

STATE OF ILLINOIS)
)
THE COUNT OF JACKSON) SS.

CERTIFICATION OF ORDINANCE

I, the undersigned, do hereby certify that I am the duly selected, qualified and acting County Clerk of The County of Jackson, Illinois (the "Issuer"), and as such official I am the keeper of the records and files of the Issuer and of its County Board (the "Corporate Authorities").

I do further certify that the attached constitutes a full, true and complete excerpt from the proceedings of the regular meeting of the Corporate Authorities held on the 15th day of December, 2010, insofar as the same relates to the adoption of Ordinance No. 10-07, entitled:

AN ORDINANCE AUTHORIZING THE ISSUANCE OF TAXABLE AND/OR TAX-EXEMPT GENERAL OBLIGATION BONDS (ALTERNATE REVENUE SOURCE), SERIES 2010A, B, C, ETC., INCLUDING AS BUILD AMERICA BONDS AND RECOVERY ZONE ECONOMIC DEVELOPMENT BONDS, OF THE COUNTY OF JACKSON, ILLINOIS, TO FINANCE COUNTY BUILDING REPAIRS, REMODELING AND REHABILITATION, AND RELATED FACILITIES, PROVIDING THE DETAILS OF SUCH BONDS AND FOR ALTERNATE REVENUE SOURCES AND THE LEVY OF DIRECT ANNUAL TAXES SUFFICIENT TO PAY THE PRINCIPAL OF AND INTEREST ON SUCH BONDS, AND RELATED MATTERS,

a true, correct and complete copy of which ordinance (the "Ordinance") as adopted at such meeting appears in the transcript of the minutes of such meeting and is hereto attached. The Ordinance was adopted and approved by the vote and on the date therein set forth.

I do further certify that the deliberations of the Corporate Authorities on the adoption of such Ordinance were taken openly, that the adoption of such Ordinance was duly moved and seconded, that the vote on the adoption of such Ordinance was taken openly and was preceded by a public recital of the nature of the matter being considered and such other information as would inform the public of the business being conducted, that such meeting was held at a specified time and place convenient to the public, that the agenda for the meeting was duly posted at the Issuer's offices (1001 Walnut Street, Murphysboro, Illinois) at least 48 hours prior to the meeting, that notice of such meeting was duly given to all of the news media requesting such notice, that such meeting was called and held in strict compliance with the provisions of the open meeting laws of the State of Illinois, as amended, and the Counties Code, as amended, and that the Corporate Authorities have complied with all of the applicable provisions of such open meeting laws and such Code and their procedural rules in the adoption of such Ordinance.

IN WITNESS WHEREOF, I hereunto affix my official signature and the seal of The County of Jackson, Illinois, this 15th day of December, 2010.

(SEAL)


County Clerk

JACKSON COUNTY BOARD
RESOLUTION # 2010 16

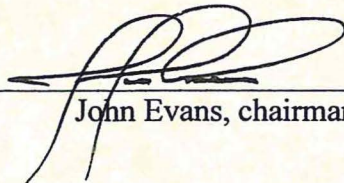
WHEREAS, DIANE CARDWELL has served the citizens of Jackson County with continuous service in the office of the Jackson County Clerk since January 1973 and will retire after more than 38 years of outstanding service on June 11th, 2010,

Whereas Diane Cardwell has fulfilled numerous tasks and served in several different capacities within the County Clerk's Office,

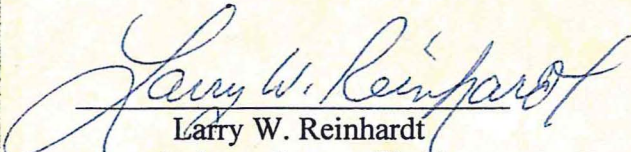
Whereas Diane Cardwell has served in a competent, professional manner to provide citizens of Jackson County with the highest quality public service,

Whereas Diane Cardwell has served with several different County Clerk's over the past 32 years namely: Delmar Ward, Robert B. Harrell, Irene J. Carlton and Larry W. Reinhardt,

NOW, THEREFORE, I John Evans, Chairman of the Jackson County Board, on this 10th day of June 2010, do gratefully recognize and commend Diane Cardwell for her exemplary service to the citizens of Jackson County and wish her well in her retirement.


John Evans, chairman

ATTEST:


Larry W. Reinhardt
Jackson County Clerk

