



**LEGISLATIVE ADVISORY COMMISSION**  
**July 12, 2010**

**Overview of Proposed Terms and Conditions for Line of Credit\***

<b>Amount:</b>	Not to exceed \$600 million
<b>Purpose:</b>	Increase liquidity and smooth out fluctuations of forecasted state receipts with respect to disbursements
<b>Security:</b>	State's full faith, credit and taxing power
<b>Source of Repayment:</b>	Payable from collections of taxes levied for and other revenues appropriated to the State's general fund during the current biennium ending June 30, 2011.
<b>Single Agreement:</b>	The state intends to enter into a single agreement with U.S. Bank as the lead institution acting as agent for other institutions acceptable to the state to provide the funding needed.
<b>Tax Status:</b>	To be determined; may be structured as either a tax-exempt or taxable line.
<b>Estimated Closing Date:</b>	On or about September 1, 2010
<b>Maturity Date:</b>	June 30, 2011
<b>Draws:</b>	At the request of the State, but no more frequently than weekly.
<b>Prepayment:</b>	The line may be prepaid without penalty anytime with 3 days notice.

*\*Preliminary, subject to change.*