

**RESOLUTION AUTHORIZING ESTABLISHMENT  
OF THE  
STRATEGIC TECHNOLOGY ENDOWMENT FUND  
(STEF)**

WHEREAS, the Board of Trustees of Community College District No. 518, counties of Fulton, Hancock, Henderson, Henry, Knox, McDonough, Mercer, Schuyler, Stark and Warren and State of Illinois, also known as Carl Sandburg College, (herein referred to as the Board of Trustees) previously approved Phase III of the SMART Initiative (Strategic Management and Resources Together) at its regular meeting held May 18, 2000, involving a sale/leaseback of real property (Building E), and

WHEREAS, the Board of Trustees, subsequently approved entering into a Capital Lease with American National Bank & Trust Company as authorized under the auspices of Section 17b of the Local Government Debt Reform Act of Illinois, and

WHEREAS, one of the expressed purposes of the SMART Initiative - Phase III is to establish a permanent \$5M Strategic Technology Endowment Fund (STEF) with the interest income generated therefrom to be designated for the purpose of refreshing the college's strategic technologies, and

WHEREAS, the administration has completed an analysis of applicable regulations and accounting procedures to be adhered to, including input from the college attorney (Mr. Tom West); the college's bonding attorney (Chapman & Cutler); the college's external auditor (Clifton Gunderson L.L.C.) and the Illinois Community College Board Fiscal Management Manual (Mr. Don Wilske, Chief Financial Officer).

NOW, THEREFORE, BE AND IT IS HEREBY RESOLVED by the Board of Trustees of Community College District No. 518, Counties of Fulton, Hancock, Henderson, Henry, Knox, McDonough, Mercer, Schuyler, Stark and Warren and State of Illinois, that the Treasurer of this Community College district is directed to:

1. Establish a Quasi-Endowment Fund herein after referred to as the Strategic Technology Endowment Fund (STEF), featuring a self-balancing set of accounts in accordance with the Illinois Community College Board (ICCB) Fiscal Management Manual.
2. Deposit, and maintain in perpetuity, a minimum principal balance of \$5M into said STEF Fund from the proceeds of Phase III of the SMART Initiative approved by the Board of Trustees May 18, 2000.
3. Incorporate recommendation(s) into the development of the college's annual operating budget so as to maintain the initial \$5M in purchasing power of the STEF Fund.

BE IT FURTHER RESOLVED that this resolution shall be in full force and effective from and after its adoption this 27<sup>th</sup> day of July 2000.