

ORDINANCE NO. 11-28

ORDINANCE AUTHORIZING THE ISSUANCE OF NOT TO EXCEED \$4,750,000 GENERAL OBLIGATION REFUNDING BONDS, ALTERNATE REVENUE SOURCE SERIES 2011, OF THE COUNTY OF KENDALL, ILLINOIS

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

Section 1. Authority and Purpose. This ordinance is adopted pursuant to the Counties Code, 55 Illinois Compiled Statutes 5, and the Local Government Debt Reform Act, 30 Illinois Compiled Statutes 350, for the purpose of refunding \$3,965,000 outstanding principal amount of General Obligation Bonds, Alternate Revenue Source Series 2002B, of The County of Kendall, Illinois (the "County") maturing in the years 2022 and 2032 (the "Prior Bonds").

Section 2. Findings and Determinations. It is found and determined that:

(A) On December 19, 2002, the County issued the Prior Bonds as "alternate bonds" under the provisions of Section 15 of the Local Government Debt Reform Act for the purpose of financing the construction of a new County office building including furnishings and equipment to be located at the Kendall County Government Campus in the City of Yorkville, Illinois.

(B) The County hereby determines to refund the Prior Bonds and elects to redeem the Prior Bonds on December 1, 2012 (the "Redemption Date") at the redemption price for each Prior Bond to be redeemed equal to 100% of the principal amount thereof.

(C) The County will refund the Prior Bonds by the issuance of the General Obligation Refunding Bonds, Alternate Revenue Source Series 2011, of the County (the "2011 Bonds") which are authorized by this ordinance. The 2011 Bonds shall be issued

as "alternate bonds" pursuant to the provisions of Section 15 of the Local Government Debt Reform Act.

(D) The County intends to deposit in the Escrow Fund to be established pursuant to the 2011 Escrow Deposit Agreement described in Section 15 of this ordinance, proceeds of the 2011 Bonds, which together with any contribution of funds of the County deposited in said Escrow Fund, will be sufficient to pay (a) the redemption price on the Prior Bonds on the Redemption Date and (b) the interest to be due on each Prior Bond on or prior to the Redemption Date.

(E) It is determined that (i) the term of the 2011 Bonds shall not be longer than the term of the Prior Bonds; and (ii) the debt service payable in any year on the 2011 Bonds shall not exceed the debt service payable in such year on the Prior Bonds.

(F) The 2011 Bonds shall be payable from (i) the sales tax receipts derived by the County from taxes (the "General Sales Taxes") imposed under the Use Tax Act, 35 Illinois Compiled Statutes 105, the Service Use Tax Act, 35 Illinois Compiled Statutes 110, the Service Occupation Tax Act, 35 Illinois Compiled Statutes 115, and the Retailer's Occupation Tax Act, 35 Illinois Compiled Statutes 120, including the 1% share of sales tax imposed in unincorporated areas of the County and the 1/4 of 1% supplemental sales tax imposed throughout the County and (ii) the state income tax receipts deposited in the Local Government Distributive Fund of the State of Illinois that are allocated and paid to the County pursuant to the State Revenue Sharing Act (collectively, the "General Tax Revenues"). The General Tax Revenues constitute a "Revenue Source" within the meaning of Section 15 of the Local Government Debt Reform Act.

(G) In order to accommodate current market practices and to provide the opportunity to sell the 2011 Bonds under the most favorable terms, the County Board hereby delegates to the Chairman of the County Board (the "Chairman") the authority to sell the 2011 Bonds pursuant to a public sale and to determine certain details of the 2011 Bonds. All determinations delegated to the Chairman pursuant to this ordinance shall be made by the Chairman by the execution of a written bond order (the "Bond Order"). The delegated authority granted to the Chairman pursuant to this Section shall expire on December 31, 2011.

(H) In connection with the refunding plan authorized by this ordinance, the Chairman may determine to refund less than all of the Prior Bonds and may select the particular Prior Bonds to be refunded. In no event shall the 2011 Bonds be sold unless such sale shall result in a net present value debt service savings to the County of at least four percent (4%).

Section 3. Authorization and Terms of Bonds. The sum of \$4,750,000 is appropriated to meet the estimated cost of refunding the Prior Bonds, including the costs of issuance of the 2011 Bonds. The 2011 Bonds are authorized to be issued and sold in an aggregate principal amount of not to exceed \$4,750,000 pursuant to applicable provisions of the Local Government Debt Reform Act for the purpose of financing said appropriation. The 2011 Bonds shall be designated "General Obligation Refunding Bonds, Alternate Revenue Source Series 2011."

The 2011 Bonds shall be issuable in the denominations of \$5,000 or any integral multiple thereof and may bear such identifying numbers or letters as shall be useful to facilitate the registration, transfer and exchange of 2011 Bonds. Unless otherwise determined in the Bond Order, each 2011 Bond delivered upon the original issuance of

the 2011 Bonds shall be dated as of their date of delivery. Each 2011 Bond thereafter issued upon any transfer, exchange or replacement of 2011 Bonds shall be dated so that no gain or loss of interest shall result from such transfer, exchange or replacement.

The 2011 Bonds shall mature on December 1 in such years and in such principal amounts as shall be determined in the Bond Order, provided that no 2011 Bond shall mature later than December 1, 2032.

Each 2011 Bond shall bear interest from its date, 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 on June 1, 2012 and semiannually thereafter on each June 1 and December 1 at the rates per annum determined in the Bond Order, provided that no 2011 Bond shall bear interest at a rate exceeding six percentum (6%) per annum.

The principal of the 2011 Bonds shall be payable in lawful money of the United States of America upon presentation and surrender thereof at the corporate trust office of Amalgamated Bank of Chicago, in the City of Chicago, Illinois, which is hereby appointed as bond registrar and paying agent for the 2011 Bonds. Interest on the 2011 Bonds shall be payable on each interest payment date to the registered owners of record thereof appearing on the registration books maintained by the County for such purpose at the corporate trust office of the bond registrar, as of the close of business on the 15th day of the calendar month next preceding the applicable interest payment date. Interest on the 2011 Bonds shall be paid by check or draft mailed to such registered owners at their addresses appearing on the registration books or by wire transfer pursuant to an agreement by and between the County and the registered owner.

Pursuant to the Bond Order, the County may designate certain maturities of the Series 2011 Bonds as being subject to optional redemption upon such notice and upon

such terms as are specified in the Bond Order, provided that the redemption price to be paid upon such optional redemption may not exceed one hundred and three per cent (103%) of the principal amount to be redeemed.

Pursuant to the Bond Order, the County may designate one or more maturities of the 2011 Bonds as term bonds subject to mandatory sinking fund redemption on December 1 of such years and in such principal amounts as specified in the Bond Order.

All 2011 Bonds subject to mandatory sinking fund redemption shall be redeemed at a redemption price equal to the principal amount thereof to be redeemed. The bond registrar is hereby authorized and directed to mail notice of the mandatory sinking fund redemption of the 2011 Bonds in the manner herein provided.

Whenever 2011 Bonds subject to mandatory sinking fund redemption are redeemed at the option of the County, the principal amount thereof so redeemed shall be credited against the unsatisfied balance of future sinking fund installments or final principal amount established with respect to such 2011 Bonds, in such amounts and against such installments or final principal amount as shall be determined by the County in the proceedings authorizing such optional redemption or, in the absence of such determination, shall be credited pro-rata against the unsatisfied balance of the applicable sinking fund installments and final principal amount.

On or prior to the 60th day preceding any sinking fund installment date, the County may purchase 2011 Bonds, which are subject to mandatory redemption on such sinking fund installment date, at such prices as the County shall determine. Any 2011 Bond so purchased shall be cancelled and the principal amount thereof so purchased

shall be credited against the unsatisfied balance of the next ensuing sinking fund installment of the 2011 Bonds of the same maturity as the 2011 Bond so purchased.

In the event of the redemption of less than all the 2011 Bonds of like maturity, the aggregate principal amount thereof to be redeemed shall be \$5,000 or an integral multiple thereof and the bond registrar shall assign to each 2011 Bond of such maturity a distinctive number for each \$5,000 principal amount of such 2011 Bond and shall select by lot from the numbers so assigned as many numbers as, at \$5,000 for each number, shall equal the principal amount of such 2011 Bonds to be redeemed. The 2011 Bonds to be redeemed shall be the 2011 Bonds to which were assigned numbers so selected; provided that only so much of the principal amount of each 2011 Bond shall be redeemed as shall equal \$5,000 for each number assigned to it and so selected.

Notice of the redemption of 2011 Bonds shall be mailed not less than 30 days nor more than 60 days prior to the date fixed for such redemption to the registered owners of 2011 Bonds to be redeemed at their last addresses appearing on said registration books. The 2011 Bonds or portions thereof specified in said notice shall become due and payable at the applicable redemption price on the redemption date therein designated, and if, on the redemption date, moneys for payment of the redemption price of all the 2011 Bonds or portions thereof to be redeemed, together with interest to the redemption date, shall be available for such payment on said date, 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 2011 Bonds or portions thereof shall cease to accrue and become payable. If there shall be drawn for redemption less than all of a 2011 Bond, the County shall execute and the bond registrar shall

authenticate and deliver, upon the surrender of such 2011 Bond, without charge to the owner thereof, in exchange for the unredeemed balance of the 2011 Bond so surrendered, 2011 Bonds of like maturity and of the denomination of \$5,000 or any integral multiple thereof.

The bond registrar shall not be required to transfer or exchange any 2011 Bond after notice of the redemption of all or a portion thereof has been mailed. The bond registrar shall not be required to transfer or exchange any 2011 Bond during a period of 15 days next preceding the mailing of a notice of redemption that could designate for redemption all or a portion of such 2011 Bond.

Section 4. Approval of Offering Documents. The form of Preliminary Official Statement of the County with respect to the 2011 Bonds, in substantially the form on file in the office of the County Clerk, with such changes, omissions, insertions and revisions as the Chairman shall deem advisable, the distribution thereof to prospective purchasers and the use thereof in connection with the offering of the 2011 Bonds is authorized and approved. The Chairman may take such actions as may be required so that the Official Statement with respect to the 2011 Bonds will be "deemed final" as of its date for purposes of Securities and Exchange Commission Rule 15c2-12 promulgated under the Securities Exchange Act of 1934. The Chairman is authorized to permit the distribution of the Official Statement with such changes, omissions, insertions and revisions as she shall deem advisable.

Section 5. Sale and Delivery of 2011 Bonds. Subject to the limitations contained in this ordinance, authority is delegated to the Chairman to award the 2011 Bonds to the successful bidder, provided that the principal of and interest on the 2011

Bonds payable in each year shall not be greater than the debt service taxes levied for the applicable tax levy year pursuant to Section 12 of this ordinance.

The sale and award of the 2011 Bonds shall be evidenced by the Bond Order, which shall be signed by the Chairman. An executed counterpart of the Bond Order shall be filed in the office of the County Clerk and entered in the records of the County.

The Chairman, the County Clerk and other officials of the County are authorized and directed to do and perform, or cause to be done or performed for or on behalf of the County each and every thing necessary for the issuance of the 2011 Bonds, including the proper execution and delivery of the 2011 Bonds and the Official Statement.

Section 6. Execution and Authentication. Each 2011 Bond shall be executed in the name of the County by the manual or authorized facsimile signature of the Chairman and the corporate seal of the County, or a facsimile thereof, shall be thereunto affixed or otherwise reproduced thereon and attested by the manual or authorized facsimile signature of its County Clerk.

In case any officer whose signature, or a facsimile of whose signature, shall appear on any 2011 Bond shall cease to hold such office before the issuance of the 2011 Bond, such 2011 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 2011 Bond had not ceased to hold such office. Any 2011 Bond may be signed, sealed or attested on behalf of the County by any person who, on the date of such act, shall hold the proper office, notwithstanding that at the date of such 2011 Bond such person may not have held such office. No recourse shall be had for the payment of any 2011 Bonds against any officer who executes the 2011 Bonds.

Each 2011 Bond shall bear thereon a certificate of authentication executed manually by the bond registrar. No 2011 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.

Section 7. Transfer, Exchange and Registry. The 2011 Bonds shall be negotiable, subject to the provisions for registration of transfer contained herein. Each 2011 Bond shall be transferable only upon the registration books maintained by the County for that purpose at the principal corporate trust office of the bond registrar, by the registered owner thereof in person or by his attorney duly authorized in writing, upon surrender thereof together with a written instrument of transfer satisfactory to the bond registrar and duly executed by the registered owner or his duly authorized attorney. Upon the surrender for transfer of any such 2011 Bond, the County shall execute and the bond registrar shall authenticate and deliver a new 2011 Bond or Bonds registered in the name of the transferee, of the same aggregate principal amount, maturity and interest rate as the surrendered 2011 Bond. 2011 Bonds, upon surrender thereof at the principal corporate trust office of the bond registrar, with a written instrument satisfactory to the bond registrar, duly executed by the registered owner or his attorney duly authorized in writing, may be exchanged for an equal aggregate principal amount of 2011 Bonds of the same maturity and interest rate and of the denomination of \$5,000 or any integral multiple thereof.

For every such exchange or registration of transfer of 2011 Bonds, the County or the bond registrar may make a charge sufficient for the reimbursement of any tax, fee or other governmental charge required to be paid with respect to such exchange or transfer, which sum or sums shall be paid by the person requesting such exchange or

transfer as a condition precedent to the exercise of the privilege of making such exchange or transfer. No other charge shall be made for the privilege of making such transfer or exchange. The provisions of the Illinois Bond Replacement Act shall govern the replacement of lost, destroyed or defaced 2011 Bonds.

The County and the bond registrar may deem and treat the person in whose name any 2011 Bond shall be registered upon the registration books as the absolute owner of such 2011 Bond, whether such 2011 Bond shall be overdue or not, for the purpose of receiving payment of, or on account of, the principal of or interest thereon and for all other purposes whatsoever, and all such payments so made to any such registered owner or upon his order shall be valid and effectual to satisfy and discharge the liability upon such 2011 Bond to the extent of the sum or sums so paid, and neither the County nor the bond registrar shall be affected by any notice to the contrary.

Section 8. General Obligations. The full faith and credit of the County are hereby irrevocably pledged to the punctual payment of the principal of and interest on the 2011 Bonds. The 2011 Bonds shall be direct and general obligations of the County, and the County shall be obligated to levy ad valorem taxes upon all the taxable property in the County for the payment of the 2011 Bonds and the interest thereon, without limitation as to rate or amount.

Section 9. Imposition of the General Sales Taxes. The County covenants that it will continue to impose each of the General Sales Taxes at a rate not less than the lesser of (i) the maximum rate permitted by law or (ii) the rate currently imposed.

Section 10. Pledge of General Tax Revenues. The General Tax Revenues are pledged to the payment of the 2011 Bonds. The County Board, on behalf of the County, to the extent it is empowered to do so, covenants to provide for, collect and

apply the General Tax Revenues to the payment of the 2011 Bonds and the provision of not less than an additional .25 times the annual debt service on the 2011 Bonds.

The pledge of the General Tax Revenues herein provided for the payment of the 2011 Bonds may be made junior and subordinate to any pledge of the General Tax Revenues hereafter made for the benefit and security of the owners of bonds of the County payable from, or issued with respect to, such General Tax Revenues. The County may issue additional bonds payable from, and secured by a lien on, the General Tax Revenues, on a parity with the 2011 Bonds.

The County shall apply the General Tax Revenues in an amount that shall be sufficient to provide for the timely payment of the principal of and interest on the 2011 Bonds as the same shall become due and payable.

Section 11. Forms of 2011 Bonds. The 2011 Bonds shall be issued as fully registered bonds and shall be in substantially the following forms, the blanks to be appropriately completed when the 2011 Bonds are printed:

No. _____

United States of America
 State of Illinois
 THE COUNTY OF KENDALL
 GENERAL OBLIGATION REFUNDING BOND,
 ALTERNATE REVENUE SOURCE SERIES 2011

INTEREST RATE	MATURITY DATE	DATED DATE	CUSIP
. %	_____, 20__	_____, 20__	_____

REGISTERED OWNER: Cede & Co.

PRINCIPAL AMOUNT:

THE COUNTY OF KENDALL, a political subdivision of the State of Illinois, acknowledges itself indebted and for value received hereby promises to pay to the

registered owner of this bond, or registered assigns, the principal amount specified above on the maturity date specified above, and to pay interest on such principal amount from the date hereof at the interest rate per annum specified 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 on June 1, 2012 and semiannually thereafter on June 1 and December 1 in each year until the principal amount shall have been paid, to the registered owner of record hereof as of the 15th day of the calendar month next preceding such interest payment date, by wire transfer pursuant to an agreement by and between the County and the registered owner, or otherwise by check or draft mailed to the registered owner at the address of such owner appearing on the registration books maintained by the County for such purpose at the principal corporate trust office of Amalgamated Bank of Chicago, in the City of Chicago, Illinois, as bond registrar or its successor (the "Bond Registrar"). This bond, as to principal when due, will be payable in lawful money of the United States of America upon presentation and surrender of this bond at the principal corporate trust office of the Bond Registrar. The full faith and credit of the County are irrevocably pledged for the punctual payment of the principal of and interest on this bond according to its terms.

This bond is one of a series of bonds issued in the aggregate principal amount of \$_____, which are authorized and issued under and pursuant to the Local Government Debt Reform Act and under and in accordance with an ordinance adopted by the County Board of the County on November 1, 2011 and entitled: "Ordinance Authorizing the Issuance of Not to Exceed \$4,750,000 General Obligation Refunding Bonds, Alternate Revenue Source Series 2011, of The County of Kendall, Illinois" (the "Bond Ordinance").

This bond is an "alternate bond" issued pursuant to Section 15 of the Local Government Debt Reform Act and is also secured by a pledge of (i) the sales tax receipts derived by the County from taxes imposed under the Use Tax Act, 35 Illinois Compiled Statutes 105, the Service Use Tax Act, 35 Illinois Compiled Statutes 110, the Service Occupation Tax Act, 35 Illinois Compiled Statutes 115, and the Retailer's Occupation Tax Act, 35 Illinois Compiled Statutes 120, including the 1% share of sales tax imposed in unincorporated areas of the County and the 1/4 of 1% supplemental sales tax imposed throughout the County and (ii) the state income tax receipts deposited in the Local Government Distributive Fund of the State of Illinois that are allocated and paid to the County pursuant to the State Revenue Sharing Act, in each case, to the extent, and in the manner, provided in the Local Government Debt Reform Act and the Bond Ordinance.

The bonds of such series maturing on or after December 1, 20__ are subject to redemption prior to maturity at the option of the County and upon notice as herein provided, in such principal amounts and from such maturities as the County shall determine and by lot within a single maturity, on December 1, 20__ and on any date thereafter, at a redemption price equal to the principal amount thereof to be redeemed.

The bonds of such series maturing in the years 20___, 20__ and 20__ (the "Term Bonds") are subject to mandatory redemption, in part and by lot, on December 1 of the years and in the respective principal amounts set forth in the following tables, by the application of sinking fund installments, at a redemption price equal to the principal amount thereof to be redeemed:

<u>20__ Term Bonds</u>		<u>20__ Term Bonds</u>		<u>20__ Term Bonds</u>	
<u>Year</u>	<u>Principal Amount</u>	<u>Year</u>	<u>Principal Amount</u>	<u>Year</u>	<u>Principal Amount</u>
20__	\$,000	20__	\$,000	20__	\$,000
20__	,000	20__	,000	20__	,000
20__	,000	20__	,000	20__	,000

Notice of the redemption of bonds will be mailed not less than 30 days nor more than 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. The bonds or portions thereof specified in said notice shall become due and payable at the applicable 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, shall be available for such payment on said date, 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.

This bond is transferable only upon such registration books by the registered owner hereof in person, or by his attorney duly authorized in writing, upon surrender hereof at the principal 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 his duly authorized attorney, and thereupon a new registered bond or bonds, in the authorized denominations of \$5,000 or any integral multiple thereof and of the same aggregate principal amount, maturity and interest rate 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 the same maturity and

interest rate and of any of such authorized denominations. The County or the Bond Registrar may make a charge sufficient for the reimbursement of 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 County 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 and interest due hereon and for all other purposes whatsoever.

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.

It is hereby certified, recited and declared that this bond is issued in part pursuant to the Local Government Debt Reform Act, 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 obligation of the County 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 County, is within every debt or other limit prescribed by law.

IN WITNESS WHEREOF, The County of Kendall has caused this bond to be executed in its name and on its behalf by the manual or facsimile signature of the Chairman of its County Board, 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.

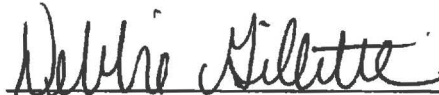
Dated: November 1, 2011

THE COUNTY OF KENDALL



Chairman, County Board

Attest:



County Clerk

CERTIFICATE OF AUTHENTICATION

This bond is one of the General Obligation Refunding Bonds, Alternate Revenue Source Series 2011, described in the within mentioned Ordinance.

AMALGAMATED BANK OF CHICAGO,
as Bond Registrar

By _____
Authorized Signer

Section 12. Levy and Extension of Taxes. (A) For the purpose of providing the money required to pay the interest on the 2011 Bonds when and as the same falls due and to pay and discharge the principal thereof as the same shall mature (including any mandatory sinking fund installments), there is hereby levied upon all the taxable property in the County, in each year while any of the 2011 Bonds shall be outstanding, a direct annual tax sufficient for that purpose in addition to all other taxes, as follows:

<u>Tax Levy Year</u>	<u>A Tax Sufficient to Produce</u>
2011	\$293,356
2012	294,850
2013	299,900
2014	299,400
2015	303,625
2016	307,300
2017	310,425
2018	313,000
2019	315,025
2020	321,500
2021	322,150
2022	327,250
2023	332,500
2024	332,000
2025	336,000
2026	344,250
2027	346,500
2028	348,000
2029	353,750
2030	358,500
2031	362,250

(B) 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 said taxes shall have been collected, reimbursement shall be made to the said funds in the amounts thus advanced.

(C) After the sale of the 2011 Bonds and the execution of the Bond Order, an executed copy of the Bond Order and a copy of this ordinance shall be filed with and certified by the County Clerk, which certificate shall recite that this ordinance has been duly adopted, and the County Clerk is hereby directed to ascertain the rate per cent required to produce the aggregate tax hereinbefore provided to be levied in the years 2011 to 2031, inclusive, and subject to adjustment as provided in paragraph (D) of this Section to extend the same for collection on the tax books in connection with other taxes levied in said years, in and by the County for general corporate purposes of the County, and in said years such annual tax shall be levied and collected in like manner as taxes for general corporate purposes for said years are levied and collected and, when collected, the moneys received by the County from such taxes (the "Tax Receipts") shall be used for the purpose of paying the principal of and interest on the 2011 Bonds as the same become due and payable.

(D) In the event that 2011 Bonds are to be issued in principal amounts and bearing interest such that for any tax levy year an amount less than that set forth in paragraph (A) of this Section is required to be produced to pay when due the principal of and interest on the 2011 Bonds, then the County Treasurer is authorized and directed to file with the County Clerk, on or prior to the delivery of the 2011 Bonds, a direction for abatement of taxes specifying the exact amount of taxes to be levied to produce the required amounts for each of the various tax levy years.

(E) After the issuance of the 2011 Bonds, the County shall not abate the debt service taxes levied pursuant to this Section or take any action to restrict the extension and collection of those taxes except that the County may abate any such debt service taxes for any tax levy year to the extent that, at the time of such abatement, moneys

then held in the 2011 Debt Service Fund established by this ordinance, or otherwise held in trust for the payment of debt service on the 2011 Bonds, together with the amount to be extended for collection taking into account the proposed abatement, will be sufficient to provide for the punctual payment of the principal of and interest on the 2011 Bonds otherwise payable from the debt service taxes levied for such tax levy year.

(F) The County covenants and agrees with the registered and beneficial owners of the 2011 Bonds that the County will take no action, or fail to take any action, which in any way would adversely affect the ability of the County to impose the General Sales Taxes and collect and receive the receipts constituting the General Tax Revenues or, except for the abatement of tax levies as permitted by this Section, to levy and collect the annual taxes levied pursuant to this Section (the "Pledged Taxes").

Section 13. Debt Service Fund. The Pledged Taxes are appropriated and set aside for the purpose of paying principal of and interest on the 2011 Bonds when and as the same come due. The Pledged Taxes and all other monies to be used for the payment of principal of and interest on the 2011 Bonds, including the General Tax Revenues, if and when received, shall be deposited in the "2011 Debt Service Fund", which is hereby established as a special fund of the County and shall be administered as a bona fide debt service fund under the Internal Revenue Code of 1986.

On or before December 30th of each year, the County shall deposit into the 2011 Debt Service Fund, from the Revenue Source, the amount required so that the sum held in the 2011 Debt Service Fund after such deposit shall be sufficient to provide for the punctual payment of the principal of and interest on the 2011 Bonds that will become due and payable on and prior to the 1st day of December next ensuing.

The moneys deposited or to be deposited into the 2011 Debt Service Fund, including the General Tax Revenues and the Tax Receipts, are pledged as security for the payment of the principal of and interest on the 2011 Bonds to the extent and in the manner provided in this ordinance. The pledge is made pursuant to Section 13 of the Local Government Debt Reform Act and shall be valid and binding from the date of issuance of the 2011 Bonds. All such Revenue Source, to the extent and in the manner provided in this ordinance, all such Tax Receipts and the moneys held in the 2011 Debt Service Fund shall immediately be subject to the lien of such pledge without any physical delivery or further act and the lien of such pledge shall be valid and binding as against all parties having claims of any kind in tort, contract or otherwise against the County irrespective of whether such parties have notice thereof.

Section 14. Taxes Levied For Prior Bonds. The County Treasurer shall file with the County Clerk a certificate listing the Prior Bonds and the taxes theretofore levied for the 2011 tax levy year and subsequent tax levy years for the payment of the principal of and interest on the Prior Bonds and said certificate shall direct the abatement of such taxes.

Section 15. Escrow Deposit Agreement. The form of 2011 Escrow Deposit Agreement dated as of December 1, 2011 (or such other date as may be determined in the Bond Order), by and between the County and Amalgamated Bank of Chicago, as escrow agent (the "Escrow Agent"), on file in the office of the County Clerk and presented at this meeting, is hereby approved. The proper officers of the County are authorized and directed to execute and deliver the 2011 Escrow Deposit Agreement on behalf of the County.

Section 16. Application of Proceeds. The proceeds of sale of the 2011 Bonds (exclusive of accrued interest) shall be applied as follows:

1. To the Escrow Fund maintained under the 2011 Escrow Deposit Agreement the amount that, together with any contribution of funds of the County, will be sufficient to pay the redemption price of each Prior Bond on December 1, 2012 and the interest to become due on each Prior Bond on or prior to December 1, 2012.

2. To the 2011 Expense Fund established by this ordinance, the amount of such proceeds of sale remaining after making the foregoing payment.

Section 17. Expense Fund. The "2011 Expense Fund" is hereby established as a special fund of the County. Moneys in the 2011 Expense Fund shall be used for the payment of the costs of issuance of the 2011 Bonds and costs of refunding the Prior Bonds, but may be reappropriated and used for other purposes if such reappropriation is permitted under Illinois law and will not adversely affect the exclusion from gross income for federal income tax purposes of interest on the 2011 Bonds.

Section 18. Investment Regulations. No investment shall be made of any moneys in the 2011 Debt Service Fund, the 2011 Escrow Fund or the 2011 Expense Fund except in accordance with the tax covenants set forth in Section 19 of this ordinance. All income derived from such investments in respect of moneys or securities in any Fund shall be credited in each case to the Fund in which such moneys or securities are held.

Any moneys in any Fund 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, or in any tax-exempt bond that is not an "investment property" within the meaning of Section 148(b)(2) of the Internal Revenue Code of 1986. The County Treasurer and agents designated by her are hereby authorized to submit, on behalf of the County, subscriptions for such United States Treasury Securities and to request redemption of such United States Treasury Securities.

Section 19. Tax Covenants. The County shall not take, or omit to take, any action lawful and within its power to take, which action or omission would cause interest on any 2011 Bond to become subject to federal income taxes in addition to federal income taxes to which interest on such 2011 Bond is subject on the date of original issuance thereof.

The County shall not permit any of the proceeds of the 2011 Bonds, or any facilities financed with such proceeds, to be used in any manner that would cause any 2011 Bond to constitute a "private activity bond" within the meaning of Section 141 of the Internal Revenue Code of 1986.

The County shall not permit any of the proceeds of the 2011 Bonds or other moneys to be invested in any manner that would cause any 2011 Bond to constitute an "arbitrage bond" within the meaning of Section 148 of the Internal Revenue Code of 1986 or a "hedge bond" within the meaning of Section 149(g) of the Internal Revenue Code of 1986.

The County shall comply with the provisions of Section 148(f) of the Internal Revenue Code of 1986 relating to the rebate of certain investment earnings at periodic intervals to the United States of America.

Section 20. Bank Qualified Designation. The County hereby designates the 2011 Bonds as "qualified tax-exempt obligations" as defined in Section 265(b)(3)(B) of

the Internal Revenue Code of 1986. The County represents that the reasonably anticipated amount of tax-exempt obligations that are required to be taken into account for the purpose of Section 265(b)(3)(C) of the Code and will be issued by or on behalf of the County and all subordinate entities of the County during 2011 does not exceed \$10,000,000. The County covenants that it will not designate and issue more than \$10,000,000 aggregate principal amount of tax-exempt obligations in the year in which the 2011 Bonds are issued. For purposes of the two preceding sentences, the term "tax-exempt obligations" includes "qualified 501(c)(3) bonds" (as defined in Section 145 of the Internal Revenue Code of 1986) but does not include other "private activity bonds" (as defined in Section 141 of the Internal Revenue Code of 1986).

Section 21. Continuing Disclosure. For the benefit of the beneficial owners of the 2011 Bonds, the County covenants and agrees to provide to the Municipal Securities Rulemaking Board (the "MSRB") for disclosure on the Electronic Municipal Market Access ("EMMA") system, in an electronic format as prescribed by the MSRB, (i) an annual report containing certain financial information and operating data relating to the County and (ii) timely notices of the occurrence of certain enumerated events. All documents provided to the MSRB shall be accompanied by identifying information as prescribed by the MSRB.

The annual report shall be provided to the MSRB for disclosure on EMMA within 210 days after the close of the County's fiscal year. The information to be contained in the annual report shall consist of the annual audited financial statement of the County and such additional information as noted in the Official Statement under the caption "Continuing Disclosure." Each annual audited financial statement will conform to generally accepted accounting principles applicable to governmental units and will be

prepared in accordance with standards of the Governmental Accounting Standards Board. If the audited financial statement is not available, then an unaudited financial statement shall be included in the annual report and the audited financial statement shall be provided promptly after it becomes available.

The County, in a timely manner not in excess of ten business days after the occurrence of the event, shall provide notice to the MSRB for disclosure on EMMA of any failure of the County to provide any such annual report within the 210 day period and of the occurrence of any of the following events with respect to the 2011 Bonds: (1) principal and interest payment delinquencies; (2) non-payment related defaults, if material; (3) unscheduled draws on debt service reserves reflecting financial difficulties; (4) unscheduled draws on credit enhancements reflecting financial difficulties; (5) substitution of credit or liquidity providers, or their failure to perform; (6) adverse tax opinions, the issuance by the Internal Revenue Service of proposed or final determinations of taxability, Notices of Proposed Issue (IRS Form 5701-TEB) or other material notices or determinations with respect to the tax-exempt status of the 2011 Bonds, or other events affecting the tax-exempt status of the 2011 Bonds; (7) modifications to rights of bondholders, if material; (8) 2011 Bond calls, if material; (9) defeasances; (10) release, substitution or sale of property securing repayment of the 2011 Bonds, if material; (11) rating changes; (12) tender offers; (13) bankruptcy, insolvency, receivership or similar event of the County; (14) the consummation of a merger, consolidation, or acquisition involving the County or the sale of all or substantially all of the assets of the County, other than in the ordinary course of business, the entry into a definitive agreement to undertake such an action or the termination of a definitive agreement relating to any such actions, other than pursuant to

its terms, if material; and (15) appointment of a successor or additional trustee or the change of name of a trustee, if material. For the purposes of the event identified in clause (13), the event is considered to occur when any of the following occur: the appointment of a receiver, fiscal agent or similar officer for the County in a proceeding under the U.S. Bankruptcy Code or in any other proceeding under state or federal law in which a court or governmental authority has assumed jurisdiction over substantially all of the assets or business of the County, or if such jurisdiction has been assumed by leaving the existing governing body and officials or officers in possession but subject to the supervision and orders of a court or governmental authority, or the entry of an order confirming a plan or reorganization, arrangement or liquidation by a court or governmental authority having supervision or jurisdiction over substantially all of the assets or business of the County.

It is found and determined that the County has agreed to the undertakings contained in this Section in order to assist participating underwriters of the 2011 Bonds and brokers, dealers and municipal securities dealers in complying with Securities and Exchange Commission Rule 15c2-12(b)(5) promulgated under the Securities Exchange Act of 1934. The County Administrator is authorized and directed to do and perform, or cause to be done or performed, for or on behalf of the County, each and every thing necessary to accomplish the undertakings of the County contained in this Section for so long as said Rule 15c2-12(b)(5) is applicable to the 2011 Bonds and the County remains an "obligated person" under the Rule with respect to the 2011 Bonds.

The undertakings contained in this Section may be amended by the County upon a change in circumstances that arises from a change in legal requirements, change in law, or change in the identity, nature or status of the obligated person, or type of

business conducted, provided that (a) the undertaking, as amended, would have complied with the requirements of Rule 15c2-12(b)(5) at the time of the primary offering, after taking into account any amendments or interpretations of the Rule, as well as any change in circumstances and (b) in the opinion of nationally recognized bond counsel selected by the County, the amendment does not materially impair the interests of the beneficial owners of the 2011 Bonds.

Section 22. Bond Registrar. The County covenants that it shall at all times retain a bond registrar with respect to the 2011 Bonds, that it will maintain at the designated office of such bond registrar a place where 2011 Bonds may be presented for payment and registration of transfer or exchange and that it shall require that the bond registrar maintain proper registration books and perform the other duties and obligations imposed upon the bond registrar by this ordinance in a manner consistent with the standards, customs and practices of the municipal securities business.

The bond registrar shall signify its acceptance of the duties and obligations imposed upon it by this ordinance by executing the certificate of authentication on any 2011 Bond, and by such execution the bond registrar shall be deemed to have certified to the County that it has all requisite power to accept, and has accepted such duties and obligations not only with respect to the 2011 Bond so authenticated but with respect to all the 2011 Bonds. The bond registrar is the agent of the County and shall not be liable in connection with the performance of its duties except for its own negligence or default. The bond registrar shall, however, be responsible for any representation in its certificate of authentication on the 2011 Bonds.

The County may remove the bond registrar at any time. In case at any time the bond registrar shall resign 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, or of its property, shall be appointed, or if any public officer shall take charge or control of the bond registrar or of its property or affairs, the County covenants and agrees that it will thereupon appoint a successor bond registrar. The County shall mail notice of any such appointment made by it to each registered owner of 2011 Bonds within twenty days after such appointment.

Section 23. Book-Entry System. In order to provide for the initial issuance of the 2011 Bonds in a form that provides for a system of book-entry only transfers, the ownership of one fully registered 2011 Bond for each maturity, in the aggregate principal amount of such maturity, shall be registered in the name of Cede & Co., as a nominee of The Depository Trust Company, as securities depository for the 2011 Bonds. The County Administrator is authorized to execute and deliver on behalf of the County such letters to, or agreements with, the securities depository as shall be necessary to effectuate such book-entry system.

In case at any time the securities depository shall resign or shall become incapable of acting, then the County shall appoint a successor securities depository to provide a system of book-entry only transfers for the 2011 Bonds, by written notice to the predecessor securities depository directing it to notify its participants (those persons for whom the securities depository holds securities) of the appointment of a successor securities depository.

If the system of book-entry only transfers for the 2011 Bonds is discontinued, then the County shall issue and the bond registrar shall authenticate, register and deliver to the beneficial owners of the 2011 Bonds, bond certificates in replacement of

such beneficial owners' beneficial interests in the 2011 Bonds, all as shown in the records maintained by the securities depository.

Section 24. Defeasance and Payment of 2011 Bonds. (A) If the County shall pay or cause to be paid to the registered owners of the 2011 Bonds, the principal, redemption premium, if any, and interest due or to become due thereon, at the times and in the manner stipulated therein and in this ordinance, then the pledge of the Revenue Source, moneys, securities and funds hereby pledged and the covenants, agreements and other obligations of the County to the registered owners and the beneficial owners of the 2011 Bonds shall be discharged and satisfied.

(B) Any 2011 Bonds, whether at or prior to the maturity or the redemption date of such 2011 Bonds, shall be deemed to have been paid within the meaning of this Section if (1) in case any such 2011 Bonds are to be redeemed prior to the maturity thereof, there shall have been taken all action necessary to call such 2011 Bonds for redemption and notice of such redemption shall have been duly given or provision shall have been made for the giving of such notice, and (2) there shall have been deposited in trust with a bank, trust company or national banking association acting as fiduciary for such purpose either (i) moneys in an amount which shall be sufficient, or (ii) "Federal Obligations" as defined in paragraph (C) of this Section, the principal of and the interest on which when due will provide moneys which, together with any moneys on deposit with such fiduciary at the same time for such purpose, shall be sufficient, to pay when due the principal of, redemption premium, if any, and interest due and to become due on said 2011 Bonds on and prior to the applicable redemption date or maturity date thereof.

(C) As used in this Section, the term "Federal Obligations" means (i) non-callable, direct obligations of the United States of America, (ii) non-callable and non-prepayable, direct obligations of any agency of the United States of America, which are unconditionally guaranteed by the United States of America as to full and timely payment of principal and interest, (iii) non-callable, non-prepayable coupons or interest installments from the securities described in clause (i) or clause (ii) of this paragraph, which are stripped pursuant to programs of the Department of the Treasury of the United States of America, or (iv) coupons or interest installments stripped from bonds of the Resolution Funding Corporation.

Section 25. Ordinance to Constitute a Contract. The provisions of this ordinance shall constitute a contract between the County and the registered owners of the 2011 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 County shall be for the equal benefit, protection and security of the owners of any and all of the 2011 Bonds. All of the 2011 Bonds, regardless of the time or times of their issuance, shall be of equal rank without preference, priority or distinction of any of the 2011 Bonds over any other thereof except as expressly provided in or pursuant to this ordinance.

This ordinance shall constitute full authority for the issuance of the 2011 Bonds and to the extent that the provisions of this ordinance conflict with the provisions of any other ordinance or resolution of the County, the provisions of this ordinance shall control. 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.

Section 26. Effective Date. This ordinance shall become effective upon its adoption.

Adopted this 1st day of November, 2011, by roll call vote as follows:

Ayes: Davidson, Flowers, Hafenrichter, Koukol, Martin,
Petrella, Purcell, Shaw, Vickery + Wehrli

Nays:

(SEAL)

Attest:

Nellie Gillette
County Clerk

2011 ESCROW DEPOSIT AGREEMENT

2011 ESCROW DEPOSIT AGREEMENT dated as of December 1, 2011, by and between The County of Kendall (the "County"), a political subdivision of the State of Illinois and Amalgamated Bank of Chicago (the "Escrow Agent"), a bank organized and existing under the laws of the State of Illinois and having its principal corporate trust office in the City of Chicago, Illinois.

WHEREAS, there are now outstanding and unpaid \$3,965,000 aggregate principal amount of General Obligation Bonds, Alternate Revenue Source Series 2002B, of the County (the "Prior Bonds") and the Prior Bonds are more particularly described as follows:

\$3,965,000 General Obligation Bonds, Alternate Revenue Source Series 2002B

Registrar/Paying Agent:	Amalgamated Bank of Chicago		
Principal Due:	December 1		
Interest Due:	June 1 and December 1		
Maturities and Interest Rates:	<u>Year</u>	<u>Principal Amount</u>	<u>Interest Rate</u>
	2022	\$1,320,000	5.50%
	2032	2,645,000	5.00

WHEREAS, pursuant to the bond ordinance adopted by the County Board of the County on November 1, 2011 (the "Bond Ordinance"), the County has authorized the issuance of its \$____,000 General Obligation Refunding Bonds, Alternate Revenue Source Series 2011 (the "2011 Bonds") and part of the proceeds of the 2011 Bonds will be used to refund the Prior Bonds.

WHEREAS, the County has elected to redeem the Prior Bonds on December 1, 2012 at the redemption price of par.

WHEREAS, a portion of the proceeds of the 2011 Bonds are to be invested in the obligations set forth in Schedule A attached hereto so that the maturing principal of and the interest earned on such obligations together with other moneys held hereunder will be sufficient to pay the "Payment Requirements" consisting of (i) the redemption price of each Prior Bond on its redemption date, and (ii) the interest on each Prior Bond on each interest payment date to and including its redemption date.

NOW THEREFORE, in consideration of the foregoing and of the mutual covenants hereinafter set forth, the parties hereto agree as follows:

1. There is hereby created and established with the Escrow Agent, a special and irrevocable escrow fund designated the "2011 Escrow Fund" (the "Escrow Fund") to be held in the custody of the Escrow Agent separate and apart from other funds of or held by the County or the Escrow Agent.

2. Concurrently with the execution of this Agreement, the County shall deliver to the Escrow Agent for deposit into the Escrow Fund the sum of \$ _____, of which \$ _____ shall be uninvested and the remainder of \$ _____ shall be applied to purchase the United States Treasury Securities – State and Local Government Series listed in Schedule A attached hereto (the “Government Obligations”).

3. The deposit of moneys and Government Obligations in and credited to the Escrow Fund shall constitute an irrevocable deposit of said moneys and Government Obligations and the interest earned thereon for the benefit of the owners of the Prior Bonds. The Escrow Agent shall deposit any proceeds (whether principal, interest or otherwise) derived from the Government Obligations in the Escrow Fund. The Escrow Agent shall from time to time pay over the moneys in the Escrow Fund to or upon the order of the Paying Agent for the Prior Bonds, in an amount sufficient to pay when due and payable the Payment Requirements.

4. Except as provided herein, the Escrow Agent shall have no power or duty to invest any moneys held hereunder or to sell, transfer or otherwise dispose of, or to make substitutions of, the Government Obligations.

The Escrow Agent shall not make substitutions of the Government Obligations held hereunder or sell, transfer or otherwise dispose of such Government Obligations provided, however, that:

(a) At the written request of the County and upon compliance with the conditions hereinafter stated, the Escrow Agent shall, to the extent from time to time permitted by law, have the power to sell, transfer, otherwise dispose of or request the redemption of the Government Obligations acquired hereunder and to substitute therefor other non-callable, direct obligations of the United States of America, Refcorp interest strips or securities fully and unconditionally guaranteed as to the timely payment of principal and interest by the United States of America, provided, that the full faith and credit of the United States of America has been pledged to any such direct obligation or guarantee. The Escrow Agent shall purchase such substituted Government Obligations with the proceeds derived from the sale, transfer, disposition or redemption of the Government Obligations. The substitution of Government Obligations described above may be effected only if:

(i) the Escrow Agent shall certify, in reliance upon an opinion of a firm of independent certified public accountants, that the moneys and Government Obligations, including the interest to be earned thereon, to be substituted will be no less than an amount sufficient to pay the Payment Requirements upon completion of such substitutions; and

(ii) the County shall furnish the Escrow Agent with an unqualified opinion of nationally recognized attorneys on the subject of municipal bonds to the effect that the substitution is then permitted by law and will not cause any of the Prior Bonds or the 2011 Bonds to become an “arbitrage bond” as hereinafter defined.

(b) If any substitution of Government Obligations pursuant to the provisions of the preceding subparagraph (a) shall, after the satisfaction of all of the conditions set forth in clauses (i) and (ii) of said subparagraph (a), result in the creation of any surplus amount in the Escrow Fund that will not, in the opinion of the firm of independent certified public accountants referred to in clause (i) of said subparagraph (a), thereafter be required for the payment of the Payment Requirements in accordance with the provisions of this Agreement, the amount of such surplus shall, at the written request of the County, be transferred to the County.

The County hereby covenants that no part of the moneys or funds at any time in the Escrow Fund shall be used directly or indirectly to acquire any securities or obligations the acquisition of which would cause any of the Prior Bonds or the 2011 Bonds to be an "arbitrage bond" as defined in Section 148 of the Internal Revenue Code of 1986 and the rules and regulations promulgated thereunder, as then in effect.

5. The County has irrevocably elected to redeem the Prior Bonds as provided in the Bond Ordinance and this Agreement. The County agrees to provide the paying agent for the Prior Bonds with irrevocable instructions regarding the redemption of the Prior Bonds.

6. The owners of the Prior Bonds shall have an express lien on all moneys and obligations in the Escrow Fund until paid out and applied in accordance with this Agreement. The Escrow Agent shall not have a lien or claim on the Escrow Fund for the payment of its fees and expenses.

7. In consideration of all services rendered and to be rendered by the Escrow Agent under this Agreement, the County will pay the Escrow Agent a fee on the date hereof.

8. The Escrow Agent, acting in good faith and in its sole discretion, may disregard any and all notices or instructions given by the County or by any other person, firm or corporation, except (i) notices or instructions specifically provided for under this Agreement and (ii) orders or process of any court. If any property subject to this Agreement is at any time attached, garnished, or levied upon under any court order or in case the payment, assignment, transfer, conveyance or delivery of any such property shall be stayed or enjoined by any court order, or in case any order, judgment or decree shall be made or entered by any court affecting such property or any part thereof, then and in any of such events the Escrow Agent, in its sole discretion, may rely upon and comply with any such order, writ, judgment, or decree which it is advised by its legal counsel is binding upon it.

9. The Escrow Agent shall not be personally liable for any action taken or omitted under this Agreement if taken or omitted in good faith and in the exercise of its own best judgment. The Escrow Agent shall also be duly protected in relying upon any written notice, demand, certificate or document that it in good faith believes to be genuine.

The Escrow Agent has all the powers and duties herein set forth with no liability in connection with any act or omission to act hereunder, except for its own negligence or willful breach of trust, and shall be under no obligation to institute any suit or action or other proceeding under this Agreement or to enter any appearance in any suit, action or proceeding in which it may be defendant or to take any steps in the enforcement of its, or any, rights and powers

hereunder, nor shall be deemed to have failed to take any such action, unless and until it shall have been indemnified by the County to its satisfaction against any and all costs and expenses, outlays, counsel fees and other disbursements, including its own reasonable fees, and if any judgment, decree or recovery be obtained by the Escrow Agent, payment of all sums due it, as aforesaid, shall be a first charges against the amount of any such judgment, decree or recovery.

10. This Agreement shall terminate on December 11, 2012. Any moneys and obligations remaining in the Escrow Fund upon termination of this Agreement shall be transferred to the County.

11. If any one or more of the covenants or agreements provided in this Agreement on the part of the County or the Escrow Agent to be performed should be determined by a court of competent jurisdiction to be contrary to law, such covenant or agreement shall be deemed and construed to be severable from the remaining covenants and agreements herein contained and shall in no way affect the validity of the remaining provisions of this Agreement.

12. This Agreement is made for the benefit of the County, the Escrow Agent and the owners from time to time of the Prior Bonds and it shall not be repealed, revoked, altered or amended without the written consent of all such owners, and the written consent of the Escrow Agent; provided however, that the County and the Escrow Agent may, without the consent of, or notice to, such owners, enter into such agreements supplemental to this Agreement as shall not adversely affect the rights of such owners and as shall not be inconsistent with the terms and provisions of this Agreement, for any one or more of the following purposes:

- (a) to cure any ambiguity or formal defect or omission in this Agreement; and
- (b) to grant to, or confer upon the Escrow Agent for the benefit of the owners of the Prior Bonds, any additional rights, remedies, powers or authority that may lawfully be granted to, or conferred upon, the Escrow Agent.


The Escrow Agent shall be entitled to rely exclusively upon an unqualified opinion of nationally recognized attorneys on the subject of municipal bonds with respect to compliance with this Agreement, including the extent, if any, to which any change, modification, addition or elimination affects the rights of the owners of the Prior Bonds or that any instrument executed hereunder complies with the conditions and provisions of this Section.

13. Any notice, authorization, request for consent or demand required or permitted to be given in accordance with the terms of this Agreement shall be in writing.

14. This Agreement may be executed in several counterparts, all of which shall be regarded for all purposes as one original and shall constitute and be but one and the same instrument.

IN WITNESS WHEREOF, the parties hereto have each caused this 2011 Escrow Deposit Agreement to be executed by their duly authorized officers as of the date first above written.

THE COUNTY OF KENDALL

By: 
Chairman of the County Board

[SEAL]

Attest:

By: 
County Clerk

AMALGAMATED BANK OF CHICAGO

By: _____
Trust Officer

[SEAL]

Attest:

By: _____

SCHEDULE A
GOVERNMENT OBLIGATIONS