

§4200 LOANS

§4201 Loans in Which the Parish, School or Agency is the Borrower

§4201.1 Policy A Parish, School, or Agency shall not borrow an amount of money from a person or entity other than the Diocese of Springfield in Illinois Deposit Savings and Loan Fund without the written consent of the diocesan bishop.

Procedures

- A. The Parish, school or agency will complete and submit all the forms and attachments required by the Deposit Savings and Loan Fund to that entity.
- B. The Parish, school or agency must as a matter of diocesan policy and procedures and canon law present its request to the bishop in writing stating in detail:
 - i. the amount to be borrowed,
 - ii. the reason for the loan,
 - iii. the identity of the lender,
 - iv. the collateral or security demanded,
 - v. the amount of its total indebtedness,
 - vi. whether the parish, school or agency is in debt to the diocese for assessment or insurance payments,
 - vii. and other relevant information;
 - viii. the written permission request must include a list of any and all loans entered into by the Parish, School or Agency, especially with the same person or entity over the past eighteen months.
- C. The request must also include a copy of the proposed promissory note, parish loan acknowledgment agreement or similar form and a copy of the mortgage or security agreement, if any.

§4202 Loans in Which the Parish or School is a Lender

§4202.1 Policy A Parish, School or Agency shall not lend money to an individual or entity.