



## IMET: ARBITRAGE REBATE CALCULATION SERVICES

### Annual Rebate Calculations:

All IMET members are eligible to receive the special pool pricing provided by The Bank of New York Mellon Corporate Trust Company N.A. (BNY Mellon). Arbitrage Compliance. If a member does not invest bond proceeds with IMET, the member will be charged 100 percent of the special pool fee. Pricing also depends upon the number of years activity included in (or added to) the arbitrage calculation report. The following schedule of prices applies to rebate calculations:

Years of investment activity	More than \$2mm proceeds invested	Less than \$2mm proceeds invested	No bond proceeds invested
1	\$ 0	\$ 875	\$ 1,750
2	0	1,750	3,500
3	0	2,625	5,250
4	0	3,500	7,000
5	0	3,500	7,000

*\* Basic calculation fees shall be paid by IMET if the issuer has maintained an average daily balance for the calculation year of greater than \$2 million in bond proceeds.*

**One-time Cumulative Report** (IRS Installment Computation Date) assuming proceeds are subject to rebate for five years. This is a one-time fee for a single arbitrage calculation report encompassing five years of activity.

Please see the schedule above for a breakdown of IMET's pool fees if proceeds are outstanding for a period of less than five years.

More than \$2mm proceeds invested	Less than \$2mm proceeds invested	No bond proceeds invested
\$ 0	\$ 3,500	\$ 7,000

Fees assume that bond proceeds are segregated from any other monies and that the issuer provides complete and detailed records of all investment activity.

**BNY Mellon's signed firm opinion unconditionally states that the arbitrage calculation has been performed in accordance with the requirements of the Internal Revenue Code and Regulations. BNY Mellon will be liable for penalties and/or interest imposed by the Internal Revenue Service on any additional rebate amount that results from a proven error by BNY Mellon.**



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Many rebate calculation providers charge additional fees for complexities associated with required calculations for any referenced bond issue. BNY Mellon is able to offer even complex calculations to members of the Illinois Metropolitan Investment Fund (IMET) at one, low discounted fee per year. In the event additional calculations are required for the complexities listed below, no additional charges will be incurred for IMET participants.

<b>Commingled Fund Analysis</b>	<b>Included</b>
<b>Transferred Proceeds</b>	<b>Included</b>
<b>Universal Cap</b>	<b>Included</b>
<b>Bona Fide Debt Service Fund Analysis</b>	<b>Included</b>
<b>Deep Discount Test</b>	<b>Included</b>
<b>Yield to Call Test</b>	<b>Included</b>
<b>Bond Yield Recalculation (variable/fixed)</b>	<b>Included</b>
<b>Late Payment Calculations</b>	<b>Included</b>
<b>Yield Restriction Analysis</b>	<b>Included</b>
<b>Bond Year Election Calculations</b>	<b>Included</b>
<b>Change in Methodology</b>	<b>Included</b>

### **Other Services Available:**

<b>Rebate Exception Compliance Reports</b> for each 6-month testing period	\$ 750
<b>Penalty Calculation Reports</b> for each 6-month testing period <i>There is no additional charge for preparation of the IRS Form 8038-T.</i>	\$ 750

The two fees above would be paid *in place of* standard rebate calculations.

Each rebate calculation includes BNY Mellon's comprehensive Rebate Report containing a signed firm opinion citing compliance with the applicable sections of the Internal Revenue Code and Regulations. BNY Mellon also provides a completed Internal Revenue Service Form 8038-T and filing instructions at no additional cost when a rebate remittance is due.