

**Subordinated/Guaranteed Debt Attestation Form  
(PACE and Section 1876 Cost Plans)**

Subordinated debt is defined as an unsecured debt whose repayment to its parent organization ranks after all other debts have been paid when the subsidiary files for bankruptcy.

Guaranteed debt is defined as secured debt in which another entity promises to pay a loan or other debt if the organization that borrowed the money fails to pay. **Legal entities reporting guaranteed debt must submit in conjunction with their audited annual financial statements (or contained therein), the opinion of an independent auditor confirming the amount of guaranteed debt and that there are no repayment requirements by the legal entity in the event of default.**

Contract Number: \_\_\_\_\_

☐ I attest that \_\_\_\_\_ has a subordinated debt arrangement with the parent  
[Name of Legal Entity]  
organization that meets the above definition.

☐ I attest that \_\_\_\_\_ has a guaranteed debt arrangement that meets the  
[Name of Legal Entity]  
above definition.

Description of Subordinated/Guaranteed Debt Arrangement: (If not enough space, please describe on a separate sheet of paper.)

Arrangement with: \_\_\_\_\_

Amount: \_\_\_\_\_

Financial Reporting Period: \_\_\_\_\_

\_\_\_\_\_  
Printed Name and Title of Organization Official

\_\_\_\_\_  
Contact/E-Mail

\_\_\_\_\_  
Signature of Organization Official

\_\_\_\_\_  
Date

**Instructions:**

*Complete this form and print a copy.*

*Have the printed copy signed by an authorized Company Official.*

*Scan the signed copy and submit it in Fiscal Soundness module in HPMS along with the uploaded Financial Statements.*