

Oxford Community Schools, Oakland and Lapeer Counties, Michigan (the "District").

A regular meeting of the board of education of the Issuer (the "Board") was held in the Clear Lake Elementary, within the boundaries of the Issuer, on the 27th day of February, 2018, at 6:30 o'clock in the p.m.

The meeting was called to order by Tom Donnelly, President.

Present: Members Tom Donnelly, Mark Stepek, Jenny Guthrie, Korey Bailey, Dan D'Alessandro, Heather Shafer

Absent: Members Joyce Brasington

The following preamble and resolution were offered by Member Heather Shafer and supported by Member Jenny Guthrie:

WHEREAS:

1. A special election was held in the District on November 7, 2017, for the purpose of obtaining authority for the District to incur tax-exempt debt by borrowing not to exceed Twenty-Eight Million Two Hundred Eighty Thousand Dollars (\$28,280,000) for the purpose of remodeling, furnishing and refurbishing and equipping and re-equipping school buildings; purchasing school buses; and developing and improving playgrounds, parking areas and sites (the "Project"); and

2. The Internal Revenue Service authorizes, by regulation, the allocation of bond proceeds to reimburse expenditures previously made by an issuer of bonds, being Section 1.150-2; and

3. In anticipation and preparation for the Project, the District will incur certain expenses in advance of receipt of bond proceeds; and

4. Payments of such expenses made by the Board are an advance from the General Fund to be repaid upon the approval and receipt of bond proceeds.

NOW, THEREFORE, BE IT RESOLVED THAT:

1. All of the payments of expenses initially to be made with funds other than proceeds of the school building and site bonds associated with the Project (the "Bonds") and then to be reimbursed by the District from proceeds of the Bonds will be for costs of a type properly chargeable to the capital account of the Project under general income tax principles, non-recurring working capital expenditures (of a type not customarily payable from current revenues), or costs of issuing the Bonds. Other than any preliminary expenditures for architectural, engineering, surveying, soil testing, costs of issuing the Bonds, or similar purposes (other than land acquisition, site preparation and similar costs incident to the commencement of construction) that may have been paid more than sixty (60) days prior to the date of this resolution and that may be reimbursed regardless of date the expense was paid provided those amounts do not exceed 20% of the aggregate issue price of the Bonds, all such expenditures have been paid not more than sixty (60) days earlier than the date of this resolution or will be paid on or after the date of this resolution.

2. The payments of expenses and the purposes of said payments are hereby approved, and the monies are authorized to be advanced from monies on hand in the General Fund, which monies will be repaid to the General Fund from the Bond proceeds when received. The debt service for the Bonds will be paid from unlimited tax revenues.

3. The District shall reimburse the General Fund not earlier than the date on which the expenses are paid and not later than the latter of:


- (a) the date that is eighteen (18) months after the expenses are paid, or
- (b) the date the Project is placed in service or abandoned, but in no event more than three (3) years after the expenses are paid.

4. All resolutions and parts of resolutions insofar as they conflict with the provisions of this resolution be and the same are hereby rescinded.


Ayes: Members Tom Donnelly, ~~Joyce Brasington~~, Mark Stepek, Jenny Guthrie, Korey Bailey, Dan D'Alessandro, Heather Shafer

Nays: Members

Resolution declared adopted.


Secretary, Board of Education

The undersigned duly qualified and acting Secretary of the Board of Education of Oxford Community Schools, Oakland and Lapeer Counties, Michigan, hereby certifies that the foregoing constitutes a true and complete copy of a resolution adopted by the Board at a regular meeting held on February 27, 2018, the original of which is part of the Board's minutes. The undersigned further certifies that notice of the meeting was given to the public pursuant to the provisions of the "Open Meetings Act" (Act 267, Public Acts of Michigan, 1976, as amended).


Secretary, Board of Education

CJI/clb

