

West Branch-Rose City Area Schools, Ogemaw, Gladwin and Oscoda Counties, Michigan (the "District")

A regular meeting of the board of education of the District (the "Board") was held in the Ogemaw Heights High School Media Ctr within the boundaries of the District, on the 19th day of June, 2023, at 6 o'clock in the p.m. (the "Meeting").

The Meeting was called to order by Heather Kearns, President.

Present: 7 Members Kearns, Abraham, Withers, Kartes, Miller, Zettle, Stephens

Absent: 0 Members

The following preamble and resolution were offered by Member Withers and supported by Member Kartes:

WHEREAS:

1. At the election held on May 3, 2022, the District's electors authorized the District to issue its bonds to finance a bond project consisting of: erecting, remodeling, and equipping and reequipping, school buildings, structures, and other facilities, and parts of and additions to those facilities; furnishing and refurbishing remodeled school buildings; preparing, developing, and improving sites, for school buildings, structures, and other facilities; and acquiring, installing, and equipping and reequipping school buildings for instructional technology (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 related to the Project in advance of receipt of bond proceeds (the "Reimbursable Expenses"); 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 the Reimbursable Expenses in an amount not to exceed \$850,000.00 initially to be made with funds other than proceeds of the 2023 School Building and Site Bonds (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 that may have been paid more than sixty (60) days prior to the date of this resolution, 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 in an amount not to exceed \$850,000.00 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.

Aycs: Members 7 Stephens, Kearns, Abraham, Withers, Kartes, Miller, Zettle


Nays: Members 0

Resolution declared adopted.



Secretary, Board of Education

The undersigned duly qualified and acting Secretary of the Board of Education of West Branch-Rose City Area Schools, Ogemaw, Gladwin and Oscoda Counties, Michigan, hereby certifies that the foregoing constitutes a true and complete copy of a resolution adopted by the Board at the Meeting, 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

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