

School District of the City of East Lansing, Ingham and Clinton Counties, Michigan (the "District")

A special meeting of the board of education of the District (the "Board") was held in the ELPS Board Room, within the boundaries of the District, on the 6th day of February, 2017, at 7:00 o'clock in the p.m.

The meeting was called to order by Nell Kuhnmuench, President.

Present: Members Bouraoui, Graham, Henderson, Hoene, Kuhnmuench, Martin, Powers

Absent: Members NONE

The following preamble and resolution were offered by Member Martin and supported by Member Hoene :

WHEREAS:

1. In the opinion of this Board it is necessary and expedient to ask voters whether to approve a bond project consisting of erecting, furnishing and equipping five (5) new elementary school buildings; remodeling, furnishing and refurbishing and equipping and re-equipping a school building; acquiring and installing instructional technology and instructional technology equipment for school buildings; equipping, preparing, developing and improving playgrounds, play fields, parking areas, drives and sites.

2. This Board estimates the necessary cost of the project to be Ninety-Four Million Six Hundred Five Thousand One Hundred Eighty-Four Dollars (\$94,605,184).

3. It will be necessary for the District to borrow the sum of Ninety-Three Million Seven Hundred Seventy Thousand Dollars (\$93,770,000) and issue the bonds of the District therefor, the remaining funds to be derived from the investment of the bond proceeds.

4. This Board intends to submit a proposition at a special election to be held on Tuesday, May 2, 2017.

5. On or before 4:00 p.m. on Tuesday, February 7, 2017, the Board shall certify any ballot proposition to be submitted to the voters at such election to the election coordinator or coordinators designated to conduct elections within the District (the "Election Coordinator").

NOW, THEREFORE, BE IT RESOLVED THAT:

1. A special election of the school electors of the District be called and held on Tuesday, May 2, 2017.

2. The proposition to be voted on at the special election shall be stated on the ballots in substantially the form as set forth in Exhibit "A".

3. The Election Coordinator is requested to:

Lansing City Pulse

- a. Utilize _____, a newspaper published or of general circulation within the District, for publication of notices in accordance with the election law requirements.
- b. Utilize ballot proposition summary information, as prepared by legal counsel, in the forms of the notices of last day of registration and election in the form as set forth in Exhibit "B" attached hereto.
- c. Provide a proof copy of the ballot to the District and its legal counsel in sufficient time to allow the ballot to be proofread prior to printing.

4. This Board estimates the period of usefulness of the improvements for which bonds of the District in the amount of Ninety-Three Million Seven Hundred Seventy Thousand Dollars (\$93,770,000) are to be issued to be not less than thirty-six (36) years.


5. The Secretary of this Board is hereby authorized and directed to file a copy of this resolution with the Election Coordinator and with any Election Clerk or clerks designated to conduct elections within the District by 4:00 p.m., on Tuesday, February 7, 2017.

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

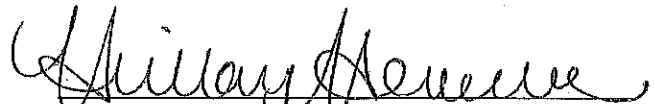
Ayes: Members Bouraoui, Graham, Henderson, Hoene,
Kuhnmuensch, Martin, Powers

Nays: Members NONE

Resolution declared adopted.


Secretary, Board of Education

The undersigned duly qualified and acting Secretary of the Board of Education of School District of the City of East Lansing, Ingham and Clinton Counties, Michigan, hereby certifies that the foregoing constitutes a true and complete copy of a resolution adopted by the Board at a special meeting held on February 6, 2017, 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/klg

EXHIBIT "A"

BONDING PROPOSAL

Shall the School District of the City of East Lansing, Ingham and Clinton Counties, Michigan, borrow the sum of not to exceed Ninety-Three Million Seven Hundred Seventy Thousand Dollars (\$93,770,000) and issue its general obligation unlimited tax bonds therefor, in one or more series, for the purpose of:

erecting, furnishing and equipping five (5) new elementary school buildings; remodeling, furnishing and refurnishing and equipping and re-equipping a school building; acquiring and installing instructional technology and instructional technology equipment for school buildings; equipping, preparing, developing and improving playgrounds, play fields, parking areas, drives and sites?

The following is for informational purposes only:

The estimated millage that will be levied for the proposed bonds in 2017, under current law, is 2.11 mills (\$2.11 on each \$1,000 of taxable valuation). The maximum number of years the bonds of any series may be outstanding, exclusive of any refunding, is twenty-five (25) years. The estimated simple average annual millage anticipated to be required to retire this bond debt is 4.45 mills (\$4.45 on each \$1,000 of taxable valuation).

The school district expects to borrow from the State School Bond Qualification and Loan Program to pay debt service on these bonds. The estimated total principal amount of that borrowing is \$15,409,365 and the estimated total interest to be paid thereon is \$10,565,989. The estimated duration of the millage levy associated with that borrowing is twenty-two (22) years and the estimated computed millage rate for such levy is 7.00 mills. The estimated computed millage rate may change based on changes in certain circumstances.

The total amount of qualified bonds currently outstanding is \$33,085,000. The total amount of qualified loans currently outstanding is \$0.

(Pursuant to State law, expenditure of bond proceeds must be audited, and the proceeds cannot be used for repair or maintenance costs, teacher, administrator or employee salaries, or other operating expenses.)

EXHIBIT "B"

**SUMMARY OF BALLOT PROPOSITION TO BE INSERTED IN THE
NOTICES OF LAST DAY OF REGISTRATION AND ELECTION:**

**SCHOOL DISTRICT OF THE CITY OF EAST LANSING
GENERAL OBLIGATION UNLIMITED TAX BOND PROPOSAL
FOR BUILDING AND SITE PURPOSES IN THE AMOUNT OF
NOT TO EXCEED \$93,770,000**

Full text of the ballot proposition may be obtained at the administrative offices of School District of the City of East Lansing, 501 Burcham Drive, East Lansing, Michigan 48823, telephone: (517) 333-7420.

PLEASE TAKE FURTHER NOTICE THAT THE BONDS OF THE SCHOOL DISTRICT, IF APPROVED BY A MAJORITY VOTE OF THE ELECTORS AT THIS ELECTION, WILL BE GENERAL OBLIGATION UNLIMITED TAX BONDS PAYABLE FROM GENERAL AD VALOREM TAXES.