

RESOLUTION RELATING TO THE FINANCING OF CERTAIN SCHOOL IMPROVEMENTS

WHEREAS, the Board of Education of Fayette County, Kentucky (the "Board"), desires and intends to finance up to \$55,000,000 of the costs of renovating, improving and equipping the existing Squires Elementary School in the Fayette County School District as well as the costs of constructing and equipping the proposed new elementary schools to be constructed on Passage Mound Way and Georgetown Road in the Fayette County School District (collectively, the "Projects") through the issuance of one or more series of revenue bonds by the Board's corporate agency and instrumentality, the Fayette County School District Finance Corporation, the interest on which bonds may qualify for exclusion from gross income for federal and Kentucky income tax purposes (the "Bonds"); and

WHEREAS, pending issuance of the Bonds, the Board desires to proceed with payment of certain costs of the Projects from existing or borrowed funds, with the reasonable expectation of being reimbursed for such expenditures from the proceeds of the Bonds;

NOW, THEREFORE, IT IS HEREBY RESOLVED BY THE BOARD OF EDUCATION OF FAYETTE COUNTY, KENTUCKY, AS FOLLOWS:

Section 1. The facts and statements contained in the foregoing preamble of this Resolution, including the terms defined therein, are hereby affirmed and incorporated as a part of this Resolution.

Section 2. The Board hereby reaffirms and declares its official intent to finance, through the issuance of the Bonds, up to \$55,000,000 of the costs of renovating, improving and equipping the existing Squires Elementary School in the Fayette County School District as well as the costs of constructing and equipping the proposed new elementary schools to be constructed on Passage Mound Way and Georgetown Road in the Fayette County School District. All properties and facilities constituting the Projects have an economic life of at least one year.

Section 3. It is acknowledged, and it is and has been the official intent of the Board, that costs of the Projects shall be paid from existing or borrowed funds of the Board prior to the issuance of the Bonds; and the Board intends and reasonably expects to be reimbursed for such expenditures from the proceeds of the Bonds. The maximum principal amount of Bonds expected to be issued for the purposes of reimbursing the Board and paying costs of the Projects is \$55,000,000.

Section 4. This Resolution is intended to and does constitute a declaration of official intent under applicable Income Tax Regulations and shall be reasonably available for public inspection during normal business hours at the administrative offices of the Board in Lexington, Kentucky.

Section 5. This Resolution shall take effect upon its adoption.

ADOPTED this 28th day of July, 2014.

John D. Price, Chairperson
Board of Education of
Fayette County, Kentucky

Attest:

Tom Shelton, Ph.D., Secretary
Board of Education of
Fayette County, Kentucky

Certification

I, the undersigned Secretary of the Board of Education of Fayette County (the "Board"), certify that the foregoing is a true, correct and complete copy of a Resolution duly adopted by the Board at a meeting properly held on July 28, 2014, and the Resolution is now in full force and effect

IN WITNESS WHEREOF, I have set my hand this _____ day of _____, 2014.

Tom Shelton, Ph.D., Secretary
Board of Education of
Fayette County, Kentucky

STAFF CONTACT: Mary Wright, 381-4165

POLICY REFERENCE: 01.11 – General Powers and Duties of the Board

RECOMMENDATION: A motion is in order to:

"Adopt the Resolution relating to the financing of certain school improvements."