

DATE:

04/25/2025

AGENDA ITEM (ACTION ITEM):

Consider / Approve adopting a resolution authorizing the Kenton County Board of Education to issue a General Obligation revenue bond for the renovation and addition of R.C. Hinsdale Elementary, BG 21-142.

APPLICABLE BOARD POLICY:

01.1 Legal Status of the Board; 04.31 Authority to Encumber and Expend Funds; 702 KAR 3:020 Bonds; KRS Chapter 162

HISTORY/BACKGROUND:

RESOLUTION OF THE KENTON COUNTY BOARD OF EDUCATION:

A resolution of the Board of Education of the Kenton County School District authorizing the issuance of its general obligation bonds, series 2025A, in an estimated aggregate principal amount of \$22,615,000 (subject to a permitted adjustment increasing the principal amount of bonds by up to \$2,261,500 or decreasing the principal amount of bonds by any amount), in accordance with sections 66.011 through 66.191 and section 160.160 of the Kentucky revised statutes, for the purpose of financing the construction, addition, renovation, and equipping of R.C. Hinsdale Elementary School; approving the form of the bonds; authorizing designated officers to execute and deliver the bonds; providing for the payment and security of the bonds; establishing a bond payment fund for the bonds; establishing a sinking fund; authorizing the acceptance of the bid of the purchaser for the bonds; and authorizing and approving the execution of any further necessary instruments.

FISCAL/BUDGETARY IMPACT:

Issuance of \$22,615,000 general obligation bond with a principal amount that may be increased by \$2,261,500 or decreased by any amount.

RECOMMENDATION:

Approve the resolution authorizing the Kenton County Board of Education to issue a General Obligation revenue bond for the renovation and addition of R.C. Hinsdale Elementary, BG 21-142.

CONTACT PERSON:

Matt Rigg, Chief Operations Officer

Principal/Administrator



District Administrator



Superintendent

SUMMARY OF RESOLUTION AND NOTICE OF ADOPTION

The Board of Education of the Kenton County School District (the "District"), at a regular meeting held on May 5, 2025, adopted a resolution (the "Resolution") titled as follows:

A RESOLUTION OF THE BOARD OF EDUCATION OF THE KENTON COUNTY SCHOOL DISTRICT AUTHORIZING THE ISSUANCE OF ITS GENERAL OBLIGATION BONDS, SERIES 2025A, IN AN ESTIMATED AGGREGATE PRINCIPAL AMOUNT OF \$22,615,000 (SUBJECT TO A PERMITTED ADJUSTMENT INCREASING THE PRINCIPAL AMOUNT OF BONDS BY UP TO \$2,261,500 OR DECREASING THE PRINCIPAL AMOUNT OF BONDS BY ANY AMOUNT), IN ACCORDANCE WITH SECTIONS 66.011 THROUGH 66.191 AND SECTION 160.160 OF THE KENTUCKY REVISED STATUTES, FOR THE PURPOSE OF FINANCING THE ACQUISITION, CONSTRUCTION, RENOVATION, EQUIPPING, AND INSTALLATION OF IMPROVEMENTS AT R.C. HINSDALE ELEMENTARY, AND OTHER RELATED CAPITAL IMPROVEMENTS; APPROVING THE FORM OF THE BONDS; AUTHORIZING DESIGNATED OFFICERS TO EXECUTE AND DELIVER THE BONDS; PROVIDING FOR THE PAYMENT AND SECURITY OF THE BONDS; ESTABLISHING A BOND PAYMENT FUND FOR THE BONDS; ESTABLISHING A SINKING FUND; AUTHORIZING THE ACCEPTANCE OF THE BID OF THE PURCHASER FOR THE BONDS; AND AUTHORIZING AND APPROVING THE EXECUTION OF ANY FURTHER NECESSARY INSTRUMENTS.

The Resolution authorizes the issuance by the District of a series of general obligation bonds to be designated as (i) Kenton County School District General Obligation Bonds, Series 2025A, in a maximum aggregate principal amount of \$22,615,000 (subject to a permitted adjustment increasing the principal amount by up to \$2,261,500 or decreasing the principal amount by any amount) (the "Bonds") (i) to finance all or a portion of the costs of acquiring, constructing, renovating, equipping, and installing improvements at R.C. Hinsdale Elementary School, and other related capital improvements; (ii) to pay capitalized interest on the Bonds, if desirable; and (iii) to pay all or a portion of the costs of issuance of the Bonds.

Provisions are made in the Resolution for the payment of the Bonds and the security therefor, the application of the proceeds of the Bonds, the establishment of Bond Payment Fund for the Bonds, and the establishment of the District's Sinking Fund. The Resolution also contains covenants made by the District in connection with the issuance of the Bonds. The Bonds are to be sold at public, competitive sale, and shall mature, or be subject to mandatory sinking fund redemption, in varying amounts on June 1, 2026 and each June 1 thereafter. The Bonds pledge the full faith, credit, and taxing power of the District and provision is made for the collection of a tax to pay the principal of and interest on the Bonds, subject to certain credits, as provided in Section 8 of the Resolution. The following Section 8 of the Resolution is set forth in its entirety:

"Section 8. General Obligation. The Bonds shall be full general obligations of the District and the full faith, credit, and taxing power of the District are hereby pledged for the prompt payment of the Bonds and the interest thereon.

During the period the Bonds are outstanding, there shall be and there hereby is levied, annually, on all of the taxable property in the District, in addition to all other taxes, without limitation as to rate, a direct tax in an amount sufficient to pay the principal of and interest on the Bonds as and when due, it being hereby found and determined that the current tax rates of the District are within all applicable limitations. The tax shall be, and hereby is, ordered to be computed, certified, levied, and extended upon the tax duplicate, and shall be collected by the same officers, in the same manner, and at the same time that taxes for general purposes for each of the years are certified, extended, and collected. The tax shall be placed before and in preference to all other items and for the full amount thereof; provided, however, that in each year, to the extent that any other lawfully available funds of the District are available for the payment of the Bonds and are appropriated for such purpose, the amount of such direct tax upon all of the taxable property in the District shall be reduced by the amount of such other funds so available and appropriated.”

The undersigned Secretary of the District hereby certifies that the foregoing Summary of Resolution and Notice of Adoption of the District was approved and adopted by the Board of Education on May 5, 2025, and was further approved for publication following adoption according to law.

By: /s/
Secretary
Board of Education of the Kenton
County School District

The undersigned Attorney-at-Law, licensed to practice in the Commonwealth of Kentucky, hereby certifies that the foregoing Summary of Resolution and Notice of Adoption of the Board of Education of the Kenton County School District, was prepared by the undersigned and constitutes a general summary of the essential provisions of the Resolution, reference to the full text of which is hereby made for a complete statement of its provisions and terms.

By: /s/ Reginald L. Staples, Jr.
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