

BOND ELECTION RESOLUTION NO. 11-12-001

A RESOLUTION CALLING A SPECIAL ELECTION TO BE HELD FOR THE PURPOSE OF SUBMITTING TO THE QUALIFIED ELECTORS OF SCHOOL DISTRICT NO. 271 (COEUR D'ALENE), KOOTENAI COUNTY, STATE OF IDAHO, THE PROPOSITION OF THE ISSUANCE OF UP TO \$32,700,000 NEGOTIABLE BONDS OF SCHOOL DISTRICT NO. 271 (COEUR D'ALENE), KOOTENAI COUNTY, STATE OF IDAHO, AND IN PROVIDING FOR THE ISSUANCE OF SUCH BONDS, THE LEVY OF A TAX TO PAY SUCH BONDS.

WHEREAS, School District No. 271 (Coeur d'Alene), Kootenai County, Idaho (the "District"), is a school district created and operating under the laws of the State of Idaho;

WHEREAS, financing the costs of renovating, remodeling and adding to existing schools and school facilities throughout the District and acquiring related equipment, including technology upgrades, for such schools and school facilities (such expenditures being herein referred to collectively as the "Project") is deemed by the Board of Trustees of the District to be required for the welfare of the District; and

WHEREAS, the District does not have sufficient funds available to pay the cost of the Project and has determined it advisable to finance such cost through the issuance of the bonds of the District pursuant to the provisions of chapter 11 of Title 33 of the Idaho Code, and in order to do so desires to call a special election to be held pursuant to Chapter 14, Title 34 of the Idaho Code.

NOW, THEREFORE, BE IT RESOLVED by the Board of Trustees of School District No. 271 (Coeur d'Alene), Kootenai County, State of Idaho, as follows:

SECTION 1. That a Special General Obligation Bond Election (the "Bond Election") is hereby called to be held in the District on Tuesday, August 28, 2012, for the purpose of submitting to the qualified electors of the District the proposition set forth in the form of ballot appearing in Section 5 hereof.

SECTION 2. That the District hereby determines that the outstanding amount of all bonded indebtedness of the District, including the bonds proposed under this Resolution, will not exceed five percent (5%) of the market value for assessment purposes of all taxable property within the District on the tax rolls completed and available as of the date of the Bond Election.

SECTION 3. That pursuant to Section 34-1401, Idaho Code, the Clerk of Kootenai County, Idaho (the "County Clerk") shall administer the Bond Election, including scheduling the polling times; preparing and printing the ballots; preparing and publishing notice of the Bond Election and the sample ballot; and conducting the Bond Election.

SECTION 4. That in compliance with Section 34-1406, Idaho Code, the Clerk of the District shall notify the County Clerk that the District has called the Bond Election by delivering to the County Clerk a copy of this Resolution, including the forms of the notice of the Bond Election set forth in Section 6 hereof and the ballot for the Bond Election set forth in Section 5 hereof.

SECTION 5. That the District hereby approves the following form of ballot for purposes of the Bond Election:

OFFICIAL BALLOT

**SPECIAL GENERAL OBLIGATION BOND ELECTION
SCHOOL DISTRICT NO. 271 (COEUR D'ALENE),
KOOTENAI COUNTY, STATE OF IDAHO**

August 28, 2012

QUESTION: Shall the Board of Trustees of School District No. 271 (Coeur d'Alene), Kootenai County, Idaho, be authorized to issue general obligation school bonds of said District in the principal amount of up to \$32,700,000 to be issued in one or more series and to become due in such installments as may be fixed by the Board of Trustees, the final installment of each series to fall due not later than thirteen (13) years from the date of issuance of such series of bonds, for the purpose of financing the costs of renovating, remodeling and adding to existing schools and school facilities throughout the District and acquiring related equipment, including technology upgrades, for such schools and school facilities, all as provided in the Resolution adopted by the Board of Trustees on June 11, 2012?

IN FAVOR OF ISSUING BONDS IN THE AMOUNT OF UP TO \$32,700,000 FOR THE PURPOSES STATED IN THE BOND ELECTION RESOLUTION	<input type="checkbox"/>
AGAINST ISSUING BONDS IN THE AMOUNT OF UP TO \$32,700,000 FOR THE PURPOSES STATED IN THE BOND ELECTION RESOLUTION	<input type="checkbox"/>

The following statement is required by Sections 34-439 and 34-439A, Idaho Code, as amended or adopted by the 2012 Idaho Legislature:

The project to be financed by the sale of the proposed bonds is the renovation and remodel of and additions to existing schools and school facilities throughout the District and acquisition of related equipment, including technology upgrades, for such schools and school facilities. The date of the District's special general obligation bond election is August 28, 2012. The principal amount of the proposed bonds to be issued is \$32,700,000, to be repaid within not later than thirteen (13) years from the date of issuance of such bonds.

The interest rate anticipated on the proposed bond issue, based upon current market rates, is approximately two and sixty-five one hundredths percent (2.65%). The estimated annual levy is approximately \$2,960,000 and the total amount to be repaid over the life of the bonds from such levy, including the principal of the proposed bonds of \$32,700,000 and interest of \$5,758,400, based on the anticipated interest rate if the bonds are approved, is \$38,458,400.

As of August 28, 2012, the total existing bonded indebtedness of the District, including interest accrued, is \$0.

(End Form of Official Ballot for the Bond Election)

SECTION 6. The Notice of Special Bond Election shall be in substantially the following form:

NOTICE OF SPECIAL GENERAL OBLIGATION BOND ELECTION

Pursuant to the laws of the State of Idaho and the Bond Election Resolution of the Board of Trustees of School District No. 271 (Coeur d'Alene), Kootenai County, State of Idaho (the "District"), adopted on June 11, 2012, notice is hereby given that a Special General Obligation Bond Election will be held in the District on Tuesday, August 28, 2012, beginning at the hour of 8:00 A.M. and closing at the hour of 8:00 P.M. on said date, on the question whether the District shall be empowered to issue general obligation school bonds of said District in the principal amount of up to \$32,700,000 to be repaid within not later than thirteen (13) years from the date of issuance of such bonds.

Said election shall be held at the regular polling places for elections in Kootenai County, Idaho, [or by mail], as indicated below:

[County Clerk to insert Kootenai County Precincts and Absentee Voting Address]

The following statement is required by Sections 34-439 and 34-439A, Idaho Code, as amended or adopted by the 2012 Idaho Legislature:

The project to be financed by the sale of the proposed bonds is the renovation and remodel of and additions to existing schools and school facilities throughout the District and acquisition of related equipment, including technology upgrades, for such schools and school facilities. The date of the District's special general obligation bond election is August 28, 2012. The principal amount of the proposed bonds to be issued is \$32,700,000, to be repaid within not later than thirteen (13) years from the date of issuance of such bonds.

The interest rate anticipated on the proposed bond issue, based upon current market rates, is approximately two and sixty-five one hundredths percent (2.65%). The estimated annual levy is approximately \$2,960,000 and the total amount to be repaid over the life of the bonds from such levy, including the principal of the proposed bonds of \$32,700,000 and interest of \$5,758,400, based on the anticipated interest rate if the bonds are approved, is \$38,458,400.

As of August 28, 2012, the total existing bonded indebtedness of the District, including interest accrued, is \$0.

(End Form of Notice of Special General Obligation Bond Election)

SECTION 7. That if at the Bond Election two-thirds (2/3) of the qualified registered electors of the District, eighteen (18) years of age or older who have resided in the District for thirty (30) days, voting thereat assent to the issuance of said bonds, as verified by the County Clerk's certified election results, the negotiable bonds of the District shall be issued and mature over a period determined by the Board of Trustees of the District in accordance with Section 33-1107, Idaho Code, and ending not later than thirteen (13) years from the issue date of each series.

SECTION 8. That said negotiable bonds shall be issued if carried as aforesaid and payment shall be made through the levy of taxes on all taxable property in the District, beginning in the year principal and interest payments are due and continuing until principal and interest shall have been fully paid in such amounts and at such rates as are necessary to assure the prompt payment of such interest, and also to establish and to constitute a sinking fund sufficient for the payment of the principal thereof as required by law, and it is hereby ordered that such taxes shall be levied annually at the time and in the manner as general taxes for said District are levied in each such year; provided, however, that the aforementioned taxes shall never be diminished prior to payment of all bonds excepting in any year to the extent that other available funds shall have been applied to or set aside in a special fund to be irrevocably held for the payment of principal or interest or both, payable from said taxes for such year. The proper officer or officers of said District are hereby authorized and directed to do all things requisite and necessary to carry out

ADOPTED AND APPROVED this 11th day of June, 2012.

SCHOOL DISTRICT NO. 271 (COEUR D'ALENE),
KOOTENAI COUNTY, STATE OF IDAHO

By: H. Sullivan
Chairman, Board of Trustees

(SEAL)

ATTEST:

By: Lynn M. Borne
Clerk

EXCERPT OF MINUTES

**BOARD OF TRUSTEES
SCHOOL DISTRICT NO. 271 (COEUR D'ALENE),
KOOTENAI COUNTY, STATE OF IDAHO**

June 11, 2012

The Trustees of School District No. 271 (Coeur d'Alene), Kootenai County, State of Idaho, met in regular session at the District's Midtown Center at 1505 N. 5th Street, Coeur d'Alene, Idaho, on June 11, 2012, at 5:00 p.m.

There were present at said meeting the following Trustees:

H. Sid Fredrickson, Chair
Tom Hamilton, Vice Chair
James Purtee
Ann Seddon
Terri Seymour

There were the following members absent: None

There were also present:

Hazel Bauman, Superintendent
Lynn Towne, Clerk
Danielle Quade, Hawley Troxell, Bond Counsel
(via telephone)

The Chair introduced the following resolution (the "Election Resolution"), the title of which was read in full and is as follows:

A RESOLUTION CALLING A SPECIAL ELECTION TO BE HELD FOR THE PURPOSE OF SUBMITTING TO THE QUALIFIED ELECTORS OF SCHOOL DISTRICT NO. 271 (COEUR D'ALENE), KOOTENAI COUNTY, STATE OF IDAHO, THE PROPOSITION OF THE ISSUANCE OF UP TO \$32,700,000 NEGOTIABLE BONDS OF SCHOOL DISTRICT NO. 271 (COEUR D'ALENE), KOOTENAI COUNTY, STATE OF IDAHO, AND IN PROVIDING FOR THE ISSUANCE OF SUCH BONDS, THE LEVY OF A TAX TO PAY SUCH BONDS.

A motion to adopt the Election Resolution was then duly made by Trustee Tom Hamilton, and duly seconded by Trustee Terri Seymour, put to a vote and carried, the vote being as follows:

Those voting Yes:	H. Sid Fredrickson, Chair Tom Hamilton, Vice Chair James Purtee Ann Seddon Terri Seymour
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Those voting No:	None
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Those abstaining:	None
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Those absent:	None
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Thereupon, the Chair declared said motion carried and said Election Resolution duly passed and was adopted. The Election Resolution shall be executed by the Chair of the Board of Trustees in evidence of his approval and attested by the Clerk of the Board, and recorded in the records of the Board.

(Other business not pertinent to the above appears in the minutes of the meeting.)

Pursuant to motion made and carried, the meeting adjourned.


Chair, Board of Trustees

ATTEST:


Clerk, Board of Trustees