

## RESOLUTION NO. 17-18-001

WHEREAS, the Board of Trustees (the "Board") of School District No. 271, Kootenai County, Idaho (the "District") has been advised that it would be advantageous for the District to set aside funds of the District for payment of certain of the District's bonds maturing in future fiscal years for the purpose of reducing the District's overall indebtedness;

WHEREAS, the District desires to enter into an Escrow Agreement (the "Escrow Agreement") with U.S. Bank National Association, as escrow agent ("Escrow Agent"), which provides for purchase of certain securities (the "Defeasance Securities") with available funds from the District's bond interest and redemption fund (the "Bond Fund") for its General Obligation Bonds, Series 2012B (the "2012 Bonds") and deposit the Defeasance Securities into an escrow account established under the Escrow Agreement for the purpose of defeasing certain amounts and maturities of the 2012 Bonds to be selected pursuant to this Resolution (the "Defeased Bonds"); and

WHEREAS, the District desires to apply the Defeasance Securities and all interest thereon to pay interest on the Defeased Bonds when due or upon call for redemption prior to maturity and to pay the principal of the Defeased Bonds on the date of redemption.

NOW, THEREFORE, BE IT RESOLVED:

Section 1. The Board resolves to enter into the Escrow Agreement with U.S. Bank National Association, in substantially the form presented to the Board, and hereby approves the form, terms and provisions of the Escrow Agreement. Further, upon subscription by the Escrow Agent to purchase the Defeasance Securities, the officers of the District shall cause the Escrow Agreement to be completed and the final schedules of Defeasance Securities and debt service for the Defeased Bonds will be attached thereto.

Section 2. The Board authorizes the officers of the District to irrevocably transfer available funds from the Bond Fund to the Escrow Agent as provided in the Escrow Agreement.

Section 3. The Board hereby delegates to the District's Superintendent and Business Manager, as "Delegated Officers," the power to select the Defeased Bonds from the 2012 Bonds listed on the attached Schedule 1 as shall be to the benefit and advantage of the District considering the interest rates on the Defeased Bonds, the overall debt service on the 2012 Bonds and the District's plans for debt service on future bond issues.

Section 4. The Board approves and authorizes the subscription and purchase of Defeasance Securities by the Escrow Agent on behalf of the District for deposit under the Escrow Agreement.

Section 5. The Board authorizes the Chairman of the Board to execute the Escrow Agreement upon completion thereof, and such other documents as may be required to effect the Escrow Agreement and timely notices of defeasance and call for redemption of the Defeased Bonds.

ADOPTED and APPROVED this 5th day of March, 2018.

BOARD OF TRUSTEES OF  
SCHOOL DISTRICT NO. 271,  
KOOTENAI COUNTY, IDAHO

By \_\_\_\_\_  
Chairman



ATTEST:

By Lynn M. Irvine  
Clerk

Schedule 1

Outstanding 2012 Bonds

General Obligation Bonds, Series 2012B  
(Sales Tax and Credit Enhancement Guaranty)

<u>September 15</u> <u>Year</u>	<u>Amount</u> <u>Maturing</u>	<u>Interest Rate %</u> <u>(Per Annum)</u>	<u>CUSIP No.</u> <u>500548</u>
2018	1,670,000	1.50	FM9
2018	475,000	2.00	FN7
2019	175,000	2.00	FP2
2019	25,000	3.00	FQ0
2019	1,980,000	4.00	FR8
2020	2,260,000	4.00	FS6
2021	500,000	3.00	FT4
2021	1,855,000	4.00	FU1
2022	2,440,000	4.00	FV9
2023	2,540,000	5.00	FW7
2024	2,665,000	4.00	FX5
2025	2,775,000	4.00	FY3

Bonds maturing on and after September 15, 2023, are subject to optional call for redemption on September 15, 2022, and on any date thereafter prior to maturity, at par plus accrued interest to the date of redemption