

RESOLUTION NO. 1617-20

**RESOLUTION OF THE BOARD OF TRUSTEES OF THE
ETIWANDA SCHOOL DISTRICT ORDERING AN
ELECTION, AND ESTABLISHING SPECIFICATIONS OF
THE ELECTION ORDER**

WHEREAS, the Board of Trustees (the "Board") has determined that education facilities within the Etiwanda School District (the "District") need to be renovated, modernized, repaired, improved, constructed and equipped to enable the District to improve the health and safety and the quality of education for students in the District; and

WHEREAS, notwithstanding concerted and ongoing efforts by the District to obtain sufficient facility money from the State of California (the "State"), the State has been unable to provide the District with enough money for the District to adequately construct and repair schools to provide an optimal learning environment for all students; and

WHEREAS, twelve Etiwanda schools have been named California Distinguished Schools, a model for others statewide; and

WHEREAS, the District wishes to maintain award-winning excellence in education; and

WHEREAS, children deserve and need safe, clean schools so they can learn; and

WHEREAS, the District desires to maintain a good long-term investment for the community, and recognizes that improving neighborhood schools not only supports children learning, but strengthens local property values; and

WHEREAS, every District student deserves access to a quality education including up-to-date classrooms that meet safety, academic and technology standards; and

WHEREAS, neighborhood District schools need basic safety improvements and repairs, including security systems, plumbing, outdated electrical systems, disabled access, and bathrooms; and

WHEREAS, local schools need improved 911 emergency communications systems, cameras, and locks; and

WHEREAS, in the judgment of the Board, additional facility funding is needed to improve the quality of facilities within the District by means of a general obligation bond; and

WHEREAS, a general obligation bond will help repair and upgrade schools throughout the District and every school in every neighborhood will benefit; and

WHEREAS, the District desires a high level of fiscal accountability to the community, and this measure, as written, requires independent audits, citizens' oversight, and by law, no money for administrator salaries or pensions and all funds must be used locally to improve neighborhood schools and classrooms; and

WHEREAS, Proposition 46, approved by the voters of the State on June 3, 1986 ("Proposition 46"), amended Section 1(b) of Article XIII A of the California Constitution by adding a provision which exempts from the 1% of full cash value limitation, those *ad valorem* taxes used to pay for debt service on any bonded indebtedness for the acquisition or improvement of real property approved on or after July 1, 1978, by two-thirds of the votes cast by voters voting on the proposition; and

WHEREAS, on November 7, 2000 the voters of California approved the Smaller Classes, Safer Schools and Financial Accountability Act ("Proposition 39") which, as of its effective date, reduced the voter threshold for *ad valorem* tax levies used to pay for debt service or bonded indebtedness to 55% of the votes cast on a school district general obligation bond; and

WHEREAS, concurrent with the passage of Proposition 39, Chapter 1.5, Part 10, Division 1, Title 1 (commencing with Section 15264) of the Education Code (the "Act") became operative and established requirements associated with the implementation of Proposition 39; and

WHEREAS, the Board desires to make certain findings herein to be applicable to this election order and to establish certain performance audits, standards of financial accountability and citizen oversight which are required by Proposition 39 and the Act; and

WHEREAS, the Board desires to submit a proposition to the District's voters at an election to authorize the issuance of general obligation bonds to pay for certain necessary improvements to and equipment for District schools; and

WHEREAS, the Board hereby determines, in accordance with Opinion No. 04-110 of the Attorney General of the State of California, that the restrictions in Proposition 39 which prohibit any bond money from being wasted or used for administrative salaries or other operating expenses of the District shall be strictly enforced by a Citizens' Oversight Committee to be appointed by the Board in accordance with the Act; and

WHEREAS, pursuant to Education Code Section 15270, based upon a projection of assessed property valuation, the Board has determined that, if approved by voters, the tax rate levied to meet the debt service requirements of the bonds proposed to be issued will not exceed the Proposition 39 limit per year of \$30 per \$100,000 of assessed valuation of taxable property; and

WHEREAS, Section 9400 *et seq.* of the Elections Code of the State of California (the "Elections Code") requires that a tax rate statement be contained in all official materials, including any ballot pamphlet prepared, sponsored or distributed by the District, relating to the election; and

WHEREAS, the Board now desires to authorize the filing of a ballot argument in favor of the proposition to be submitted to the voters at the election; and

WHEREAS, pursuant to the California Elections Code, it is appropriate for the Board to request consolidation of the election with any and all other elections to be held on Tuesday, November 8, 2016, and to request that the San Bernardino County Registrar of Voters perform certain election services for the District;

NOW, THEREFORE, THE BOARD OF TRUSTEES OF THE ETIWANDA SCHOOL DISTRICT DOES HEREBY RESOLVE, ORDER AND DETERMINE AS FOLLOWS:

Section 1. That the Board, pursuant to Education Code Sections 15100 *et seq.*, 15264 *et seq.*, and Government Code Section 53506, hereby requests the San Bernardino County Registrar of Voters to conduct an election under the provisions of Proposition 39 and the Act and submit to the electors of the District the question of whether bonds of the District in the aggregate principal amount not to exceed \$137,000,000 (the "Bonds") shall be issued and sold for the purpose of raising money for the projects described in Exhibits A and B hereto. Both exhibits are directed to be printed in the voter pamphlet.

Section 2. That the date of the election shall be November 8, 2016.

Section 3. That the purpose of the election shall be for the voters in the District to vote on a proposition, a copy of which is attached hereto and marked Exhibit "A" and incorporated by reference herein, containing the question of whether the District shall issue the Bonds to pay for improvements to the extent permitted by such proposition. In compliance with Proposition 39 and the Act, the ballot proposition in Exhibit "A" is subject to the following requirements and determinations:

(a) that the proceeds of the sale of the Bonds shall only be used for the purposes specified in Proposition 39 and authorized by the ballot proposition and not for any other purpose, including teacher and administrator salaries and other school operating expenses;

(b) that the Board, in establishing the projects set forth in Exhibit "B," evaluated the safety, class size reduction and information technology needs of the District, and has made and hereby adopts each of the determinations set forth therein;

(c) that the Board will cause an annual, independent performance audit to be conducted to ensure that the Bond moneys are expended only for the projects identified in Exhibit "B" hereto;

(d) that the Board will cause an annual, independent financial audit of the proceeds from the sale of Bonds to be conducted until all of the Bond proceeds have been expended;

(e) that the Board will appoint a Citizens' Oversight Committee in compliance with Education Code Section 15278 no later than 60 days after the Board enters the election results in its minutes pursuant to Elections Code Section 15274; and

(f) that the tax levy authorized to secure the Bonds of this election shall not exceed the Proposition 39 limit of \$30 per \$100,000 of taxable property in the District when assessed valuation is projected by the District to increase in accordance with Article XIII A of the California Constitution.

Section 4. That the authority for ordering the election is contained in Education Code Sections 15100 *et seq.*, 15264 *et seq.*, and Government Code Section 53506.

Section 5. That the authority for the specifications of this election order is contained in Sections 5322 of the Education Code.

Section 6. That the San Bernardino County Registrar of Voters and the San Bernardino County Board of Supervisors are hereby requested to consolidate the election ordered hereby with any and all other elections to be held on November 8, 2016 within the District.

Section 7. That the Clerk of the Board is hereby directed to send a certified copy of this Resolution to the San Bernardino County Registrar of Voters no later than August 12, 2016.

Section 8. That the maturity of any Bonds issued pursuant to Section 15264 *et seq.* of the Education Code shall have a maturity not exceeding twenty-five (25) years, and Bonds issued pursuant to Section 53506 *et seq.* of the Government Code shall have a maturity not exceeding the maximum permitted thereunder. The maximum rate of interest on any Bond shall not exceed the maximum rate allowed by Education Code Sections 15140 to 15143, as modified by Government Code Section 53531.

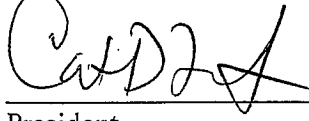
Section 9. That the Board requests the governing body of any such other political subdivision, or any officer otherwise authorized by law, to partially or completely consolidate such election and to further provide that the canvass be made by any body or official authorized by law to canvass the returns of the election, and that the Board consents to such consolidation. The Board further authorizes the submission of a tax rate statement and primary and rebuttal arguments, as appropriate, by the Board or one or more members thereof, to be filed with the San Bernardino County Registrar of Voters by the established deadlines.

Section 10. Pursuant to Section 5303 of the Education Code and Section 10002 of the Elections Code, the Board of Supervisors of San Bernardino County is requested to permit the Registrar of Voters to render all services specified by Section 10418 of the Elections Code relating to the election, for which services the District agrees to reimburse San Bernardino County, such services to include the printing of the Full Text Ballot Proposition set forth in Exhibit "B" in the voter pamphlet, the publication of a Formal Notice of School Bond Election and the mailing of the sample ballot and tax rate statement (described in Section 9401 of the Elections Code) pursuant to the terms of Section 5363 of the Education Code and Section 12112 of the Elections Code.


Section 11. This Resolution shall take effect immediately upon its adoption.

ADOPTED, SIGNED AND APPROVED by the Board of Trustees of the Etiwanda School District this 4th day of August, 2016.

BOARD OF TRUSTEES OF THE ETIWANDA
SCHOOL DISTRICT

By: 

President

By: 

Clerk

[illegible]

I, Brynna Cadman, Clerk of the Board of Trustees of the Etiwanda School District, do hereby certify that the foregoing Resolution was duly adopted by the Board of Trustees of said School District at a meeting of said Board held on the 4th day of August, 2016, and that it was so adopted by the following vote:

AYES: MEMBERS:	<u>5</u>
NOES: MEMBERS:	<u>0</u>
ABSTAIN: MEMBERS:	<u>0</u>
ABSENT: MEMBERS:	<u>0</u>

Bryna Cedman
Clerk of the Board of Trustees of the
Etiwanda School District

EXHIBIT A

The Etiwanda School District Classroom Repair, Safety and Education Measure. To repair/upgrade neighborhood schools, meet safety, academic, technology standards and reduce overcrowding by improving school security, including 9-1-1 emergency communications, cameras, wiring, smoke alarms/door locks; upgrading classroom computers, water pipes, labs/libraries; acquiring, constructing, equipping and repairing classrooms/sites/facilities, shall Etiwanda School District issue \$137,000,000 in bonds at legal rates, with independent audits, citizens' oversight, no money for administrator salaries/pensions and all funds used locally?

Bonds - Yes

Bonds – No

EXHIBIT B

FULL TEXT BALLOT PROPOSITION OF THE ETIWANDA SCHOOL DISTRICT BOND MEASURE ELECTION NOVEMBER 8, 2016

The following is the full proposition presented to the voters by the Etiwanda School District.

The Etiwanda School District Classroom Repair, Safety and Education Measure. To repair/upgrade neighborhood schools, meet safety, academic, technology standards and reduce overcrowding by improving school security, including 9-1-1 emergency communications, cameras, wiring, smoke alarms/door locks; upgrading classroom computers, water pipes, labs/libraries; acquiring, constructing, equipping and repairing classrooms/sites/facilities, shall Etiwanda School District issue \$137,000,000 in bonds at legal rates, with independent audits, citizens' oversight, no money for administrator salaries/pensions and all funds used locally?

PROJECT LIST FOR THE BOND MEASURE

The Board of Trustees of the Etiwanda School District is committed to safe, clean schools with upgraded classrooms, libraries, science technology engineering and mathematics (STEM) labs and up-to-date technology systems to keep pace with 21st century learning standards. To that end, the Board evaluated the District's urgent and critical facility needs, including safety issues, class size, computer and information technology, enrollment trends and needs analysis in developing the scope of projects to be funded. The District conducted a facilities evaluation and received extensive public input in developing the plan through school site meetings, community presentations, opinion leader input, and interactive materials. Teachers, staff, parents, community members and the Board have prioritized the key health and safety needs so that the most critical facility needs are addressed. The Board concluded that if these needs are not addressed now, the problems will only become more pressing and expensive to address. **Therefore, in approving this Project List, the Board of Trustees determines that the District:**

- (i) **Must maintain and improve the high quality of education for each student in every classroom;**
- (ii) **Must keep schools safe and clean;**
- (iii) **Must retain and attract quality teachers;**
- (vi) **Must adhere to specific fiscal accountability safeguards such as:**
 - (a) All expenditures must be subject to annual independent financial audits,
 - (b) No funds can be used for administrators' salaries and pensions,
 - (c) All funds must be subject to local control and be used to improve every school in the District,
 - (d) An independent citizens' oversight committee must be appointed to ensure that all funds are spent only as authorized.

The Project List includes the following types of upgrades and improvements at the District's following school campuses and facilities so that **ALL STUDENTS HAVE EQUAL ACCESS TO UP-TO-DATE CLASSROOMS, TECHNOLOGY, AND LIBRARY PROGRAMS:**

Elementary School Campuses – Grades K-5	
• Caryn Elementary School	• Carleton P. Lightfoot Elementary School
• David W. Long Elementary School	• East Heritage Elementary School
• Etiwanda Colony Elementary School	• John L. Golden Elementary School
• Grapeland Elementary School	• Perdew Elementary School
• Cecilia Lucero Solorio Elementary School	• Terra Vista Elementary School
• West Heritage Elementary School	• Windrows Elementary School
Intermediate School Campuses – Grades 6-8	
• Day Creek Intermediate School	• Etiwanda Intermediate School
• Heritage Intermediate School	• Summit Intermediate School
Other District Facilities	
• Pre-School Facilities	• District-Wide Facilities

The specific types of projects authorized to be financed with proceeds of the bonds under this proposition are as follows:

<u>School Safety, Security and Health Projects</u>
<p><u>Goal and Purpose:</u> To reduce maintenance and operating costs, thereby returning more money to the classroom, allowing the District to retain qualified teachers and provide instruction in core subjects like math, science and technology, undertake a variety of projects, including, but not limited to, the following types of projects:</p>
<ul style="list-style-type: none"> • Acquire, replace, upgrade and/or install student safety and security systems, including lighting, fencing, smoke detectors, fire alarms, sprinklers, security alarms, signage, safety locks and hardware, cameras and emergency communication systems. • Upgrade and/or install security window coverings and visitor verification systems.

School Safety, Security and Health Projects

Continued:

- Acquire, replace, upgrade and/or install student safety and security systems, including lighting, fencing, smoke detectors, fire alarms, sprinklers, security alarms, signage, safety locks and hardware, cameras and emergency communication systems.
- Upgrade and/or install security window coverings and visitor verification systems.
- Renovate, rehabilitate, re-configure, replace and/or upgrade portable classrooms and restrooms, and furnish and equip the same.
- Renovate, replace and/or install drinking fountains.
- Reconfigure, renovate, repair, resurface, improve and/or expand roads, sidewalks, driveways, parking lots and related areas, and pick-up/drop-off areas.
- Upgrade/improve sites/grounds and facilities and acquire/install equipment and furniture for students with disabilities to comply with the Americans with Disabilities Act.
- Renovate, repair, resurface, upgrade, expand, construct and/or install and improve paved and other hard surfaces, playgrounds, playfields and landscaping, and acquire, improve, replace and/or upgrade playground equipment and fixtures.

School Renovation, Repair and Upgrade Projects

Goal and Purpose: To reduce maintenance and operating costs, thereby returning more money to the classroom, allowing the District to retain qualified teachers and provide instruction in core subjects like math, science and technology, make a variety of basic repair projects, including, but not limited to, the following types of projects:

- Repair classrooms, restrooms, and deteriorating roofs.
- Repair, replace, and/or install heating, plumbing and air-conditioning systems.
- Improve, update, and/or replace fire safety systems, including fire safety doors, smoke alarms and detectors.
- Improve and increase disabled access.
- Update playground equipment.
- Replace classroom furniture and equipment.
- Improve school site parking, and student pickup/drop-off areas.

School Renovation, Repair and Upgrade Projects

Continued:

- Renovate, rehabilitate, re-configure, replace, expand and/or upgrade portable and permanent classrooms, classroom buildings, and school support facilities, including interior and exterior doors, windows, door and window hardware, roofs, rain gutters and downspouts, walls, marker boards, ceilings and floors and finishes, paint, siding, insulation, casework, cabinets, carpets, drapes, window coverings, lighting, sinks, fixtures, signage, fencing, furniture and equipment.
- Improve, update, renovate, and expand athletic fields, tracks, gyms, locker rooms, and other facilities at the District's school campuses as needed.
- Acquire, install and/or construct renewable energy and/or energy-saving systems, improvements and equipment, including photovoltaic solar panels, electricity generation and distribution systems, upgraded insulation, efficient lighting, energy management and conservation systems, windows and structures to support such systems, improvements and equipment and related infrastructure.
- Rehabilitate, renovate, upgrade and/or replace such systems, improvements and equipment as needed in the future.

Improvements and Equipment to Support 21st Century Learning And Classroom Instructional Technology Academic Programs

Goal and Purpose: To ensure all students have equal access to up-to-date classrooms and library programs, and to upgrade classroom computers and computer technology to allow our teachers and students to use up-to-date teaching methods and enhance instruction in core academic subjects like math, science and technology, make improvements, including, but not limited to, the following types of improvements:

- Improve and update classroom instructional technology needed for improved student learning.
- Upgrade and/or install up-to-date technology, data and communication equipment.
- Update, expand and install science, technology, engineering, and mathematics (STEM) lab facilities and technology equipment.
- Upgrade and expand school library facilities and equipment.
- Rehabilitate and replace such equipment, fixtures and infrastructure as needed in the future; technology equipment, fixtures and infrastructure includes existing technology equipment, fixtures and infrastructure as well as technology equipment, fixtures and infrastructure developed in the future.
- Renovate, replace, upgrade, acquire, install and integrate electrical (including wiring and related infrastructure for modern technology) and data systems, equipment, power sources and supplies and related technology infrastructure.

Improvements and Equipment to Support 21st Century Learning And Classroom Instructional Technology Academic Programs

Continued:

- Acquire, install and upgrade technology equipment, fixtures and infrastructure, including interactive educational technology and projection systems, computers, tablets, laptops, printers, scanners, digital projectors and cameras, audio systems, video systems, phone and sound projections systems, peripherals, smart boards, education software, telecommunications software, security software, monitors, network equipment (including servers, network interface devices, network switches and routers, wireless network equipment, firewalls, network security equipment, racking, power and cooling equipment, wiring and uninterruptible power supplies), as needed for classroom instructional technology systems.

Other School Facility and District-Wide Projects

- Planning, designing and providing temporary housing necessary for listed bond projects.
- The inspection, sampling and analysis of grounds, buildings and building materials to determine the presence of hazardous materials or substances, including asbestos, lead, etc., and the encapsulation, removal, disposal and other remediation or control of such hazardous materials and substances.
- The inspection and analysis of grounds, buildings and structures to assess health and safety risks to students, faculty, staff, parents and the public and compliance with local, state and federal building, health, safety, access and other related requirements, including seismic safety requirements, Field Act requirements and access requirements of the Americans with Disabilities Act (ADA), and the improvement, correction, repair or renovation of such grounds, buildings and structures or portions thereof identified as such health and safety risks or acquire, install and/or construct other improvements to comply with such laws and requirements.
- Acquisition and improvement of real property and the construction of new school facilities needed to accommodate future increases in student enrollment and/or from reductions in the number students per classroom.
- Acquisition of all or a portion of any school site or facility, or an interest therein, or make lease payments with respect to any school site or facility, encumbered in order to finance or refinance the listed bond projects pursuant to a lease, certificate of participation or lease revenue bond financing.
- Address other unforeseen conditions revealed by construction, renovation or modernization (including plumbing or gas line breaks, dry rot, seismic and structural deficiencies, etc.).
- Furnishing and equipping of school facilities; furnishing and equipping shall include initial purchases, and scheduled and necessary replacements, upgrades and updating of technology.
- All other costs and work necessary and incidental to the listed bond projects.

* * *

The listed projects set forth above will be completed as needed. Each project is assumed to include its share of furniture, equipment, architectural, engineering, and similar planning costs, program management, staff training expenses and a customary contingency, and escalation for unforeseen design and construction costs. In addition to the listed projects stated above, the Project List also includes the payment of the costs of preparation of all facility planning, facility assessment reviews, environmental studies, construction documentation, inspection and permit fees, and temporary housing of dislocated District activities caused by bond projects. The upgrading of technology infrastructure includes, but is not limited to, computers, projectors, portable interface devices, servers, switches, routers, modules, smart boards, sound projection systems, printers, digital white boards, document projectors, upgrade voice-over-IP, phone systems, call manager and network security/firewall, and other miscellaneous equipment and software. The access to up-to-date classrooms includes but is not limited to the acquisition of school sites and the construction of new schools or additions to existing schools. The repair of school facilities includes the upgrading/replacing of school site parking, campus accessibility, utilities, and grounds, playground equipment, hard court surfaces, shade structures for student assembly to protect students from inclement weather during lunch, libraries, District support facilities; enhanced signage; fire sensors; damaged and unsafe gym bleachers; music, performing arts rooms; electrical wiring; athletic and play fields turf which may be upgraded for safety and operational efficiency; solar power and water recycling systems; constructing new facilities and classrooms; renovating and paint interior and exterior building surfaces to extend their useful life; physical education facilities improvements; security, safety and communication systems and equipment; window and floor coverings (including tiles and carpeting); kitchen equipment; upgrade irrigation systems; improvements and furnishings and/or other electronic equipment and systems.

The allocation of bond proceeds may be affected by the District's receipt of State matching funds and the final costs of each project. In the absence of State matching funds, the District will make an effort to reduce the District's share of the costs of the projects, however, the District may not be able to complete some of the projects listed above.

The budget for each project is an estimate and may be affected by factors beyond the District's control. The final cost of each project will be determined as plans are finalized, construction bids are awarded and projects are completed. Based on the final costs of each project, certain of the projects described above may be delayed or may not be completed. Demolition of existing facilities and reconstruction of facilities scheduled for repair and upgrade may occur, if the Board determines that such an approach would be more cost-effective in creating enhanced and operationally efficient campuses. Necessary site preparation/restoration and landscaping, may occur in connection with new construction, renovation or remodeling, or installation or removal of relocatable classrooms, including ingress and egress, removing, replacing, or installing irrigation, utility lines, trees and landscaping, redirecting fire access, and acquiring any necessary easements, licenses, or rights of way to the property.

Bond proceeds shall be expended only for the specific purposes identified herein. Proceeds of the bonds may be used to pay or reimburse the District for the cost of District staff when performing work on or necessary and incidental to the bond projects. The District shall create an account into which proceeds of the bonds shall be deposited and comply with the reporting requirements of Government Code § 53410.

FISCAL ACCOUNTABILITY: IN ACCORDANCE WITH EDUCATION CODE SECTION 15272, THE BOARD OF TRUSTEES WILL APPOINT A CITIZENS' OVERSIGHT COMMITTEE AND CONDUCT ANNUAL INDEPENDENT AUDITS TO ASSURE THAT FUNDS ARE SPENT ONLY ON DISTRICT PROJECTS AND FOR NO OTHER PURPOSE. THE EXPENDITURE OF BOND MONEY ON THESE PROJECTS IS SUBJECT TO STRINGENT FINANCIAL ACCOUNTABILITY REQUIREMENTS. BY LAW, PERFORMANCE AND FINANCIAL AUDITS WILL BE PERFORMED ANNUALLY, AND ALL BOND EXPENDITURES WILL BE MONITORED BY AN INDEPENDENT CITIZENS' OVERSIGHT COMMITTEE TO ENSURE THAT FUNDS ARE SPENT AS PROMISED AND SPECIFIED. THE CITIZENS' OVERSIGHT COMMITTEE MUST INCLUDE, AMONG OTHERS, REPRESENTATION OF A BONA FIDE TAXPAYERS ASSOCIATION, A BUSINESS ORGANIZATION AND A SENIOR CITIZENS ORGANIZATION. NO DISTRICT EMPLOYEES OR VENDORS ARE ALLOWED TO SERVE ON THE CITIZENS' OVERSIGHT COMMITTEE.

No Administrator Salaries: Proceeds from the sale of the bonds authorized by this proposition shall be used only for the acquisition, construction, reconstruction, rehabilitation, or replacement of school facilities, including the furnishing and equipping of school facilities, and not for any other purpose, including teacher and school administrator salaries and other operating expenses.

TAX RATE STATEMENT

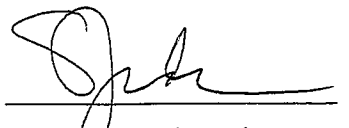
An election will be held in the Etiwanda School District (the "District") on November 8, 2016, to authorize the sale of up to \$137,000,000 in bonds of the District to finance school facilities as described in the proposition. If the bonds are approved, the District expects to issue the Bonds in multiple series over time. Principal and interest on the bonds will be payable from the proceeds of tax levies made upon the taxable property in the District. The following information is provided in compliance with Sections 9400 through 9404 of the California Elections Code.

1. The best estimate of the tax which would be required to be levied to fund this bond issue during the first fiscal year after the sale of the first series of bonds, based on estimated assessed valuations available at the time of filing of this statement, is 2.912 cents per \$100 (\$29.12 per \$100,000) of assessed valuation in fiscal year 2016-17.
2. The best estimate of the tax rate which would be required to be levied to fund this bond issue during the first fiscal year after the sale of the last series of bonds, based on estimated assessed valuations available at the time of filing of this statement, is 2.929 cents per \$100 (\$29.29 per \$100,000) of assessed valuation in fiscal year 2025-26.
3. The best estimate of the highest tax rate which would be required to be levied to fund this bond issue, based on estimated assessed valuations available at the time of filing of this statement, is 2.940 cents per \$100 (\$29.40 per \$100,000) of assessed valuation in fiscal year 2041-42.
4. The best estimate of the total bond payments, including the principal and interest, that would be required to be repaid if all of the bonds are issued and sold is \$293,993,721.

Voters should note that estimated tax rates are based on the *ASSESSED VALUE* of taxable property on the County's official tax rolls, not on the property's market value, which could be more or less than the assessed value. In addition, taxpayers eligible for a property tax exemption, such as the homeowner's exemption, will be taxed at a lower effective tax rate than described above. Certain taxpayers may also be eligible to postpone payment of taxes. Property owners should consult their own property tax bills and tax advisors to determine their property's assessed value and any applicable tax exemptions.

Attention of all voters is directed to the fact that the foregoing information is based upon the District's projections and estimates only, which are not binding upon the District. The actual tax rates and the years in which they will apply, and the actual total debt service, may vary from those presently estimated, due to variations from these estimates in the timing of bond sales, the amount of bonds sold and market interest rates at the time of each sale, and actual assessed valuations over the term of repayment of the bonds. The dates of sale and the amount of bonds sold at any given time will be determined by the District based on need for construction funds and other factors, including the legal limitations on bonds approved by a 55% affirmative vote. The actual interest rates at which the bonds will be sold will depend on the bond market at the time of each sale. Actual future assessed valuation will depend upon the amount and value of taxable property within the District as determined by the County Assessor in the annual assessment and the equalization process.

Dated: August 4, 2016



Superintendent
Etiwanda School District