

**REGULAR MEETING
BOARD OF SCHOOL TRUSTEES
Plainfield Community School Corporation
July 17, 2018
7:00 P.M.
AGENDA**

I. CALL TO ORDER

A. Pledge of Allegiance

II. PRESIDENT'S PREROGATIVE AND CORRESPONDENCE

A. Welcome Guests

III. PATRON'S INPUT ON AGENDA ITEMS

Conduct Project Resolution Hearing

IV. NEW BUSINESS

A. Personnel – Mr. Olinger

B. Approve Project Resolution for Quakers Forward Project – Mr. Wolfe

C. Approve Preliminary Determination Resolution – Mr. Wolfe

D. Approve Declaration of Official Intent to Reimburse Expenditures – Mr.
Wolfe

V. BOARD DISCUSSION

VI. OTHER ITEMS FOR CONSIDERATION

VII. ADJOURNMENT

EXHIBIT A

PROJECT RESOLUTION

WHEREAS, the Board of School Trustees (the "Board") of Plainfield Community School Corporation (the "School Corporation") at a meeting on July 17, 2018 held a public hearing in accordance with Indiana Code § 20-26-7-37 for the purpose of answering questions and listening to taxpayers' comments and any evidence they may present about the proposed Quakers Forward Project which includes the renovation of and improvements to Plainfield Middle School, construction of a new elementary school building and improvements to school facilities within the School Corporation (collectively referred to as, the "Project"); and

WHEREAS, the Board has carefully studied all of the known options and feels that the proposed Project is in the best interests of the present and future students to be served by these facilities; now, therefore,

BE IT RESOLVED, that the purpose of the Project is to provide an improved educational environment for students.

BE IT FURTHER RESOLVED, that the estimated hard costs of the Project are \$41,410,000, estimated soft construction costs of the Project are \$7,590,000, with estimated costs of issuance (including capitalized interest less interest earnings and interim lease rental) of \$4,270,000, resulting in total estimated Project costs of \$53,270,000.

BE IT FURTHER RESOLVED, that the estimated \$53,270,000 will be funded by one or more of the following: Capital Projects Fund, common school fund loan, general obligation bond issue, and/or a building corporation bond issue with an anticipated impact on the Debt Service Fund tax rate of \$0.2144 per \$100 assessed valuation based on an estimated \$2,121,969,824 assessed valuation beginning in 2020. However, as existing obligations mature, the anticipated net impact on the Debt Service Fund tax rate will be \$0.00.

BE IT FURTHER RESOLVED, that the Board will work with the Redevelopment Commission or any other agency or organization to potentially receive funding towards the Project.

Passed and adopted this 17th day of July, 2018.

President, Board of School Trustees

Secretary, Board of School Trustees

EXHIBIT B

PRELIMINARY DETERMINATION RESOLUTION

WHEREAS, Plainfield Community School Corporation (the "School Corporation") published a Notice of Preliminary Determination Hearings on June 27, 2018 in The Hendricks County Flyer and on June 28, 2018 in The Republican and mailed such notice to the Hendricks County Clerk and any organizations requesting such notice as provided in Indiana Code § 6-1.1-20-3.5 with respect to the Quakers Forward Project which includes the renovation of and improvements to Plainfield Middle School, construction of a new elementary school building and improvements to school facilities within the School Corporation (collectively referred to as the "Project"); and

WHEREAS, the first preliminary determination hearing was held on July 12, 2018 and the second preliminary determination hearing was held on July 17, 2018 in accordance with the notice and the law of the State of Indiana (the "State"); now, therefore,

WHEREAS, the School Corporation has made the following information available to the public at the public hearings: (a) the result of the Schools Corporation's current and projected annual debt service payments divided by the net assessed value of taxable property within the School Corporation; (b) the result of (i) the sum of the School Corporation's outstanding long term debt plus the outstanding long term debt of other taxing units that include any of the territory of the School Corporation; divided by (ii) the net assessed value of taxable property within the School Corporation; and

BE IT RESOLVED that the Board of School Trustees (the "Board") of the School Corporation preliminarily determines to issue bonds and enter into a lease agreement for the Project.

BE IT FURTHER RESOLVED, that the Board hereby determines that the renovation and construction of the buildings which encompass the Project are dependent on one another and that it is practically and prudently necessary that they stand or fall together as one Project; and

BE IT FURTHER RESOLVED, that the Board hereby determines that because of this interdependence and the significance of this Project, the procedures pursuant to Indiana Code § 6-1.1-20-3.5 should apply to the Project in its entirety in order to permit the voters of the School Corporation to have the power to vote in favor of or against the Project as a whole.

BE IT FURTHER RESOLVED that the lease agreement will be for a maximum term of 22 years with a maximum annual lease rental of \$4,550,000. The maximum annual lease rental has been estimated based upon an estimated principal amount of bonds of \$53,270,000, estimated interest rates ranging from 2.50% to 5.00%, and total interest costs of \$26,953,184. The School Corporation's current debt service levy is \$13,525,435 and the current debt service rate is \$0.6374. After the School Corporation enters into the proposed lease agreement and/or the bonds are issued, the debt service levy will increase by a maximum of \$4,550,000 and the debt service rate will increase by a maximum of \$0.2144. However, as existing obligations mature, the anticipated net impact on the Debt Service Fund tax rate will be \$0.00. The purpose of the lease agreement and the issuance of the bonds is to provide for the completion of the Project. The Project involves the opening of new school facility space. Therefore, the School Corporation expects to annually incur an increase of \$992,000 to operate such new facility space.

BE IT FURTHER RESOLVED that, if it is financially beneficial, the School Corporation may fund a portion of the Project by the issuance of general obligation bonds. The general obligation bonds may be issued in a maximum principal amount of \$5,000,000 with a maximum term of repayment of twenty (20) years. The general obligation bonds would have estimated

interest rates ranging from 2.00% to 5.00% and total estimated interest costs of \$1,523,467. If the School Corporation issues general obligation bonds, the principal amount of the bonds associated with the lease, as described above, would be reduced by the principal amount of the general obligation bonds issued, such that the total principal amount of bonds issued to finance the Project would not exceed the aggregate estimated principal amount of \$53,270,000.

BE IT FURTHER RESOLVED that the Secretary of the Board is hereby authorized and directed to publish the notice of adoption of this preliminary determination in accordance with Indiana law.

BE IT FURTHER RESOLVED that if a valid petition pursuant to Indiana Code § 6-1.1.-20-3.5 is received by the School Corporation, the Secretary of the Board of School Trustees is hereby authorized to submit the notice pursuant to Indiana Code § 6-1.1-20-3.5(b)(2) and any other required information to the Hendricks County Clerk.

Passed and adopted this 17th day of July, 2018.

President, Board of School Trustees

Secretary, Board of School Trustees

EXHIBIT C

DECLARATION OF OFFICIAL INTENT TO REIMBURSE EXPENDITURES

WHEREAS, Plainfield Community School Corporation (the "School Corporation") intends to finance the Quakers Forward Project which includes the renovation of and improvements to Plainfield Middle School, construction of a new elementary school building and improvements to school facilities within the School Corporation (collectively referred to as the "Project"); and

WHEREAS, the School Corporation reasonably expects to reimburse certain costs of the Project with proceeds of obligations to be incurred by or on behalf of the School Corporation in an amount not to exceed \$53,270,000; and

WHEREAS, the School Corporation, acting on its own or through a leasing entity, expects to have obligations issued by or on its behalf for the Project and to use the proceeds to reimburse or pay costs of the Project; and

NOW, THEREFORE, BE IT RESOLVED that the School Corporation declares its official intent to acquire, construct or rehabilitate the Project with proceeds of obligations incurred on behalf of the School Corporation in an amount not to exceed \$53,270,000 for the purpose of paying or reimbursing costs of the Project; and to approve obligations issued by the School Corporation or by a leasing entity that will lease the Project to the School Corporation.

BE IT FURTHER RESOLVED, that the School Corporation reasonably expects to reimburse itself from proceeds of obligations issued on behalf of the School Corporation for costs of the Project paid prior to the issuance of the obligations.

Passed and Adopted this 17th day of July, 2018.

President, Board of School Trustees

Secretary, Board of School Trustees