

**PALESTINE INDEPENDENT SCHOOL DISTRICT
1007 E. PARK AVENUE
PALESTINE, TEXAS 75801**

OFFICIAL COMMUNICATION

Date: September 18, 2018
To: Board of Trustees
From: Jason Marshall, Superintendent
Subject: Construction Lawsuit (2009 Bonds)

The construction lawsuit stemming from the district's 2009 Construction Bonds is a two (2) phase lawsuit. The first phase of the lawsuit is for construction defects at the Palestine High School campus, and the second phase is for Palestine Junior High School, Northside Primary, and Southside Elementary campuses. We have reached the settlement on Phase 1 of the lawsuit and are prepared to make a recommendation to you at this time.

At the next regular board meeting on Tuesday, September 18, 2018, the Gravely & Pearson lawsuit settlement information will be discussed, and a telephone conference call will be conducted during the executive session portion of the meeting with Gravely & Pearson. Powell & Leon, the district's general council, will also participate in the conference call. Unless an issue arises that we don't foresee, we anticipate recommending that you approve this settlement.

Respectfully submitted,



Jason Marshall
Superintendent



David Atkeisson
Director of Business Services/CFO