

EXTRACT OF MINUTES OF MEETING OF SCHOOL BOARD OF INDEPENDENT SCHOOL DISTRICT NO. 877 (BUFFALO-HANOVER-MONTROSE)

STATE OF MINNESOTA

HELD: MARCH 27, 2017

Pursuant to due call and notice thereof, a regular meeting of the School Board of Independent School District No. 877 (Buffalo-Hanover-Montrose), State of Minnesota, was held on March 27, 2017, at _____, in the district.

The following members were present:

and the following were absent:

Member _____ introduced the following resolution and moved its adoption:

RESOLUTION APPROVING AND AUTHORIZING THE EXECUTION OF A LEASE AGREEMENT AND GROUND LEASE THERETO AND RELATED DOCUMENTS AND CERTIFICATES

BE IT RESOLVED by the School Board of the Independent School District No. 877 (Buffalo-Hanover-Montrose), State of Minnesota, as follows:

1. The Board hereby determines to enter into a Lease Agreement (the "Agreement" or the "Lease") and a Ground Lease (the "Ground Lease") and related certificates and documents for the refunding of an outstanding lease agreement.

2. The Superintendent of the District is hereby authorized to execute the Lease Agreement and any Ground Lease thereto on behalf of the District, and to execute such other certificates and documents as may be necessary and appropriate to effectuate the transactions contemplated by the Lease Agreement and said Ground Lease. The Lease Agreement, and Ground Lease and the related documents may contain such necessary and appropriate variations, omissions and insertions as the Superintendent shall determine to be necessary, and the execution thereof by the Superintendent shall be conclusive evidence of such determination and its approval by the Board. The clerk and chair of the District are hereby authorized to execute the Assignment on behalf of the District.

3. The District reasonably anticipates that it will not issue tax-exempt obligations (not including "private activity bonds" as defined in Section 141 of the Internal Revenue Code of 1986, as amended) in an aggregate amount in excess of \$10 million during the calendar year in which the Lease commences. The Lease is designated as a qualified tax-exempt obligation for purposes of Section 265(b)(c) of the Internal Revenue Code of 1986, as amended, relating to deductibility of interest by financial institutions.

The motion for the adoption of the foregoing resolution was duly seconded by Member _____

and upon roll call vote the following voted in favor thereof: _____

and the following voted against the same: _____

whereupon said resolution was declared duly passed adopted.

Exhibit A: \$839,791.86						
Costs Funded		\$839,791.86				
Interest Rate		2.99%				
Total Payments		14				
Payments per Year		2				
Level Payment		\$65,711.81				
Pmt	Due Date*	Payment Due	Interest	Principal	After Payment Principal Balance	After Payment Termination Value
Loan	05/01/2017				839,791.86	
1	11/01/2017	65,711.84	12,554.89	53,156.95	786,634.91	786,634.91
2	05/01/2018	65,711.84	11,760.19	53,951.65	732,683.26	732,683.26
3	11/01/2018	65,711.84	10,953.61	54,758.23	677,925.03	677,925.03
4	05/01/2019	65,711.84	10,134.98	55,576.86	622,348.17	622,348.17
5	11/01/2019	65,711.84	9,304.11	56,407.73	565,940.44	565,940.44
6	05/01/2020	65,711.84	8,460.81	57,251.03	508,689.41	508,689.41
7	11/01/2020	65,711.84	7,604.91	58,106.93	450,582.48	450,582.48
8	05/01/2021	65,711.84	6,736.21	58,975.63	391,606.85	391,606.85
9	11/01/2021	65,711.84	5,854.52	59,857.32	331,749.53	331,749.53
10	05/01/2022	65,711.84	4,959.66	60,752.18	270,997.35	270,997.35
11	11/01/2022	65,711.84	4,051.41	61,660.43	209,336.92	209,336.92
12	05/01/2023	65,711.84	3,129.59	62,582.25	146,754.67	146,754.67
13	11/01/2023	65,711.84	2,193.98	63,517.86	83,236.81	83,236.81
14	05/01/2024	84,481.20	1,244.39	83,236.81	0.00	1.00