



Lake Orion Community Schools

## ***Interoffice Memo***

*from the Office of the Assistant Superintendent  
of Business and Finance*

**To:** Adam Weldon, Interim Superintendent

**Cc:** Andrea Curtis, Assistant Superintendent of Business and Finance

**From:** Shannon Hojna, Director of Business & Finance

**Date:** July 24<sup>th</sup>, 2024

**RE:** **School Loan Revolving Fund Annual Loan/Repayment Activity  
Application Resolution**

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I am requesting that the Board of Education approve the Annual Loan/Repayment Activity Application for the School Loan Revolving Fund as presented. The School Loan Revolving Fund is the borrowing source to bridge the difference between our legal debt fund millage and the total amount due for our debt payments.

This application determines a preliminary estimate of whether the District will need to borrow or make a repayment. The Department of Treasury appreciates this is an estimate and actual circumstances may change the result and/or the amount. We have estimated that we will not need to borrow in 2024-25.

The following motion suggested:

Move to adopt the Resolution for the Annual Loan/Repayment Activity Application for participation in the Michigan School Loan Revolving Fund as presented.

SUMMER OR SPLIT TAX LEVY

UNLIMITED TAX QUALIFIED BONDS

SCHOOL DISTRICT CODE: 63-230  
 SCHOOL DISTRICT NAME: Lake Orion Community Schools  
 TOTAL DEBT MILLAGE TO BE LEVIED: 7.49

*Instructions for Internet use:*

1. Please enter data in the shaded areas only.
2. Complete this spreadsheet. Obtain Board of Education approval.
3. Submit this spreadsheet with the required documents prior to August 1, 2024

2024 Taxable Valuation =	2,787,643,687
PLUS: 1/2 of 2024 Equivalent IFT/CFT Taxable Value =	
Total Equivalent Value =	2,787,643,687
Less: 2024 TIFA, DDA, & LDFA Captured Value =	
<b>TOTAL 2024 Taxable Value Subject to Debt Service =</b>	<b>2,787,643,687</b>

Bond Issue Date MM/DD/YY (if variable rate issue, indicate with a "Var", e.g. 11/03/00 Var & attach current P&I schedule)	Debt Service Payment (Interest) Due Nov 1, 2024	Debt Service Payment (Principal & Interest) Due May 1, 2025	Fees Due	Debt Service Payments (Principal, Interest & Fees) Total ( b + c + d )	RECONCILED Debt Fund Balance, June 30, 2024 Including Cash, Investments, Accrued Interest, Transfers, etc.	Estimated \$ Delinquency	Funds Needed for Nov 2024/May 2025 Debt Service Payments (e - f + g)	Prorated Millage Allocation ( h / total h ) * total millage to be levied	Actual Millage Allocation * (if "0", enter "0")	Revenues to be Collected from 2024 Tax Levy (j * Taxable Value/1000)	Estimated Amount to Borrow from SLRF for Nov 2024-May 2025 Debt Service Payments (h - k)
(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)	(k)	(l)
02/04/15											
02/02/16	189,500	6,104,500	500	6,294,500	29,100	125,308	6,390,708	2.414	2.489	6,937,051	
02/27/19	1,373,750	4,173,750	500	5,548,000	234,468	106,271	5,419,802	2.127	2.086	5,813,631	
10/16/19	200,778	200,778	500	402,056	217,565	3,690	188,181	0.154	0.151	419,819	
06/29/21	15,258	3,605,258	500	3,621,015	82,712	70,766	3,609,069	1.388	1.371	3,821,302	
03/10/22	884,500	2,784,500	500	3,669,500	404,006	65,310	3,330,804	1.407	1.396	3,890,436	
<b>Totals</b>	2,663,786	16,868,786	2,500	19,535,071	967,850	371,344	18,938,565	7.490	7.491	20,882,239	

2024 Summer or Split Annual Loan Worksheet

\* IF SIGNIFICANT ADJUSTMENTS ARE MADE TO THE ACTUAL MILLAGE ALLOCATION AS COMPARED TO THE PRORATED MILLAGE ALLOCATION, PLEASE PROVIDE A BRIEF EXPLANATION OF YOUR BASIS.

School Bond Qualification and Loan Program  
 School Loan Revolving Fund  
 Bureau of Bond Finance  
 Michigan Department of Treasury  
 430 W. Allegan  
 Lansing, MI 48922

**ANNUAL LOAN/REPAYMENT ACTIVITY APPLICATION**

For Participation in the School Bond Qualification and Loan Program

<small>Legal Name of School District</small> LAKE ORION COMMUNITY SCHOOLS	<small>District Code No.</small> 63-230	<small>County</small> OAKLAND COUNTY
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**CERTIFICATE**

I, the undersigned, Secretary of the Board of Education, do certify hereby that the following constitutes a true and complete copy of a resolution adopted by the Board of Education of this School District, at a regular meeting held on the 24th day of July, 2024, and that said meeting was conducted and public notice of said meeting was given pursuant to and in full compliance with Act 267 of the Public Acts of 1976 (Open Meetings Act).

IN WITNESS WHEREOF, I have hereunto set my hand this 24th day of July, 2023.

<u>SUSAN FLAHERTY</u> (Type or Print Name of Secretary)	_____ (Signature of Secretary)
<u>JAKE SINGER</u> (Type or Print Name of Treasurer, Board of Education)	_____ (Signature of Treasurer)

**RESOLUTION**

A meeting was called to order by Danielle Bresett, President.

Present: Members \_\_\_\_\_

Absent: Members \_\_\_\_\_

The following preamble and resolution were offered by Member \_\_\_\_\_  
 and supported by Member \_\_\_\_\_.

WHEREAS:

1. Act 92 of the Public Acts of Michigan, 2005, enacted pursuant to Article IX, Section 16, of the Michigan Constitution of 1963, provides the procedure, terms and conditions for obtaining a loan from the Michigan School Loan Revolving Fund.

2. Pursuant to Executive Order No. 1993-19, the state activities related to bond qualification and state borrowing functions for the provision of loans by the State of Michigan to school districts were transferred from the Department of Education to the Department of Treasury. The State Treasurer is responsible for prescribing the forms and procedures regarding the application for loan from the School Loan Revolving Fund.

3. This district has taken all necessary actions to comply with all legal and procedural requirements for borrowing from the School Loan Revolving Fund.

NOW, THEREFORE, LET IT BE RESOLVED THAT:

1. The district approves the estimated amount to be borrowed from or repaid to the School Bond Qualification and Loan Program and certifies the amount of qualified debt millage to be levied in accordance with following:

Qualified bond debt millage (Tax Year 2023)	7.491	
Combined beginning balance owed to the SLRF 06/30/2023		\$ 2,742,162.75
Estimated amount to borrow from or repay to the SLRF		\$ 0
Estimated accrued interest		\$ 137,108.14
Estimated combined ending balance owed the SBLF and/or SLRF 06/30/2023		\$ 2,879,270.89

2. The district agrees to levy the debt millage tax as indicated above in the current tax year and to levy the debt millage tax required by law on the taxable valuation of the district for each subsequent year until all loans are repaid in full to the State of Michigan.

3. The district agrees to take actions and to refrain from taking any actions as necessary to maintain the tax exempt status of tax exempt bonds or notes issued by the State or the Michigan Finance Authority for the purpose of financing loans to school districts.

4. The district agrees to file a draw request with the State Treasurer not less than 30 days prior to the time when disbursement proceeds will be necessary in order to pay maturing principal or interest or both and to provide any other pertinent facts which may be required to be included in the request.

5. The Assistant Superintendent of Business and Finance or the Director of Business & Finance is authorized and directed to file with the Department of Treasury the Annual Loan/Repayment Activity Application and any draw request documents necessary for borrowing from the SLRF.

6. In the event that the district fails to perform any actions as identified in this application or required by law, the district will submit to the State Treasurer a board approved resolution which indicates the actions taken and procedures implemented to assure future compliance.

7. The district board members have read this application, approved all statements and representations contained herein as true to the best knowledge and belief of said board, and authorized the Secretary of the Board of Education to sign this application and submit same to the State Treasurer for his review and approval.

Ayes: Members

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Nays: Members

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