

I recommend approving the attached Resolution. Alternative Facilities Bonds in the amount of \$2,970,000 were issued by the school district in 2011 to fund Health and Safety projects. The current principle is \$2,170,000. This resolution gives Baird authority to monitor the market on our behalf. When a savings of at least \$200,000 can be achieved, the Superintendent or Director of Business Services are authorized to sign a Bond Purchase Agreement, which secures the pricing until the resolution of the sale is approved at the next regular school board meeting. The savings will result in reduced debt service tax levy.

CERTIFICATION OF MINUTES
RELATING TO
GENERAL OBLIGATION CROSSOVER REFUNDING BONDS, SERIES 2016A

ISSUER: INDEPENDENT SCHOOL DISTRICT NO. 726 (BECKER PUBLIC SCHOOLS)
STATE OF MINNESOTA

GOVERNING BODY: SCHOOL BOARD

KIND, DATE, TIME AND PLACE OF MEETING:

A regular meeting held June 8, 2016, at _____ o'clock p.m., in the District.

MEMBERS PRESENT:

MEMBERS ABSENT:

Documents Attached: Extract of Minutes of said meeting.

**RESOLUTION AUTHORIZING THE APPROVAL OF THE SALE OF
GENERAL OBLIGATION CROSSOVER REFUNDING BONDS
SERIES 2016A; COVENANTING AND OBLIGATING THE DISTRICT
TO BE BOUND BY AND TO USE THE PROVISIONS OF
MINNESOTA STATUTES, SECTION 126C.55 TO GUARANTEE THE
PAYMENT OF THE PRINCIPAL AND INTEREST ON THE BONDS**

I, the undersigned, being the duly qualified and acting recording officer of the public corporation issuing the obligations referred to in the title of this certificate, certify that the documents attached hereto, as described above, have been carefully compared with the original records of said corporation in my legal custody, from which they have been transcribed; that said documents are a correct and complete transcript of the minutes of a meeting of the governing body of said corporation, and correct and complete copies of all resolutions and other actions taken and of all documents approved by the governing body at said meeting, so far as they relate to said obligations; and that said meeting was duly held by

the governing body at the time and place and was attended throughout by the members indicated above, pursuant to call and notice of such meeting given as required by law.

WITNESS MY HAND officially as such recording officer this ____ day of June, 2016.

School District Clerk

EXTRACT OF MINUTES OF A MEETING
OF THE SCHOOL BOARD OF
INDEPENDENT SCHOOL DISTRICT NO. 726
(BECKER PUBLIC SCHOOLS)
STATE OF MINNESOTA

HELD: JUNE 8, 2016

Pursuant to due call and notice thereof, a regular meeting of the School Board of Independent School District No. 726, State of Minnesota, was duly held on June 8, 2016, at _____ o'clock p.m.

Member _____ introduced the following resolution and moved its adoption:

RESOLUTION AUTHORIZING THE APPROVAL OF THE SALE OF GENERAL OBLIGATION CROSSOVER REFUNDING BONDS SERIES 2016A; COVENANTING AND OBLIGATING THE DISTRICT TO BE BOUND BY AND TO USE THE PROVISIONS OF MINNESOTA STATUTES, SECTION 126C.55 TO GUARANTEE THE PAYMENT OF THE PRINCIPAL AND INTEREST ON THE BONDS

BE IT RESOLVED by the School Board of Independent School District No. 726, State of Minnesota, as follows:

1. Authorization. The School Board hereby finds and declares that it is necessary and expedient to sell and issue not to exceed \$2,350,000 principal amount of general obligation refunding bonds of Independent School District No. 726 (the "Issuer" or the "District"). Said Bonds shall hereinafter be referred to as the "Bonds" or the "Refunding Bonds." The Refunding Bonds, together with other available funds of the Issuer as may be required, shall provide funds to refund in advance of their stated maturities, through a crossover refunding, all of the bonds maturing in the years 2020 through 2032, aggregating \$2,170,000 in principal amount, of the Issuer's General Obligation Alternative Facilities Bonds, Series 2011A, bearing a date of original issue of August 1, 2011 (the "Refunded Bonds"), and to pay the costs associated with issuing the Refunding Bonds. The Refunded Bonds were originally issued to provide funds for health and safety projects at Becker High School as approved by the Commissioner of Education pursuant to Minnesota Statutes, Section 123B.59. The Refunded Bonds have not previously been refunded.

2. The School Board, desires to proceed with the sale of the Refunding Bonds by direct negotiation to Robert W. Baird & Co., (herein "Baird"). Baird will purchase the Refunding Bonds in an arm's-length commercial transaction with the District.

3. Baird is authorized and directed to prepare and distribute an Official Statement related to the sale of the Refunding Bonds.

4. The Superintendent or Director of Business Services and any School Board officer are hereby authorized to approve the sale of the Refunding Bonds in an aggregate principal amount of not to exceed \$2,350,000 and to execute a Bond Purchase Agreement with Baird for the purchase of the Refunding Bonds, provided that the future value of savings in debt service payments under Baird's proposal is at least \$200,000 and the True Interest Cost of that issue does not exceed 2.25%.

5. Upon approval of the sale of the Refunding Bonds by the Superintendent or Director of Business Services and a School Board officer, the School Board will meet at its next regularly scheduled meeting to adopt the necessary approving resolution as drafted by the District's Bond Counsel.

6. (a) The District hereby covenants and obligates itself to notify the Commissioner of Education of a potential default in the payment of principal and interest on the Refunding Bonds and to use the provisions of Minnesota Statutes, Section 126C.55 to guarantee payment of the principal and interest on the Refunding Bonds when due. The District further covenants to deposit with the Bond Registrar or any successor paying agent three (3) days prior to the date on which a payment is due an amount sufficient to make that payment or to notify the Commissioner of Education that it will be unable to make all or a portion of that payment. The Bond Registrar for the Refunding Bonds is authorized and directed to notify the Commissioner of Education if it becomes aware of a potential default in the payment of principal or interest on the Refunding Bonds or if, on the day two (2) business days prior to the date a payment is due on the Refunding Bonds, there are insufficient funds to make that payment on deposit with the Bond Registrar. The District understands that as a result of its covenant to be bound by the provisions of Minnesota Statutes, Section 126C.55, the provisions of that section shall be binding as long as any Refunding Bonds of this issue remain outstanding.

(b) The District further covenants to comply with all procedures now or hereafter established by the Departments of Management and Budget and Education of the State of Minnesota pursuant to Minnesota Statutes, Section 126C.55, subdivision 2(c) and otherwise to take such actions as necessary to comply with that section. The chair, clerk, superintendent or business manager is authorized to execute any applicable Minnesota Department of Education forms.

The motion for the adoption of the foregoing resolution was duly seconded by Member _____, and upon vote being taken thereon, the following voted in favor thereof:

and the following voted against the same:

whereupon said resolution was declared duly passed and adopted.