

RESOLUTION OF THE BOARD OF TRUSTEES OF THE TUPELO PUBLIC SCHOOL DISTRICT TO SET ASIDE AND INVEST FUNDS TO MEET THE NEED FOR CAPITAL IMPROVEMENTS, REPAIRS AND EQUIPPING OF FACILITIES WITHIN THE DISTRICT, SECURITY ENHANCEMENTS OR TO PAY DEBT SERVICE ON DEBT ISSUED FOR SUCH PURPOSE AND TO CREATE A SPECIAL, RESTRICTED FUND FOR THIS PURPOSE

WHEREAS, the Board of Trustees of the Tupelo Public School District, Tupelo, Mississippi, acting for and on behalf of the District, hereby finds and determines as follows:

1. There is a need within the next one to three years to equip and to make capital improvements, repairs and renovations to District facilities, and it is in the District's best interests to begin setting aside amounts in a special, restricted fund necessary to meet the anticipated needs for making such improvements, repairs and equipping of facilities within the District, pursuant to the authority of Sections 37-7-301 and 37-59-43 of the Mississippi Code of 1972, as amended and other applicable law; and

2. Establishing a special, restricted fund for the purposes approved by this resolution is prudent fiscal management of the District's resources, and will reduce the amounts the District must borrow in the future for capital improvements and acquisitions, thereby reducing interest and borrowing costs to the District.

NOW, THEREFORE, BE IT RESOLVED by the Board, as follows:

SECTION 1. The Board hereby authorizes and creates a special, restricted fund, known as the Tupelo Public School District Restricted Capital Reserve Fund (the "Capital Outlay Fund") to be administered and used only for the purposes set forth herein. The Capital Outlay Fund is to be held and accounted for separate from any other funds of the District. As long as the Capital Outlay Fund remains in effect, amounts in the Capital Outlay Fund may be spent only for the purposes of (a) paying for capital improvements, renovations and repairs to or acquisition of school facilities and school equipment in the District or security enhancements related thereto, (b) the purchase of school buses or other transportation equipment, (c) the purchase of land for school purposes or (d) paying debt service on notes, bonds or leases issued to finance the acquisition, improvement, renovation or repair or equipping of school facilities or school buses and transportation equipment. The Capital Outlay Fund shall not hold any funds that are reasonably expected to be needed to meet current operating expenses of the District. Amounts shall be deposited into and withdrawn from the Capital Outlay Fund only as directed or approved by the Board.

SECTION 2. The Board hereby authorizes the Superintendent and Director of Finance and the Board President and Secretary to execute all documents and to take all actions necessary to establish the Capital Outlay Fund, to transfer amounts to such fund and to invest amounts in such fund in a manner that will first preserve the principal amount in the Capital Outlay Fund and second, increase interest earnings on amounts in the fund.

Following the reading of the foregoing resolution, and upon the formal motion of Board Member _____, seconded by Board Member _____, a vote was called for, with the following results:

| | |
|----------------------------------|--------------|
| Board Member Mr. Eddie Prather | Voted: _____ |
| Board Member Ms. Sherry Davis | Voted: _____ |
| Board Member Mr. Rob Hudson | Voted: _____ |
| Board Member Mr. Kenneth Wheeler | Voted: _____ |
| Board Member Mr. Joe Babb | Voted: _____ |

Having received a majority of the affirmative votes of the Board, the Resolution passed on ____July 31____, 2018.

**BOARD OF TRUSTEES OF THE
TUPELO PUBLIC SCHOOL DISTRICT**

By: _____
President

ATTEST:

Secretary