

**AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
OF PIMA COUNTY, STATE OF ARIZONA
SPECIAL ELECTION ON NOVEMBER 6, 2007**

Shall Amphitheater Unified School District No. 10 of Pima County, Arizona, be allowed to issue and sell general obligation bonds in the principal amount of not to exceed \$180,000,000 to provide money for the following purposes:

- Constructing school buildings;
- Renovating school buildings;
- Purchasing pupil transportation vehicles;
- Acquiring by purchase or lease school lots;
- Improving school grounds, including adjacent ways thereto;
- Liquidating indebtedness incurred for the purposes set forth herein;
- Providing all utilities and other capital items necessary for the construction and renovation of school buildings and for improving school grounds;
- Paying all architectural, design, engineering, project and construction management and other costs incurred in connection with the purposes set forth above; and
- Paying all legal, financial and other costs in connection with issuance of the bonds?

The bonds will bear interest at rates not exceeding twelve percent (12%) per year. Interest may be evidenced by separate certificates and will be paid on January 1 and July 1 each year until the bonds mature. The bonds shall mature over a period of not to exceed twenty (20) years from the date of their issuance. The bonds, and any bonds issued to refund the District's bonds, may be sold at prices that include premiums not greater than permitted by law. Bonds will be in the denominations of \$5,000 each or in multiples of \$5,000 and will mature on the first day of July in years determined by the District's governing board.

The issuance of these bonds will result in an annual levy of property taxes sufficient to pay the debt on the bonds. The capital improvements that are proposed to be funded through this bond issuance are to exceed the state standards and are in addition to monies provided by the state. Amphitheater Unified School District is proposing to issue Class B general obligation bonds totaling \$180,000,000 to fund capital improvements over and above those funded by the state. Under the Students FIRST capital funding system, Amphitheater Unified School District is entitled to state monies for building renewal, new construction and renovation of school buildings in accordance with state law.