

1<sup>st</sup> Regular Board Meeting Minutes  
November 3, 2015  
Board Conference Room

Call to Order:

President Nick Aguinaga called the meeting to order at 6:00 p.m. in the Board Room, whereupon roll was subsequently taken. Rebecca Leggett, Jennifer Murray, Mark St. Peters, Melissa Walter-Bock and Nick Aguinaga answered the roll call to establish a quorum. Absent: Leroy Duncan and Scott Miner. Present were administrators John Pearson, Leigh Robinson, Kevin Gockel, and Adam Miller. Two community members (Ed & Rosalie Huebener) were present, along with Stifel representative, Sean McCarthy.

Public Comments:

Rosalie Huebener questioned the placement of this portion of the agenda. President Aguinaga responded that the Board and other boards with which he had experience had always placed this portion at the beginning of the meeting.

Resolution to Issue Alternate Revenue Bonds:

The meeting was called to order by the President, and upon the roll being called, Nick Aguinaga, the President, and the following members were physically present at said location: Rebecca Leggett, Jennifer Murray, Mark St. Peters, Melissa Walter-Bock.

The following members were allowed by a majority of the members of the Board of Education in accordance with and to the extent allowed by rules adopted by the Board of Education to attend the meeting by video or audio conference: None

No member was not permitted to attend the meeting by video or audio conference.

The following members were absent and did not participate in the meeting in any manner or to any extent whatsoever: Scott Miner (Leroy Duncan joined the meeting at 6:24 p.m.)

The President announced that the next item of business before the Board of Education was the consideration of a resolution providing for the issuance of general obligation alternate bonds in order to raise funds for educational purposes. The President then explained that the resolution sets forth the parameters for the issuance of said bonds and sale thereof by designated officials of the District and summarized the pertinent terms of said parameters, including the specific parameters governing the manner of sale, length of maturity, rates of interest, purchase price, pledged revenues and tax levy for said bonds.

Whereupon Member Becky Leggett presented the following resolution, a copy of which was provided to each member of the Board of Education prior to said meeting and to everyone in attendance at said meeting who requested a copy:

RESOLUTION providing for the issue of \$1,500,000 Taxable General Obligation School Bonds (Alternate Revenue Source), Series 2015, of Community High School District Number 14, Madison County, Illinois, for educational purposes, providing for the pledge of certain revenues and the levy of a direct annual tax sufficient to pay such principal and interest on said bonds and authorizing the sale of said bonds to the purchaser thereof.

\* \* \*

WHEREAS, Community High School District Number 14, Madison County, Illinois (the "*District*"), is a duly organized and existing school district created under the provisions of the laws of the State of Illinois, and is now operating under the provisions of the School Code of the State of Illinois, as amended; and

WHEREAS, in order to raise funds for educational purposes (the "*Purposes*"), the Board of Education of the District (the "*Board*") has determined that it is necessary and in the best interests of the District that the District borrow an amount not to exceed \$1,500,000 and, in evidence thereof, issue alternate bonds in an aggregate principal amount not to exceed \$1,500,000, all in accordance with the Local Government Debt Reform Act of the State of Illinois, as amended (the "*Act*"); and

WHEREAS, the Purposes constitute a lawful corporate purpose within the meaning of the Act; and

WHEREAS, for the purpose of providing funds for the Purposes and, in accordance with the provisions of the Act, the Board, on the 1st day of September, 2015, adopted a resolution (the "*Authorizing Resolution*") authorizing the issue of alternate bonds, being general obligation bonds payable from (a) taxes, grants, state aid, interest earnings and other revenues received by the District and available to be expended for the Purposes (the "*Pledged Revenues*"), and (b) ad valorem taxes levied against all of the taxable property in the District without limitation as to rate or amount (the "*Pledged Taxes*"), all in accordance with the provisions of the Act, in an amount not to exceed \$1,500,000 (the "*Alternate Bonds*"); and

WHEREAS, on the 3rd day of September, 2015, the Authorizing Resolution, together with a notice in the statutory form (the "*Notice*"), were published in the *Alton Telegraph*, the same being a newspaper of general circulation in the District, and an affidavit evidencing the publication of the Authorizing Resolution and the Notice has heretofore been presented to the Board and made a part of the permanent records of the Board; and

WHEREAS, more than thirty (30) days have expired since the date of publication of the Authorizing Resolution and the Notice, and no petition with the requisite number of valid signatures thereon has been filed with the Secretary of the Board (the "*Secretary*") requesting that the question of the issuance of the Alternate Bonds be submitted to referendum; and

WHEREAS, the Alternate Bonds shall be payable from the Pledged Revenues and the Pledged Taxes, all in accordance with the provisions of the Act and the Authorizing Resolution; and

WHEREAS, the Board hereby determines that the Pledged Revenues will provide in each year an amount not less than 1.25 times debt service of the Bonds, the same being the only obligations of the District payable from the Pledged Revenues; and

WHEREAS, such determination is supported by the most recent audit of the District (the "*Audit*"), which Audit is for a fiscal year ending not earlier than 18 months previous to the time

of issuance of the Alternate Bonds has been presented to the Board and is now on file with the Secretary; and

WHEREAS, pursuant to and in accordance with the provisions of the Bond Issue Notification Act of the State of Illinois, as amended, the President of the Board (the "President"), on the 1st day of October, 2015, executed an Order calling a public hearing (the "Hearing") for the 13th day of October, 2015, concerning the intent of the Board to sell the Alternate Bonds; and

WHEREAS, notice of the Hearing was given by (i) publication at least once not less than seven (7) nor more than thirty (30) days before the date of the Hearing in the *Alton Telegraph*, and (ii) posting at least 96 hours before the Hearing a copy of said notice at the principal office of the Board which notice was continuously available for public review during the entire 96-hour period preceding the Hearing; and

WHEREAS, the Hearing was held on the 13th day of October, 2015, and at the Hearing, the Board explained the reasons for the Alternate Bonds and permitted persons desiring to be heard an opportunity to present written or oral testimony within reasonable time limits; and

WHEREAS, the Hearing was finally adjourned on the 13th day of October, 2015, and not less than seven (7) days have passed since the final adjournment of the Hearing; and

WHEREAS, the Board is now authorized to issue the Alternate Bonds in the amount of \$1,500,000 in accordance with the provisions of the Act, and the Board hereby determines that it is necessary and desirable that there be issued at this time \$1,500,000 of the Alternate Bonds:

NOW, THEREFORE, Be It and It Is Hereby Resolved by the Board of Education of Community High School District Number 14, Madison County, Illinois, as follows:

*Section 1. Incorporation of Preambles.* The Board hereby finds that all of the recitals contained in the preambles to this Resolution are full, true and correct and does incorporate them into this Resolution by this reference.

*Section 2. Authorization; Acceptance of Audit.* It is hereby found and determined that the Board has been authorized by law to borrow the sum of \$1,500,000 upon the credit of the District and, as evidence of such indebtedness, to issue the Alternate Bonds, being general obligation bonds payable from the Pledged Revenues as provided by the Act, to said amount, the proceeds of the Alternate Bonds to be used for the Purposes, and it is necessary and for the best interests of the District that there be issued at this time not to exceed \$1,500,000 of the Alternate Bonds. The Audit has been and is hereby accepted and approved by the Board.

*Section 3. Bond Details.* There be borrowed on the credit of and for and on behalf of the District the amount of \$1,500,000 for the purpose aforesaid; and that the Alternate Bonds shall be issued in said amount and shall be designated "Taxable General Obligation School Bonds (Alternate Revenue Source), Series 2015" (the "Bonds"). The Bonds shall be dated November 17, 2015, and shall also bear the date of authentication, shall be in fully registered form, shall be in denominations of \$100,000 each and integral multiples of \$5,000 in excess thereof (*provided* that if less than \$100,000 principal amount of Bonds is outstanding at any time, such outstanding principal amount shall be an authorized denomination for purposes of this Bond Resolution) (but no single Bond shall represent installments of principal maturing on more than one date) and shall be numbered 1 and upward, and the Bonds shall become due and payable (subject to redemption prior to maturity as hereinafter described) on December 1 of each of the years, in the amounts and bearing interest per annum as follows:

YEAR OF MATURITY	PRINCIPAL AMOUNT	RATE OF INTEREST
2016	\$500,000	1.80%
2017	500,000	2.16%
2018	500,000	2.50%

The Bonds shall bear interest from their date or from the most recent interest payment date to which interest has been paid or duly provided for, until the principal amount of the Bonds is paid, such interest (computed upon the basis of a 360-day year of twelve 30-day months) being payable on June 1 and December 1 of each year, commencing on December 1, 2016. Interest on each Bond shall be paid by check or draft of the District (the "*Bond Registrar*"), payable upon presentation in lawful money of the United States of America, to the person in whose name such Bond is registered at the close of business on the 15th day of the month next preceding the interest payment date. The principal of the Bonds shall be payable in lawful money of the United States of America at the principal office of the Bond Registrar.

The Bonds shall be signed by the manual or duly authorized facsimile signatures of the President and the Secretary, and shall be registered, numbered and countersigned by the manual or duly authorized facsimile signature of the School Treasurer who receives the taxes of the District (the "*School Treasurer*"), and in case any officer whose signature shall appear on any Bond shall cease to be such officer before the delivery of such Bond, such signature shall nevertheless be valid and sufficient for all purposes, the same as if such officer had remained in office until delivery.

All Bonds shall have thereon a certificate of authentication substantially in the form hereinafter set forth duly executed by the Bond Registrar as authenticating agent of the District and showing the date of authentication. No Bond shall be valid or obligatory for any purpose or be entitled to any security or benefit under this Resolution unless and until such certificate of authentication shall have been duly executed by the Bond Registrar by manual signature, and such certificate of authentication upon any such Bond shall be conclusive evidence that such Bond has been authenticated and delivered under this Resolution. The certificate of authentication on any Bond shall be deemed to have been executed by the Bond Registrar if signed by an authorized officer of the Bond Registrar, but it shall not be necessary that the same officer sign the certificate of authentication on all of the Bonds issued hereunder.

*Section 4. Registration of Bonds; Persons Treated as Owners.* The District shall cause books (the "*Bond Register*") for the registration and for the transfer of the Bonds as provided in this Resolution to be kept at the principal office of the Bond Registrar, which is hereby constituted and appointed the registrar of the District. The District is authorized to prepare, and the Bond Registrar shall keep custody of, multiple Bond blanks executed by the District for use in the transfer and exchange of Bonds.

Upon surrender for transfer of any Bond at the principal office of the Bond Registrar, duly endorsed by, or accompanied by a written instrument or instruments of transfer in form satisfactory to the Bond Registrar and duly executed by, the registered owner or his or her attorney duly authorized in writing, the District shall execute and the Bond Registrar shall authenticate, date and deliver in the name of the transferee or transferees a new fully registered Bond or Bonds of the same maturity of authorized denominations, for a like aggregate principal amount. Any fully registered Bond or Bonds may be exchanged at said office of the Bond Registrar for a like aggregate principal amount of Bond or Bonds of the same maturity of other authorized denominations. The execution by the District of any fully registered Bond shall

constitute full and due authorization of such Bond and the Bond Registrar shall thereby be authorized to authenticate, date and deliver such Bond, *provided, however*, the principal amount of outstanding Bonds of each maturity authenticated by the Bond Registrar shall not exceed the authorized principal amount of Bonds for such maturity less previous retirements.

The Bond Registrar shall not be required to transfer or exchange any Bond during the period beginning at the close of business on the 15th day of the month next preceding any interest payment date on such Bond and ending at the opening of business on such interest payment date, nor to transfer or exchange any Bond after notice calling such Bond for redemption has been mailed, nor during a period of fifteen (15) days next preceding mailing of a notice of redemption of any Bonds.

The person in whose name any Bond shall be registered shall be deemed and regarded as the absolute owner thereof for all purposes, and payment of the principal of or interest on any Bond shall be made only to or upon the order of the registered owner thereof or his or her legal representative. All such payments shall be valid and effectual to satisfy and discharge the liability upon such Bond to the extent of the sum or sums so paid.

No service charge shall be made for any transfer or exchange of Bonds, but the District or the Bond Registrar may require payment of a sum sufficient to cover any tax or other governmental charge that may be imposed in connection with any transfer or exchange of Bonds, except in the case of the issuance of a Bond or Bonds for the unredeemed portion of a Bond surrendered for redemption.

*Section 5. Redemption.* The Bonds shall be subject to redemption prior to maturity at the option of the District from any available funds, as a whole or in part, and if in part in integral multiples of \$100,000 in any order of their maturity as determined by the District (less than all of the Bonds of a single maturity to be selected by the Bond Registrar), on any date, at the redemption price of par plus accrued interest to the redemption date.

The Bonds shall be redeemed only in the principal amount of \$100,000 and integral multiples thereof. The District shall, at least fifteen (15) days prior to any optional redemption date (unless a shorter time period shall be satisfactory to the Bond Registrar) notify the Bond Registrar of such redemption date and of the principal amount and maturity or maturities of Bonds to be redeemed. For purposes of any redemption of less than all of the outstanding Bonds of a single maturity, the particular Bonds or portions of Bonds to be redeemed shall be selected by lot by the Bond Registrar from the Bonds of such maturity by such method of lottery as the Bond Registrar shall deem fair and appropriate; *provided* that such lottery shall provide for the selection for redemption of Bonds or portions thereof so that any \$100,000 Bond or \$100,000 portion of a Bond shall be as likely to be called for redemption as any other such \$100,000 Bond or \$100,000 portion. The Bond Registrar shall make such selection upon the earlier of the irrevocable deposit of funds with an escrow agent sufficient to pay the redemption price of the Bonds to be redeemed or the time of the giving of official notice of redemption.

The Bond Registrar shall promptly notify the District in writing of the Bonds or portions of Bonds selected for redemption and, in the case of any Bond selected for partial redemption, the principal amount thereof to be redeemed.

*Section 6. Redemption Procedure.* Unless waived by any holder of Bonds to be redeemed, notice of the call for any such redemption shall be given by the Bond Registrar on behalf of the District by mailing the redemption notice by first class mail at least five (5) days and not more than sixty (60) days prior to the date fixed for redemption to the registered owner

of the Bond or Bonds to be redeemed at the address shown on the Bond Register or at such other address as is furnished in writing by such registered owner to the Bond Registrar.

All notices of redemption shall state:

- (1) the redemption date,
- (2) the redemption price,
- (3) if less than all outstanding Bonds are to be redeemed, the identification (and, in the case of partial redemption, the respective principal amounts) of the Bonds to be redeemed,
- (4) that on the redemption date the redemption price will become due and payable upon each such Bond or portion thereof called for redemption, and that interest thereon shall cease to accrue from and after said date,
- (5) the place where such Bonds are to be surrendered for payment of the redemption price, which place of payment shall be the principal office of the Bond Registrar, and
- (6) such other information then required by custom, practice or industry standard.

Unless moneys sufficient to pay the redemption price of the Bonds to be redeemed at the option of the District shall have been received by the Bond Registrar prior to the giving of such notice of redemption, such notice may, at the option of the District, state that said redemption shall be conditional upon the receipt of such moneys by the Bond Registrar on or prior to the date fixed for redemption. If such moneys are not received, such notice shall be of no force and effect, the District shall not redeem such Bonds, and the Bond Registrar shall give notice, in the same manner in which the notice of redemption shall have been given, that such moneys were not so received and that such Bonds will not be redeemed. Otherwise, prior to any redemption date, the District shall deposit with the Bond Registrar an amount of money sufficient to pay the redemption price of all the Bonds or portions of Bonds which are to be redeemed on that date.

Subject to the provisions for a conditional redemption described above, notice of redemption having been given as aforesaid, the Bonds or portions of Bonds so to be redeemed shall, on the redemption date, become due and payable at the redemption price therein specified, and from and after such date (unless the District shall default in the payment of the redemption price) such Bonds or portions of Bonds shall cease to bear interest. Upon surrender of such Bonds for redemption in accordance with said notice, such Bonds shall be paid by the Bond Registrar at the redemption price. Installments of interest due on or prior to the redemption date shall be payable as herein provided for payment of interest. Upon surrender for any partial redemption of any Bond, there shall be prepared for the registered holder a new Bond or Bonds of the same maturity in the amount of the unpaid principal.

If any Bond or portion of Bond called for redemption shall not be so paid upon surrender thereof for redemption, the principal shall, until paid, bear interest from the redemption date at the rate borne by the Bond or portion of Bond so called for redemption. All Bonds which have been redeemed shall be cancelled and destroyed by the Bond Registrar and shall not be reissued.

*Section 7. Optional Tender.* On November 17, 2016, and on any date thereafter, the Bonds shall be purchased by the District on the demand of the owner thereof at a price of par, plus accrued interest to the purchase date, upon delivery to the Bond Registrar at its principal office, of the following:

- (i) a written irrevocable notice, which will be effective upon receipt, which (A) states the name and address of the owner, the principal amount of such Bond and the

Bond number, and (B) states the date on which such Bond shall be so purchased, which date shall be not prior to November 17, 2016, or the date which is three (3) months after the date of the delivery of such notice to the Bond Registrar; and

(ii) such Bond (with all necessary endorsements and guarantee of signature attached to such notice); *provided*, that the purchase price of such Bond shall be paid by the close of business on the purchase date, but only upon the delivery of the Bond to the Bond Registrar and provided such Bond shall conform in all material respects to the description thereof in such notice.

*Section 8. Form of Bond.* The Bonds shall be in substantially the following form; *provided, however*, that if the text of any Bond is to be printed in its entirety on the front side of the Bond, then paragraph [2] and the legend, "See Reverse Side for Additional Provisions", shall be omitted and paragraphs [6] through [14], shall be inserted immediately after paragraph [1]:

**[FORM OF BOND – FRONT SIDE]**

REGISTERED

NO. \_\_\_\_\_

REGISTERED

\$ \_\_\_\_\_

**UNITED STATES OF AMERICA**

**STATE OF ILLINOIS**

**COUNTY OF MADISON**

**COMMUNITY HIGH SCHOOL DISTRICT NUMBER 14**

**TAXABLE GENERAL OBLIGATION SCHOOL BOND  
(ALTERNATE REVENUE SOURCE), SERIES 2015**

See Reverse Side for  
Additional Provisions

Interest

Rate: \_\_\_\_%

Registered Owner:

Principal Amount:

Maturity Date:

December 1, 20\_\_

Dated Date:

November 17, 2015

[1] KNOW ALL PERSONS BY THESE PRESENTS, that Community High School District Number 14, Madison County, Illinois (the "*District*"), hereby acknowledges itself to owe and for value received promises to pay to the Registered Owner identified above, or registered assigns as hereinafter provided, on the Maturity Date identified above, the Principal Amount identified above and to pay interest (computed on the basis of a 360-day year of twelve 30-day months) on such Principal Amount from the date of this Bond or from the most recent interest payment date to which interest has been paid at the Interest Rate per annum set forth above on June 1 and December 1 of each year, commencing December 1, 2016, until said Principal Amount is paid. Principal of this Bond is payable in lawful money of the United States of America upon presentation and surrender hereof at the principal office of Commerce Bank, Belleville, Illinois, as bond registrar and paying agent (the "*Bond Registrar*"). Payment of the installments of interest shall be made to the Registered Owner hereof as shown on the

registration books of the District maintained by the Bond Registrar at the close of business on the 15th day of the month next preceding each interest payment date and shall be paid by check or draft of the Bond Registrar, payable upon presentation in lawful money of the United States of America, mailed to the address of such Registered Owner as it appears on such registration books or at such other address furnished in writing by such Registered Owner to the Bond Registrar. For the prompt payment of this Bond, both principal and interest at maturity, the full faith, credit and resources of the District are hereby irrevocably pledged.

[2] Reference is hereby made to the further provisions of this Bond set forth on the reverse hereof and such further provisions shall for all purposes have the same effect as if set forth at this place.

[3] It is hereby certified and recited that all conditions, acts and things required by law to exist or to be done precedent to and in the issuance of this Bond did exist, have happened, been done and performed in regular and due form and time as required by law; that the indebtedness of the District, including the issue of bonds of which this is one, does not exceed any limitation imposed by law; and that provision has been made for the collection of the Pledged Revenues and the Pledged Taxes (both as hereinafter defined) to pay the interest hereon as it falls due and also to pay and discharge the principal hereof at maturity; and that the District hereby covenants and agrees that it will properly account for the Pledged Revenues and the Pledged Taxes and will comply with all the covenants of, and maintain the funds and accounts as provided by, the resolution adopted by the Board of Education of the District on the 3rd day of November, 2015 (the "*Bond Resolution*").

[4] This Bond shall not be valid or become obligatory for any purpose until the certificate of authentication hereon shall have been signed by the Bond Registrar.

[5] IN WITNESS WHEREOF, said Community High School District Number 14, Madison County, Illinois, by its Board of Education, has caused this Bond to be signed by the manual or duly authorized facsimile signatures of the President and Secretary of said Board of Education, and to be registered, numbered and countersigned by the manual or duly authorized facsimile signature of the School Treasurer who receives the taxes of the District, all as of the Dated Date identified above.

SPECIMEN

\_\_\_\_\_  
President, Board of Education

SPECIMEN

\_\_\_\_\_  
Secretary, Board of Education

Registered, Numbered and Countersigned:

SPECIMEN

\_\_\_\_\_  
School Treasurer

Date of Authentication: \_\_\_\_\_, 20\_\_

CERTIFICATE  
OF  
AUTHENTICATION

Bond Registrar and Paying Agent:  
Commerce Bank  
Belleville, Illinois

This Bond is one of the Bonds described in the within mentioned resolution and is one of the Taxable General Obligation School Bonds (Alternate Revenue Source), Series 2015, of Community High School District Number 14, Madison County, Illinois.

COMMERCE BANK,  
as Bond Registrar

By \_\_\_\_\_

Authorized Officer

[Form of Bond - Reverse Side]

**COMMUNITY HIGH SCHOOL DISTRICT NUMBER 14**

**MADISON COUNTY, ILLINOIS**

**TAXABLE GENERAL OBLIGATION SCHOOL BOND  
(ALTERNATE REVENUE SOURCE), SERIES 2015**

[6] This Bond is one of a series of bonds issued by the District for educational purposes, in full compliance with the provisions of the School Code of the State of Illinois and the Local Government Debt Reform Act of the State of Illinois (the “Act”), and all laws amendatory thereof and supplementary thereto, and is authorized by a resolution adopted by the Board of Education of the District (the “Board”) on the 1st day of September, 2015 and by the Bond Resolution, duly and properly adopted for that purpose, in all respects as provided by law.

[7] This Bond is payable from (a) taxes, grants, state aid, interest earnings and other revenues received by the District and available to be expanded for educational purposes (the “Pledged Revenues”), and (b) from ad valorem taxes levied against all of the taxable property in the District without limitation as to rate or amount (the “Pledged Taxes”), all in accordance with the provisions of the Act.

[8] Bonds of the issue of which this Bond is one shall be subject to redemption prior to maturity at the option of the District as a whole, or in part in integral multiples of \$100,000 in any order of their maturity as determined by the District (less than all the Bonds of a single maturity to be selected by lot by the Bond Registrar), on any date, at the redemption price of par plus accrued interest to the redemption date.

[9] Notice of any such redemption shall be sent by first class mail not less than five (5) days nor more than sixty (60) days prior to the date fixed for redemption to the registered owner of each Bond to be redeemed at the address shown on the registration books of the District maintained by the Bond Registrar or at such other address as is furnished in writing by such registered owner to the Bond Registrar. When so called for redemption, this Bond will cease to bear interest on the specified redemption date, provided funds for redemption are on deposit at the place of payment at that time, and shall not be deemed to be outstanding.

[10] This Bond is transferable by the registered holder hereof in person or by his or her attorney duly authorized in writing at the principal office of the Bond Registrar in Belleville, Illinois, but only in the manner, subject to the limitations and upon payment of the charges provided in the authorizing resolution, and upon surrender and cancellation of this Bond. Upon such transfer a new Bond or Bonds of authorized denominations of the same series and maturity and for the same aggregate principal amount will be issued to the transferee in exchange therefor.

[11] This Bond is issued in fully registered form in the denomination of \$100,000 each or authorized integral multiples of \$5,000 in excess thereof. This Bond may be exchanged at the principal office of the Bond Registrar for a like aggregate principal amount of Bonds of the same series and maturity of other authorized denominations, upon the terms set forth in the authorizing resolution. The Bond Registrar shall not be required to transfer or exchange any Bond during the period beginning on the 15th day of the month next preceding any payment date on such Bond and ending on such payment date, nor to transfer or exchange any Bond after notice calling such Bond for redemption has been mailed, nor during a period of fifteen (15) days next preceding mailing of a notice of redemption of any Bonds.

[12] Bonds of the issue of which this Bond is one shall be subject to optional tender as set forth in the Bond Resolution.

[13] The District and the Bond Registrar may deem and treat the registered holder hereof as the absolute owner hereof for the purpose of receiving payment of or on account of principal hereof and interest due hereon and for all other purposes and neither the District nor the Bond Registrar shall be affected by any notice to the contrary.

[14] This Bond is being issued with original issue discount. The amount of original issue discount is equal to the difference between the total principal and interest due on the Bonds (\$1,569,356.11) and the purchase price of the Bonds (\$1,500,000), the same being \$69,356.11.

**(ASSIGNMENT)**

FOR VALUE RECEIVED, the undersigned sells, assigns and transfers unto \_\_\_\_\_

\_\_\_\_\_  
(Name and Address of Assignee)

the within Bond and does hereby irrevocably constitute and appoint \_\_\_\_\_

\_\_\_\_\_,  
attorney to transfer the said Bond on the books kept for registration thereof with full power of substitution in the premises.

Dated: \_\_\_\_\_

Signature guaranteed: \_\_\_\_\_

NOTICE: The signature to this assignment must correspond with the name of the registered owner as it appears upon the face of the within Bond in every particular, without alteration or enlargement or any change whatever.

*Section 9. Sale of Bonds.* The Bonds hereby authorized shall be executed as in this Resolution provided as soon after the passage hereof as may be, and thereupon be deposited with the School Treasurer, and be by said Treasurer delivered to Commerce Bank, Belleville, Illinois (the "Purchaser"), upon receipt of the purchase price therefor, the same being par; the contract for the sale of the Bonds (the "Purchase Contract") heretofore entered into is in all respects ratified, approved and confirmed, it being hereby found and determined that the Bonds have been sold at such price and bear interest at such rates that neither the true interest cost (yield) nor the net interest rate received upon such sale exceed the maximum rate otherwise authorized by Illinois law and that the Purchase Contract is in the best interests of the District and that no

person holding any office of the District, either by election or appointment, is in any manner financially interested directly in his or her own name or indirectly in the name of any other person, association, trust or corporation, in the Purchase Contract; and the Bonds before being issued shall be registered, numbered and countersigned by said Treasurer, such registration being made in a book provided for that purpose, in which shall be entered the record of the election authorizing the Board to borrow said money and a description of the Bonds issued, including the number, date, to whom issued, amount, rate of interest and when due.

The use by the Purchaser of the Term Sheet relating to the Bonds, in substantially the form now before the Board (the "*Term Sheet*") is hereby ratified, approved and authorized; the execution and delivery of the Term Sheet is hereby authorized; and the officers of the Board are hereby authorized to take any action as may be required on the part of the District to consummate the transactions contemplated by the Purchase Contract, this Resolution, the Term Sheet and the Bonds.

*Section 10. Treatment of Bonds as Debt.* The Bonds shall be payable from the Pledged Revenues and the Pledged Taxes and do not and shall not constitute an indebtedness of the District within the meaning of any constitutional or statutory limitation, unless the Pledged Taxes shall be extended pursuant to the general obligation, full faith and credit promise supporting the Bonds, as set forth in Section 12 hereof, in which case the amount of the Bonds then outstanding shall be included in the computation of indebtedness of the District for purposes of all statutory provisions or limitations until such time as an audit of the District shall show that the Bonds have been paid from the Pledged Revenues for a complete fiscal year, in accordance with the Act.

*Section 11. Bond Fund.* There is hereby established a special fund of the District known as the "Alternate Bond and Interest Fund of 2015" (the "*Bond Fund*"). The Pledged Revenues and the Pledged Taxes shall be set aside as collected and deposited into the Bond Fund, which is a trust fund established for the purpose of carrying out the covenants, terms and conditions imposed upon the District by this Resolution. The Bonds are secured by a pledge of all of the moneys on deposit in the Bond Fund, and such pledge is irrevocable until the Bonds have been paid in full or until the obligations of the District under this Resolution are discharged.

*Section 12. Alternate Revenue Source; Additional Bonds; Tax Levy.* For the purpose of providing funds required to pay the interest on the Bonds promptly when and as the same falls due, and to pay and discharge the principal thereof at maturity, the District covenants and agrees with the purchasers and the owners of the Bonds that the District will deposit the Pledged Revenues into the Bond Fund in the manner set forth in this Section.

All payments with respect to the Bonds shall be made directly from the Bond Fund. All Pledged Taxes shall be deposited to the credit of the Bond Fund. On or before each payment date on the Bonds, the District shall deposit into the Bond Fund an amount of Pledged Revenues equal to the principal and interest becoming due on the Bonds on such payment date. Pledged Taxes on deposit to the credit of the Bond Fund shall be fully spent to pay the principal of and interest on the respective Bonds for which such taxes were levied and collected prior to use of any Pledged Revenues on deposit in the Bond Fund.

The District is authorized to issue from time to time additional bonds payable from the Pledged Revenues as permitted by law and such additional bonds may share ratably and equally in the Pledged Revenues with the Bonds; *provided, however*, that no additional bonds shall be issued except in accordance with the provisions of the Act.

For the purpose of providing additional funds to pay the principal of or interest on the Bonds, there is hereby levied upon all of the taxable property within the District, in the years for

which any of the Bonds are outstanding, a direct annual tax for each of the years while the Bonds or any of them are outstanding, in amounts sufficient for that purpose, and there be and there hereby is levied upon all of the taxable property in the District the following direct annual taxes (the “*Pledged Taxes*” as heretofore defined):

FOR THE YEAR	A TAX SUFFICIENT TO PRODUCE THE SUM OF:
2015	\$545,206.11 for interest and principal up to and including June 1, 2017
2016	\$517,900.00 for interest and principal
2017	\$506,250.00 for interest and principal

Interest or principal coming due at any time when there are insufficient funds on hand from the Pledged Taxes to pay the same shall be paid promptly when due from current funds on hand in advance of the collection of the Pledged Taxes herein levied; and when the Pledged Taxes shall have been collected, reimbursement shall be made to said funds in the amount so advanced.

*Section 13. Filing of Resolution.* Forthwith upon the passage of this Resolution, the Secretary of the Board is hereby directed to file a certified copy of this Resolution with the County Clerk of The County of Madison, Illinois (the “*County Clerk*”), and it shall be the duty of the County Clerk to annually in and for each of the years 2015 to 2017, inclusive, ascertain the rate necessary to produce the tax herein levied, and extend the same for collection on the tax books against all of the taxable property within the District in connection with other taxes levied in each of said years for school purposes, in order to raise the respective amounts aforesaid and in each of said years such annual tax shall be computed, extended and collected in the same manner as now or hereafter provided by law for the computation, extension and collection of taxes for general school purposes of the District; and a certified copy of this Resolution shall also be filed with the School Treasurer.

*Section 14. Abatement of Pledged Taxes.* Whenever the Board determines that funds are or will be available to pay any principal of or interest on the Bonds when due, so as to enable the abatement of the Pledged Taxes levied for the same, the Board or such officers of the District acting with proper authority shall direct the abatement of the Pledged Taxes by such amount, and proper notification of such abatement shall be filed with the County Clerk in a timely manner to effect such abatement.

*Section 15. General Covenants.* The District covenants and agrees with the holders of the Bonds that so long as the Bonds or any of them remain outstanding and unpaid, either as to principal or interest:

A. The District hereby pledges the Pledged Revenues to the payment of the Bonds, and the Board covenants and agrees to provide for, collect and apply the Pledged Revenues to the payment of the Bonds and the provision of not less than an additional 0.25 times debt service on the Bonds, all in accordance with Section 15 of the Act.

B. The District will punctually pay or cause to be paid from the sources herein provided the principal of and interest on the Bonds in strict conformity with the terms of the Bonds and this Resolution, and it will faithfully observe and perform all of the conditions, covenants and requirements thereof and hereof.

C. The District will pay and discharge, or cause to be paid and discharged, from the Bond Fund any and all lawful claims which, if unpaid, might become a lien or charge upon the Pledged Revenues or Pledged Taxes, or any part thereof, or upon any funds in the hands of the Bond Registrar, or which might impair the security of the

Bonds. Nothing herein contained shall require the District to make any such payment so long as the District in good faith shall contest the validity of said claims.

D. The District will keep, or cause to be kept, proper books of record and accounts, separate from all other records and accounts of the District, in which complete and correct entries shall be made of all transactions relating to the Pledged Revenues, the Pledged Taxes and the Bond Fund. Such books of record and accounts will at all times during business hours be subject to the inspection of the holders of not less than ten per cent (10%) of the principal amount of the outstanding Bonds or their representatives authorized in writing.

E. The District will preserve and protect the security of the Bonds and the rights of the registered owners of the Bonds, and will warrant and defend their rights against all claims and demands of all persons. From and after the sale and delivery of any of the Bonds by the District, the Bonds shall be incontestable by the District.

F. The District will adopt, make, execute and deliver any and all such further resolutions, instruments and assurances as may be reasonably necessary or proper to carry out the intention of, or to facilitate the performance of, this Resolution, and for the better assuring and confirming unto the registered owners of the Bonds of the rights and benefits provided in this Resolution.

G. As long as any Bonds are outstanding under this Resolution, the District will continue to deposit the Pledged Revenues into the Pledged Revenues Account and, if necessary, the Pledged Taxes into the Pledged Taxes Account. The District covenants and agrees with the purchasers of the Bonds and with the registered owners thereof that so long as any Bonds remain outstanding, the District will take no action or fail to take any action which in any way would adversely affect the ability of the District to collect the Pledged Revenues. The District and its officers will comply with all present and future applicable laws in order to assure that the Pledged Revenues and Pledged Taxes may be collected as provided herein and deposited into the Pledged Revenues Account and Pledged Taxes Account, respectively, as provided herein.

H. Once issued, the Bonds shall be and forever remain until paid or defeased a general obligation of the District, the payment of which its full faith and credit are pledged, and shall be payable, in addition to the Pledged Revenues, from the levy of the Pledged Taxes as provided in the Act.

*Section 16. Application of Proceeds.* The proceeds of the Bonds are hereby appropriated for the Purposes and to pay costs of issuance of the Bonds, and the portion thereof not needed to pay such costs of issuance shall be deposited into the Educational Fund of the District. At the time of the issuance of the Bonds, the costs of issuance of the Bonds may be paid by the Purchaser on behalf of the District from the proceeds of the Bonds.

*Section 17. Registered Form.* The Bonds shall be issued in fully registered form and the District agrees that it will not take any action to permit the Bonds to be converted into bearer or coupon form.

*Section 18. List of Bondholders.* The Bond Registrar shall maintain a list of the names and addresses of the holders of all Bonds and upon any transfer shall add the name and address of the new Bondholder and eliminate the name and address of the transferor Bondholder.

*Section 19. Duties of Bond Registrar.* If requested by the Bond Registrar, the President and the Secretary are authorized to execute the Bond Registrar's standard form of agreement

between the District and the Bond Registrar with respect to the obligations and duties of the Bond Registrar hereunder which may include the following:

- (a) to act as bond registrar, authenticating agent, paying agent and transfer agent as provided herein;
- (b) to maintain a list of Bondholders as set forth herein and to furnish such list to the District upon request, but otherwise to keep such list confidential;
- (c) to give notice of redemption of Bonds as provided herein;
- (d) to cancel and/or destroy Bonds which have been paid at maturity or upon earlier redemption or submitted for exchange or transfer;
- (e) to furnish the District at least annually a certificate with respect to Bonds cancelled and/or destroyed; and
- (f) to furnish the District at least annually an audit confirmation of Bonds paid, Bonds outstanding and payments made with respect to interest on the Bonds.

*Section 20. Provisions a Contract.* The provisions of this Resolution shall constitute a contract between the District and the owners of the outstanding Bonds. All covenants relating to the Bonds and the conditions and obligations imposed by Section 15 of the Act are enforceable by any holder of the Bonds affected, any taxpayer of the District and the People of the State of Illinois acting through the Attorney General or any designee.

*Section 21. Severability.* If any section, paragraph or provision of this Resolution shall be held to be invalid or unenforceable for any reason, the invalidity or unenforceability of such section, paragraph or provision shall not affect any of the remaining provisions of this Resolution.

[REMAINDER OF PAGE INTENTIONALLY LEFT BLANK]

*Section 22. Repeal.* All resolutions or parts thereof in conflict herewith be and the same are hereby repealed and this Resolution shall be in full force and effect forthwith upon its adoption.

Adopted November 3, 2015.

---

President, Board of Education

---

Secretary, Board of Education

Member Becky Leggett moved and Member Mark St. Peters seconded the motion that said resolution as presented be adopted.

After a full discussion thereof, the President directed that the roll be called for a vote upon the motion to adopt said resolution.

Upon the roll being called, the following members voted AYE: Leggett, Murray, St. Peters, Walter-Bock, and Aguinaga.

The following members voted NAY: None

Whereupon the President declared the motion carried and said resolution adopted, approved and signed the same in open meeting and directed the Secretary to record the same in the records of the Board of Education of Community High School District Number 14, Madison County, Illinois, which was done.

Other business not pertinent to the adoption of said resolution was duly transacted at the meeting.

Upon motion duly made, seconded and carried, the meeting was adjourned.

---

Secretary, Board of Education

Executive Session:

Motion by Mr. St. Peters; second by Mrs. Murray, to adjourn to executive session to: a) Discuss individual student matters, b) The appointment, employment, compensation, discipline, performance, or dismissal of specific employees of the District, c) Discuss collective bargaining matters, and d) Discuss pending or current litigation. Aye: Ms. Leggett, Mrs. Murray, Mr. St. Peters, Ms. Walter-Bock, and Mr. Aguinaga. Nay: None. Motion Passed at 6:10 p.m.

Come Out of Executive Session:

Motion by Mr. St. Peters; second by Ms. Leggett, to come out of executive session. Aye: Ms. Leggett, Mrs. Murray, Mr. St. Peters, Ms. Walter-Bock, and Mr. Aguinaga. Nay: None. Motion Passed at 6:55 p.m.

[Leroy Duncan arrived at 6:24 p.m.]

Motion by Mr. Duncan; second by Mrs. Murray to expel Student A for the remainder of the 2015-16 school year, but to hold that expulsion in abeyance pending Student A's enrollment at the CEO Alternative School. Aye: Mr. Duncan, Ms. Leggett, Mrs. Murray, Mr. St. Peters, Ms. Walter-Bock, and Mr. Aguinaga. Nay: None

Executive Session:

Motion by Mr. Duncan; second by Ms. Leggett, to adjourn to executive session to: a) Discuss individual student matters, b) The appointment, employment, compensation, discipline, performance, or dismissal of specific employees of the District, c) Discuss collective bargaining matters, and d) Discuss pending or current litigation. Aye: Mr. Duncan, Ms. Leggett, Mrs. Murray, Mr. St. Peters, Ms. Walter-Bock, and Mr. Aguinaga. Nay: None. Motion Passed at 7:00 p.m.

Come Out of Executive Session:

Motion by Mr. St. Peters; second by Mrs. Murray, to come out of executive session. Aye: Mr. Duncan, Ms. Leggett, Mrs. Murray, Mr. St. Peters, Ms. Walter-Bock, and Mr. Aguinaga. Nay: None. Motion Passed at 8:27 p.m.

President Aguinaga called for a motion for the administration's recommendation to expel Student B for the remainder of the 2015-16 school year, but to hold that expulsion in abeyance pending enrollment in the CEO Alternative School. No motion was forthcoming.

Motion by Mr. St. Peters; second by Mr. Duncan to require Student B's parents to enroll Student B in a specified program and file a report demonstrating that enrollment to a specified representative of the District by December 1, 2015, with the failure to execute those conditions resulting in expulsion of Student B for the remainder of the 2015-16 school year, and to hold that expulsion in abeyance pending Student B's enrollment at the CEO Alternative School. Aye: Mr. Duncan, Ms. Leggett, Mrs. Murray, Mr. St. Peters, Ms. Walter-Bock, and Mr. Aguinaga. Nay: None.

Executive Session:

Motion by Mr. St. Peters; second by Ms. Walter-Bock, to adjourn to executive session to: a) Discuss individual student matters, b) The appointment, employment, compensation, discipline, performance, or dismissal of specific employees of the District, c) Discuss collective bargaining matters, and d) Discuss pending or current litigation. Aye: Mr. Duncan, Ms. Leggett, Mrs. Murray, Mr. St. Peters, Ms. Walter-Bock, and Mr. Aguinaga. Nay: None. Motion Passed at 8:35 p.m.

Come Out of Executive Session:

Motion by Ms. Leggett; second by Mr. Duncan, to come out of executive session. Aye: Mr. Duncan, Ms. Leggett, Mrs. Murray, Mr. St. Peters, Ms. Walter-Bock, and Mr. Aguinaga. Nay: None. Motion Passed at 9:01 p.m.

Motion by Mr. Duncan; second by Ms. Leggett to expel Student C for the remainder of the 2015-16 school year, but to hold that expulsion in abeyance pending Student C's

enrollment at the CEO Alternative School. Aye: Mr. Duncan, Ms. Leggett, Mrs. Murray, Mr. St. Peters, Ms. Walter-Bock, and Mr. Aguinaga. Nay: None

Motion by Mr. St. Peters; second by Ms. Walter-Bock, to appoint Anastacia Harrell as a volunteer, non-paid Flag Corps coach. Motion Carried Voice Vote.

Hear Preview of November 10, 2015 Regular Meeting:

*Facility Use Request: ACS Relay for Life:* The superintendent informed the Board that it would be asked to approve the American Cancer Society's use of Memorial Stadium for the Relay for Life on June 18, 2016. He noted that the ACS had supplied adequate proof of liability insurance and that it was prepared to reimburse the District for its custodial costs. He further noted that this was not an overnight event, as was the case when the high school hosted it, but will now be an all-day event on that Saturday.

*Estimate Tax Levy for 2015:* Dr. Pearson presented a preview of tax levy spreadsheet calculations that the Board would be asked to estimate at the November 10<sup>th</sup> meeting. Included in those estimates were the anticipated bond payments, which would put the overall district tax rate around \$2.35. This rate falls within the range of district tax rates of anywhere from \$2.14 - \$2.49 which the District has used this century. The levy estimates he presented included scenarios of a 2% reduction in EAV or a no-growth EAV. It is likely that the aggregate levy recommended for adoption in December will include some EAV growth, as usual, so as to capture the rate.

*School Report Card for 2015:* The administration may table its presentation of the 2015 School Report Card, since the State Superintendent recently authorized school districts to delay their board meeting presentations until the school PARCC results were available.

*Second Reading and Adoption of Policy Revisions:* Dr. Pearson reminded the Board that it would be asked to approve the array of policy revisions that were reviewed at the October meeting, at its November 10<sup>th</sup> Regular Meeting.

Adjournment:

Motion by Mr. St. Peters; second by Ms. Leggett, to adjourn. Motion Carried Voice Vote at 9:21 p.m.