

Regular Board Meeting
September 11, 2018
Board Conference Room

Call to Order:

President Jennifer Murray called the meeting to order at 6:05 p.m. in the Board Room, whereupon roll was subsequently taken. Melissa Bartels, Missy Bell-Yates, Leroy Duncan, Mike Redman, Mark St. Peters, and Jennifer Murray answered the roll call to establish a quorum. Absent: Jamey Westbrook. Present were administrators and/or directors John Pearson, Kevin Gockel and Gerry Mattix-Wand. Mrs. Robinson was assisting with volleyball supervision and could not attend. No other members of the public attended.

Board Communications:

None.

Public Comments:

None.

Minutes:

Motion by Mrs. Bell-Yates; second by Mr. Duncan, to approve the minutes of the Regular Meeting of August 7, 2018 and August 14, 2018. Motion Carried Voice Vote.

Approve Payment of District Bills and Quick Pays:

Motion by Mr. Duncan; second by Mr. Redman, that the payment of bills as presented in the amount of \$163,154.21 be authorized; that salaries for the month of August in the amount of \$383,675.26 and bills quickly paid for the month of August in the amount of \$155,675.29 be approved and that September salaries and bills to be paid quickly be authorized. Aye: Mrs. Bartels, Mrs. Bell-Yates, Mr. Duncan, Mr. Redman, Mr. St. Peters, and Mrs. Murray. Nay: None. Motion Carried.

Adopt District Budget for FY 2019:

There were no further questions or comments following the Budget Hearing or any further elaboration regarding the proposed budget from the superintendent.

Motion by Mr. St. Peters; second by Mr. Duncan, to adopt the District Budget as presented and as reviewed in the Budget Hearing. Aye: Mrs. Bartels, Mrs. Bell-Yates, Mr. Duncan, Mr. Redman, Mr. St. Peters, and Mrs. Murray. Nay: None. Motion Carried.

Approve Administrator-Teacher Salary & Benefit Report:

This is the annual state requirement for the Board to publish the salaries and benefits of administrators and teachers. The report will be published on the District's Website in the Documents Section and can also be found via the "Legal and FOIA Information" link on the Website.

Motion by Mrs. Bartels; second by Mr. Redman, to approve and publish the Administrator-Teacher Salary & Benefits Report for 2017-18. Motion Carried Voice Vote.

Approve Local Institute Reimbursement from the ROE #41:

Motion by Mr. Redman; second by Mrs. Bell-Yates, to approve the application for the Local Institute Reimbursement from the Regional Office of Education. The amount of the reimbursement for the January 2019 Institute will be \$537. Motion Carried Voice Vote.

Resolution - Bond Issuance for Working Cash and Funding Bonds:

Motion by Mr. St. Peters; second by Mr. Duncan, to approve the bond issue resolution as presented

RESOLUTION providing for the issue of not to exceed \$3,000,000 Taxable General Obligation School Bonds of Community High School District Number 14, Madison County, Illinois, for the purposes of increasing the Working Cash Fund of said School District and paying claims against said School District, providing for the levy of a direct annual tax sufficient to pay the principal and interest on said bonds, authorizing the execution of an escrow agreement in connection with the issuance of said bonds, and authorizing the sale of said bonds to the purchaser thereof.

* * *

WHEREAS, pursuant to the provisions of Article 20 of the School Code of the State of Illinois (the "Act"), and all laws amendatory thereof and supplementary thereto,

Community High School District Number 14, Madison County, Illinois (the “*District*”), is authorized to create and maintain a Working Cash Fund in and for the District; and

WHEREAS, pursuant to authority of the provisions of said Article 20 the Board of Education of the District (the “*Board*”) adopted a resolution declaring its intention to avail of the provisions of said Article and issue bonds of the District in the aggregate amount of \$2,040,000 for working cash fund purposes (the “*Working Cash Fund Bonds*”) as in and by said Article 20 provided; and

WHEREAS, pursuant to and in accordance with the Act and the provisions of Section 5 of the Local Government Debt Reform Act of the State of Illinois, as amended (the “*Debt Reform Act*”), notice of intention to issue the Working Cash Fund Bonds pursuant to the provisions of said Article 20 was published in the *Alton Telegraph*, the same being a newspaper of general circulation in the District, and an affidavit evidencing the publication of such notice of intention, together with a newspaper clipping of such notice as published attached thereto, have heretofore been presented to the Board and made a part of the permanent records of the Board; and

WHEREAS, at least thirty (30) days have expired since the date of the publishing of such notice of intention to issue the Working Cash Fund Bonds, and no petition with the requisite number of valid signatures thereon has been filed with the Secretary of the Board requesting that the proposition to issue the Working Cash Fund Bonds as authorized by the provisions of said Article 20 be submitted to the legal voters of the District; and

WHEREAS, the Board has by resolution (the “*Intent Resolution*”) declared its intention to avail of Sections 19-8 to 19-14, inclusive, of the Act and issue funding bonds of the District (the “*Funding Bonds*”) in the aggregate principal amount of

\$1,000,000 as therein provided for the purpose of paying a portion of outstanding and unpaid claims against the District, the same being a portion of the District's outstanding Taxable General Obligation School Bonds, Series 2013, dated February 25, 2013 (the "*Prior Bonds*"); and

WHEREAS, pursuant to and in accordance with the provisions of said Sections of the Act and the provisions of Section 5 of the Debt Reform Act, notice of intention to issue the Funding Bonds was published in the *Alton Telegraph*, an affidavit evidencing the publication of such notice of intention, together with a newspaper clipping of such notice as published attached thereto, having heretofore been presented to the Board and made a part of the permanent records of the Board; and

WHEREAS, at least thirty (30) days have expired since the date of the publishing of such notice of intention to issue the Funding Bonds, and no petition with the requisite number of valid signatures thereon has been filed with the Secretary of the Board requesting that the proposition to issue the Funding Bonds be submitted to the legal voters of the District; and

WHEREAS, the principal of and interest on the Prior Bonds to be paid by the Funding Bonds (the "*Claims*") is not more than the aggregate amount of \$1,000,000; and

WHEREAS, there are no funds on hand and available to apply toward the payment of any part of the Claims; and

WHEREAS, the Claims shall be fully described in the Escrow Agreement referred to in Section 12 hereof and are presently outstanding and unpaid and are binding and subsisting legal obligations of the District; 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, on the 14th day of August, 2018, executed an Order calling a public hearing (the "*Hearing*") for the 4th day of September, 2018, concerning the intent of the Board to sell the Working Cash Fund Bonds and the Funding Bonds; and

WHEREAS, notice of the Hearing was given (i) by 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) by 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 4th day of September, 2018, and at the Hearing, the Board explained the reasons for the proposed bond issue 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 4th day of September, 2018; and

WHEREAS, the Board hereby finds that it is authorized to issue (i) the Working Cash Fund Bonds to the amount of \$2,040,000 for working cash fund purposes and (ii) the Funding Bonds to the amount of \$1,000,000 for the purpose of paying the Prior Bonds, and to levy taxes to pay principal of and interest on said bonds; and

WHEREAS, the Board deems it advisable, necessary and for the best interests of the District to issue Working Cash Fund Bonds to an amount not to exceed \$2,040,000 and Funding Bonds to an amount not to exceed \$960,000, said Working Cash Fund

Bonds and Funding Bonds to be issued as one issue of bonds in an aggregate amount not to exceed \$3,000,000:

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. It is hereby found and determined that (i) the working cash fund of the District be increased and the Board has been authorized by law to borrow the sum of \$2,040,000 upon the credit of the District and as evidence of such indebtedness to issue the Working Cash Fund Bonds to said amount, the proceeds of said bonds to be used for working cash fund purposes, and that it is necessary and for the best interests of the District that there be issued an amount not to exceed \$2,040,000 of the Working Cash Fund Bonds so authorized; and (ii) the Board has been authorized by law to borrow the sum of \$1,000,000 upon the credit of the District and as evidence of such indebtedness to issue the Funding Bonds to said amount, the proceeds of said bonds to be used to pay the Claims, and that it is necessary and for the best interests of the District that there be issued an amount not to exceed \$960,000 of the Funding Bonds so authorized.

Section 3. Bond Details. There be borrowed on the credit of and for and on behalf of the District an an aggregate amount not to exceed \$3,000,000 for the purposes aforesaid; and that bonds of the District be issued to said amount, and shall be designated "Taxable General Obligation School Bonds, Series 2018" (the "*Bonds*"), with such other series designation as may be appropriate and set forth in the Bond

Notification (as hereinafter defined). The Bonds, if issued, shall be dated such date (not prior to September 18, 2018, and not later than March 18, 2019) as set forth in the Bond Notification, and shall also bear the date of authentication, shall be in fully registered form, shall be in denominations (unless otherwise provided in the Bond Notification) of \$100,000 each or authorized integral multiples of \$1,000 in excess thereof (but no single Bond shall represent installments of principal maturing on more than one date), and shall be numbered 1 and upward. The Bonds shall become due and payable serially or subject to mandatory redemption (without option of prior redemption) on December 1 of each of the years (not later than 2023), in the amounts (not exceeding \$900,000 per year) and bearing interest at the rates per annum (not exceeding 4.00% per annum) as set forth in the Bond Notification. 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 semi-annually commencing with the first interest payment date as set forth in the Bond Notification, and on June 1 and December 1 of each year thereafter to maturity.

Interest on each Bond shall be paid by check or draft of the bond registrar and paying agent (which shall be the School Treasurer who receives the taxes of the District (the "*School Treasurer*"), the Purchaser (as hereinafter defined) or a bank or financial institution authorized to do business in the State of Illinois) as set forth in the Bond Notification (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 or principal corporate trust office, as appropriate (the “*Principal Office*”), of the Bond Registrar.

The Bonds shall be signed by the manual or facsimile signatures of the President and Secretary of the Board, and shall be registered, numbered and countersigned by the manual or facsimile signature of the School Treasurer, as they shall determine, 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. (a) General. 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 or such other authorized person as the officers of the District may designate 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.

(b) *Global Book-Entry System.* The Bonds shall be initially issued in the form of a separate single fully registered Bond for each of the maturities of the Bonds determined as described in Section 3 hereof. Upon initial issuance, the ownership of each such Bond may be registered in the Bond Register in the name of Cede & Co., or any successor thereto ("*Cede*"), as nominee of The Depository Trust Company, New York, New York, and its successors and assigns ("*DTC*"). In such event, all of the outstanding Bonds shall be registered in the Bond Register in the name of Cede, as nominee of DTC, except as hereinafter provided. The President and Secretary of the Board, the Superintendent and chief business official of the District and the Bond Registrar are each authorized to execute and deliver, on behalf of the District, such letters to or agreements with DTC as shall be necessary to effectuate such book-entry

system (any such letter or agreement being referred to herein as the “*Representation Letter*”), which Representation Letter may provide for the payment of principal of or interest on the Bonds by wire transfer.

With respect to Bonds registered in the Bond Register in the name of Cede, as nominee of DTC, the District and the Bond Registrar shall have no responsibility or obligation to any broker-dealer, bank or other financial institution for which DTC holds Bonds from time to time as securities depository (each such broker-dealer, bank or other financial institution being referred to herein as a “*DTC Participant*”) or to any person on behalf of whom such a DTC Participant holds an interest in the Bonds. Without limiting the immediately preceding sentence, the District and the Bond Registrar shall have no responsibility or obligation with respect to (i) the accuracy of the records of DTC, Cede or any DTC Participant with respect to any ownership interest in the Bonds, (ii) the delivery to any DTC Participant or any other person, other than a registered owner of a Bond as shown in the Bond Register, of any notice with respect to the Bonds, including any notice of redemption, or (iii) the payment to any DTC Participant or any other person, other than a registered owner of a Bond as shown in the Bond Register, of any amount with respect to the principal of or interest on the Bonds. The District and the Bond Registrar may treat and consider the person in whose name each Bond is registered in the Bond Register as the holder and absolute owner of such Bond for the purpose of payment of principal and interest with respect to such Bond, for the purpose of giving notices of redemption and other matters with respect to such Bond, for the purpose of registering transfers with respect to such Bond, and for all other purposes whatsoever. The Bond Registrar shall pay all principal of and interest on the Bonds only to or upon the order of the respective registered owners of the Bonds, as

shown in the Bond Register, or their respective attorneys duly authorized in writing, and all such payments shall be valid and effective to fully satisfy and discharge the District's obligations with respect to payment of the principal of and interest on the Bonds to the extent of the sum or sums so paid. No person other than a registered owner of a Bond as shown in the Bond Register, shall receive a Bond evidencing the obligation of the District to make payments of principal and interest with respect to any Bond. Upon delivery by DTC to the Bond Registrar of written notice to the effect that DTC has determined to substitute a new nominee in place of Cede, and subject to the provisions in Section 3 hereof with respect to the payment of interest to the registered owners of Bonds at the close of business on the 15th day of the month next preceding the applicable interest payment date, the name "Cede" in this Resolution shall refer to such new nominee of DTC.

In the event that (i) the District determines that DTC is incapable of discharging its responsibilities described herein and in the Representation Letter, (ii) the agreement among the District, the Bond Registrar and DTC evidenced by the Representation Letter shall be terminated for any reason or (iii) the District determines that it is in the best interests of the beneficial owners of the Bonds that they be able to obtain certificated Bonds, the District shall notify DTC and DTC Participants of the availability through DTC of certificated Bonds and the Bonds shall no longer be restricted to being registered in the Bond Register in the name of Cede, as nominee of DTC. At that time, the District may determine that the Bonds shall be registered in the name of and deposited with such other depository operating a universal book-entry system, as may be acceptable to the District, or such depository's agent or designee, and if the District does not select such alternate universal book-entry system, then the Bonds may be

registered in whatever name or names registered owners of Bonds transferring or exchanging Bonds shall designate, in accordance with the provisions of Section 4(a) hereof.

Notwithstanding any other provisions of this Resolution to the contrary, so long as any Bond is registered in the name of Cede, as nominee of DTC, all payments with respect to principal of and interest on such Bond and all notices with respect to such Bond shall be made and given, respectively, in the name provided in the Representation Letter.

Section 5. Redemption. (a) Mandatory Redemption. The Bonds maturing on the date or dates, if any, indicated in the Bond Notification shall be subject to mandatory redemption, in integral multiples of \$1,000 selected by lot by the Bond Registrar, at a redemption price of par plus accrued interest to the redemption date, on December 1 of the years, if any, and in the principal amounts, if any, as indicated in the Bond Notification.

On or prior to the 60th day preceding any mandatory redemption date, the Bond Registrar may, and if directed by the Board shall, purchase Bonds required to be retired on such mandatory redemption date. Any such Bonds so purchased shall be cancelled and the principal amount thereof shall be credited against the mandatory redemption required on such next mandatory redemption date.

(b) *General.* The Bonds shall be redeemed only in the principal amount of \$1,000 and integral multiples thereof. 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 \$1,000 Bond or \$1,000 portion of a Bond shall be as likely to be called for redemption as any other such \$1,000 Bond or \$1,000 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 thirty (30) 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.

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.

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. Form of Bond. The Bonds shall be in substantially the following form; *provided, however*, that if the text of the 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 paragraph [7] and the paragraphs thereafter, as may be appropriate, 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, SERIES 2018

See Reverse Side for Additional Provisions

Interest Maturity Dated
Rate: _____% Date: December 1, 20__ Date: _____, 201__ [CUSIP: 557106 __]

Registered Owner:

Principal Amount:

[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 _____, 20___, 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 [corporate trust] office of _____, 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 a direct annual tax sufficient to pay the interest hereon as it falls due and also to pay and discharge the principal hereof at maturity.

[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] This Bond does not pay interest until a date that is more than one year after _____, 201__, the date of issue, and is therefore issued with original issue discount. The amount of original issue discount is equal to the total principal of and interest on the Bond (\$ _____) less the purchase price of the Bond (\$ _____) or \$ _____. The yield to maturity on the Bonds is __%.

[6] 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: _____, 201__

CERTIFICATE
Agent: _____
OF

AUTHENTICATION

Bond Registrar and Paying

This Bond is one of the Bonds described in the within mentioned resolution and is one of the Taxable General Obligation School Bonds, Series 2018, of Community High School District Number 14, Madison County, Illinois.

as Bond Registrar

By SPECIMEN
Authorized Officer

[Form of Bond - Reverse Side]

COMMUNITY HIGH SCHOOL DISTRICT NUMBER 14

MADISON COUNTY, ILLINOIS

TAXABLE GENERAL OBLIGATION SCHOOL BOND, SERIES 2018

[7] This Bond is one of a series of bonds issued by the District for working cash fund purposes and to pay claims against the District, 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, and all laws amendatory thereof and supplementary thereto, and is authorized by said Board of Education by resolutions duly and properly adopted for that purpose, in all respects as provided by law.

[8] [Mandatory Redemption provisions, as applicable, will be inserted here.]

[9] [Notice of any such redemption shall be sent by first class mail not less than thirty (30) 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 Owner hereof in person or by his or her attorney duly authorized in writing at the principal [corporate trust] office of the Bond Registrar in _____, _____, 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 maturity and for the same aggregate principal amount will be issued to the transferee in exchange therefor.

[11] The Bonds are issued in fully registered form in the denomination of \$ _____ each or authorized integral multiples thereof. This Bond may be exchanged at the principal [corporate trust] office of the Bond Registrar for a like aggregate principal amount of Bonds of the same 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 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].

[12] The District and the Bond Registrar may deem and treat the Registered Owner 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.

(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 8. Sale of Bonds. The President of the Board and the Superintendent of the District (the “*Designated Representatives*”) are hereby authorized to proceed not later than the 11th day of March, 2019, without any further authorization or direction from the Board, to sell the Bonds upon the terms as prescribed in this Resolution. The Bonds hereby authorized shall be executed as in this Resolution provided as soon after the delivery of the Bond Notification as may be, and thereupon be deposited with the School Treasurer, and, after authentication thereof by the Bond Registrar, be by said Treasurer delivered to the purchaser thereof (the “*Purchaser*”), upon receipt of the purchase prices therefor, the same being not less than 98% of the principal amount of the Working Cash Fund Bonds and not less than 98% of the principal amount of the Funding Bonds (exclusive of any original issue discount), plus any accrued interest to the date of delivery. The Purchaser of the Bonds, as set forth in the Bond Notification, shall be one of the following: (a) a bank or financial institution authorized to do business in the State of Illinois, (b) a governmental unit as defined in the Debt Reform Act or (c) an “accredited investor” as defined in Rule 501 of Regulation D as promulgated under the Securities Act of 1933, as amended. The Purchaser may be

selected through Stifel Nicolaus & Company, Incorporated, St. Louis, Missouri (the "*Placement Agent*"), acting as placement agent.

The surety bond executed by the School Treasurer in connection with the issuance of the Working Cash Fund Bonds as required by Section 19-6 of the Act is hereby approved and shall be filed with the Regional Superintendent of Schools having jurisdiction over the District.

Upon the sale of the Bonds, the Designated Representatives shall prepare a Notification of Sale, which shall include the pertinent details of sale as provided herein (the "*Bond Notification*"). In the Bond Notification, the Designated Representatives shall find and determine that the Bonds have been sold at such price and bear interest at such rates that either the true interest cost (yield) or the net interest rate received upon the sale of the Bonds does not exceed the maximum rate otherwise authorized by applicable law. The Bond Notification shall be entered into the records of the District and made available to the Board at the next regular meeting thereof; but such action shall be for information purposes only, and the Board shall have no right or authority at such time to approve or reject such sale as evidenced in the Bond Notification.

Upon the sale of the Bonds, as evidenced by the execution and delivery of the Bond Notification by the Designated Representatives, the President and Secretary of the Board and the School Treasurer and Superintendent and chief school business official of the District and any other officers of the District, as shall be appropriate, shall be and are hereby authorized and directed to approve or execute, or both, such documents of sale of the Bonds as may be necessary, including, without limitation, the contract for the sale of the Bonds between the District and the Purchaser (the "*Purchase Contract*"). Prior to the execution and delivery of the Purchase Contract, the Designated

Representatives shall find and determine that no person holding any office of the District, either by election or appointment, is in any manner interested, directly or indirectly, in his or her own name or in the name of any other person, association, trust or corporation, in the Purchase Contract.

The Bonds before being issued shall be registered, numbered and countersigned by the School Treasurer, such registration being made in a book provided for that purpose, in which shall be entered the record of the resolution 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 District of the Term Sheet related 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; the execution of the Placement Agent Agreement between the District and the Placement Agent, in substantially the form now before the Board (the "*Placement Agent Agreement*"), 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, the Placement Agent Agreement, this Resolution, the Term Sheet and the Bonds.

Section 9. Tax Levy. In order to provide for the collection of a direct annual tax to pay the interest on the Bonds as it falls due, and also to pay and discharge the principal thereof at maturity, there be and there is hereby levied upon all the taxable property within the District 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 that there be

and there is hereby levied upon all of the taxable property in the District, the following direct annual tax, to-wit:

FOR THE YEAR	A TAX SUFFICIENT TO PRODUCE THE SUM OF:	
2018	\$936,000.00	for interest and principal up to and including June 1, 2020
2019	\$936,000.00	for interest and principal
2020	\$936,000.00	for interest and principal
2021	\$936,000.00	for interest and principal
2022	\$936,000.00	for interest and principal

Principal or interest maturing at any time when there are not sufficient funds on hand from the foregoing tax levy to pay the same shall be paid from the general funds of the District, and the fund from which such payment was made shall be reimbursed out of the taxes hereby levied when the same shall be collected.

The District covenants and agrees with the purchasers and the holders of the Bonds that so long as any of the 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 levy and collect the foregoing tax levy and the District and its officers will comply with all present and future applicable laws in order to assure that the foregoing taxes will be levied, extended and collected as provided herein and deposited in the fund established to pay the principal of and interest on the Bonds.

To the extent that the taxes levied above exceed the amount necessary to pay debt service on the Bonds as set forth in the Bond Notification, the President and Secretary of the Board and the School Treasurer are hereby authorized to direct the abatement of such taxes to the extent of the excess of such levy in each year over the amount necessary to pay debt service on the Bonds in the following bond year. Proper

notice of such abatement shall be filed with the County Clerk of the County of Madison, Illinois (the “*County Clerk*”), in a timely manner to effect such abatement.

Section 10. Filing of Resolution and Certificate of Reduction of Taxes.

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, and it shall be the duty of the County Clerk to annually in and for each of the years 2018 to 2022, 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 when collected, the taxes hereby levied shall be placed to the credit of a special fund to be designated “School Bond and Interest Fund of 2018” (the “*Bond Fund*”), which taxes are hereby irrevocably pledged to and shall be used only for the purpose of paying the principal of and interest on the Bonds; and a certified copy of this resolution shall also be filed with the School Treasurer.

The President and Secretary of the Board and the School Treasurer are hereby directed to prepare and file with the County Clerk a Certificate of Reduction of Taxes Heretofore Levied for the Payment of Bonds showing the Prior Bonds being paid and directing the abatement of the taxes heretofore levied to pay the Claims.

Section 11. Use of Taxes Heretofore Levied. All proceeds received or to be received from any taxes heretofore levied to pay principal and interest on the Claims, including the proceeds received or to be received from the taxes levied for the year

2017 for such purpose, shall be used to pay the principal of and interest on the Claims and to the extent that such proceeds are not needed for such purpose because of the establishment of the escrow referred to in Section 12 hereof, the same shall be deposited into the Bond Fund and used to pay principal and interest on the Bonds in accordance with all of the provisions of this Resolution.

Section 12. Use of Bond Proceeds. The District and the Board hereby covenant that all of the proceeds of the Bonds shall be used in strict compliance with all the requirements of the Act. Any accrued interest received on the delivery of the Bonds is hereby appropriated for the purpose of paying first interest due on the Bonds and is hereby ordered deposited into the Bond Fund.

The principal proceeds of the Working Cash Fund Bonds and any premium received on the delivery of the Working Cash Fund Bonds are hereby appropriated to pay the costs of issuance of the Working Cash Fund Bonds and for working cash fund purposes, and that portion thereof not needed to pay such costs of issuance shall be set aside in a separate fund known and designated as the “Working Cash Fund of Community High School District Number 14, Madison County, Illinois,” which said fund shall be held apart and maintained as provided in Article 20 of the Act at least until all the Working Cash Fund Bonds have been retired or all the Working Cash Fund Bond proceeds have been fully spent (whichever is earlier), and shall not be used for any other purpose whatsoever.

The principal proceeds of the Funding Bonds and any premium received on the delivery of the Funding Bonds are hereby appropriated to pay the costs of issuance of the Funding Bonds and to pay and cancel the Claims, and that portion thereof not needed to pay such costs of issuance is hereby ordered deposited in escrow pursuant to

an Escrow Agreement (the “*Escrow Agreement*”) to be entered into between the District and BOKF, N.A., St. Louis, Missouri (the “*Escrow Agent*”), in substantially the form attached hereto as *Exhibit A* and made a part hereof by this reference, or with such changes therein as shall be approved by the officers of the District executing the Escrow Agreement, such execution to constitute evidence of the approval of such changes, for the purpose of paying the principal of and interest on the Claims as provided in the Escrow Agreement. The Board approves the form, terms and provisions of the Escrow Agreement and directs the President and Secretary of the Board to execute, attest and deliver the Escrow Agreement in the name and on behalf of the District. As set forth in the Escrow Agreement, amounts in the escrow may be used to purchase certain direct obligations of or obligations guaranteed by the full faith and credit of the United States of America (the “*Government Securities*”) to provide for the payment of the principal of and interest on the Claims. The Escrow Agent, the Placement Agent and the Purchaser are each hereby authorized to act as agent for the District in the purchase of the Government Securities.

At the time of the issuance of the Bonds, the costs of issuance of the Bonds may be paid by the Purchaser, the Bond Registrar or the Placement Agent on behalf of the District from the proceeds of the Bonds.

Section 13. Tax Matters. The District hereby covenants that it will not take any action, omit to take any action or permit the taking or omission of any action within its control if taking, permitting or omitting to take such action would cause the interest on the Bonds not to be included in the gross income of the recipients thereof for federal income tax purposes.

Section 14. 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 15. Duties of Bond Registrar. If requested by the Bond Registrar, the President and Secretary of the Board 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 16. Severability. If any section, paragraph, clause or provision of this Resolution shall be held to be invalid or unenforceable for any reason, the invalidity or unenforceability of such section, paragraph, clause or provision shall not affect any of the remaining provisions of this Resolution.

Section 17. 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 September 11, 2018.

President, Board of Education

Secretary, Board of Education

Roll Call: Aye: Mrs. Bartels, Mrs. Bell-Yates, Mr. Duncan, Mr. Redman, Mr. St. Peters, and Mrs. Murray. Nay: None. Resolution Adopted.

Working Cash Fund Abatement Resolution:

Motion by Mr. Duncan; second by Mr. St. Peters, to approve the following resolution:

RESOLUTION abating the working cash fund of
Community High School District Number 14, Madison
County, Illinois.

* * *

WHEREAS, the Board of Education (the “*Board*”) of Community High School District Number 14, Madison County, Illinois (the “*District*”), has heretofore created and maintained a working cash fund in and for the District (the “*Fund*”); and

WHEREAS, the Board has determined and does hereby determine that it is necessary and in the best interests of the District that the Fund be abated; and

WHEREAS, Section 20-10 of the School Code of the State of Illinois, as amended (the “*Code*”), authorizes the Board to abate the Fund:

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. Amount of Abatement. The Fund shall be abated as of the date hereof by the amount (the “*Abatement Amount*”) necessary in order to leave a balance to the credit of the Fund of \$120,000, including the amount of any taxes heretofore levied by the District for the Fund pursuant to Section 20-3 of the Code, but not yet collected and deposited into the Fund, and amounts transferred pursuant to Section 20-4 of the Code and to be reimbursed to the Fund (the “*Fund Balance*”).

Section 3. Permanent Transfer. The School Treasurer of the District is hereby authorized and directed to forthwith permanently transfer the Abatement Amount to the educational fund of the District, the same being the fund of the District most in need of the Abatement Amount. It is also hereby found and determined that (a) the Abatement Amount, when added to the educational fund of the District and regardless of any subsequent transfers of the Abatement Amount, will not result in an excessive accumulation of assets in the educational fund of the District, and (b) the Fund Balance is at least equal to 0.05% of the value, as equalized or assessed by the Department of Revenue, of the taxable property in the District.

Section 4. Outstanding Loans. If necessary to effectuate such abatement and permanent transfer, any outstanding loans from the Fund to other funds of the District in an amount, together with any cash immediately transferred pursuant to Section 2 above, equal in the aggregate to the Abatement Amount shall be paid to the educational fund of

the District, and any remaining outstanding loans shall be paid to the Fund at the time and in the manner required by the Code.

Section 5. Severability. If any section, paragraph, clause or provision of this Resolution shall be held to be invalid or unenforceable for any reason, the invalidity or unenforceability of such section, paragraph, clause or provision shall not affect any of the remaining provisions of this Resolution.

Section 6. Repealer and Effective Date. All resolutions or parts thereof in conflict herewith be and the same are hereby repealed and that this Resolution shall be in full force and effect forthwith upon its adoption.

Adopted September 11, 2018.

President, Board of Education

Secretary, Board of Education

Roll Call: Aye: Mrs. Bartels, Mrs. Bell-Yates, Mr. Duncan, Mr. Redman, Mr. St. Peters, and Mrs. Murray. Nay: None. Resolution Adopted.

Discuss Purchase of Used School Bus:

Dr. Pearson noted that Roxana CUSD #1 was listing a used 2007 GMC / Blue Bird 65-passenger, air-conditioned school bus with 96,000 miles for \$7,000. He noted that it would be one of the newer buses in the fleet and would be an upgrade over the bus that we are proposing to eventually declare obsolete and surplus equipment.

Mr. St. Peters inquired as to the need for new tires, to which the superintendent reported that the existing tires would likely last another year, before we would have to replace those.

Motion by Mr. St. Peters; second by Mr. Duncan, to offer \$7,000 to Roxana CUSD #1 for the purchase of its used 2007 GMC / Blue Bird 65-passenger, air-conditioned school

bus. Aye: Mrs. Bartels, Mrs. Bell-Yates, Mr. Duncan, Mr. Redman, Mr. St. Peters, and Mrs. Murray. Nay: None. Motion Carried.

Principal's Report:

I. Upcoming dates to remember

Sept	26	College Panel Night—Jr/Sr Parents
	28	11:25 Student Dismissal—SIP Day for Faculty
	5	Madison County Institute
	6	Coronation—7:30 pm
	8	No School—Columbus Day

II. Committees

Focus Groups—will start meeting this week

III. Miscellaneous

Trucking Into High School had almost 400 people attend the event

Enrollment—currently 611

SIP Day September 28th—Training with the WRPD. The police will train in an active shooter drill and will orient teachers and staff to the sound of gunfire.

Superintendent's Report:

Dr. Pearson gave an overview of ESSA and the implications for EAWR. Among the items he discussed were: 1) The new ratings criteria for schools (using “Academic Indicators” that measure and assign proportional values to student performance data such as graduation rate, SAT scores, etc. and “School Quality / Student Success Indicators,” such as “Freshmen on Track,” the Five Essentials School Climate Survey, College & Career Readiness, and Chronic Absenteeism); 2) The designation process putting schools into one of four groups, based on the ratings criteria; 3) A professional development portion that includes PLC’s, and other research-based strategies to address student achievement improvement; and 4) The new IL-EMPOWER network of supports for schools – particularly those who are either in the “Lowest Performing” or “Underperforming” group.

He also notified the Board about the nationwide alerts that will be sent to nearly every cell phone in the country by FEMA on Sept. 20, 2018, at 1:18 CST. He noted that this information was on the school Website and the District’s Facebook page, as well as his

Twitter feed. Also, Mr. Mattix-Wand had sent the notice out to all students and staff via email today.

Committee Reports:

None.

Executive Session:

Motion by Mrs. Bell-Yates; second by Mr. St. Peters, to adjourn to executive session to: a) The appointment, employment, compensation, discipline, performance, or dismissal of specific employees of the District, b) Discuss collective bargaining matters, c) Discuss individual student matters d) Discuss pending or current litigation, and e) Discuss emergency security procedures. Aye: Mrs. Bartels, Mrs. Bell-Yates, Mr. Duncan, Mr. Redman, Mr. St. Peters, and Mrs. Murray. Nay: None. Motion Carried at 6:55 p.m.

Come Out of Executive Session:

Motion by Mrs. Bartels; second by Mrs. Bell-Yates, to come out of executive session. Aye: Mrs. Bartels, Mrs. Bell-Yates, Mr. Duncan, Mr. Redman, Mr. St. Peters, and Mrs. Murray. Nay: None. Motion Carried at 7:18 p.m.

Action Items:

Motion by Mrs. Bartels; second by Mr. Duncan, to employ Emily Beasley as Classroom Aide. Mrs. Beasley returns to EAWR from the private sector, and had formerly worked at EAWR as a science teacher and classroom aide. Motion Carried Voice Vote.

Motion by Mr. Duncan; second by Mrs. Bartels, to employ Morgan Beachum as Asst. Cheer Coach, pending ASEP certificate completion. Ms. Beachum is a former student and cheerleader at EAWR is in a teacher education program at SIUE. Motion Carried Voice Vote.

Motion by Mr. St. Peters; second by Mrs. Bartels, to establish the aide substitute hourly wage at \$15/hour. Aye: Mrs. Bartels, Mrs. Bell-Yates, Mr. Duncan, Mr. Redman, Mr. St. Peters, and Mrs. Murray. Nay: None. Motion Carried.

Motion by Mr. St. Peters; second by Mr. Duncan, to establish the teacher substitute daily rate at \$100 for 5-periods and \$120 for a 6-period assignment. Aye: Mrs. Bartels, Mrs. Bell-Yates, Mr. Duncan, Mr. Redman, Mr. St. Peters, and Mrs. Murray. Nay: None. Motion Carried.

Motion by Mrs. Bell-Yates; second by Mr. Duncan, to establish the game worker stipends as follows: \$30 / game for gate workers and \$40 for timers, scorekeepers, and PA announcers. Aye: Mrs. Bartels, Mrs. Bell-Yates, Mr. Duncan, Mr. Redman, Mr. St. Peters, and Mrs. Murray. Nay: None. Motion Carried.

Motion by Mr. St. Peters; second by Mr. Duncan, to approve the destruction of the audio recordings of the Executive Session of March 2017. Motion Carried Voice Vote.

Adjournment:

Motion by Mr. St. Peters; second by Mr. Duncan, to adjourn. Motion Carried Voice Vote at 7:20 p.m.