To: Board of Directors

From: Randy L. Brown and Donna Watson

RE: Reimbursement Resolution

Date: December 1, 2016

Reimbursement Resolution

On November 28, a reimbursement resolution for the elementary, athletic facility and Memorial Field projects was presented for Board consideration. The reimbursement resolution allows the use of bond funds to reimburse capital expenses paid by the district, including design costs, prior to the issuance of financing.

A similar reimbursement resolution was approved by the Board for the high school project. Administration recommends approval of this resolution to prepare for project funding as design development has begun.
STATE COLLEGE AREA SCHOOL DISTRICT  
(Centre County, Pennsylvania)  

RESOLUTION No. ________________

A RESOLUTION PERMITTING REIMBURSEMENT FROM THE  
PROCEEDS OF TAX-EXEMPT BONDS FOR  
PREVIOUS CAPITAL EXPENDITURES FOR ELEMENTARY  
SCHOOLS AND ATHLETIC FACILITIES

WHEREAS, the State College Area School District, duly organized and validly existing under the Constitution and laws of the Commonwealth, (the "School District") has embarked on a project to construct three new elementary schools and perform improvements to Memorial Stadium, and other athletic facilities throughout the School District (the "Project"); and

WHEREAS, the School District intends to finance the Project through the issuance of its tax-exempt bonds, in one or more series, over one or more years (together, the "Bonds"); and

WHEREAS, the School District anticipates that it may be required to expend some of both its Capital Reserve Fund and/or its General Fund to pay for certain costs of the Project, prior to the issuance of the Bonds.

NOW, THEREFORE, it is hereby resolved by the Board of Directors of the State College Area School District, in a public meeting duly advertised and assembled, that:

The School District intends to reimburse certain expenditures paid out of the Capital Reserve Fund and/or the General Fund for the Project with a portion of the proceeds of its Bonds. The School District reasonably expects to issue Bonds in an estimated principal amount of $70 million, over one or more years to finance the Project. The approximate principal amount of Bonds that the School District may issue for the purpose of reimbursement is $4,000,000.

This Resolution is being adopted pursuant to the "Official Intent" requirement of U.S. Treasury Regulation §1.150-2.

Duly adopted by the State College Area School District (Centre County, Pennsylvania) in lawful session assembled on this 5th day of December, 2016.

STATE COLLEGE AREA SCHOOL  
DISTRICT

[SEAL]

Attest:  

President, Board of School Directors

Secretary