

Jeffery J. Qualkinbush
(317) 231-7753
jqalkin@btlaw.com

11 South Meridian Street
Indianapolis, IN 46204-3535 U.S.A.
(317) 236-1313
Fax (317) 231-7433
www.btlaw.com

July 13, 2017

VIA HAND DELIVERY AND ELECTRONIC MAIL

Courtney Schaafsma, Commissioner
Department of Local Government Finance
Indiana Government Center North
100 N. Senate Avenue, Room N1058
Indianapolis, Indiana 46204



Re: West Clark Community Schools—2018 West Clark School Building
Renewal/Restoration, Expansion and Safety Project

Dear Courtney:

The West Clark Community Schools, Clark County, Indiana (the “School Corporation”), is in receipt of a certification from the Clark County Voter Registration Office which states that at least five hundred (500) owners of real property located in, or registered voters residing in, the geographical boundaries of the School Corporation have signed a petition requesting the referendum process set forth under Indiana Code Title 6, Article 1.1, Chapter 20, Section 3.6, as amended, apply to 2018 West Clark School Building Renewal/Restoration, Expansion and Safety Project (as described and defined in the resolution of the Board of School Trustees of the School Corporation adopted on June 20, 2017). Accordingly, in accordance with Indiana Code Section 6-1.1-20-3.6(l), as amended, please find enclosed with this letter the statutorily required information regarding the local public question for the above-referenced 2018 West Clark School Building Renewal/Restoration, Expansion and Safety Project, which will be placed on the ballot at a special election held on November 7, 2017.

If you have any questions on any of this information or if you believe it does not sufficiently satisfy the statutory requirements under the applicable laws, please contact me as soon as possible. Thank you for your cooperation.

Sincerely,

Jeffery J. Qualkinbush

JJQ:se
Enclosures

DMS JJQ 10628773v1

**WEST CLARK COMMUNITY SCHOOLS
CLARK COUNTY, INDIANA**

INFORMATION PROVIDED TO THE DEPARTMENT
OF LOCAL GOVERNMENT FINANCE IN ACCORDANCE
WITH INDIANA CODE 6-1.1-20-3.6(1) IN CONNECTION WITH THE
2018 WEST CLARK SCHOOL BUILDING RENEWAL/RESTORATION,
EXPANSION AND SAFETY PROJECT

Dated July 13, 2017

1. **The name of the political subdivision and the county or counties in which it levies a property tax.** The name of the political subdivision is West Clark Community Schools, Clark County, Indiana (the "School Corporation"), and it levies property taxes in a portion of Clark County, Indiana.

2. **The cost per square foot of any buildings being constructed as part of the controlled project.** The controlled project currently contemplates construction of a 32,000 square foot addition at Silver Creek Primary School, a 150,000 square foot addition at Silver Creek Middle School and one or more additions at Silver Creek High School such that at the completion of the project the total facility square footage at Silver Creek High School will be approximately 350,000 square feet. All of the remaining portion of the controlled project being done at these buildings as well as at Borden Elementary School, Borden Junior/Senior High School, Henryville Elementary School, Henryville Junior/Senior High School and Silver Creek Elementary involves the renovation, restoration, upgrade, improvement and equipping projects at all or any portion of all eight facilities, including, but not limited to, (a) replacement and/or upgrade of (i) all or any portion of the existing heating and air conditioning system and controls and all or any portion of the air circulation and ventilation systems and controls throughout each of the entire facilities, and (ii) the existing electrical systems, and (b) renovation of (i) the restrooms to address compliance issues with the Americans with Disabilities Act, (ii) the special needs classrooms and related areas, (iii) all or a portion of the existing administration office area to provide for additional special needs classrooms and related areas and other possible classroom areas, (iv) each of the facility's entrance and reception/front office area to provide for a more secure entrance to each facility, and (v) areas throughout each facility to address infrastructure and general programming needs. The cost of construction for the additions, renovation and restoration work is being done at average square footage cost of \$76.02 per square foot.

3. **The effect that approval of the controlled project would have on the political subdivision's property tax rate.** The property tax rate effect of the controlled project would be \$0.7314 per \$100 of assessed valuation which is based on the current certified net assessed valuation of \$1,187,189,615. For this information, please see Exhibit A attached hereto.

4. **The maximum term of the bonds or lease.** The maximum term of any series of bonds will not exceed twenty years, and the maximum term of any corresponding lease or leases or amendment or amendments to one or more leases will not exceed twenty-two years.
5. **The maximum principal amount of the bonds or the maximum lease rental for the lease.** The maximum principal amount of the bonds will not exceed \$95,000,000, the maximum annual principal and interest to be paid on any of the bonds being issued plus the annual lease rental paid by the School Corporation is \$9,140,000 (which is net of any funds received by the School Corporation or any local building corporation from the United States of America as a result of the bonds being issued under one or more federal tax credit programs), and the maximum total principal and interest to be paid on the bonds being issued plus the maximum total lease rental paid by the School Corporation over the entire term of the lease or leases or amendment or amendments to one or more leases is \$149,500,000 (which is net of any funds received by the School Corporation or any local building corporation from the United States of America as a result of the bonds being issued under one or more federal tax credit programs) and does not include any anticipated capitalized interest paid on the bonds.
6. **The estimated interest rates that will be paid and the total interest costs associated with the bonds or lease.** The estimated interest rates that will be paid in connection with the bonds are between 1.85% and 4.50% per annum, and based on these estimated interest rates, the total interest cost is \$54,410,000, not including any anticipated capitalized interest paid on the bonds.
7. **The purpose of the bonds or lease.** The purpose of the bonds and lease are to finance the costs of the 2018 West Clark School Building Renewal/Restoration, Expansion and Safety Project as described in more detail in the resolution adopted by the Board of School Trustees of the School Corporation on June 20, 2017. A signed copy of this resolution is attached hereto as Exhibit B. For even more detail, go to www.wclark.k12.in.us.
8. **The current and proposed square footage of school building space per student.** For this information, please see Exhibit C attached hereto.
9. **The enrollment patterns within the School Corporation.** For this information, please see Exhibit D attached hereto.
10. **The age and condition of the current school facilities.** For this information, please see Exhibit C attached hereto.

EXHIBIT A

WEST CLARK COMMUNITY SCHOOLS

\$95,000,000 New Project Hearing

June 20, 2017

Damian Maggos | Senior Vice President | 317.818.1760 | maggos@gkbaum.com



Estimated Project Budget

Sources & Uses

Dated 10/30/2018 | Delivered 10/30/2018

Sources Of Funds

Par Amount of Bonds	\$95,000,000.00
---------------------	-----------------

Total Sources	\$95,000,000.00
----------------------	------------------------

Uses Of Funds

Costs of Issuance	950,000.00
-------------------	------------

Deposit to Project Construction Fund	85,150,000.00
--------------------------------------	---------------

Construction Soft Costs	5,700,000.00
-------------------------	--------------

Capitalized Interest	3,200,000.00
----------------------	--------------

Total Uses	\$95,000,000.00
-------------------	------------------------

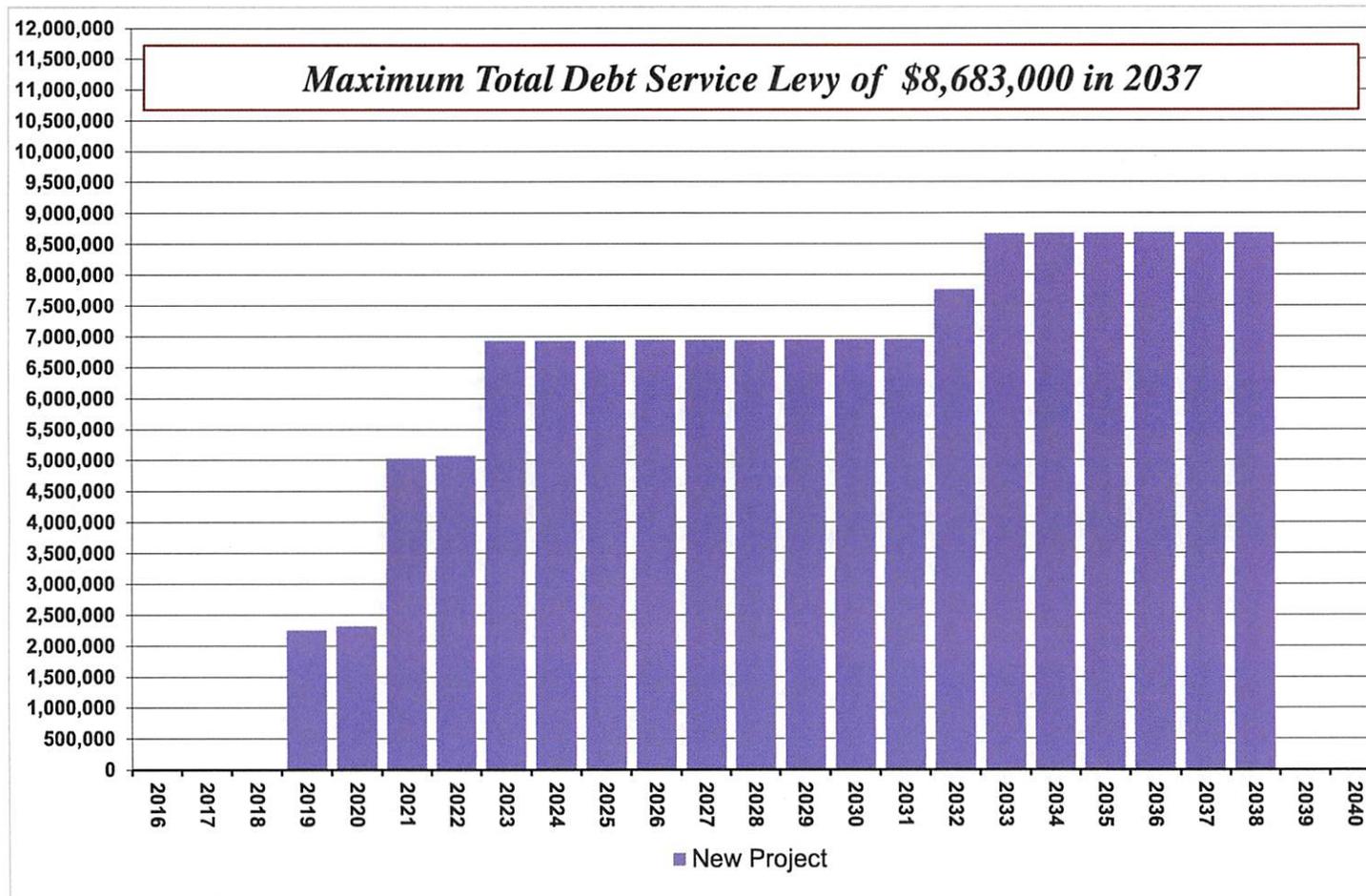


Estimated Debt Service Impact

Tax Year	AV Growth Rate	Assessed Value	Current Payments Non Exempt	Proposed Project DS Payment	Proposed Project DS Payment	Less: Misc. Revenue(1)	Tax Levy Non Exempt	Tax Rate Non Exempt	Exempt Assessed Value	Proposed Project DS Payment	Capitalized Interest	Less: Misc. Revenue(2)	Tax Levy Exempt	Tax Rate Exempt	Tax Rate Non Exempt and Exempt	Debt Service Fund Impact (from 2017)	Tax Year
2014		1,085,944,868	7,542,300			-988,623	6,553,677	0.6035	1,085,944,868						0.6035		2014
2015	3.305%	1,121,834,389	7,758,803			-830,354	6,928,449	0.6176	1,121,834,389						0.6176		2015
2016	1.962%	1,143,849,383	7,571,688			-1,251,920	6,319,768	0.5525	1,143,849,383						0.5525		2016
2017	3.789%	1,187,189,615	7,143,552			-1,338,195	5,805,357	0.4890	1,187,189,615						0.4890		2017
2018	0.000%	1,187,189,615	6,912,434			-1,338,195	5,574,239	0.4695	1,187,189,615						0.4695	-0.0195	2018
2019	0.000%	1,187,189,615	6,840,967			-1,338,195	5,502,772	0.4635	1,187,189,615	4,488,000	-2,000,000	-224,400	2,263,600	0.1907	0.6542	0.1846	2019
2020	0.000%	1,187,189,615	6,769,207			-1,338,195	5,431,012	0.4575	1,187,189,615	3,715,000	-1,200,000	-185,750	2,329,250	0.1962	0.6537	-0.0005	2020
2021	0.000%	1,187,189,615	6,647,858			-1,338,195	5,309,663	0.4472	1,187,189,615	5,295,000		-264,750	5,030,250	0.4237	0.8710	0.2173	2021
2022	0.000%	1,187,189,615	6,622,338			-1,338,195	5,284,143	0.4451	1,187,189,615	5,345,000		-267,250	5,077,750	0.4277	0.8728	0.0019	2022
2023	0.000%	1,187,189,615	4,420,338			-893,230	3,527,108	0.2971	1,187,189,615	7,302,000		-365,100	6,936,900	0.5843	0.8814	0.0086	2023
2024	0.000%	1,187,189,615	2,180,338			-440,587	1,739,751	0.1465	1,187,189,615	7,301,000		-365,050	6,935,950	0.5842	0.7308	-0.1506	2024
2025	0.000%	1,187,189,615	2,180,338			-440,587	1,739,751	0.1465	1,187,189,615	7,306,000		-365,300	6,940,700	0.5846	0.7312	0.0004	2025
2026	0.000%	1,187,189,615	2,180,338			-440,587	1,739,751	0.1465	1,187,189,615	7,315,000		-365,750	6,949,250	0.5854	0.7319	0.0007	2026
2027	0.000%	1,187,189,615	2,180,338			-440,587	1,739,751	0.1465	1,187,189,615	7,317,000		-365,850	6,951,150	0.5855	0.7321	0.0002	2027
2028	0.000%	1,187,189,615	2,180,338			-440,587	1,739,751	0.1465	1,187,189,615	7,314,000		-365,700	6,948,300	0.5853	0.7318	-0.0002	2028
2029	0.000%	1,187,189,615	2,180,338			-440,587	1,739,751	0.1465	1,187,189,615	7,320,000		-366,000	6,954,000	0.5858	0.7323	0.0005	2029
2030	0.000%	1,187,189,615	2,180,338			-440,587	1,739,751	0.1465	1,187,189,615	7,326,000		-366,300	6,959,700	0.5862	0.7328	0.0005	2030
2031	0.000%	1,187,189,615	2,180,338			-440,587	1,739,751	0.1465	1,187,189,615	7,326,000		-366,300	6,959,700	0.5862	0.7328	0.0000	2031
2032	0.000%	1,187,189,615	2,180,338			-440,587	1,739,751	0.1465	1,187,189,615	8,179,000		-408,950	7,770,050	0.6545	0.8010	0.0683	2032
2033	0.000%	1,187,189,615	1,140,338			-230,431	909,907	0.0766	1,187,189,615	9,129,000		-456,450	8,672,550	0.7305	0.8072	0.0061	2033
2034	0.000%	1,187,189,615	-			-	-	0.0000	1,187,189,615	9,133,000		-456,650	8,676,350	0.7308	0.7308	-0.0763	2034
2035	0.000%	1,187,189,615	-			-	-	0.0000	1,187,189,615	9,135,000		-456,750	8,678,250	0.7310	0.7310	0.0002	2035
2036	0.000%	1,187,189,615	-			-	-	0.0000	1,187,189,615	9,138,000		-456,900	8,681,100	0.7312	0.7312	0.0002	2036
2037	0.000%	1,187,189,615	-			-	-	0.0000	1,187,189,615	9,140,000		-457,000	8,683,000	0.7314	0.7314	0.0002	2037
2038	0.000%	1,187,189,615	-			-	-	0.0000	1,187,189,615	9,140,000		-457,000	8,683,000	0.7314	0.7314	0.0000	2038
2039	0.000%	1,187,189,615	-			-	-	0.0000	1,187,189,615	-		-	-	0.0000	0.0000	-0.7314	2039
2040	0.000%	1,187,189,615	-			-	-	0.0000	1,187,189,615	-		-	-	0.0000	0.0000	0.0000	2040
2041	0.000%	1,187,189,615	-			-	-	0.0000	1,187,189,615	-		-	-	0.0000	0.0000	0.0000	2041
2042	0.000%	1,187,189,615	-			-	-	0.0000	1,187,189,615	-		-	-	0.0000	0.0000	0.0000	2042
										147,664,000	-3,200,000						
ASSUMPTIONS:																	
Bond Issue Size:										95,000,000							
Average Interest Rate:										4.100%							
Bond Issue Date:										10/30/2018							
First DS Payment Due Date:										7/15/2019							

(1) MISC REVENUE includes taxes plus miscellaneous revenues (FIT/PCA, License Excise Taxes, CVET) and is a percentage of the previous year.
(2) MISC REVENUE is estimated at 5.000% per \$100 of assessed value.

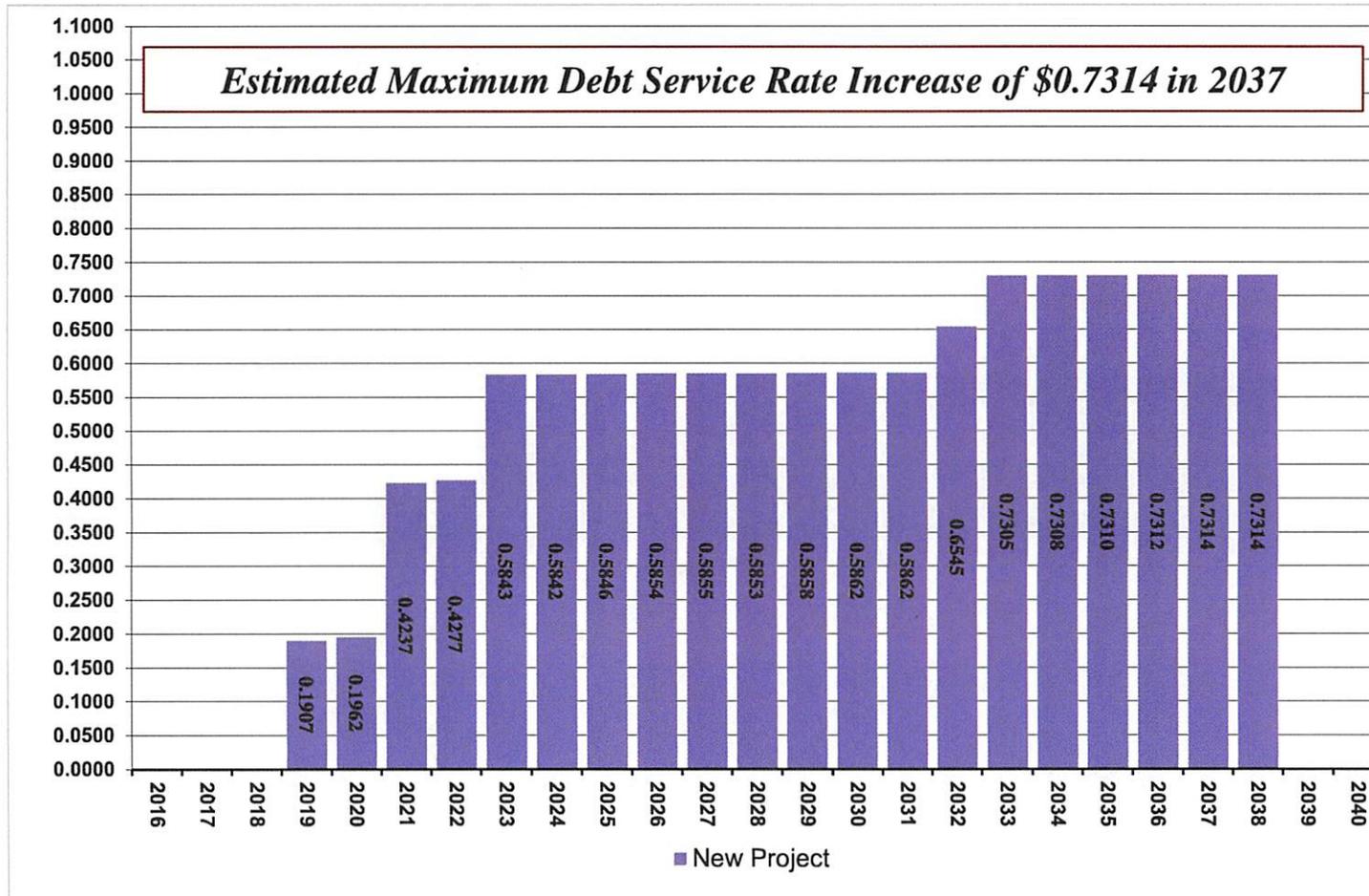
Estimated Debt Service Levy_Project Only



(a) Assumes license excise/financial institutions factor of 5.000% per \$100 of net assessed value.

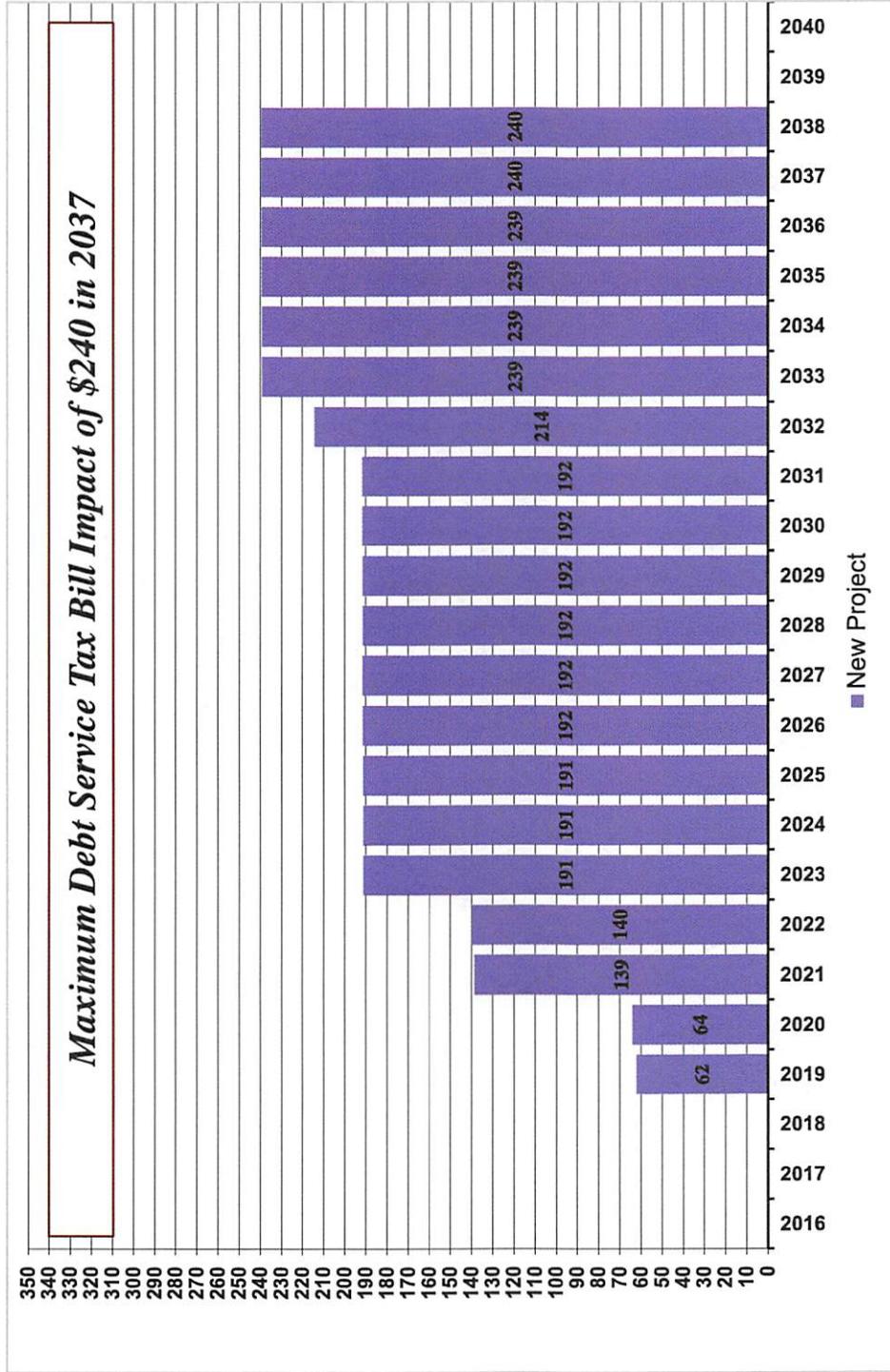
(c) As existing Non Exempt Debt is retired, it is replaced with Exempt Debt.

Estimated Maximum Debt Service Rate_New Project Only



- (a) Based on 2017 certified assessed value of \$1,187,189,615 with no growth assumed thereafter.
- (b) Assumes license excise/financial institutions factor of 5.000% per \$100 of net assessed value.
- (c) As existing Non Exempt Debt is retired, it is replaced with Exempt Debt.

Estimated Debt Service Tax Bill Impact \$100,000 (market value) Homeowner



(a) Based on a home assessed at \$100,000 with Homestead, Supplemental and Mortgage Deduction. As existing Non Exempt Debt is retired, it is replaced with Exempt Debt.

Estimated Project Budget

Sources & Uses

Dated 05/01/2019 | Delivered 05/01/2019

Sources Of Funds

Par Amount of Bonds	\$95,000,000.00
---------------------	-----------------

Total Sources	\$95,000,000.00
----------------------	------------------------

Uses Of Funds

Costs of Issuance	950,000.00
-------------------	------------

Deposit to Project Construction Fund	84,150,000.00
--------------------------------------	---------------

Construction Soft Costs	5,700,000.00
-------------------------	--------------

Capitalized Interest	4,200,000.00
----------------------	--------------

Total Uses	\$95,000,000.00
-------------------	------------------------

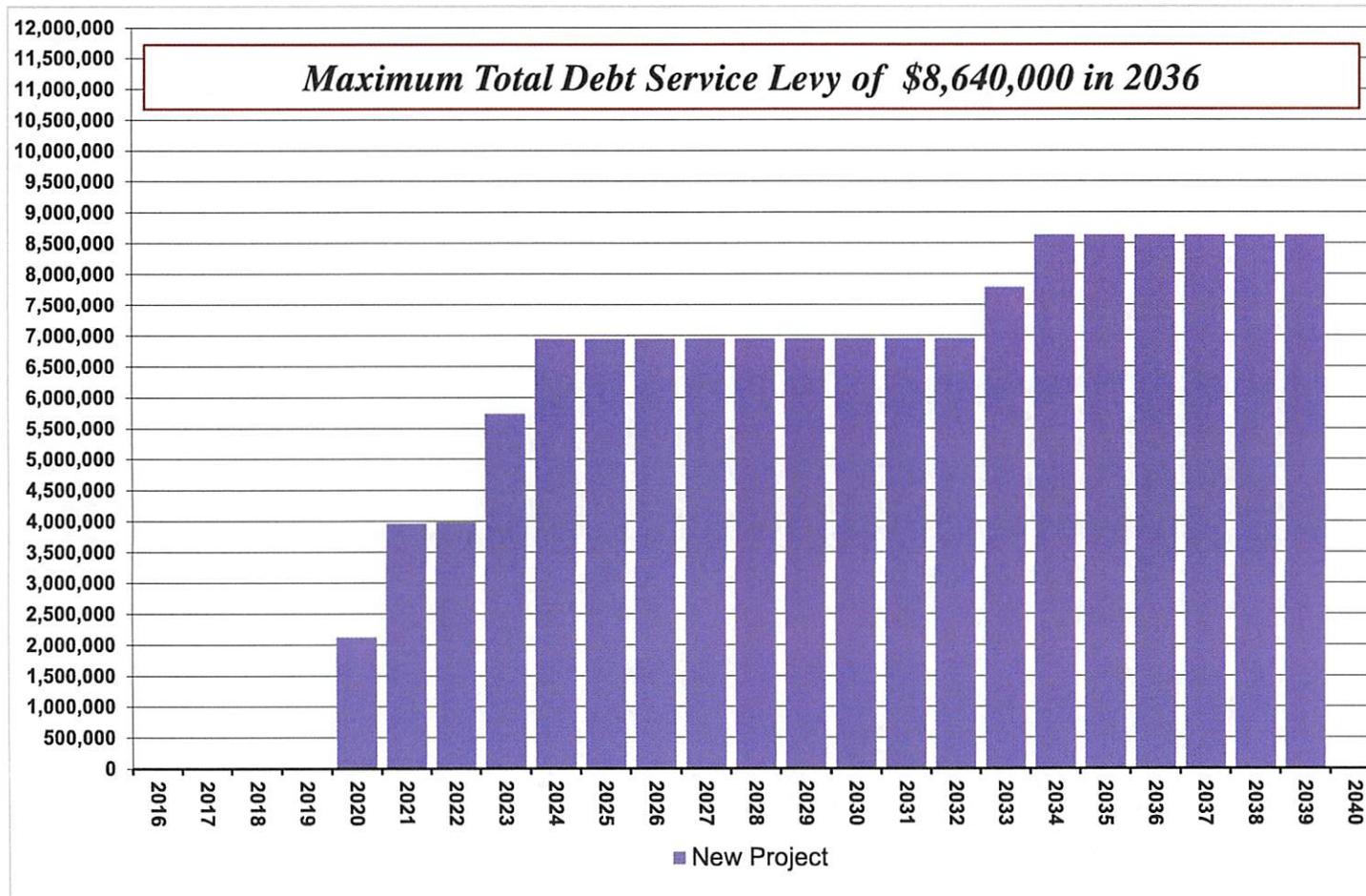


Estimated Debt Service Impact

Tax Year	AV Growth Rate	Assessed Value	Current Payments Non Exempt	Proposed Project DS Payment	Proposed Project DS Payment	Less: Misc. Revenue(1)	Tax Levy Non Exempt	Tax Rate Non Exempt	Exempt Assessed Value	Proposed Project DS Payment	Capitalized Interest	Less: Misc. Revenue(2)	Tax Levy Exempt	Tax Rate Exempt	Tax Rate Non Exempt and Exempt	Debt Service Fund Impact (from 2017)	Tax Year
2014		1,085,944,868	7,542,300			-988,623	6,553,677	0.6035	1,085,944,868						0.6035		2014
2015	3.305%	1,121,834,389	7,758,803			-830,354	6,928,449	0.6176	1,121,834,389						0.6176		2015
2016	1.962%	1,143,849,383	7,571,688			-1,251,920	6,319,768	0.5525	1,143,849,383						0.5525		2016
2017	3.789%	1,187,189,615	7,143,552			-1,338,195	5,805,357	0.4890	1,187,189,615						0.4890		2017
2018	0.000%	1,187,189,615	6,912,434	-	-	-1,338,195	5,574,239	0.4695	1,187,189,615						0.4695	-0.0195	2018
2019	0.000%	1,187,189,615	6,840,967	-	-	-1,338,195	5,502,772	0.4635	1,187,189,615						0.4635	-0.0060	2019
2020	0.000%	1,187,189,615	6,769,207	-	-	-1,338,195	5,431,012	0.4575	1,187,189,615	6,330,000	-4,200,000		2,130,000	0.1794	0.6369	0.1734	2020
2021	0.000%	1,187,189,615	6,647,858	-	-	-1,338,195	5,309,663	0.4472	1,187,189,615	4,180,000	-	-209,000	3,971,000	0.3345	0.7817	0.1449	2021
2022	0.000%	1,187,189,615	6,622,338	-	-	-1,338,195	5,284,143	0.4451	1,187,189,615	4,200,000	-	-210,000	3,990,000	0.3361	0.7812	-0.0005	2022
2023	0.000%	1,187,189,615	4,420,338	-	-	-893,230	3,527,108	0.2971	1,187,189,615	6,050,000	-	-302,500	5,747,500	0.4841	0.7812	0.0000	2023
2024	0.000%	1,187,189,615	2,180,338	-	-	-440,587	1,739,751	0.1465	1,187,189,615	7,320,000	-	-366,000	6,954,000	0.5858	0.7323	-0.0489	2024
2025	0.000%	1,187,189,615	2,180,338	-	-	-440,587	1,739,751	0.1465	1,187,189,615	7,320,000	-	-366,000	6,954,000	0.5858	0.7323	0.0000	2025
2026	0.000%	1,187,189,615	2,180,338	-	-	-440,587	1,739,751	0.1465	1,187,189,615	7,320,000	-	-366,000	6,954,000	0.5858	0.7323	0.0000	2026
2027	0.000%	1,187,189,615	2,180,338	-	-	-440,587	1,739,751	0.1465	1,187,189,615	7,320,000	-	-366,000	6,954,000	0.5858	0.7323	0.0000	2027
2028	0.000%	1,187,189,615	2,180,338	-	-	-440,587	1,739,751	0.1465	1,187,189,615	7,320,000	-	-366,000	6,954,000	0.5858	0.7323	0.0000	2028
2029	0.000%	1,187,189,615	2,180,338	-	-	-440,587	1,739,751	0.1465	1,187,189,615	7,320,000	-	-366,000	6,954,000	0.5858	0.7323	0.0000	2029
2030	0.000%	1,187,189,615	2,180,338	-	-	-440,587	1,739,751	0.1465	1,187,189,615	7,320,000	-	-366,000	6,954,000	0.5858	0.7323	0.0000	2030
2031	0.000%	1,187,189,615	2,180,338	-	-	-440,587	1,739,751	0.1465	1,187,189,615	7,320,000	-	-366,000	6,954,000	0.5858	0.7323	0.0000	2031
2032	0.000%	1,187,189,615	2,180,338	-	-	-440,587	1,739,751	0.1465	1,187,189,615	7,320,000	-	-366,000	6,954,000	0.5858	0.7323	0.0000	2032
2033	0.000%	1,187,189,615	1,140,338	-	-	-230,431	909,907	0.0766	1,187,189,615	8,200,000	-	-410,000	7,790,000	0.6562	0.7328	0.0005	2033
2034	0.000%	1,187,189,615	-	-	-	-	-	0.0000	1,187,189,615	9,095,000	-	-454,750	8,640,250	0.7278	0.7278	-0.0050	2034
2035	0.000%	1,187,189,615	-	-	-	-	-	0.0000	1,187,189,615	9,095,000	-	-454,750	8,640,250	0.7278	0.7278	0.0000	2035
2036	0.000%	1,187,189,615	-	-	-	-	-	0.0000	1,187,189,615	9,095,000	-	-454,750	8,640,250	0.7278	0.7278	0.0000	2036
2037	0.000%	1,187,189,615	-	-	-	-	-	0.0000	1,187,189,615	9,095,000	-	-454,750	8,640,250	0.7278	0.7278	0.0000	2037
2038	0.000%	1,187,189,615	-	-	-	-	-	0.0000	1,187,189,615	9,095,000	-	-454,750	8,640,250	0.7278	0.7278	0.0000	2038
2039	0.000%	1,187,189,615	-	-	-	-	-	0.0000	1,187,189,615	9,095,000	-	-454,750	8,640,250	0.7278	0.7278	0.0000	2039
2040	0.000%	1,187,189,615	-	-	-	-	-	0.0000	1,187,189,615	-	-	-	-	0.0000	0.0000	-0.7278	2040
2041	0.000%	1,187,189,615	-	-	-	-	-	0.0000	1,187,189,615	-	-	-	-	0.0000	0.0000	0.0000	2041
2042	0.000%	1,187,189,615	-	-	-	-	-	0.0000	1,187,189,615	-	-	-	-	0.0000	0.0000	0.0000	2042
										149,410,000	-4,200,000						
ASSUMPTIONS:																	
Bond Issue Size:										95,000,000							
Average Interest Rate:										4.100%							
Bond Issue Date:										5/1/2019							
First DS Payment Due Date:										7/15/2020							

(1) MISC REVENUE includes taxes plus miscellaneous revenues (FIT/PCA, License Excise Taxes, CVET) and is a percentage of the previous year.
(2) MISC REVENUE is estimated at 5.000% per \$100 of assessed value.

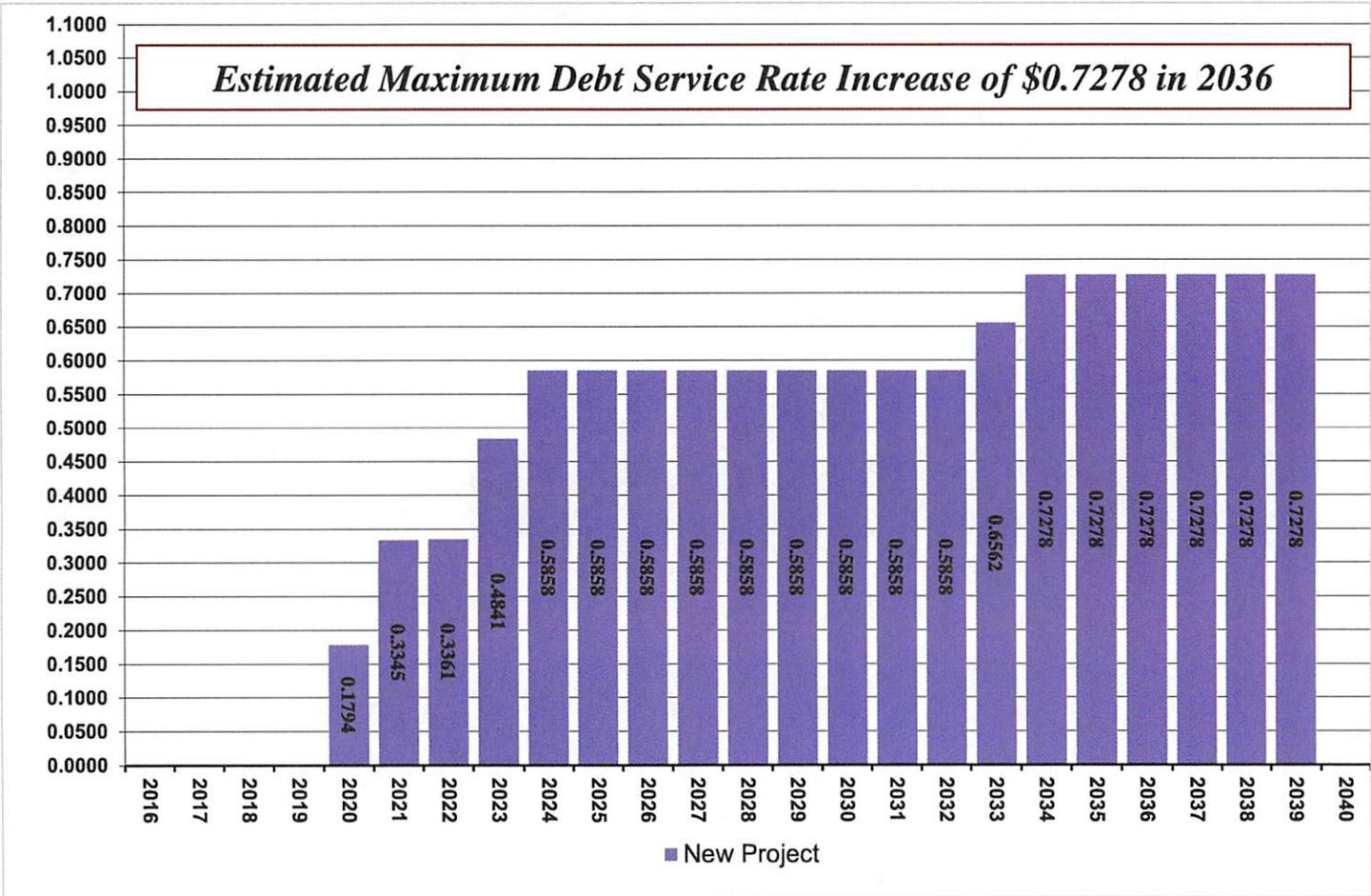
Estimated Debt Service Levy_Project Only



(a) Assumes license excise/financial institutions factor of 5.000% per \$100 of net assessed value.

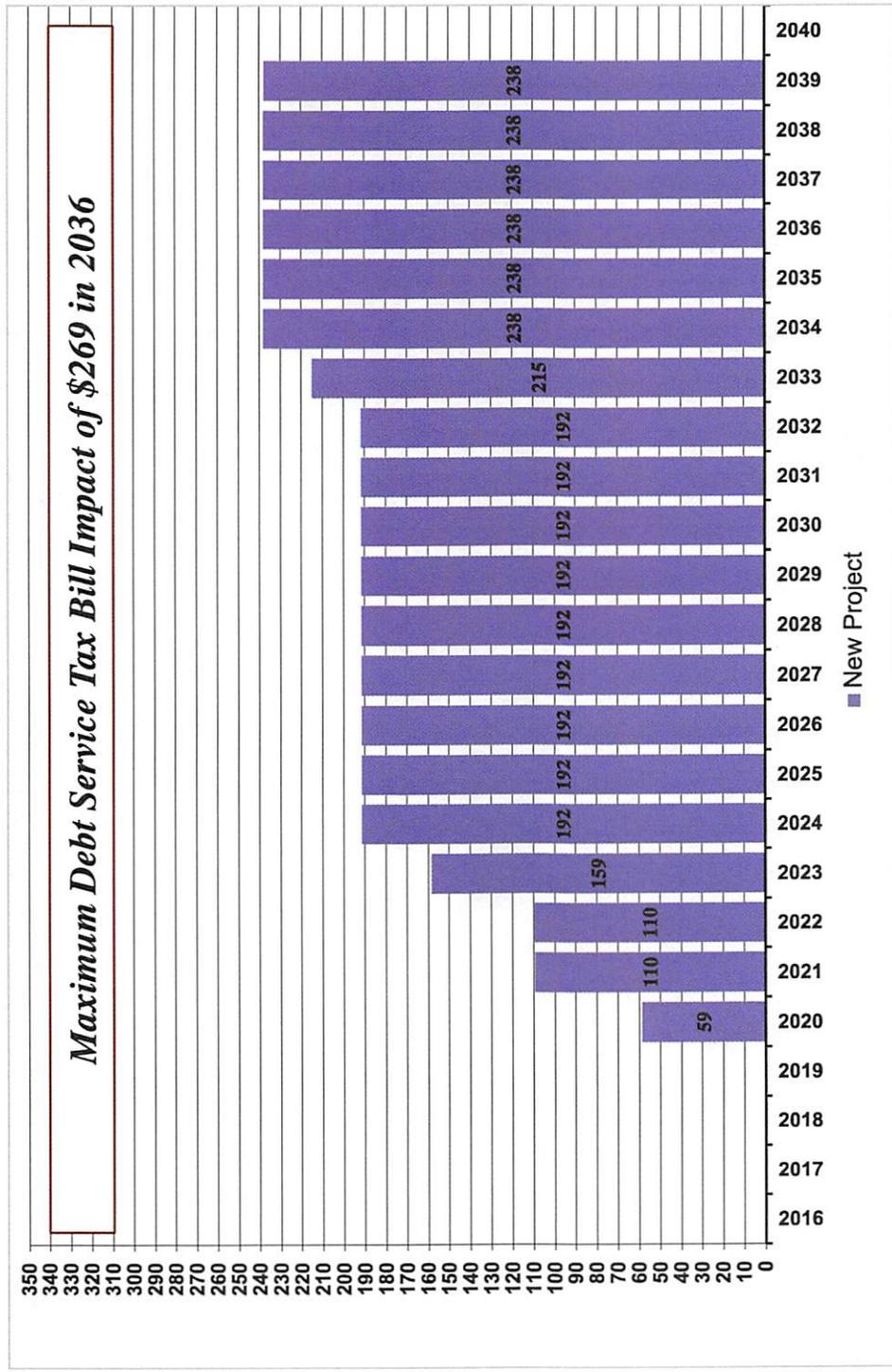
(c) As existing Non Exempt Debt is retired, it is replaced with Exempt Debt.

Estimated Maximum Debt Service Rate_New Project Only



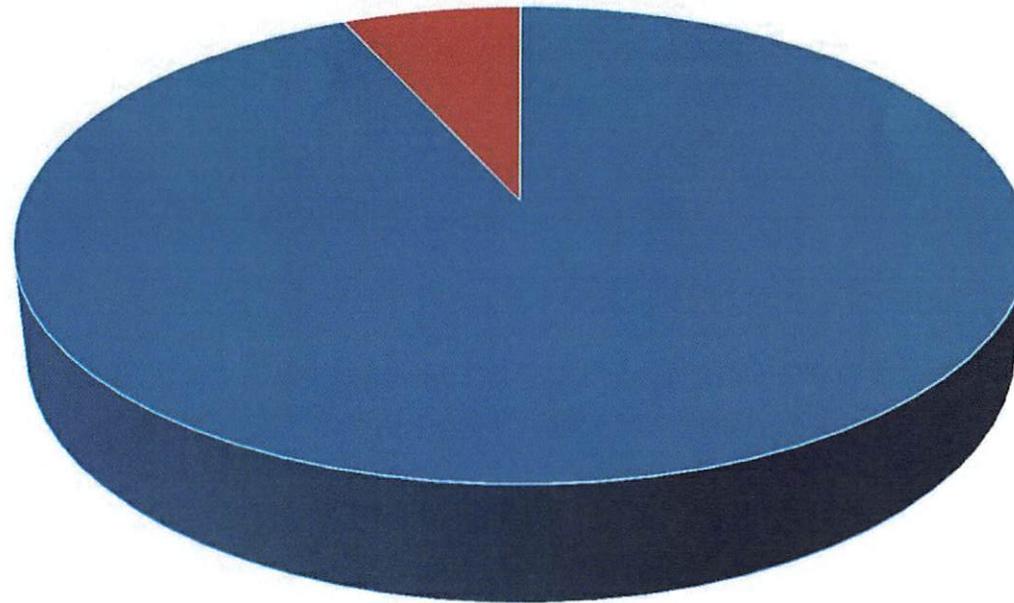
(a) Based on 2017 certified assessed value of \$1,187,189,615 with no growth assumed thereafter.
 (b) Assumes license excise/financial institutions factor of 5.000% per \$100 of net assessed value.
 (c) As existing Non Exempt Debt is retired, it is replaced with Exempt Debt.

Estimated Debt Service Tax Bill Impact \$100,000 (market value) Homeowner



(a) Based on a home assessed at \$100,000 with Homestead, Supplemental and Mortgage Deduction. As existing Non Exempt Debt is retired, it is replaced with Exempt Debt.

% of School Corporation's Outstanding Long Term Debt



■ School Corporation 12.52%

■ Other Tax Units 1.01%

Common School Loans	\$1,593,933	Applicable Amount (based on AV)	
Severance/Pension Bonds	2,414,246	Clark County General Obligation Bonds of 2013	\$2,611,886
Series 2015	25,400,000	Clark County General Obligation Bonds of 2011	1,793,670
Series 2016	24,250,000	Clark County General Obligation Bonds of 2010	375,622
This Issue	<u>95,000,000</u>	Lease Rental Refunding Bonds, Series 2013	2,610,430
	\$148,658,179	Lease Rental Bonds, Series 2013	310,107
		First Mortgage Bonds, Series 2008	791,282
		Jail Detention Lease Rental Bonds, Series 2007	757,651
		Judgement Funding Bonds of 2016	<u>2,728,358</u>
			\$11,979,005

The percent of the School Corporation's outstanding long term debt, together with the outstanding long term debt of other taxing units that include any of the territory of the School Corporation, compared to the net assessed value of taxable property within the School Corporation (\$1,187,189,615) is approximately 13.53 percent (13.53%).

Standard Disclosure Language

The information contained herein and in our presentation is provided for informational purposes only. It is not intended as advice nor does it create an advisor/client relationship between George K. Baum & Company and any readers or recipients (to the extent such relationship does not already exist). Readers should consult with George K. Baum & Company or their own advisors to discuss how these matters relate to their individual circumstances. Reproduction in whole or in part is prohibited without the express written consent of George K. Baum & Company.

This presentation was prepared for the benefit and internal use of the School Corporation in order to indicate, on a preliminary basis, the range of a possible transaction or transactions and does not carry any right of publication or disclosure to any other party.

The information in this presentation reflects prevailing market conditions and our views as of this date, all of which are subject to change. Any actual transaction would be subject to market conditions at the time of execution and the related documentation. To fully understand the economic and legal terms and conditions of any transaction, the School Corporation must carefully review the related documentation and should consult its own legal, tax and financial advisors.

In preparing this presentation, we have relied upon and assumed, without independent verification, the accuracy and completeness of all information available from public sources or which was provided to us by or on behalf of the School Corporation or which was otherwise reviewed by us. In addition, our analyses are not and do not purport to be appraisals of the creditworthiness of the School Corporation, which may affect the results.



George K. Baum & Company
INVESTMENT BANKERS SINCE 1928

EXHIBIT B

**RESOLUTIONS OF THE BOARD OF SCHOOL TRUSTEES OF THE
WEST CLARK COMMUNITY SCHOOLS, CLARK COUNTY, INDIANA
(2018 West Clark School Building, Renewal/Restoration, Expansion and Safety Project)**

WHEREAS, the Board of School Trustees (the “Board”) of the West Clark Community Schools, Clark County, Indiana (the “School Corporation”), has previously approved certain renovation, restoration, upgrade, improvement and equipping projects at several of the existing school facilities operated by the School Corporation as set forth in detail on Exhibit A attached to a resolution adopted by the Board on July 28, 2016 (collectively, the “2017 West Clark School Building Renewal/Restoration, Expansion and Safety Project”) and the financing of the 2017 West Clark School Building Renewal/Restoration, Expansion and Safety Project (the “2017 Financing”); and

WHEREAS, pursuant to Indiana Code § 6-1.1-20-3.5, a sufficient number of owners of real property located, and registered voters residing, in the geographical boundaries of the School Corporation requested the application of the referendum process to the 2017 West Clark School Building Renewal/Restoration, Expansion and Safety Project and the 2017 Financing; and

WHEREAS, the Board has given consideration to withdrawing from the referendum process the 2017 West Clark School Building Renewal/Restoration, Expansion and Safety Project and the 2017 Financing in accordance with Indiana Code § 6-1.1-20-3.6(k) and instead pursue certain renovation, restoration, upgrade, improvement and equipping projects at several of the existing school facilities operated by the School Corporation as set forth in detail on Exhibit A attached hereto (collectively, the “2018 West Clark School Building Renewal/Restoration, Expansion and Safety Project”); and

WHEREAS, pursuant to Indiana Code § 6-1.1-20-3.5, if the Board proposes to impose property taxes to pay debt service on bonds or lease rentals on any, renovation, improvement, remodeling or alteration project, which is not excluded under Indiana Code § 6-1.1-20-1.1, it must conduct a public hearing on the preliminary determination to proceed with such project prior to the Board’s adopting any resolution or ordinance making a preliminary determination to issue such bonds or enter into such lease; and

WHEREAS, pursuant to Indiana Code § 20-26-7-37, a public hearing must be held if the Board proposes to construct, repair or alter a school building at a cost of more than \$1,000,000 that would be financed by a lease agreement, issuing bonds, or any other available method; and

WHEREAS, notice of said hearings have been given in accordance with Indiana law; and

WHEREAS, interested people have been given the opportunity to present testimony and ask questions concerning the 2018 West Clark School Building Renewal/Restoration, Expansion and Safety Project, and this Board has heard public input at a public hearing held this date concerning the 2018 West Clark School Building Renewal/Restoration, Expansion and Safety Project; and

WHEREAS, the Board, being duly advised, finds that it is in the best interests of the School Corporation and its citizens to withdraw from the referendum process the 2017 West Clark School Building Renewal/Restoration, Expansion and Safety Project and the 2017 Financing in accordance with Indiana Code § 6-1.1-20-3.6(k) and instead pursue the 2018 West Clark School Building Renewal/Restoration, Expansion and Safety Project and for the purpose

of financing all or any portion of the 2018 West Clark School Building Renewal/Restoration, Expansion and Safety Project to issue one or more series of general obligation bonds (collectively, the "General Obligation Bonds") and/or enter into negotiations with one or more Indiana nonprofit school building corporations (collectively, the "Building Corporation") to acquire all or any portion of any of the facilities operated or to be operated by the School Corporation, and enter into a lease or leases or an amendment or amendments to an existing lease or existing leases (collectively, the "Leases") with the Building Corporation, as lessor, for all or any portion of the facilities operated or to be operated by the School Corporation, in order to better serve the residents of the School Corporation, by allowing the Building Corporation to issue first mortgage bonds in one or more series (collectively, the "First Mortgage Bonds"), which First Mortgage Bonds and General Obligation Bonds (collectively, the "Bonds") will not exceed an original aggregate principal amount of Ninety-Five Million Dollars (\$95,000,000); and

WHEREAS, the Board expects to pay for certain costs of the 2018 West Clark School Building Renewal/Restoration, Expansion and Safety Project or costs related to the 2018 West Clark School Building Renewal/Restoration, Expansion and Safety Project (collectively, the "Expenditures") prior to the issuance of the Bonds, and to reimburse the Expenditures with proceeds of the General Obligation Bonds and/or the proceeds received by the School Corporation upon the issuance of the First Mortgage Bonds; and

WHEREAS, the Board desires to declare its intent to reimburse the Expenditures pursuant to Treas. Reg. § 1.150-2 and Indiana Code §5-1-14-6(c).

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF SCHOOL TRUSTEES OF THE WEST CLARK COMMUNITY SCHOOLS, CLARK COUNTY, INDIANA, AS FOLLOWS:

Section 1. The Board hereby withdraws from the referendum process the 2017 West Clark School Building Renewal/Restoration, Expansion and Safety Project and the 2017 Financing in accordance with Indiana Code § 6-1.1-20-3.6(k) and makes a preliminary determination that there exists a need for the 2018 West Clark School Building Renewal/Restoration, Expansion and Safety Project. Accordingly, the Board hereby makes a preliminary determination that to the extent permitted by law the Board will take all of the necessary steps to issue the General Obligation Bonds and/or enter into the Leases with the Building Corporation for all or any portion of the facilities operated or to be operated by the School Corporation, pursuant to which the Building Corporation and the School Corporation will finance all or any portion of the 2018 West Clark School Building Renewal/Restoration, Expansion and Safety Project. The School Corporation and the Building Corporation will finance all or any portion of the 2018 West Clark School Building Renewal/Restoration, Expansion and Safety Project through the issuance of one or more series of the Bonds. The total maximum original aggregate principal amount of the Bonds will not exceed \$95,000,000, or such greater amount in the case of the issuance of any first mortgage bonds all or a portion of which will be used to refund all or any portion of the First Mortgage Bonds. Each of the series of the Bonds issued will have a maximum term not to exceed twenty (20) years from the date such series of Bonds are issued. Each of the Leases with respect to each series of First Mortgage Bonds will have a maximum term not to exceed twenty-two (22) years. The proposed term of each of the Leases or addendum thereto will begin on the date each such Lease or addendum

thereto is recorded by the School Corporation and the Building Corporation in connection with the 2018 West Clark School Building Renewal/Restoration, Expansion and Safety Project.

Based on estimated average interest rate that will be paid in connection with the Bonds of four and one-tenth percent (4.10%) per annum, the total interest cost associated therewith will not exceed \$54,410,000 (which amount is net of any funds received by the School Corporation or the Building Corporation from the United States of America as a result of any or all of the Bonds being issued under one or more federal tax credit programs) and not taking into account any funds of the School Corporation or the Building Corporation being available for capitalized interest. Including interest costs, the maximum annual principal and interest to be paid on the Bonds plus the maximum annual lease rental to be paid by the School Corporation under the Leases is \$9,140,000 (which amount is net of any funds received by the School Corporation or the Building Corporation from the United States of America as a result of any or all of the Bonds being issued under one or more federal tax credit programs), and the maximum total principal and interest to be paid on the Bonds plus the total lease rental paid by the School Corporation over the term of the Leases is \$149,500,000 (which amount is net of any funds received by the School Corporation or the Building Corporation from the United States of America as a result of any or all of the Bonds being issued under one or more federal tax credit programs) and not taking into account any funds of the School Corporation or the Building Corporation available for capitalized interest.

The School Corporation's certified total debt service fund tax levy for 2014 pay 2015 (which was the most recent certified tax levy prior to the refinancing of outstanding bonds in 2015 and 2016) was \$6,928,449, and the School Corporation's debt service fund tax rate for 2014 pay 2015 (which was the most recent certified tax rate prior to the refinancing of outstanding bonds in 2015 and 2016) was \$0.6176 per \$100 of assessed value. The School Corporation's certified total debt service fund tax levy for 2016 pay 2017 (which is the most recent certified tax levy) is \$5,805,357, and the School Corporation's debt service fund tax rate for 2016 pay 2017 (which is the most recent certified tax rate) is \$0.4890 per \$100 of assessed value. The estimated total maximum debt service fund tax levy for the School Corporation and the estimated total maximum debt service fund tax rate for the School Corporation after the issuance of the Bonds are anticipated to occur no earlier than 2022 pay 2023 and will be \$10,464,008 and \$0.8814 per \$100 of assessed value, respectively, as a result of the payment of the debt service on the General Obligation Bonds and the lease rentals under the Lease and the refinancing of outstanding bonds in 2015 and 2016. The percent of the School Corporation's outstanding long term debt, together with the outstanding long term debt of other taxing units that include any of the territory of the School Corporation, compared to the net assessed value of taxable property within the School Corporation is approximately thirteen and fifty-three hundredths percent (13.53%).

The estimated completion date of the 2018 West Clark School Building Renewal/Restoration, Expansion and Safety Project is July, 2020. The Board estimates that the operational costs associated with the 2018 West Clark School Building Renewal/Restoration, Expansion and Safety Project will have no negative impact on the School Corporation's tax rate upon completion of the 2018 West Clark School Building Renewal/Restoration, Expansion and Safety Project.

Section 2. A notice of the foregoing preliminary determinations set forth in Section 1 of this resolution shall be given in accordance with Indiana Code § 6-1.1-20-3.5. In the event

that a sufficient petition requesting the application of the local public question process to the Bonds and/or the Leases related to the 2018 West Clark School Building Renewal/Restoration, Expansion and Safety Project has been filed as set forth in Indiana Code § 6-1.1-20-3.5, the question recommended to be submitted by the Clark County Auditor to the registered voters at the election conducted under Indiana Code § 6-1.1-20-3.6 shall be as follows: "Shall the West Clark Community Schools, Clark County, Indiana, issue bonds or enter into a lease to finance the 2018 West Clark School Building Renewal/Restoration, Expansion and Safety Project which includes restoration, expansion and renovation work at approximately eight buildings and which is estimated to cost not more than \$95,000,000 and is estimated to increase the property tax rate for debt service by \$0.7314 per \$100 of assessed valuation?"

The Superintendent of the School Corporation (the "Superintendent"), the Associate Superintendent of the School Corporation (the "Associate Superintendent") or either of their designees is authorized to make any and all changes or modifications to the form of the question recommended to the Clark County Auditor and the Clark County Election Board which the Superintendent, the Associate Superintendent or either of their designees deem necessary or desirable to convey the purposes and goals of the 2018 West Clark School Building Renewal/Restoration, Expansion and Safety Project and the intentions of the Board.

Section 3. The Board hereby declares its official intent that to the extent permitted by law, to issue the General Obligation Bonds and/or execute the Leases with the Building Corporation, and to request the Building Corporation to issue the First Mortgage Bonds in one or more series or issues, which First Mortgage Bonds, together with the original aggregate principal amount of the General Obligation Bonds will not exceed an original aggregate principal amount of approximately Ninety-Five Million Dollars (\$95,000,000), and to reimburse costs of the 2018 West Clark School Building Renewal/Restoration, Expansion and Safety Project consisting of the Expenditures from proceeds of the sale of such Bonds.

Section 4. Any and all actions previously taken by any member of the Board, the Superintendent, the Associate Superintendent or either of their designees in connection with the foregoing preliminary determinations, including, but not limited to, publication of the notice of the public hearing held in connection with such preliminary determinations, be, and hereby are, ratified and approved.

PASSED AND ADOPTED this 20th day of June, 2017.

BOARD OF SCHOOL TRUSTEES OF
THE WEST CLARK COMMUNITY SCHOOLS, CLARK COUNTY, INDIANA

AYE

Cynthia Lyndon
Bill
Joseph Basham
Don

NAY

Bruce Guernsey

ATTEST:

Don
Secretary of the Board of School Trustees

EXHIBIT A

2018 West Clark School Building Renewal/Restoration, Expansion and Safety Project

The 2018 West Clark School Building Renewal/Restoration, Expansion and Safety Project will include, but not be limited to, all or any portion of the following, and as needed based on extensive analysis and review by the School Corporation's staff and focus groups of each identified facility:

- I. Borden Elementary School: (a) replacement and/or upgrade of (i) all or any portion of the existing heating and air conditioning system and controls and all or any portion of the air circulation and ventilation systems and controls throughout the entire facility, and (ii) the existing electrical system, and (b) renovation of (i) the facility entrance and reception/front office area to provide for a more secure entrance to the facility, and (ii) areas throughout the facility to address infrastructure and general programming needs.
- II. Borden Junior/Senior High School: (a) replacement and/or upgrade of (i) all or any portion of the existing heating and air conditioning system and controls and all or any portion of the air circulation and ventilation systems and controls throughout the entire facility, and (ii) the existing electrical system, and (b) renovation of (i) the main gym lobby restrooms to address compliance issues with the Americans with Disabilities Act, (ii) the special needs classrooms and related areas, (iii) all or a portion of the existing administration office area to provide for additional special needs classrooms and related areas and other possible classroom areas, (iv) the facility entrance and reception/front office area to provide for a more secure entrance to the facility, and (v) areas throughout the facility to address infrastructure and general programming needs.
- III. Henryville Elementary School: (a) replacement, re-programming and/or upgrade of (i) all or any portion of the existing heating and air conditioning system and controls and all or any portion of the air circulation and ventilation systems and controls throughout the entire facility, and (ii) the existing electrical system, and (b) renovation of (i) the facility entrance and reception/front office area to provide for a more secure entrance to the facility, and (ii) areas throughout the facility to address infrastructure and general programming needs.
- IV. Henryville Junior/Senior High School: (a) replacement, re-programming and/or upgrade of all or any portion of the existing heating and air conditioning system and controls and all or any portion of the air circulation and ventilation systems and controls throughout the entire facility, and (b) renovation of (i) the special needs classrooms and related areas to provide for additional special needs classrooms and related areas, (ii) the facility entrance and reception/front office area to provide for a more secure entrance to the facility, and (iii) areas throughout the facility to address infrastructure and general programming needs.
- V. Silver Creek Primary School: (a) construction and equipping of a one or two story addition consisting of approximately 32,000 square feet with classrooms and related offices and support spaces to accommodate second grade students, (b) upgrade of the

existing heating and air conditioning system to create additional heating and cooling capacity for the addition, (c) related parking lot and site improvements to address parking and traffic flow issues, (d) renovation of (i) the existing playground areas to accommodate second grade students, and (ii) areas throughout the facility to address infrastructure and general programming needs, and (e) expansion of the existing cafeteria and activity room.

- VI. Silver Creek Elementary School: (a) replacement, re-programming and/or upgrade of (i) all or any portion of the existing heating and air conditioning system and controls and all or any portion of the air circulation and ventilation systems and controls throughout the entire facility, (ii) the existing electrical system and (iii) the sound system, and (b) renovation of (i) the facility entrance and reception/front office area to provide for a more secure entrance to the facility, and (ii) areas throughout the facility to address infrastructure and general programming needs.
- VII. Silver Creek Middle School: (a) replacement, re-programming and/or upgrade of (i) all or any portion of the existing heating and air conditioning system and controls, all or any portion of the air circulation and ventilation systems and controls and hot water system throughout the entire facility, (ii) the existing electrical system and (iii) the sound system, (b) installation of additional security cameras and equipment throughout the facility, (c) construction and equipping of an addition consisting of approximately 150,000 square feet with approximately twelve classrooms and related office and support spaces, and (d) renovation of (i) the facility entrance and reception/front office area to provide for a more secure entrance to the facility and (ii) areas throughout the facility to address infrastructure and general programming needs.
- VIII. Silver Creek High School: (a) replacement, re-programming, repair and/or upgrade of (i) all or any portion of the existing heating and air conditioning system and controls, all or any portion of the air circulation and ventilation systems and controls and hot water system throughout the entire facility, (ii) the existing electrical system, (iii) the sound system, (iv) the auditorium lighting, (v) the roof, (vi) the windows and doors, and (vii) the driveways, parking lots and storm water drainage systems, (b) update of the finishes and equipment in all or any portion of the existing classrooms, office areas, conference rooms and support spaces, (c) construction and equipping of one or more additions, which upon completion will result in a total square footage of the high school facility of approximately 350,000 square feet, will provide a student capacity of approximately 1,500 students in grades 9-12 and will contain classrooms and related offices and support spaces, a reconfigured facility entrance and reception/front office area to provide for a more secure entrance to the facility, updated main and auxiliary gym locker rooms, performing arts classrooms and related areas, and most other areas throughout the facility to address infrastructure and general programming needs.
- IX. At any building that the Board determines is in response to a natural disaster, an accident or an emergency that makes the building unavailable for its intended use, the restoration, renovation, repair, upgrade and equipping projects as determined by the Board in order to make the building available for its intended use.

- X. Miscellaneous land acquisition and/or facility renovation, facility improvement and equipping projects at one or more facilities operated by the School Corporation.
- XI. Projects related to any of the foregoing projects, including, but not limited to, all of the construction, design, approval, oversight, supervision, financing activities as a part of any of the foregoing.

EXHIBIT C

West Clark Community Schools

Facility	Original date of Construction	Age of Facility (years)	Facility Condition	Total Existing Square Footage	Total Proposed Square Footage	Estimated Construction Cost	Average Cost of Construction per Square Foot	September ADM for 2016-2017
Borden Elementary School	1950	67	Fair	76,226				327
Borden Junior/Senior High School	1956	61	Fair	113,196				347
Henryville Elementary School	1961	56	Good	119,662				627
Henryville Junior/Senior High School	1950	67	Good	110,783				526
Silver Creek Elementary School	1952	65	Fair	117,383				843
Silver Creek Middle School	2003	14	Good	109,545	150,000			668
Silver Creek Primary School	2010	7	Good	70,845	32,000			421
Silver Creek High School	1961	56	Poor	171,670	178,330			919
Total				889,310	360,330	\$ 95,000,000	\$ 76.02	4678

September ADM for each building does not include the Transfer Outs.

EXHIBIT D

WEST CLARK COMMUNITY SCHOOLS
September Pupil Count

	2000-1	2001-2	2002-3	2003-4	2004-5	2005-6	2006-7	2007-8	2008-9	2009-10	2010-11	2011-12	2012-13	2013-14	2014-15	2015-16	2016-17
KDG	209	219	217	215	220	268	232	258	331	307	308	337	314	319	347	340	367
1	223	228	248	235	243	245	309	258	286	329	312	309	362	317	317	342	332
2	225	217	247	247	254	242	256	307	275	297	341	325	304	359	319	332	346
3	227	225	221	247	249	271	266	288	325	289	310	334	358	336	383	327	326
4	209	241	246	209	270	267	288	261	303	340	309	337	333	325	330	387	322
5	245	224	258	250	239	290	291	290	278	303	345	340	336	356	332	346	374
6	238	243	251	274	269	259	300	286	317	303	337	368	369	351	380	344	368
7	277	258	280	277	298	298	282	321	310	344	319	368	399	394	383	388	349
8	277	275	266	287	285	311	300	295	322	323	339	336	379	398	405	385	395
9	276	284	288	288	289	295	327	300	320	346	343	357	342	391	380	397	375
10	235	268	276	284	276	295	299	328	314	315	355	320	365	345	395	373	384
11	272	243	268	275	277	277	313	293	324	331	304	366	332	360	350	401	366
12	232	245	229	247	246	259	259	291	282	333	327	311	358	318	353	343	369
13	0	0	0	0	0	0	1	1	0	0	0	0	2	4	4	6	15
Other	8	9	4	6	11	6	0	0	0	0	0	0	0	0	0	0	0
Total	3153	3179	3299	3341	3426	3583	3723	3777	3987	4160	4249	4408	4553	4573	4678	4711	4688