

BOND ELECTION RESOLUTION

A RESOLUTION CALLING A SPECIAL ELECTION TO BE HELD FOR THE PURPOSE OF SUBMITTING TO THE QUALIFIED ELECTORS OF SCHOOL DISTRICT NO. 25, BANNOCK COUNTY, STATE OF IDAHO, A PROPOSITION RELATING TO THE ISSUANCE OF GENERAL OBLIGATION BONDS IN THE AGGREGATE PRINCIPAL AMOUNT OF UP TO \$45,000,000 OF SCHOOL DISTRICT NO. 25, BANNOCK COUNTY, STATE OF IDAHO, AND IN PROVIDING FOR THE ISSUANCE OF SUCH BONDS, THE LEVY OF A TAX TO PAY SUCH BONDS.

WHEREAS, School District No. 25, Bannock County, State of Idaho (the "District"), is a school district created and operating under the laws of the State of Idaho; and

WHEREAS, the costs of acquisition, construction, renovating, furnishing and equipping of certain school facilities, as specifically described in the form of ballot question set forth herein (such expenditures being herein referred to collectively as the "Projects") are deemed by the Board of Trustees of the District to be required for the welfare of the District; and

WHEREAS, the District does not have sufficient funds available to pay the cost of the Projects; and

WHEREAS, the District has determined it advisable to finance such costs of the Projects through the issuance of general obligation bonds of the District pursuant to the provisions of chapter 11 of Title 33 of the Idaho Code, and in order to do so desires to call a special election to be held pursuant to Chapter 14, Title 34 of the Idaho Code.

NOW, THEREFORE, BE IT RESOLVED by the Board of Trustees of the District as follows:

Section 1. That a General Obligation Bond Election (the "Bond Election") is hereby called to be held in the District on Tuesday, November 7, 2023, for the purpose of submitting to the qualified electors of the District the proposition set forth in the form of ballot appearing in Section 5 hereof.

Section 2. That the District hereby determines that the outstanding amount of all bonded indebtedness of the District, including the bonds proposed under this Resolution, will not exceed the limitation on amount of indebtedness provided in Idaho Code Section 33-1103.

Section 3. That pursuant to Section 34-1401, Idaho Code, the Clerk of Bannock County, (the “County Clerk”) shall administer the Bond Election, including scheduling the polling times; preparing and printing the ballots; preparing and publishing notice of the Bond Election and the sample ballot; and conducting the Bond Election.

Section 4. That in compliance with Section 34-1406, Idaho Code, the Clerk of the District shall notify the County Clerk that the District has called the Bond Election by delivering to the County Clerk a copy of this Resolution, including the form of the ballot for the Bond Election set forth in Section 5 hereof and the form of the notice of the Bond Election set forth in Section 6.

Section 5. That the District hereby approves the following form of ballot for purposes of the Bond Election:

[Form of Ballot]

OFFICIAL BALLOT

SPECIAL GENERAL OBLIGATION BOND ELECTION SCHOOL DISTRICT NO. 25, BANNOCK COUNTY, STATE OF IDAHO

November 7, 2023

QUESTION: Shall the Board of Trustees of School District No. 25, Bannock County, State of Idaho (the “District”), be authorized to issue general obligation school bonds of said District in the principal amount of up to \$45,000,000 for the purpose of financing the costs of (i) renovating and enhancing Highland High School, including (a) repairs to damaged facilities, (b) constructing additional classrooms, (c) expanding and enhancing the gym and activity space, (d) expanding and enhancing the auditorium, and (ii) expanding and constructing additions and improvements to the gym facility at Century High School, together with furnishings and equipment necessary to operate said facilities, and all costs and expenses related thereto, such bonds to become due in such installments as may be fixed by the Board, the final installment of such bonds to come due not later than fifteen (15) years from the date of issuance, all as provided in the Resolution adopted by the Board on September 12, 2023?

The interest rate anticipated on the proposed bond issue is 3.71% per annum. The total amount estimated to be repaid over the life of the bonds, based on the anticipated interest rate, is \$42,497,957, consisting of \$45,000,000 in principal and \$14,057,750 of interest, less \$16,559,793 in estimated bond levy equalization payments. The term of the bonds will not exceed fifteen (15) years from the date of issuance.

The estimated average annual cost to the taxpayer on the proposed bond is a tax of \$37 per \$100,000 of taxable assessed value, per year, based on current conditions. However, the District expects to receive from the State of Idaho school district facilities funds in an amount each year that will exceed the annual payments on the bonds and must first be used to repay the District’s

bonds. Consequently, the actual estimated tax impact of the bond is \$0 per \$100,000 of taxable assessed value, per year, based on current conditions.

As of November 7, 2023, the total existing bonded indebtedness of the District, including interest accrued, is \$0.00.

IN FAVOR OF ISSUING BONDS IN THE AGGREGATE PRINCIPAL AMOUNT OF UP TO \$45,000,000 FOR THE PURPOSES STATED IN THE QUESTION ABOVE	<input type="checkbox"/>
AGAINST ISSUING BONDS IN THE AGGREGATE PRINCIPAL AMOUNT OF UP TO \$45,000,000 FOR THE PURPOSES STATED IN THE QUESTION ABOVE	<input type="checkbox"/>

[End Form of Ballot]

Section 6. The Notice of Special Bond Election shall be in substantially the following form:

[Form of Notice of Bond Election]

NOTICE OF GENERAL OBLIGATION BOND ELECTION

Pursuant to the laws of the State of Idaho and the Bond Election Resolution of the Board of Trustees of School District No. 25, Bannock County, State of Idaho (the “District”), adopted on September 12, 2023, notice is hereby given that a General Obligation Bond Election will be held in the District on Tuesday, November 7, 2023, beginning at the hour of 8:00 A.M. and closing at the hour of 8:00 P.M. on said date, on the question of whether the District shall be empowered to issue general obligation school bonds of said District in the aggregate principal amount not to exceed \$45,000,000, to be repaid no later than fifteen (15) years from the date of issuance thereof.

Said election shall be held at the regular polling places for elections in Bannock County, Idaho, [or by mail], as indicated below:

**[County Clerk to insert Polling Places
and Absentee Voting Material]**

The District proposes to issue general obligation school bonds of said District in the principal amount of up to \$45,000,000 for the purpose of financing the costs of (i) renovating and enhancing Highland High School, including (a) repairs to damaged facilities, (b) constructing additional classrooms, (c) expanding and enhancing the gym and activity space, (d) expanding and enhancing the auditorium, and (ii) expanding and constructing additions and improvements to the gym facility at Century High School, together with furnishings and equipment necessary to operate said facilities, and all costs and expenses related thereto, such bonds to become due in such installments as may be fixed by the Board.

The interest rate anticipated on the proposed bond issue is 3.71% per annum. The total amount estimated to be repaid over the life of the bonds, based on the anticipated interest rate, is \$42,497,957, consisting of \$45,000,000 in principal and \$14,057,750 of interest, less \$16,559,793 in estimated bond levy equalization payments. The term of the bonds will not exceed fifteen (15) years from the date of issuance.

The estimated average annual cost to the taxpayer on the proposed bond is a tax of \$37 per \$100,000 of taxable assessed value, per year, based on current conditions. However, the District expects to receive from the State of Idaho school district facilities funds in an amount each year that will exceed the annual payments on the bonds and must first be used to repay the District's bonds. Consequently, the actual estimated tax impact of the bond is \$0 per \$100,000 of taxable assessed value, per year, based on current conditions.

As of November 7, 2023, the total existing bonded indebtedness of the District, including interest accrued, is \$0.00.

[End Form of Notice of Bond Election]

Section 7. That if at the Bond Election two-thirds (2/3) of the qualified registered electors of the District, eighteen (18) years of age or older who have resided in the District for thirty (30) days, voting thereat assent to the issuance of the bonds in accordance with the Projects as described in Section 5 of this Resolution, as certified by the County Clerk, the negotiable bonds of the District shall be issued and mature not later than fifteen (15) years from the date of issuance thereof in accordance with the provisions of the Idaho Municipal Bond Act. Such issue will create a new debt to finance the Projects, as approved, in accordance with the provisions of Section 33-1107, Idaho Code, payable from the proceeds of ad valorem taxes.

Section 8. That said negotiable bonds shall be issued if carried as aforesaid and payment shall be made through the levy of taxes on all taxable property in the District, beginning in the year principal and interest payments are due and continuing until principal and interest shall have been fully paid in such amounts and at such rates as are necessary to assure the prompt payment of such interest, and also to establish and to constitute a sinking fund sufficient for the payment of the principal thereof as required by law, and it is hereby ordered that such payments shall be certified and such taxes shall be levied annually at the time and in the manner as general taxes for said District are levied in each such year; provided, however, that the aforementioned taxes shall never be diminished prior to payment of all bonds excepting in any year to the extent that other available funds shall have been applied to or set aside in a special fund to be irrevocably held for the payment of principal or interest or both, payable from said taxes for such year. The proper officer or officers of said District are hereby authorized and directed to do all things requisite and necessary to carry out the provisions of this section and to apply the proceeds of the taxes so collected to the payment of such principal and interest.

ADOPTED AND APPROVED this 12th day of September, 2023.

BOARD OF TRUSTEES OF
SCHOOL DISTRICT NO. 25,
BANNOCK COUNTY, STATE OF IDAHO

By: _____
Chair

(SEAL)

ATTEST:

By: _____
Clerk