

RESOLUTION

A RESOLUTION OF THE BOARD OF EDUCATION OF THE DOUGLAS COUNTY SCHOOL DISTRICT, NUMBER RE1, AUTHORIZING THE EXECUTION AND DELIVERY BY THE DISTRICT OF A FIRST AMENDMENT TO A PREVIOUSLY EXECUTED AND DELIVERED LEASE PURCHASE AGREEMENT, A CONTINUING DISCLOSURE UNDERTAKING, AN OFFICIAL STATEMENT AND RELATED DOCUMENTS; RATIFYING ACTION PREVIOUSLY TAKEN CONCERNING THE REFERENCED DOCUMENTS; PROVIDING OTHER MATTERS RELATING THERETO.

WHEREAS, Douglas County School District, Number Re1, Douglas and Elbert Counties, Colorado (the "District") is a duly and regularly created, organized and existing school district, existing as such under and by virtue of the Constitution and laws of the State of Colorado; and

WHEREAS, the Board of Education of the District (the "Board") has the power, pursuant to Section 22-32-110(1) (b) and (c), Colorado Revised Statutes, to lease or rent, with or without an option to purchase, undeveloped or improved real property located within or outside the territorial limits of the District on such terms as the Board sees fit for use as school sites, buildings or structures, or for any school purpose authorized by law, and to provide furniture, equipment, library books and everything needed to carry out the education program of the District; and

WHEREAS, the District has previously entered into a Lease Purchase Agreement dated as of September 1, 2006 (the "2006 Lease") with the Douglas County School District Finance Corporation (the "Corporation"), which will be amended and supplemented by a First Amendment to Lease Purchase Agreement (the "First Lease Amendment" and, together with the 2006 Lease, the "Lease"), which provides for the leasing of certain property and improvements thereon (collectively, the "Leased Property") from the Corporation, as lessor, to the District, as lessee; and

WHEREAS, the Board has determined and now hereby determines that it is in the best interests of the District and its inhabitants that the District enter into the First Lease Amendment for the purpose of refunding all of the outstanding Certificates of Participation, Series 2006 maturing on and after December 15, 2017 (the "2006 Certificates"); and

WHEREAS, the refunding of the 2006 Certificates is referred to herein as the "Refunding"; and

WHEREAS, pursuant to the Lease, as amended by the First Lease Amendment, and subject to the right of the District to terminate the Lease and other limitations as therein provided, the District will pay certain recalculated Base Rentals and Additional Rentals (as such

terms are defined in the Lease) in consideration for the right of the District to use the Leased Property; and

WHEREAS, the District's obligation under the Lease to pay Base Rentals and Additional Rentals shall be from year to year only; shall constitute currently budgeted expenditures of the District; shall not constitute a mandatory charge or requirement in any ensuing budget year; and shall not constitute a general obligation or other indebtedness or multiple fiscal year financial obligation of the District within the meaning of any constitutional, statutory limitation or requirement concerning the creation of indebtedness or multiple fiscal year financial obligation, nor a mandatory payment obligation of the District in any ensuing fiscal year beyond any fiscal year during which the Lease shall be in effect; and

WHEREAS, the Corporation and UMB Bank, n.a., as successor to American National Bank as trustee (the "Trustee"), will enter into a First Supplement to Mortgage and Indenture of Trust dated as of its date (the "First Supplement"), which supplements the previously executed and previously supplemented and amended Mortgage and Indenture of Trust dated as of September 1, 2006 (as so supplemented, the "Indenture"), pursuant to which there will be issued Refunding Certificates of Participation, Series 2015, dated as of their date of delivery in the aggregate principal amount of not to exceed \$7,000,000 (the "2015 Certificates"); and

WHEREAS, there has been presented to the Board and are on file at the District offices the following: (i) the proposed form of the First Lease Amendment; and (ii) the proposed form of the Continuing Disclosure Certificate to be provided by the District (the "Disclosure Certificate"); and

WHEREAS, Section 11-57-204 of the Supplemental Public Securities Act, constituting Title 11, Article 57, Part 2, Colorado Revised Statutes, as amended (the "Supplemental Act"), provides that a public entity, including the District, may elect in an act of issuance to apply all or any of the provisions of the Supplemental Act; and

WHEREAS, capitalized terms used herein and not otherwise defined shall have the meanings set forth in the Lease.

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF EDUCATION OF DOUGLAS COUNTY SCHOOL DISTRICT, NUMBER RE1, DOUGLAS AND ELBERT COUNTIES, COLORADO, THAT:

Section 1. Ratification and Approval of Prior Actions. All action heretofore taken (not inconsistent with the provisions of this resolution) by the Board or the officers, agents or employees of the Board or the District relating to the Lease including the First Lease Amendment and the completion of the Refunding is hereby ratified, approved and confirmed. *This resolution supersedes and replaces in its entirety the resolution adopted on December 11, 2014, relating to the Certificates.*

Section 2. Continued Leasing of Leased Property from Corporation. The Board hereby finds and determines, pursuant to the Constitution and the laws of the State of

Colorado, that the continued leasing of the Leased Property from the Corporation under the terms and provisions set forth in the Lease and the Indenture are both necessary, convenient and in furtherance of the purposes of the District and are in the best interests of the District and its citizens and inhabitants; and the Board hereby authorizes and approves such continued leasing of the Leased Property, all under the terms and provisions of the Lease and the Indenture.

Section 3. Acknowledgement of First Supplemental Indenture. The Board hereby acknowledges the execution and delivery by the Corporation of the First Supplemental Indenture, in substantially the form and with substantially the same contents as presented at this meeting of the Board. The Board hereby acknowledges and consents to the assignment by the Corporation to the Trustee, pursuant to the Indenture, as supplemented and amended by the First Supplemental Indenture, of all right, title and interest of the Corporation in, to and under the Lease. The Board hereby acknowledges the execution, delivery and sale of the 2015 Certificates pursuant to the First Supplemental Indenture and the Indenture. The Board hereby acknowledges and approves the form, terms and provisions of the 2015 Certificates contained in the First Supplemental Indenture and the Indenture, in substantially the form presented at this meeting of the Board.

Section 4. Acknowledgment of the Assignment of the Lease. The Board hereby acknowledges and consents to the assignment by the Corporation to the Trustee, pursuant to the Indenture, of all right, title and interest of the Corporation in, to and under the Lease, as amended and supplemented by the First Lease Amendment.

Section 5. Supplemental Act; Parameters. The Board hereby elects to apply all of the provisions of the Supplemental Act to the Lease and in connection therewith delegates to any member of the Board, the Superintendent and the Chief Financial Officer the authority to make any determination delegable pursuant to Section 11-57-205(1)(a-i), Colorado Revised Statutes, in relation to the Lease, and to execute a sale certificate (the "Sale Certificate") setting forth such determinations, including without limitation, the term of the Lease and the rental amount to be paid by the District pursuant to the Lease, subject to the following parameters and restrictions:

- (a) the aggregate principal amount of the Base Rentals relating to the 2015 Certificates shall not exceed \$7,000,000;
- (b) the Lease Term shall end no later than June 30, 2023;
- (c) the Site Lease Term shall end no later than June 30, 2033;
- (d) the Lease shall be subject to prepayment at the option of the District as provided in the Sale Certificate, without prepayment penalty;
- (e) the purchase price of the 2015 Certificates shall not be less than 98.0%;
- (f) the maximum annual and maximum total amount of the Base Rentals (principal and interest) relating to the 2015 Certificates shall not exceed \$1,500,000 and \$7,500,000 respectively; and

(g) the maximum net effective interest rate on the interest component of the Base Rentals relating to the 2015 Certificates shall not exceed 5.50%.

(h) the net present value savings accomplished by the Refunding shall not be less than 2.0%.

Pursuant to Section 11-57-205 of the Supplemental Act, the Board hereby delegates to the any member of the Board, the Superintendent and the Chief Financial Officer the independent authority to sign a contract for the purchase of the 2015 Certificates or to accept a binding bid for the 2015 Certificates and to execute any agreement or agreements in connection therewith. In addition, any member of the Board, the Superintendent and the Chief Financial Officer are hereby independently authorized to determine if obtaining an insurance policy for all or a portion of the 2015 Certificates is in the best interests of the District, and if so, to select an insurer to issue an insurance policy, execute a commitment relating to the same and execute any related documents or agreements required by such commitment. Any member of the Board, the Superintendent and the Chief Financial Officer are also each hereby authorized to independently determine if obtaining a reserve fund insurance policy for the 2015 Certificates is in the best interests of the District, and if so, to select a surety provider to issue a reserve fund insurance policy and execute any related documents or agreements required by such commitment.

The Board hereby agrees and acknowledges that the proceeds of the 2015 Certificates will be used to finance the Refunding and to pay other costs of issuance.

Section 6. Approval of Documents. The First Lease Amendment and the Disclosure Certificate, in substantially the forms presented to the Board and on file with the District, are in all respects approved, authorized and confirmed, and the President, or in his or her absence, the Vice President of the Board is hereby authorized and directed for and on behalf of the District to execute and deliver the First Lease Amendment and the Disclosure Certificate in substantially the forms and with substantially the same contents as presented to the Board, provided that such documents may be completed, corrected or revised as deemed necessary by the parties thereto in order to carry out the purposes of this resolution.

Section 7. Approval of Official Statement. A Preliminary Official Statement and a final Official Statement, in substantially the form of the Official Statement published by the District with respect to the Certificates of Participation, Series 2014, is in all respects approved and authorized. The President or the Vice President of the Board are hereby authorized and directed, for and on behalf of the District, to execute and deliver the final Official Statement in substantially the form of Official Statement published with respect to the Certificates of Participation, Series 2014, with such changes as may be approved by any member of the Board or the Finance Director. The distribution of the Preliminary Official Statement and the final Official Statement to all interested persons in connection with the sale of the 2015 Certificates is hereby ratified, approved and authorized.

Section 8. Authorization to Execute Collateral Documents. The Secretary is hereby authorized and directed to attest all signatures and acts of any official of the District in connection with the matters authorized by this resolution and to place the seal of the District on any document authorized and approved by this resolution. The President, Vice President, the

Secretary and other appropriate officials or employees of the District are hereby authorized and directed to take all action necessary or appropriate to effectuate the provisions of this resolution, including without limiting the generality of the foregoing, executing, attesting, authenticating and delivering for and on behalf of the District any and all necessary documents, instruments or certificates and performing all other acts that they deem necessary or appropriate in order to implement and carry out the transactions and other matters authorized by this resolution. The approval hereby given to the various documents referred to above includes an approval of such additional details therein as may be necessary and appropriate for their completion, deletions therefrom and additions thereto as may be approved by bond counsel prior to the execution of the documents. The execution of any document or instrument by the aforementioned officers or members of the Board shall be conclusive evidence of the approval by the District of such document or instrument in accordance with the terms hereof and thereof.

Section 9. No General Obligation Debt. No provision of this resolution, the Lease, the Indenture, the 2015 Certificates, the Preliminary Official Statement, or the final Official Statement shall be construed as creating or constituting a general obligation or other indebtedness or multiple fiscal year financial obligation of the District within the meaning of any constitutional, statutory provision, nor a mandatory charge or requirement against the District in any ensuing fiscal year beyond the then current fiscal year. The District shall have no obligation to make any payment with respect to the 2015 Certificates except in connection with the payment of the Base Rentals (as defined in the Lease) and certain other payments under the Lease, which payments may be terminated by the District in accordance with the provisions of the Lease. Neither the Lease nor the 2015 Certificates shall constitute a mandatory charge or requirement of the District in any ensuing fiscal year beyond the then current fiscal year or constitute or give rise to a general obligation or other indebtedness or multiple fiscal year financial obligation of the District within the meaning of any constitutional or statutory debt limitation and shall not constitute a multiple fiscal year direct or indirect debt or other financial obligation whatsoever. No provision of the Lease or the 2015 Certificates shall be construed or interpreted as creating an unlawful delegation of governmental powers nor as a donation by or a lending of the credit of the District within the meaning of Sections 1 or 2 of Article XI of the Colorado Constitution. Neither the Lease nor the 2015 Certificates shall directly or indirectly obligate the District to make any payments beyond those budgeted and appropriated for the District's then current fiscal year.

Section 10. Reasonableness of Rentals. The Board hereby determines and declares that the Base Rentals due under the Lease, as recalculated pursuant to the First Lease Amendment, in the maximum amounts authorized pursuant to Section 3 hereof, constitute the fair rental value of the Leased Property and do not exceed a reasonable amount so as to place the District under an economic compulsion to renew the Lease or to exercise its option to purchase the Leased Property pursuant to the Lease. The Board hereby determines and declares that the period during which the District has an option to purchase the Leased Property (i.e., the entire maximum term of the Lease) does not exceed the useful life of the Leased Property.

Section 11. No Recourse against Officers and Agents. Pursuant to Section 11-57-209 of the Supplemental Act, if a member of the Board, or any officer or agent of the District acts in good faith, no civil recourse shall be available against such member, officer, or agent for payment of the principal, interest or prior redemption premiums on the 2015 Certificates. Such

recourse shall not be available either directly or indirectly through the Board or the District, or otherwise, whether by virtue of any constitution, statute, rule of law, enforcement of penalty, or otherwise. By the acceptance of the 2015 Certificates and as a part of the consideration of their sale or purchase, any person purchasing or selling such 2015 Certificate specifically waives any such recourse.

Section 12. Severability. If any one or more sections, sentences, clauses or parts of this resolution shall for any reason be held invalid, such judgment shall not affect, impair, or invalidate the remaining provisions of this resolution, but shall be confined in its operation to the specific sections, sentences, clauses or parts of this resolution so held unconstitutional or invalid, and the inapplicability and invalidity of any section, sentence, clause or part of this resolution in any one or more instances shall not affect or prejudice in any way the applicability and validity of this resolution in any other instances.

Section 13. Repealer. All bylaws, orders, and resolutions, or parts thereof, inconsistent herewith are hereby repealed to the extent only of such inconsistency. This repealer shall not be construed to revise any bylaw, order, or resolution, or part thereof, heretofore repealed.

Section 14. Interpretation. This resolution shall be so interpreted and construed as to effectuate its general purpose.

Section 15. Effective Date. This resolution shall be in full force and effect upon its passage and adoption.

PASSED, ADOPTED AND APPROVED this January 20, 2015.

DOUGLAS COUNTY SCHOOL DISTRICT,
NUMBER RE1, DOUGLAS AND ELBERT
COUNTIES, COLORADO

By: 

President, Board of Education

(SEAL)

ATTEST:



Secretary of the Board of Education

STATE OF COLORADO)
)
 COUNTIES OF DOUGLAS AND ELBERT) SS.
)
 DOUGLAS COUNTY SCHOOL DISTRICT)
 NUMBER RE1)

I, Nona Eichelberger, the duly qualified and acting Secretary of Douglas County School District, Number Re1 (the "District"), in the Counties of Douglas and Elbert and State of Colorado, do hereby certify:

(1) The foregoing pages are a true and correct copy of a resolution (the "Resolution") introduced at a regular meeting of the Board of Education of the District (the "Board") on January 20, 2015.

(2) The Resolution was duly moved and seconded and the Resolution was adopted at the regular meeting of January 20, 2015, by an affirmative vote of a majority of the members of the Board as follows:

Name	"Yes"	"No"	Absent	Abstain
Kevin P. Larsen, President	✓			
Doug Benevento, Vice President			✓	
James Geddes	✓			
Judith Reynolds	✓			
Craig V. Richardson	✓			
Meghann Silverthorn	✓			
Rich Robbins			✓	

(3) The members of the Board were present at such meeting and voted on the passage of such Resolution as set forth above.

(4) The Resolution was approved and authenticated by the signature of the President of the Board, or in his or her absence, the Vice President, sealed with the District seal, attested by the Secretary and recorded in the minutes of the Board.

(5) Attached hereto as Exhibit A is a copy of the notice of the regular meeting on January 20, 2015, which notice was posted in one place within the District at least 24 hours before such meeting as provided by law

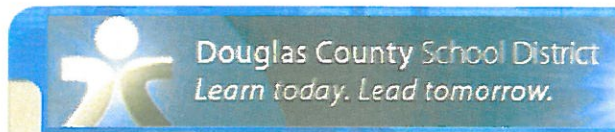
(6) There are no bylaws, rules or regulations of the Board which prevent the immediate adoption of the Resolution set forth in the foregoing proceedings.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed the seal of said District, this January 20, 2015.

Nono Chelenge
Secretary

(SEAL)

Exhibit A
(Notice of Meeting)


TYPE: Board Meeting**DATE:** 1/20/2015 **TIME:** 5:00 PM **CODE:** Jan 2015-1**LOCATION:** DCSD Admin Building - Board Room 3rd Floor, 620 Wilcox St., Castle Rock**5:00 PM 1.0 Call to Order and Roll Call**

1. Call to Order and Roll Call Info

5:05 PM 2.0 Pledge of Allegiance

2. Pledge of Allegiance Info

5:10 PM 3.0 For Your Information Only - Reading File

3. Unofficial Board of Education Minutes Info
4. Board of Education: Department Budget Worksheet(s) Info

5:10 PM 4.0 Recess I

5. 15-minute Recess Called to Serve Dinner and Move to Conference Room for an Executive Session (a closed session) Info

5:25 PM 5.0 Convene in Executive Session I

6. Convene in Executive Session (A Closed Session) Action

6:45 PM 6.0 Recess II

7. 15-minute Recess Called to Break and Return to the Board Room for the Regular Session Info

7:00 PM 7.0 Re-Convene Regular Session

8. Re-Convene Regular Session Info

7:05 PM 8.0 Student and Staff Recognitions

9. Student and Staff Recognitions Info

7:20 PM 9.0 Superintendent Reports

10. Superintendent Reports Info
11. 21st Century Learning Pre K-8 Magnet School Design Competition and Concept Design Info
12. Update to the Board of Education regarding the DCSD High School Nutrition Services Program operating outside of the National School Lunch Program (NSLP) Info
13. Revised FY 2014-2015 Financial Plan and Budget Presentation Info

8:15 PM 10.0 Board Committee and Liaison Reports

14. Board Report: President and Vice President Items Info
15. Board Committee and Liaison Reports Info

8:25 PM 11.0 Adoption of Consent Agenda Action

16. Adoption of Consent Agenda: Staff recommendations, detailed in Agenda Items #17 - #21, organized for Board of Education block approval. Action
17. Re-approval of 2006 COP Refunding Parameters Resolution, Series 2015 Action
18. Appointment of Board of Education Treasurer Action
19. Appointment of Board of Education Secretary and Assistant Secretary Action
20. Board of Education Resolution Regarding Notice of Meetings of the Board of Education Action

21. Personnel Changes Action

8:35 PM **12.0 Action Items**

22. Revised FY 2014-2015 Financial Plan and Budget and Revised FY 2014-2015 Budget Resolutions Action

23. Resolution of the Board of Education of Douglas County School District Authorizing Submission for a Waiver from PARCC Assessments Action

8:50 PM **13.0 Study/Action Items**

24. The eDCSD: Colorado Cyber School and HOPE Online Learning Academy elementary and HOPE Online Learning Academy middle school are submitting their Unified Improvement Plans (UIP) for Board of Education consideration and approval. Action

9:15 PM **14.0 Public Comment**

25. General Public Comment Info

9:20 PM **15.0 Adjournment**

26. Adjournment Action