

Agenda of Regular Meeting

The Board of Education Waverly Community Schools

A Regular Meeting of the Board of Education of Waverly Community Schools will be held March 21, 2022, beginning at 6:00 PM in the Board Room, 515 Snow Road, Lansing, MI 48917.

The subjects to be discussed or considered or upon which any formal action may be taken are as listed below. Items do not have to be taken in the order shown on this meeting notice.

Unless removed from the consent agenda, items identified within the consent agenda will be acted on at one time.

- I. Call to Order and Pledge to the Flag - President Mary Ann Martin
- II. Correspondence
- III. Public Comment for Agenda Items
- IV. Board Member Comment
- V. Approval of Agenda and Acceptance of all Reports

Recommendation: *To request a motion to approve the March 21, 2022 agenda as presented and accept all reports into discussion.*

- VI. Approval of Consent Agenda Items 3
 - A. Items listed below may be approved with one motion unless a board member requests that an item or items be removed for separate action.
 - Regular Meeting Minutes February 7, 2022
 - Special Meeting Minutes March 7, 2022
 - Report #21-46, HR Personnel Recommendations
 - Report #21-47, Finance Report
 - Report #21-48, Position Elimination - Temporary Office Assistant
 - B. **Recommendation:** *To request a motion to approve the consent agenda as presented.*
- VII. Committee Meetings
 - A. Finance & Facilities Committee
 - B. Capital Improvement Projects Committee
 - C. Teaching & Learning Committee
- VIII. Presentation of Reports

A. Finance & Facilities	
1. For Action - Report #21-49, Approve 2021-22 Budget Amendment Resolutions	20
<u>Recommendation:</u> <i>To request a motion to approve the 2021-22 General Fund Resolution and the 2021-22 Special Funds Resolution as presented.</i>	
2. For Action - Report #21-50, Ratification Resolution for the Sale of 2022 Building and Site Bonds, Series I	30
<u>Recommendation:</u> <i>To request a motion to approve the ratification resolution for the sale of 2022 Building and Site Bonds, Series I.</i>	
3. For Action- Report #21-51, Report Designation of Investment Advisor	41
<u>Recommendation:</u> <i>To request a motion to designate PFM Asset Management as the investment advisor for the proceeds from the 2022 Building and Site, Series I bond and to establish a separate depository account for such proceeds with the MILAF.</i>	
B. Teaching & Learning	
1. For Action - Report #21- 52, 2022-2023 Schools of Choice Designation	50
<u>Recommendation:</u> <i>To request a motion to approve participation in the 2022-2023 Schools of Choice Program (Sections 105 and 105(c)) for the 2022-2023 school year and the applications per grade as presented.</i>	
IX. Superintendent's Report	
X. Public Comment - Open Comment for District related items	
XI. Other Board Business	
XII. Adjournment	

Minutes of Regular Meeting

The Board of Trustees Waverly Community Schools

Opening of Meeting

The regular monthly meeting of the Waverly Community Schools Board of Education was held on Monday, February 7, 2022 at the Administration Building, located at 515 Snow Rd., Lansing, MI 48917. Board President Mary Ann Martin called the meeting to order at 6:00 PM. The pledge to the flag was led by Director of Teaching & Learning, Chris Huff.

Members Present: Mary Ann Martin
Christopher Beasley
Alicia Guevara Warren
Holly Nester
Rhonda Sosnowski
Tamia McClain

Members Absent: Amy Krause

Staff Present: Kelly Blake, Superintendent
Chris Huff, Director of Teaching & Learning
Tiffany Wright, Director of Student Services
Tim Lyman
Tony Terranova
Shawn Lewis
Molly Francis
Mike Moreno
Nate Lewis
Ann Marie Lindsay

Others: Dennis Raterink, Community Member

Organizational Meeting Activities

Superintendent Blake reviewed the BOE Election of Officers and BOE Committee appointment process. Nominations were requested and accepted for the following Board of Education Officers: President, Vice President, Secretary, Treasurer, Vice Secretary/Treasurer.

For Action – Report #21-35, Election of Officers

A motion was presented by Member McClain and supported by Members Sosnowski and Beasley to approve Report #21-35, Slate of Officers as follows:

President – Mary Ann Martin

Vice President – Holly Nester

Secretary – Alicia Guevara Warren

Treasurer – Chris Beasley

Vice Secretary/Treasurer – Rhonda Sosnowski

Motion PASSED

Vote: Ayes – 6; Nays – 0; Absent – 1, Member Krause

Superintendent Blake requested which committee BOE members would like to be a member.

For Action – Report #21-36, Board Member Committee Appointments

A motion was presented by Member McClain and supported by Member Sosnowski to accept Report #21-36, Board Committee Appointments as presented.

Motion PASSED

Vote: Ayes – 6; Nays – 0; Absent – 1, Member Krause

Correspondence:

None

Public Comment for Agenda Items:

None

Board Member Comment:

Member McClain wished everyone Happy Black History Month and Happy Valentine’s Day. Member McClain also announced her resignation from the Waverly Board of Education, effective today, to pursue an employment opportunity out of state. Member McClain thanked the Board for their continued hard work to help provide the highest quality learning environment for our students.

Member Martin thanked Member McClain for her service on the Waverly Board of Education and wished her well in her new endeavor. The District will be accepting applications for community members interested in the vacated Board of Education seat.

Adoption of Agenda, and Acceptance of Reports

A motion was presented by Member McClain and supported by Member Sosnowski to adopt the February 7, 2022 agenda as presented and accept all reports.

Motion PASSED

Vote: Ayes – 6; Nays – 0; Absent – 1, Member Krause

Approval Consent Agenda

A motion was presented by Member Guevara Warren and supported by Member Sosnowski to approve the consent agenda as presented.

- 1.Regular Meeting Minutes – January 20, 2021
- 2.Report #21-41, Human Resources Personnel Report
- 3.Report #21-42, Finance Report
- 4.Report #21-43, Breakfast, Lunch and Milk Prices for 2021-22 (Amended)

Motion PASSED

Vote: Ayes – 6; Nays – 0; Absent – 1, Member Krause

Presentation of Reports

FINANCE & FACILITIES

Finance & Facilities Committee meeting update – Member Beasley gave a committee meeting summary which included:

- A pool use proposal with Delta Township
- The Operating Millage Renewal proposal and are recommending an election in August 2022. This is a renewal of the existing operating millage.
- 2021-22 general fund budget review
- January 2022 Consensus Revenue Estimated Conference update
- Investment of school bonds proceeds
- Reviewed the High School Athletic bid scope and splitting the project into 2 phases

For Action – Report #21-44, Greater Lansing Regional Committee Membership

A motion was presented by Member Nester and supported by Members Sosnowski and Guevara Warren to adopt the resolution for membership in the Greater Lansing Regional Committee, Report #21-44.

Motion PASSED

Vote: Ayes – 6; Nays – 0; Absent – 1, Member Krause

For Action – Report #21-45, Technology Equipment Purchase

A motion was presented by Member Sosnowski and supported by Member Beasley to approve Report #21-45, the purchase of technology equipment from MOSS, as per the provided summary.

Motion PASSED

Vote: Ayes – 6; Nays – 0; Absent – 1, Member Krause

TEACHING & LEARNING

Director of Teaching & Learning, Chris Huff, gave a presentation on the District Benchmark Report.

Superintendent's Report:

Superintendent Blake:

- Reviewed the results of the Esser III survey (COVID relief funds) sent to families and the required stakeholder meeting on how the funds should be spent.
- Gave an update on the current bond projects and the challenge in the high cost of materials and supplies and requested Board direction on proceeding. The Board advised the District needs to communicate the next steps with the community.

Public Comment – Open Comment for District Issues

Community member Arnold Weinfeld thanked the BOE for their hard work and dedication to the Waverly School District since the pandemic began. He acknowledged the hard decisions made to keep all staff and students safe. Mr. Weinfeld voiced appreciation for the continued search for a new Choir teacher at Waverly Middle School and High School and willing to work hard to keep an important program for students.

Other Board Business:

None

Adjournment at: 7:25 PM.

Respectfully submitted,

Christopher Beasley, Treasurer
aml

Minutes of Special Meeting

The Board of Trustees Waverly Community Schools

Opening of Meeting

A special meeting of the Waverly Community Schools Board of Education was held on Monday, March 7, 2022 at the Administration Building, located at 515 Snow Rd., Lansing, MI 48917. Board President Mary Ann Martin called the meeting to order at 5:00 PM.

Members Present: Mary Ann Martin
Christopher Beasley
Alicia Guevara Warren
Holly Nester
Rhonda Sosnowski
Amy Krause

Members Absent: None

Staff Present: Kelly Blake, Superintendent
Ann Marie Lindsay

Others: Dennis Raterink, Community Member
Catherine Pike, Community Member

President Martin reviewed the process of filling the current vacant board of education seat.

Candidates Catherine Pike and Dennis Raterink were interviewed by the Waverly Board of Education.

Roll Call Vote for candidate choice:

Amy Krause	Catherine Pike
Chris Beasley	Catherine Pike
Alicia Guevara Warren	Dennis Raterink
Holly Nester	Catherine Pike
Rhonda Sosnowski	Dennis Raterink
Mary Ann Martin	Catherine Pike

Vote totals: Catherine Pike – 4
Dennis Raterink – 2

For Action – Motion to Appoint Candidate to Vacant Board of Education Seat

A motion was presented by Member Nester and supported by Member Sosnowski to appoint Catherine Pike to the vacant Waverly Community School’s Board of Education seat through December 31, 2022.

Motion PASSED

Vote: Ayes – 6; Nays – 0; Absent – 0

Adjournment at: 5:54 PM.

Respectfully submitted,

Alicia Guevara Warren, Secretary
aml

WAVERLY COMMUNITY SCHOOLS
BOARD OF EDUCATION
REGULAR MEETING
March 21, 2022

Report #21-46

Subject: Personnel Report

A. Employment – Certified

<u>Name</u>	<u>Position</u>	<u>Building</u>	<u>Salary</u>	<u>Effective</u>
Doreatha Rusher	Counselor	Elmwood	MA+15/Step 11	2/28/2022

B. Employment – Non-Certified

<u>Name</u>	<u>Position</u>	<u>Building</u>	<u>Salary</u>	<u>Effective</u>
Chad Brooks				
Sarah Hartley	Special Ed Para Educator	Colt	\$15.88/hr	2/15/2022
Zulfe Sarif	Food Service Lunch Aide	Elmwood	\$12.51/hr	3/7/2022
Deontrey Larkins	Class C 2 nd Shift Custodian	East	\$14.31/hr	3/8/2022

C. Transfer – Certified

<u>Name</u>	<u>From Position</u>	<u>To Position</u>	<u>Effective</u>
Mikenna White	Spec Ed Teacher Colt	Spec Ed Teacher Winans	3/21/2022

D. Transfer – Non-Certified

<u>Name</u>	<u>From Position</u>	<u>To Position</u>	<u>Effective</u>
Scott Peabody	Class C Custodian East	Class B Custodian High School	2/14/2022

E. Retirement – Non-Certified

<u>Name</u>	<u>Position</u>	<u>Building</u>	<u>Reason</u>	<u>Effective</u>
Diane Flanagan	Para Educator	Winans	Personal	2/22/2022

F. Resignation – Non-Certified

<u>Name</u>	<u>Position</u>	<u>Building</u>	<u>Reason</u>	<u>Effective</u>
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G. Resignation – Certified

<u>Name</u>	<u>Position</u>	<u>Building</u>	<u>Reason</u>	<u>Effective</u>
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H. Retirement – Certified

<u>Name</u>	<u>Position</u>	<u>Building</u>	<u>Effective</u>
Edwina Riddle	Kindergarten Teacher	Colt ECEC	6/30/2022
Tom Glasovatz	Science Teacher	High School	6/30/2022
Marilyn Hobrla	2 nd Grade Teacher	Elmwood Elementary	6/30/2022
Ann Kennedy	Special Ed Teacher	East Intermediate	6/30/2022

**WAVERLY COMMUNITY SCHOOLS
BOARD OF EDUCATION
REGULAR BOARD MEETING
MARCH 21, 2022**

Report #21-47

FOR ACTION***

Subject:

Finance Report

Recommendation:

The Superintendent recommends the Board of Education review and approve the following report:

Financial Report:

The cash balance as of January 31, 2022 was \$3,459,541.99. Receipts during February, consisting of state aid, property taxes and other revenues in the amount of \$5,770,649.94 minus disbursements during February of \$3,323,179.76, left the district with a General Fund cash balance, as of February 28, 2022, of \$5,907,012.17.

2021-22 General Fund expenditures/transfers-out exceed revenues/transfers-in by \$1,383,637. A summary of year to date activity in comparison to the original budget is included in the supporting documentation.

2021-22 Student Activity Fund revenues exceed expenditures by \$37,709. A summary of year to date activity in comparison to the budget is included in the supporting documentation.

2021-22 Sinking Fund revenues exceed expenditures by \$805,427. A summary of year to date activity in comparison to the budget is included in the supporting documentation.

2021-22 Public Improvement Fund expenditures/transfers-out exceed revenues/transfers-in by \$292,832. A summary of year to date activity in comparison to the budget is included in the supporting documentation.

The balance of the 2021 Building and Site, Series IV Bonds remaining to be allocated, including \$296 of accrued interest, is \$822,702. A summary of life to date activity is included in the supporting documentation

The balance of the 2022 Building and Site, Series I Bonds remaining to be allocated, including \$-0- of accrued interest, is \$60,240,954. A summary of life to date activity is included in the supporting documentation

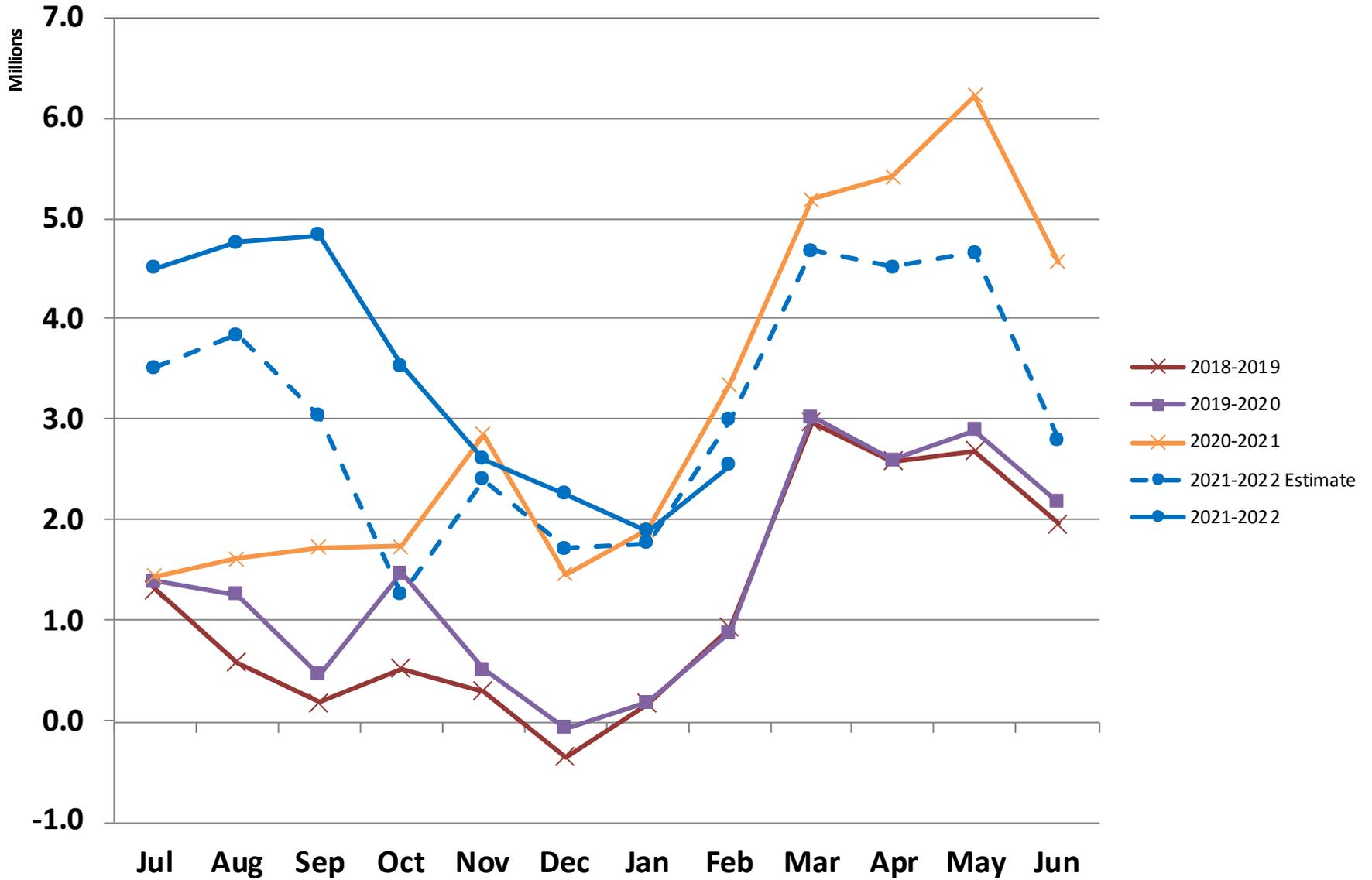
Waverly Community Schools

Finance Committee - Cash Position Report

For the Month Ended February 28, 2022

Balance on Hand January 31, 2022	3,459,541.99
Revenues	
State Aid	2,431,827.99
Taxes	3,091,790.99
Other Revenue	247,030.86
Interfund Transfers In	-
State Aid Note Proceeds	-
	<u>5,770,649.84</u>
Disbursements	
Payroll and Related Liabilities	(2,495,943.05)
Other Expenditures	(827,236.71)
State Aid Repayment	-
	<u>(3,323,179.76)</u>
Prior Month Adjustments During February 2022	0.10
Balance on Hand February 28, 2022	<u><u>5,907,012.17</u></u>
PNC Bank - General	5,753,961.18
MILAF	7,838.50
PNC Bank - Payroll	145,212.49
Comerica - Checking	-
	<u><u>5,907,012.17</u></u>
Difference	-

Waverly Community Schools Cash Flow Analysis (Monthly Lows)



Waverly Community Schools
General Fund - Budgetary Comparison Schedule
For the Month Ended February 28, 2022

	Original Budget	Actual	Over (Under) Budget	% Available
Revenue				
Local sources	10,037,007	8,265,433	(1,771,574)	17.7%
State sources	22,644,265	10,790,633	(11,853,632)	52.3%
Federal sources	2,330,239	63,081	(2,267,158)	97.3%
Intergovernmental	3,512,224	1,699,635	(1,812,589)	51.6%
Transfers In	90,000	-	(90,000)	100.0%
Total revenue	38,613,735	20,818,783	(17,794,952)	45.7%
Expenditures				
Current:				
Instruction:				
Basic program	16,021,254	8,363,825	(7,657,429)	47.8%
Added needs	6,470,790	3,266,202	(3,204,588)	49.5%
Total instruction	22,492,044	11,630,027	(10,862,017)	48.3%
Support Services:				
Pupil	4,189,394	2,491,667	(1,697,727)	40.5%
Instructional staff	2,206,836	1,282,582	(924,254)	41.9%
General administration	379,147	272,489	(106,658)	28.1%
School administration	2,530,852	1,660,369	(870,482)	34.4%
Business	551,640	349,828	(201,812)	36.6%
Operations and maintenance	3,806,430	2,272,584	(1,533,846)	40.3%
Pupil transportation services	1,214,289	657,468	(556,821)	45.9%
Central	595,995	443,936	(152,059)	25.5%
Other	70,216	64,652	(5,564)	7.9%
Total support services	15,544,798	9,495,574	(6,049,223)	38.9%
Athletics	669,863	415,188	(254,675)	38.0%
Community services	-	-	-	0.0%
Non Publics	10,304	774	(9,530)	92.5%
Facility Acquisition	-	-	-	0.0%
Debt service:				
Principal	140,000	70,000	(70,000)	50.0%
Interest	3,500	2,100	(1,400)	40.0%
Capital outlay	4,720	30,989	26,269	-556.6%
Payments to other public schools	1,097,643	557,768	(539,874)	49.2%
Total expenditures	39,962,871	22,202,420	(17,760,451)	44.4%
Excess of Revenue (Under)Over Expenditures	(1,349,136)	(1,383,637)	(34,501)	
Transfers Out	350,000	-	(350,000)	100.0%
Change in Fund Balance	(1,699,136)	(1,383,637)	315,499	
Favorable Expenditure Variance (1.5%)	599,443			
Projected Change in Fund Balance	(1,099,693)			
Fund Balance - Beginning of year	7,637,365			
Fund Balance - End of year	6,537,672			
	16.4%			

Waverly Community Schools
Student Activity Fund - Budgetary Comparison Schedule
For the Month Ended February 28, 2022

	Original Budget	Actual	Over (Under) Budget	% Available
Revenue				
Local sources	203,280	147,019	(56,261)	27.7%
State sources	-	-	-	0.0%
Federal sources	-	-	-	0.0%
Intergovernmental	-	-	-	0.0%
Transfers In	-	-	-	0.0%
Total revenue	203,280	147,019	(56,261)	27.7%
Expenditures				
Student Activities	129,854	70,475	(59,379)	45.7%
Athletics	80,953	38,835	(42,118)	52.0%
Total expenditures	210,806	109,310	(101,497)	48.1%
Excess of Revenue (Under)Over Expenditures	(7,526)	37,709	45,235	
Transfers Out	-	-	-	0.0%
Change in Fund Balance	(7,526)	37,709	45,235	
Fund Balance - Beginning of year	208,965			
Fund Balance - End of year	201,439			

Waverly Community Schools
Sinking Fund - Budgetary Comparison Schedule
For the Month Ended February 28, 2022

	Original Budget	Actual	Over (Under) Budget	% Available
Revenue				
Local sources	856,196	821,429	(34,767)	4.1%
State sources	-	-	-	0.0%
Federal sources	-	-	-	0.0%
Intergovernmental	-	-	-	0.0%
Transfers In	-	-	-	0.0%
Total revenue	856,196	821,429	(34,767)	4.1%
Expenditures				
Current:				
Support Services - Business	-	527	527	0.0%
Support Services - Central	-	-	-	0.0%
Facilities Acquisition, Construction and Improvements:				
Site Acquisition Services	-	-	-	0.0%
Site Improvement Services	-	-	-	0.0%
Architecture and Engineering Services	-	85	85	0.0%
Building Acquisition and Construction Services	-	-	-	0.0%
Building Improvement Services	-	15,390	15,390	0.0%
Other Acquisition and Construction Services	-	-	-	0.0%
Total expenditures	-	16,002	16,002	0.0%
Excess of Revenue (Under)Over Expenditures	856,196	805,427	(50,769)	
Transfers Out	-	-	-	
Net Change in Fund Balance	856,196	805,427	(50,769)	
Fund Balance - Beginning of year	1,257,398			
Fund Balance - End of year	2,113,594			

Waverly Community Schools
Public Improvement Fund - Budgetary Comparison Schedule
For the Month Ended February 28, 2022

	Original Budget	Actual	Over (Under) Budget	% Available
Revenue				
Local sources	200	34	(166)	82.9%
State sources	-	-	-	0.0%
Federal sources	-	-	-	0.0%
Intergovernmental	-	-	-	0.0%
Transfers In	350,000	-	(350,000)	100.0%
Total revenue	350,200	34	(350,166)	100.0%
Expenditures				
Current:				
Support Services - Business	-	-	-	0.0%
Support Services - Operations and Maintenance	-	-	-	0.0%
Support Services - Transportation	292,866	292,866	-	0.0%
Support Services - Central	-	-	-	0.0%
Facilities Acquisition, Construction and Improvements:				
Site Acquisition Services	-	-	-	0.0%
Site Improvement Services	-	-	-	0.0%
Architecture and Engineering Services	-	-	-	0.0%
Building Acquisition and Construction Services	-	-	-	0.0%
Building Improvement Services	-	-	-	0.0%
Other Acquisition and Construction Services	-	-	-	0.0%
Total expenditures	292,866	292,866	-	0.0%
Excess of Revenue (Under)Over Expenditures	57,334	(292,832)	(350,166)	
Transfers Out	-	-	-	
Net Change in Fund Balance	57,334	(292,832)	(350,166)	
Fund Balance - Beginning of year	649,156	649,156		
Fund Balance - End of year	706,490	356,324		

Waverly Community Schools
2021 Building and Site Bonds, Series IV
Budget Summary
As of February 28, 2022

	Budget	Actual	Encumbered	Balance Remaining
Construction				
Remodeling	1,813,893	1,287,781	565,449	(39,336)
Site Improvements	-	-	-	-
Technology Infrastructure	-	-	-	-
Construction Base Budget Subtotal	1,813,893	1,287,781	565,449	(39,336)
Technology Equipment - Contract				
Interactive Classroom	-	-	-	-
Network Equipment	-	-	-	-
Wireless Network	-	-	-	-
Phone System	-	750	-	(750)
AV Systems	-	-	-	-
Video Distribution/Video Production	-	-	-	-
Tech Equipment Contract Subtotal	-	750	-	(750)
Technology Equipment - Owner PO				
Computers/Mobile Devices	507,752	545,239	3,780	(41,266)
Servers/Backend Systems	-	-	-	-
Printers	-	-	-	-
AV Equipment	-	2,699	494	(3,193)
Non-Instructional Equipment (from FFE)	-	-	-	-
Tech Equipment Owner PO Subtotal	507,752	547,938	4,273	(44,459)
District				
Loose Equipment (Furniture & Transportation)	-	3,983	-	(3,983)
Project Contingency	-	-	-	-
Owner GC/Contingency/Issuance Costs	966,761	36,211	-	930,550
Field General Conditions	-	-	-	-
Architect	-	18,148	-	(18,148)
Tech Design/Construction Mgr	146,594	146,594	-	-
District Subtotal	1,113,355	204,936	-	908,419
Totals	3,435,000	2,041,404	569,722	823,874
Bank Interest/Proceeds				308
Total Available				824,182

Waverly Community Schools
2022 Building and Site Bonds, Series I
Budget Summary
As of February 28, 2022

	Budget	Actual	Encumbered	Balance Remaining
Construction				
New Construction	-	-	-	-
Remodeling	39,796,665	-	449,462	39,347,203
Site Improvements	3,194,052	-	-	3,194,052
Construction Base Budget Subtotal	42,990,717	-	449,462	42,541,255
Instructional Technology				
Computers and Mobile Devices	1,468,271	-	-	1,468,271
Audio / Visual	1,782,909	-	57,289	1,725,620
Instructional Technology Subtotal	3,251,180	-	57,289	3,193,891
Loose Furnishings and Equipment				
Non-Instructional Computers and Mobile Devices	73,904	-	-	73,904
Non-Instructional Audio / Visual	-	-	-	-
Furnishings, Fixtures and Equipment (FF&E)	4,021,389	-	-	4,021,389
Loose Furnishings and Equipment Subtotal	4,095,293	-	-	4,095,293
District				
Buses	449,946	-	-	449,946
Contingency	3,649,973	-	-	3,649,973
Election/Issuance Costs	839,463	533,310	-	306,153
General Conditions	994,618	57,546	-	937,072
Architect and Engineering Fees	2,590,927	788,894	-	1,802,033
A/E Reimbursables	431,821	177,218	-	254,603
Technology Design	393,305	-	-	393,305
Construction Mgr	3,050,990	150,083	-	2,900,907
District Subtotal	12,401,043	1,707,051	-	10,693,992
Bank Interest/Proceeds	(283,477)	-	-	(283,477)
Totals	62,454,756	1,707,051	506,751	60,240,954

**WAVERLY COMMUNITY SCHOOLS
BOARD OF EDUCATION
REGULAR BOARD MEETING
March 21, 2021**

Report #21-48

FOR ACTION

Subject:

WCS will be eliminating the "Temporary Office Assistant" position at Central Office.

Recommendation:

The Superintendent recommends the Board of Education officially eliminate this position. This position was added to serve as an additional person to help with all COVID related duties, including test to stay, state/county reporting, etc.

Statement of Purpose:

Due to the declining COVID positive cases, this position is no longer necessary

Budget Impact:

Positive budget impact

Rationale for Recommendation:

This position is no longer needed.

Strategic Plan Reference:

Finance

**WAVERLY COMMUNITY SCHOOLS
BOARD OF EDUCATION
REGULAR BOARD MEETING
MARCH 21, 2022**

Report #21-49

FOR ACTION

Subject:

Waverly Community Schools 2021-2022 Budget Amendment Resolutions

Recommendation:

The Superintendent recommends the Board of Education approve the following resolutions:

The 2021-22 General Fund Resolution with revenues/transfers-in of \$38,901,207 and expenditures/transfers-out of \$40,236,785

The 2021-22 Special Revenue Funds Resolution with revenues/transfers-in of \$2,958,849 and expenditures/transfers-out of \$2,974,399

Statement of Purpose:

The chief administrative officer is required to provide the school board such information as the board requires for proper consideration of the recommended budget. (MCL 141.434)

Budget Impact:

The projected General Fund balance as of June 30, 2022 is estimated at \$6,900,087, or 17.3% of current year operating expenditures.

The projected Community Services Fund balance as of June 30, 2022 is estimated at \$18,606, or 3.0% of current year operating expenditures.

The projected Food Service Fund balance as of June 30, 2022 is estimated at \$328,304, or 18.3% of current year operating expenditures.

The projected Student Activities Fund balance as of June 30, 2022 is estimated at \$192,101, or 87.4% of current year operating expenditures.

Historical Perspective:

The budget is amended as needed throughout the year in accordance with the Uniform Budgeting and Accounting Act.

Discussion of Options:

The Board may adopt the resolutions collectively, reject the resolutions collectively, or take action on each individual resolution separately.

Rationale for Recommendation:

In accordance with the Uniform Budgeting and Accounting Act, when revenues are going to be less than estimated or expenditures are going to be greater than estimated, the Superintendent is to make a recommendation to reduce expenditures or increase the amount of fund balance available to appropriate for current year expenditures.

Strategic Plan Reference:

As the heart of the community, our mission is to educate and prepare each student to achieve her or his academic best, develop character, become a life long learner, and contribute as a citizen of our global society.

GENERAL FUND APPROPRIATIONS
Resolution for Adoption by
The Waverly Community Schools Board of Education

RESOLVED that this resolution shall be the revised general appropriations of Waverly Community Schools for the 2021-22 fiscal year; a resolution to make appropriations; to provide for the expenditure of the appropriations; and to provide for the disposition of all revenue received by the Waverly Community Schools.

BE IT FURTHER RESOLVED, that the total revenues and unappropriated fund balance estimated to be available for appropriation in the General Fund of the school district for fiscal year 2021-22 which includes 17.9946 operating mills to be levied on all property, except principal residence and other property exempted by law and 2.4140 supplemental (hold harmless) operating mills on all principal residences, qualified agricultural property, qualified forest property, industrial personal property and commercial personal property not otherwise exempted by law of ad valorem taxes to be used for operating purposes is as follows:

Revenue:

Local	\$8,947,061
State	23,465,727
Federal	2,611,130
Other Financing Sources	3,877,289
Total Revenue	\$38,901,207
Total Fund Balance, July 1 Available to Appropriate	\$7,637,364
Total Available to Appropriate	\$46,538,571

BE IT FURTHER RESOLVED, that \$40,236,785 of the total available to appropriate in the general fund is hereby appropriated in the amounts and for the purposes set forth below:

Expenditures:

Instruction	
Basic Programs	\$16,027,788
Added Needs	6,143,054
Support Services	
Pupil Support	4,605,983
Instructional Staff Support	2,360,199
General Administration	387,916
School Administration	2,523,480
Business Services	714,556
Operations and Maintenance	3,799,053
Transportation	1,170,149
Central Support	1,183,640
Other Support	802,441
Community Activities	-0-
Nonpublic Schools	3,484
Payments to Other Public Schools	-0-
Facilities Acquisitions and Debt Service	165,043
Other Financing Uses	350,000
Total Appropriated	\$40,236,785

BE IT FURTHER RESOLVED, that an amount not to exceed \$350,000 of local revenue shall be appropriated as Other Financing Uses and transferred from the General Fund to the Public Improvement Fund and that such funds shall be used for non-routine capital items, including, but not limited to, the construction of new buildings, major remodeling of buildings, and acquisition of equipment and vehicles.

BE IT FURTHER RESOLVED, that no board of education member or employee of the school district shall expend any funds or obligate the expenditure of any funds except pursuant to appropriations made by the board of education and in keeping with the budgetary policy statement hitherto adopted by the board. Changes in the amount appropriated by the board shall require approval of the board.

Ayes: Members

Nays: Members

Resolution declared adopted.

Secretary, Board of Education

The undersigned duly qualified and acting Secretary of the Board of Education of Waverly Community Schools, Ingham, Eaton and Clinton Counties, Michigan, hereby certifies that the foregoing is a true and complete copy of a resolution adopted by the Board of Education at a _____ meeting held on _____, 2022, the original of which resolution is a part of the Board's minutes, and further certifies that notice of the meeting was given to the public under the Open Meetings Act, 1976 PA 267, as amended.

Secretary, Board of Education

**Waverly Community Schools
Budget Amendment - General Fund
March 21, 2022**

	Original Budget	Revised Budget	Difference (Revised - Original)
Revenue			
Local sources	10,037,007	8,947,061	(1,089,946)
State sources	22,644,265	23,465,727	821,462
Federal sources	2,330,239	2,611,130	280,891
Intergovernmental	3,512,224	3,534,406	22,182
Transfers In	90,000	342,883	252,883
Total revenue	38,613,735	38,901,207	287,472
Expenditures			
Current:			
Instruction:			
Basic program	16,021,254	15,813,513	(207,741)
Added needs	6,470,790	6,096,554	(374,237)
Total instruction	22,492,044	21,910,066	(581,978)
Support Services:			
Pupil	4,189,394	4,605,983	416,590
Instructional staff	2,206,836	2,309,065	102,229
General administration	379,147	387,916	8,769
School administration	2,530,852	2,516,135	(14,717)
Business	551,640	544,537	(7,103)
Operations and maintenance	3,806,430	3,799,053	(7,377)
Pupil transportation services	1,214,289	1,170,149	(44,140)
Central	595,995	626,995	31,000
Other	70,216	92,131	21,915
Total support services	15,544,798	16,051,964	507,167
Athletics	669,863	710,310	40,447
Community services	-	-	-
Non Publics	10,304	3,484	(6,820)
Facility Acquisition	-	-	-
Debt service:			
Principal	140,000	140,000	-
Interest	3,500	3,500	-
Capital outlay	4,720	27,318	22,598
Payments to other public schools	1,097,643	1,040,143	(57,500)
Total expenditures	39,962,871	39,886,785	(76,086)
Excess of Revenue (Under)Over Expenditures	(1,349,136)	(985,579)	363,557
Transfers Out	350,000	350,000	-
Net Change in Fund Balance	(1,699,136)	(1,335,579)	363,557
Favorable Expenditure Variance (1.5%)	599,443	598,302	(1,141)
Projected Change in Fund Balance	(1,099,693)	(737,277)	362,416
Fund Balance - Beginning of year	7,637,364	7,637,364	
Fund Balance - End of year	6,537,671	6,900,087	
	16.4%	17.3%	

Waverly Community Schools

Budget Summary
For the 2021-22 Fiscal Year

	Revised <u>FY2021-22</u>	Original <u>FY2021-22</u>	<u>Change</u>
Expenditures:			
Salaries			
Administration	2,026,008	1,971,512	54,496
Professional-Educational	13,032,292	13,136,616	(104,324)
Professional-Business	104,939	103,288	1,651
Professional-Other	598,482	587,074	11,408
Technical	165,675	165,675	-
Operation and Service	3,625,361	3,747,847	(122,486)
Special Salary Payments	-	-	-
Temporary Salaries	192,575	198,120	(5,545)
Overtime Salaries and Extension of Contract	343,912	368,668	(24,756)
	<u>20,089,244</u>	<u>20,278,800</u>	<u>(189,556)</u>
Benefits			
Employee Insurance	3,926,273	4,063,285	(137,012)
Mandatory Coverage (Retirement/FICA)	10,247,913	10,053,119	194,794
Other Employee Benefits (Cash in Lieu)	432,470	423,352	9,118
	<u>14,606,656</u>	<u>14,539,756</u>	<u>66,900</u>
Purchased Services			
Professional and Technical Services	633,692	581,148	52,544
Travel/Workshops-Staff	118,564	127,384	(8,820)
Client/Pupil Transportation	-	-	-
Communication	197,910	209,510	(11,600)
Advertisement	500	500	-
Printing and Binding	3,100	3,100	-
Tuition	95,019	123,945	(28,926)
Utility Services	121,500	121,500	-
Insurance and Bond Premiums	112,168	112,168	-
Repairs and Maintenance Services	389,914	325,328	64,586
Rentals	2,900	2,900	-
Other Purchased Services	186,642	195,859	(9,217)
	<u>1,861,909</u>	<u>1,803,342</u>	<u>58,567</u>
Supplies and Materials			
Teaching/Testing Supplies and Materials	413,678	358,623	55,055
Textbooks	179,807	179,057	750
Educational Media Books	30,150	30,150	-
Periodicals	-	-	-
Energy Supplies	961,750	1,011,750	(50,000)
Transportation Supplies	126,460	126,460	-
Other Supplies	249,412	232,312	17,100
	<u>1,961,257</u>	<u>1,938,352</u>	<u>22,905</u>
Capital Outlay			
Building and Additions	16,823	-	16,823
Improvements Other Than Buildings	-	-	-
Equipment and Furniture	10,495	4,720	5,775
Vehicles Other Than Buses	-	-	-
School Bus Purchases	-	-	-
	<u>27,318</u>	<u>4,720</u>	<u>22,598</u>
Other Expenditures			
Redemption of Long-term Bonds, Loans and Cap	140,000	140,000	-
Interest on Debt	3,500	3,500	-
Other Financing and Debt Expenditures	4,000	4,000	-
Dues and Fees	98,474	98,474	-
Taxes	30,000	30,000	-
Miscellaneous Expenditures	24,284	24,284	-
	<u>300,258</u>	<u>300,258</u>	<u>-</u>
Outgoing Transfers and Other Transactions			
Fund Modifications	350,000	350,000	-
Payments to Other Public School Districts	1,040,143	1,097,643	(57,500)
	<u>1,390,143</u>	<u>1,447,643</u>	<u>(57,500)</u>
Indirect Cost Recovery	-	(0)	0
Total General Fund Expenditures	<u><u>40,236,785</u></u>	<u><u>40,312,871</u></u>	<u><u>(76,086)</u></u>

SPECIAL REVENUE FUNDS APPROPRIATIONS
Resolution for Adoption by
The Waverly Community Schools Board of Education

RESOLVED that this resolution shall be the revised special revenue appropriations of Waverly Community Schools for the 2021-2022 fiscal year; a resolution to make appropriations; to provide for the expenditure of the appropriations; and to provide for the disposition of all revenue received by Waverly Community Schools.

BE IT FURTHER RESOLVED, that the total revenues and unappropriated fund balance estimated to be available for appropriation in the Special Revenue Funds of the school district for fiscal year 2021-2022 is as follows:

Revenue:	
Local	\$807,723
State	57,000
Federal	2,094,126
Fund Modifications (Transfers In)	-0-
 Total Revenue	 \$2,958,849
 Total Fund Balance, July 1 Available to Appropriate	 \$554,561
 Total Available to Appropriate	 \$3,513,410

BE IT FURTHER RESOLVED, that \$2,974,399 of the total available to appropriate in the Special Revenue Funds is hereby appropriated in the amounts and for the purposes set forth below:

Expenditures:	
Instructional Services	\$289,734
Business Services	27,159
Operations and Maintenance	500
Athletics	80,953
Student Activities	138,854
Food Services	1,766,726
Community Services	327,591
Fund Modifications (Transfers Out)	342,883
 Total Appropriated	 \$2,974,399

BE IT FURTHER RESOLVED, that no board of education member or employee of the school district shall expend any funds or obligate the expenditure of any funds except pursuant to appropriations made by the board of education and in keeping with the budgetary policy statement hitherto adopted by the board. Changes in the amount appropriated by the board shall require approval of the board.

Ayes: Members

Nays: Members

Resolution declared adopted.

Secretary, Board of Education

The undersigned duly qualified and acting Secretary of the Board of Education of _____, Michigan, hereby certifies that the foregoing is a true and complete copy of a resolution adopted by the Board of Education at a _____ meeting held on _____, 2022, the original of which resolution is a part of the Board's minutes, and further certifies that notice of the meeting was given to the public under the Open Meetings Act, 1976 PA 267, as amended.

Secretary, Board of Education

Waverly Community Schools
Budget Amendment - Community Services Fund
March 21, 2022

	Original Budget	Revised Budget	Difference
Revenue			
Local sources	565,084	508,443	(56,641)
State sources	-	-	-
Federal sources	-	326,765	326,765
Transfers In	-	-	-
Total revenue	565,084	835,208	270,124
Expenditures			
Preschool Instruction	266,979	289,734	22,755
Community services	286,474	327,591	41,117
Total expenditures	553,453	617,325	63,872
Excess of Revenue (Under)Over Expenditures	11,631	217,883	206,252
Transfers Out	-	217,883	217,883
Net Change in Fund Balance	11,631	-	(11,631)
Fund Balance - Beginning of year	18,606	18,606	
Fund Balance - End of year	30,237	18,606	
	5.5%	3.0%	

Waverly Community Schools
Budget Amendment - Food Service Fund
March 21, 2022

	Original Budget	Revised Budget	Difference
Revenue			
Local sources	96,000	96,000	-
State sources	57,000	57,000	-
Federal sources	1,590,074	1,767,361	177,287
Transfers In	-	-	-
Total revenue	1,743,074	1,920,361	177,287
Expenditures			
Support Services:			
Business	36,538	27,159	(9,379)
Operations and maintenance	500	500	-
Food Services	1,610,222	1,696,726	86,504
Total support services	1,647,260	1,724,385	77,125
Capital outlay	-	-	-
Payments to other public schools	62,422	70,000	7,578
Total expenditures	1,709,682	1,794,385	84,703
Excess of Revenue (Under)Over Expenditures	33,392	125,976	92,584
Transfers Out	90,000	125,000	35,000
Net Change in Fund Balance	(56,608)	976	57,584
Fund Balance - Beginning of year	327,328	327,328	
Fund Balance - End of year	270,720	328,304	
	15.8%	18.3%	

Waverly Community Schools
Budget Amendment - Student Activities Fund
March 21, 2022

	Original Budget	Revised Budget	Difference
Revenue			
Local sources	203,280	203,280	-
Transfers In	-	-	-
Total revenue	203,280	203,280	-
Expenditures			
Support Service - Other	210,806	219,806	9,000
Community services	-	-	-
Total expenditures	210,806	219,806	9,000
Excess of Revenue (Under)Over Expenditures	(7,526)	(16,526)	(9,000)
Transfers Out	-	-	-
Net Change in Fund Balance	(7,526)	(16,526)	(9,000)
Fund Balance - Beginning of year	208,627	208,627	
Fund Balance - End of year	201,101	192,101	
	95.4%	87.4%	

**WAVERLY COMMUNITY SCHOOLS
BOARD OF EDUCATION
REGULAR BOARD MEETING
MARCH 21, 2022**

Report #21-50

FOR ACTION

Subject:

Ratification Resolution for the Sale of 2022 Building and Site Bonds, Series I

Recommendation:

The Superintendent recommends the Board of Education approve the ratification resolution for the sale of 2022 Building and Site Bonds, Series I

Statement of Purpose:

On December 13, 2021 the Board of Education of Waverly Community Schools authorized the issuance of Bonds to be used to fund the building and site projects outlined in the May 4, 2021 ballot proposal. Having been authorized to issue bonds, the District received the lowest true interest cost bid from Citigroup Global Markets Inc. of 2.8792% to issue \$56,850,000.00 par amount of bonds to fund these capital projects.

Budget Impact:

There is no impact to the General Fund for this transaction.

Historical Perspective:

Under the terms of Public Act 451 of 1976, as amended, the School District is authorized to issue bonds.

On May 4, 2021 a special election was held for the purpose of proposing a ballot question to authorize Waverly Community Schools to borrow the sum of \$125,000,000 and issue its general obligation unlimited tax bonds therefor, in one or more series. The ballot proposal having received sufficient votes was approved.

Discussion of Options:

The Board of Education can entertain a motion to adopt the resolution as presented, or reject the resolution.

Rationale for Recommendation:

In order to fund construction activities and the purchase of furnishings, fixtures and equipment, we must obtain bond proceeds to fund the projects.

Strategic Plan Reference:

As the heart of the community, our mission is to educate and prepare each student to achieve her or his academic best, develop character, become a lifelong learner and contribute as a citizen of our global society.

Waverly Community Schools, Ingham, Eaton and Clinton Counties, Michigan (the “Issuer”)

A regular meeting of the board of education of the Issuer (the “Board”) was held in the _____, within the boundaries of the Issuer, on the 21st day of March, 2021, at _____ o’clock in the __.m. (the “Meeting”).

The Meeting was called to order by _____, President.

Present: Members

Absent: Members

The following preamble and resolution were offered by Member _____ and supported by Member _____:

WHEREAS:

1. By resolution adopted on December 13, 2021 (the “Bond Resolution”), this Board authorized the issuance of not to exceed Sixty-Five Million Dollars (\$65,000,000) 2022 School Building and Site Bonds, Series I (the “Bonds”); and

2. Pursuant to the Bond Resolution, the Issuer delegated authority to the Superintendent of Schools and/or the Director, Finance and Operations (each an “Authorized Officer”) to accept a bid on behalf of this Board for the sale of the Bonds within the parameters established in the Bond Resolution; and

3. On March 1, 2022, the Issuer received four (4) bids for the purchase of the Bonds, which were presented to an Authorized Officer for consideration; and

4. Based upon the written recommendation of the Issuer’s financial consulting firm, an Authorized Officer accepted the offer of Citigroup Global Markets Inc., Los Angeles, California (the “Purchaser”), to purchase the Bonds, which an Authorized Officer accepted pursuant to the authority delegated in the Bond Resolution, and the Board desires to ratify and affirm the acceptance of the offer.

NOW, THEREFORE, BE IT RESOLVED THAT:

1. The Authorized Officer’s acceptance of the offer of the Purchaser as set forth in its bid, and the terms and conditions set forth therein, presented to the Authorized Officer on March 1, 2022, to purchase the Bonds at a purchase price of \$61,999,955.60, which is the par value of the Bonds, plus a net original issue premium of \$5,604,755.60, less the Underwriter’s discount of \$454,800.00, is hereby ratified and affirmed. The Bonds shall be issued in the aggregate principal sum of \$56,850,000 and designated 2022 School Building and Site Bonds, Series I (General Obligation - Unlimited Tax).

2. The Bonds shall be dated March 29, 2022, and shall mature on November 1 or May 1 from November 1, 2022 to November 1, 2032, inclusive, November 1, 2033; November 1, 2034; November 1, 2035; November 1, 2036; November 1, 2037; November 1, 2038; November 1,

2039; November 1, 2040; November 1, 2041; November 1, 2042; November 1, 2043; November 1, 2044; November 1, 2047 and May 1, 2051, on which interest is payable commencing November 1, 2022 and semi-annually thereafter on May 1 and November 1, at the rates and in the principal amounts set forth in Exhibit A and shall be subject to optional and mandatory redemption as set forth herein.

3. The Bonds or portions of Bonds in multiples of \$5,000, maturing on or after November 1, 2032, shall be subject to redemption prior to maturity, at the option of the Issuer in such order as the Issuer may determine and by lot within any maturity, on any date occurring on or after May 1, 2032, at par plus accrued interest to the redemption date.

4. The Bonds due November 1, 2033; November 1, 2034; November 1, 2035; November 1, 2036; November 1, 2037; November 1, 2038; November 1, 2039; November 1, 2040; November 1, 2041; November 1, 2042; November 1, 2043; November 1, 2044; November 1, 2047 and May 1, 2051, are term bonds subject to mandatory redemption in part, by lot, on the redemption dates and in the principal amounts set forth below and at a redemption price equal to the principal amount thereof, without premium, together with interest thereon to the redemption date, as set forth below.

<u>Bonds Due November 1, 2033</u>		<u>Bonds Due November 1, 2034</u>		<u>Bonds Due November 1, 2035</u>	
<u>Redemption Dates</u>	<u>Principal Amounts</u>	<u>Redemption Dates</u>	<u>Principal Amounts</u>	<u>Redemption Date</u>	<u>Principal Amounts</u>
May 1, 2033	\$830,000	May 1, 2034	\$865,000	May 1, 2035	\$885,000
November 1, 2033 (maturity)	795,000	November 1, 2034 (maturity)	820,000	November 1, 2035 (maturity)	845,000
<u>Bonds Due November 1, 2036</u>		<u>Bonds Due November 1, 2037</u>		<u>Bonds Due November 1, 2038</u>	
<u>Redemption Dates</u>	<u>Principal Amounts</u>	<u>Redemption Dates</u>	<u>Principal Amounts</u>	<u>Redemption Dates</u>	<u>Principal Amounts</u>
May 1, 2036	\$915,000	May 1, 2037	\$940,000	May 1, 2038	\$965,000
November 1, 2036 (maturity)	870,000	November 1, 2037 (maturity)	895,000	November 1, 2038 (maturity)	920,000
<u>Bonds Due November 1, 2039</u>		<u>Bonds Due November 1, 2040</u>		<u>Bonds Due November 1, 2041</u>	
<u>Redemption Dates</u>	<u>Principal Amounts</u>	<u>Redemption Dates</u>	<u>Principal Amounts</u>	<u>Redemption Dates</u>	<u>Principal Amounts</u>
May 1, 2039	\$1,000,000	May 1, 2040	\$1,030,000	May 1, 2041	\$1,060,000
November 1, 2039 (maturity)	950,000	November 1, 2040 (maturity)	975,000	November 1, 2041 (maturity)	1,005,000
<u>Bonds Due November 1, 2042</u>		<u>Bonds Due November 1, 2043</u>		<u>Bonds Due November 1, 2044</u>	
<u>Redemption Dates</u>	<u>Principal Amounts</u>	<u>Redemption Dates</u>	<u>Principal Amounts</u>	<u>Redemption Dates</u>	<u>Principal Amounts</u>
May 1, 2042	\$1,090,000	May 1, 2043	\$1,120,000	May 1, 2044	\$1,155,000
November 1, 2042 (maturity)	1,035,000	November 1, 2043 (maturity)	1,065,000	November 1, 2044 (maturity)	1,105,000
<u>Bonds Due November 1, 2047</u>		<u>Bonds Due May 1, 2051</u>			
<u>Redemption Dates</u>	<u>Principal Amounts</u>	<u>Redemption Dates</u>	<u>Principal Amounts</u>		
May 1, 2045	\$1,195,000	May 1, 2048	\$1,305,000		
November 1, 2045	1,140,000	November 1, 2048	1,240,000		
May 1, 2046	1,230,000	May 1, 2049	1,345,000		
November 1, 2046	1,170,000	November 1, 2049	1,275,000		
May 1, 2047	1,270,000	May 1, 2050	1,385,000		
November 1, 2047 (maturity)	1,205,000	November 1, 2050	1,315,000		
		May 1, 2051 (maturity)	1,425,000		

When term bonds are purchased by the Issuer and delivered to the Paying Agent for cancellation or are redeemed in a manner other than by mandatory redemption, the principal amount of the term bonds affected shall be reduced by the principal amount of the Bonds so redeemed or purchased in the order determined by the Issuer.

5. Notice of redemption of any Bond shall be given not less than thirty (30) days and not more than sixty (60) days prior to the date fixed for redemption by mail to the registered owner's or owners' registered address shown on the registration books kept by the Paying Agent (the "Paying Agent"). The Bonds shall be called for redemption in multiples of \$5,000, and Bonds of denominations of more than \$5,000 shall be treated as representing the number of Bonds obtained by dividing the denomination of the Bond by \$5,000, and such Bonds may be redeemed in part. The notice of redemption for Bonds redeemed in part shall state that upon surrender of the

Bond to be redeemed a new Bond or Bonds in an aggregate principal amount equal to the unredeemed portion of the Bond surrendered shall be issued to the registered owner thereof.

If less than all of the Bonds of any maturity shall be called for redemption, unless otherwise provided, the particular Bonds or portions of Bonds to be redeemed shall be selected by the Paying Agent, in such manner as the Paying Agent in its discretion may deem proper, in the principal amounts designated by the Issuer. Any Bonds selected for redemption which are deemed to be paid in accordance with the provisions of the Bond Resolution and this resolution will cease to bear interest on the date fixed for redemption. Upon presentation and surrender of such Bonds at the corporate trust office of the Paying Agent, such Bonds shall be paid and redeemed.

6. The Bonds shall be registered as to principal and interest in the name of the Purchaser and are transferable as provided in the Bond Resolution only upon the books of the Issuer kept for that purpose by the Paying Agent, by the registered owner thereof in person or by an agent of the owner duly authorized in writing, upon the surrender of the Bond together with a written instrument of transfer satisfactory to the Paying Agent duly executed by the registered owner or agent thereof and thereupon a new Bond or Bonds in the same aggregate principal amount and of the same maturity shall be issued to the transferee in exchange therefor as provided in the Bond Resolution, and upon payment of the charges, if any, therein provided. The Bonds are issuable in denominations of \$5,000, or any integral multiple thereof, not exceeding the aggregate principal amount for each maturity.

7. Upon delivery of the Bonds, the accrued interest, if any, shall be deposited in the Debt Retirement Fund for the Bonds and the balance of the Bond proceeds shall be used as follows:

A. The approximate sum of \$713,188.33 shall be used to pay the cost of issuance of the Bonds, and any balance remaining from that sum after paying the cost of issuance shall be deposited in the 2022 Capital Projects Fund.

B. The sum of \$61,741,567.27 shall be deposited to the 2022 Capital Projects Fund.

8. The Issuer hereby appoints The Huntington National Bank, Grand Rapids, Michigan, as Paying Agent-Bond Registrar and directs an Authorized Officer to execute for and on behalf of the Issuer a Paying Agent-Bond Registrar Agreement.

9. All resolutions and parts of resolutions insofar as they conflict with the provisions of this resolution be and the same are hereby rescinded.

Ayes: Members

Nays: Members

Resolution declared adopted.

Secretary, Board of Education

The undersigned duly qualified and acting Secretary of the Board of Education of Waverly Community Schools, Ingham, Eaton and Clinton Counties, Michigan, hereby certifies that the foregoing constitutes a true and complete copy of a resolution adopted by the Board at the Meeting, the original of which is part of the Board's minutes. The undersigned further certifies that notice of the Meeting was given to the public pursuant to the provisions of the "Open Meetings Act" (Act 267, Public Acts of Michigan, 1976, as amended).

Secretary, Board of Education

CJI/keh



EXHIBIT A

WAVERLY COMMUNITY SCHOOLS
COUNTIES OF INGHAM, EATON AND CLINTON, STATE OF MICHIGAN
2022 SCHOOL BUILDING AND SITE BONDS, SERIES I - FINAL

Pricing Summary

Part 1 of 3

Maturity	Type of Bond	Coupon	Yield	Maturity Value	Price
11/01/2022	Serial Coupon	5.000%	1.000%	1,070,000.00	102.341%
05/01/2023	Serial Coupon	5.000%	1.150%	200,000.00	104.153%
11/01/2023	Serial Coupon	5.000%	1.180%	1,760,000.00	105.994%
05/01/2024	Serial Coupon	5.000%	1.310%	1,905,000.00	107.577%
11/01/2024	Serial Coupon	5.000%	1.330%	655,000.00	109.307%
05/01/2025	Serial Coupon	5.000%	1.350%	705,000.00	111.005%
11/01/2025	Serial Coupon	5.000%	1.400%	660,000.00	112.556%
05/01/2026	Serial Coupon	5.000%	1.450%	720,000.00	114.042%
11/01/2026	Serial Coupon	5.000%	1.500%	670,000.00	115.463%
05/01/2027	Serial Coupon	5.000%	1.550%	725,000.00	116.818%
11/01/2027	Serial Coupon	5.000%	1.600%	680,000.00	118.106%
05/01/2028	Serial Coupon	5.000%	1.650%	740,000.00	119.329%
11/01/2028	Serial Coupon	5.000%	1.700%	700,000.00	120.486%
05/01/2029	Serial Coupon	5.000%	1.750%	755,000.00	121.577%
11/01/2029	Serial Coupon	5.000%	1.800%	705,000.00	122.602%
05/01/2030	Serial Coupon	5.000%	1.850%	765,000.00	123.562%
11/01/2030	Serial Coupon	5.000%	1.900%	720,000.00	124.458%
05/01/2031	Serial Coupon	5.000%	1.950%	780,000.00	125.289%
11/01/2031	Serial Coupon	5.000%	2.000%	735,000.00	126.056%
05/01/2032	Serial Coupon	5.000%	2.050%	795,000.00	126.761%
11/01/2032	Serial Coupon	4.000%	2.100%	770,000.00	117.191%
11/01/2033	Term 1 Coupon	4.000%	2.150%	1,625,000.00	116.697%
11/01/2034	Term 2 Coupon	4.000%	2.200%	1,685,000.00	116.204%
11/01/2035	Term 3 Coupon	4.000%	2.250%	1,730,000.00	115.714%
11/01/2036	Term 4 Coupon	4.000%	2.340%	1,785,000.00	114.838%
11/01/2037	Term 5 Coupon	4.000%	2.370%	1,835,000.00	114.548%
11/01/2038	Term 6 Coupon	4.000%	2.400%	1,885,000.00	114.259%
11/01/2039	Term 7 Coupon	4.000%	2.430%	1,950,000.00	113.970%
11/01/2040	Term 8 Coupon	4.000%	2.460%	2,005,000.00	113.683%
11/01/2041	Term 9 Coupon	4.000%	2.490%	2,065,000.00	113.396%
11/01/2042	Term 10 Coupon	3.000%	2.520%	2,125,000.00	104.251%
11/01/2043	Term 11 Coupon	4.000%	2.570%	2,185,000.00	112.635%
11/01/2044	Term 12 Coupon	4.000%	2.630%	2,260,000.00	112.068%
11/01/2047	Term 13 Coupon	3.000%	3.030%	7,210,000.00	99.466%
05/01/2051	Term 14 Coupon	3.000%	3.050%	9,290,000.00	99.038%
Total	-	-	-	\$56,850,000.00	-

2022 School Building and | SINGLE PURPOSE | 3/ 1/2022 | 12:45 PM

Baker Tilly Municipal Advisors, LLC

WAVERLY COMMUNITY SCHOOLS
COUNTIES OF INGHAM, EATON AND CLINTON, STATE OF MICHIGAN
2022 SCHOOL BUILDING AND SITE BONDS, SERIES I - FINAL

Pricing Summary

Part 2 of 3

Maturity		YTM	Call Date	Call Price	Dollar Price
11/01/2022		-	-	-	1,095,048.70
05/01/2023		-	-	-	208,306.00
11/01/2023		-	-	-	1,865,494.40
05/01/2024		-	-	-	2,049,341.85
11/01/2024		-	-	-	715,960.85
05/01/2025		-	-	-	782,585.25
11/01/2025		-	-	-	742,869.60
05/01/2026		-	-	-	821,102.40
11/01/2026		-	-	-	773,602.10
05/01/2027		-	-	-	846,930.50
11/01/2027		-	-	-	803,120.80
05/01/2028		-	-	-	883,034.60
11/01/2028		-	-	-	843,402.00
05/01/2029		-	-	-	917,906.35
11/01/2029		-	-	-	864,344.10
05/01/2030		-	-	-	945,249.30
11/01/2030		-	-	-	896,097.60
05/01/2031		-	-	-	977,254.20
11/01/2031		-	-	-	926,511.60
05/01/2032		-	-	-	1,007,749.95
11/01/2032	c	2.174%	05/01/2032	100.000%	902,370.70
11/01/2033	c	2.346%	05/01/2032	100.000%	1,896,326.25
11/01/2034	c	2.492%	05/01/2032	100.000%	1,958,037.40
11/01/2035	c	2.618%	05/01/2032	100.000%	2,001,852.20
11/01/2036	c	2.758%	05/01/2032	100.000%	2,049,858.30
11/01/2037	c	2.838%	05/01/2032	100.000%	2,101,955.80
11/01/2038	c	2.910%	05/01/2032	100.000%	2,153,782.15
11/01/2039	c	2.974%	05/01/2032	100.000%	2,222,415.00
11/01/2040	c	3.032%	05/01/2032	100.000%	2,279,344.15
11/01/2041	c	3.084%	05/01/2032	100.000%	2,341,627.40
11/01/2042	c	2.729%	05/01/2032	100.000%	2,215,333.75
11/01/2043	c	3.186%	05/01/2032	100.000%	2,461,074.75
11/01/2044	c	3.242%	05/01/2032	100.000%	2,532,736.80
11/01/2047		-	-	-	7,171,498.60
05/01/2051		-	-	-	9,200,630.20
Total	-	-	-	-	\$62,454,755.60

2022 School Building and | SINGLE PURPOSE | 3/ 1/2022 | 12:45 PM

Baker Tilly Municipal Advisors, LLC

WAVERLY COMMUNITY SCHOOLS
 COUNTIES OF INGHAM, EATON AND CLINTON, STATE OF MICHIGAN
 2022 SCHOOL BUILDING AND SITE BONDS, SERIES I - FINAL

Pricing Summary

Part 3 of 3

Bid Information

Par Amount of Bonds	\$56,850,000.00
Reoffering Premium or (Discount)	5,604,755.60
Gross Production	\$62,454,755.60
Total Underwriter's Discount (0.800%)	\$(454,800.00)
Bid (109.0599%)	61,999,955.60
Total Purchase Price	\$61,999,955.60
Bond Year Dollars	\$919,568.33
Average Life	16.175 Years
Average Coupon	3.5719336%
Net Interest Cost (NIC)	3.0118931%
True Interest Cost (TIC)	2.8792699%

2022 School Building and | SINGLE PURPOSE | 3/1/2022 | 12:45 PM

Baker Tilly Municipal Advisors, LLC

Memo

To: Board of Education
Kelly Blake, Superintendent
Evan Nuffer, Director of Finance & Operations

From: Jesse Nelson, CPA, Partner
Karlee Stoddard, Manager
Baker Tilly Municipal Advisors, LLC

Subject: Bond Sale – 2022 School Building and Site Bonds, Series I

Date: March 1, 2022

Today, the bond sale for the 2022 School Building and Site Bonds, Series I (the “2022 Bonds”) was completed. The 2022 Bonds are being issued to finance capital improvements to the school district. We are very pleased with the result and excited to share the below information with you.

As a part of the bond sale process, the Waverly Community Schools (the “District”) bond rating was reviewed by Standard & Poor’s Global bond rating agency. Good news was received as the District received the strong bond rating of “A+”. This is a compliment to the District’s financial/management practices. Thank you to Evan for his fine work representing the District on the bond rating conference call. The 2022 Bonds also received a bond rating of “AA” for participation in the Michigan School Bond Qualification and Loan Program.

A total of 4 bids were received for the 2022 Bonds. Citigroup Global Markets, Inc. was the winning bidder by providing the lowest True Interest Cost (“TIC”) of 2.868442%.

We also have good news concerning the bond issue construction fund deposit. This is the total dollar amount to be deposited into the construction bank account to fund District capital improvements. The bond pricing came in favorable and therefore the total amount available for capital improvements is \$609,012.37 higher than what was budgeted.

The total debt service for the 2022 Bonds also came in underestimate. The estimated total debt service (principal and interest) was \$96,147,473.33. The actual total debt service is \$89,696,370.56 for a total favorable variance of \$6,451,102.77.

Further information regarding the above items are enclosed with this memorandum.

We at Baker Tilly are very pleased with the result, favorable variances received by the District and the savings achieved for the community. We thank you for allowing us to be a part of this successful financing. It is our recommendation that the District accept the lowest True Interest Cost (“TIC”) bid received from Citigroup.

Please let us know if you have any questions or comments and have a great week.

**WAVERLY COMMUNITY SCHOOLS
COUNTIES OF INGHAM, EATON AND CLINTON, STATE OF MICHIGAN**

SUMMARY OF 2022 BUILDING AND SITE BONDS, SERIES I

I. Bond Ratings

Waverly Community Schools	A+
Michigan School Bond Qualification and Loan Program	AA

II. Bids Received

	True Interest Cost ("TIC")
Citigroup Global Markets, Inc.	2.868442%
Huntington Securities, Inc.	2.918848%
Robert W. Baird & Co., Inc.	2.971471%
Raymond James & Associates, Inc.	2.984192%

III. Deposit to Construction Fund

	Budget [1]	Actual	Difference
Par amount of bonds	\$62,000,000.00	\$56,850,000.00	(\$5,150,000.00)
Plus bond premium/(discount)	-	5,604,755.60	5,604,755.60
Less underwriter's discount	(620,000.00)	(454,800.00)	165,200.00
Less bond issuance costs	(247,445.10)	(258,388.33)	(10,943.23)
Deposit to construction fund	<u><u>\$61,132,554.90</u></u>	<u><u>\$61,741,567.27</u></u>	<u><u>\$609,012.37</u></u>

IV. Total Debt Service

Bond principal	\$62,000,000.00	\$56,850,000.00	(\$5,150,000.00)
Bond interest	34,147,473.33	32,846,370.56	(1,301,102.77)
Total debt service	<u><u>\$96,147,473.33</u></u>	<u><u>\$89,696,370.56</u></u>	<u><u>(\$6,451,102.77)</u></u>

[1] Based on assumed interest rates and costs of issuance from application to the Michigan Department of Treasury.

**WAVERLY COMMUNITY SCHOOLS
COUNTIES OF INGHAM, EATON AND CLINTON, STATE OF MICHIGAN**

2022 BUILDING AND SITE BONDS, SERIES I - PRICING SUMMARY

<u>Maturity</u>	<u>Coupon</u>	<u>Yield</u>	<u>Yield to Maturity</u>	<u>Maturity Value</u>	<u>Price</u>
11/01/22	5.000%	1.000%		\$1,070,000	102.341%
05/01/23	5.000%	1.150%		200,000	104.153%
11/01/23	5.000%	1.180%		1,760,000	105.994%
05/01/24	5.000%	1.310%		1,905,000	107.577%
11/01/24	5.000%	1.330%		655,000	109.307%
05/01/25	5.000%	1.350%		705,000	111.005%
11/01/25	5.000%	1.400%		660,000	112.556%
05/01/26	5.000%	1.450%		720,000	114.042%
11/01/26	5.000%	1.500%		670,000	115.463%
05/01/27	5.000%	1.550%		725,000	116.818%
11/01/27	5.000%	1.600%		680,000	118.106%
05/01/28	5.000%	1.650%		740,000	119.329%
11/01/28	5.000%	1.700%		700,000	120.486%
05/01/29	5.000%	1.750%		755,000	121.577%
11/01/29	5.000%	1.800%		705,000	122.602%
05/01/30	5.000%	1.850%		765,000	123.562%
11/01/30	5.000%	1.900%		720,000	124.458%
05/01/31	5.000%	1.950%		780,000	125.289%
11/01/31	5.000%	2.000%		735,000	126.056%
05/01/32	5.000%	2.050%		795,000	126.761%
11/01/32	4.000%	2.100%	2.174%	770,000	117.191%
05/01/33	4.000%	2.150%	2.346%	830,000	116.697%
11/01/33	4.000%	2.150%	2.346%	795,000	116.697%
05/01/34	4.000%	2.200%	2.492%	865,000	116.204%
11/01/34	4.000%	2.200%	2.492%	820,000	116.204%
05/01/35	4.000%	2.250%	2.618%	885,000	115.714%
11/01/35	4.000%	2.250%	2.618%	845,000	115.714%
05/01/36	4.000%	2.340%	2.758%	915,000	114.838%
11/01/36	4.000%	2.340%	2.758%	870,000	114.838%
05/01/37	4.000%	2.370%	2.838%	940,000	114.548%
11/01/37	4.000%	2.370%	2.838%	895,000	114.548%
05/01/38	4.000%	2.400%	2.910%	965,000	114.259%
11/01/38	4.000%	2.400%	2.910%	920,000	114.259%
05/01/39	4.000%	2.430%	2.974%	1,000,000	113.970%
11/01/39	4.000%	2.430%	2.974%	950,000	113.970%
05/01/40	4.000%	2.460%	3.032%	1,030,000	113.683%
11/01/40	4.000%	2.460%	3.032%	975,000	113.683%
05/01/41	4.000%	2.490%	3.084%	1,060,000	113.396%
11/01/41	4.000%	2.490%	3.084%	1,005,000	113.396%
05/01/42	3.000%	2.520%	2.729%	1,090,000	104.251%
11/01/42	3.000%	2.520%	2.729%	1,035,000	104.251%
05/01/43	4.000%	2.570%	3.186%	1,120,000	112.635%
11/01/43	4.000%	2.570%	3.186%	1,065,000	112.635%
05/01/44	4.000%	2.630%	3.242%	1,155,000	112.068%
11/01/44	4.000%	2.630%	3.242%	1,105,000	112.068%
05/01/45	3.000%	3.030%		1,195,000	99.466%
11/01/45	3.000%	3.030%		1,140,000	99.466%
05/01/46	3.000%	3.030%		1,230,000	99.466%
11/01/46	3.000%	3.030%		1,170,000	99.466%
05/01/47	3.000%	3.030%		1,270,000	99.466%
11/01/47	3.000%	3.030%		1,205,000	99.466%
05/01/48	3.000%	3.050%		1,305,000	99.038%
11/01/48	3.000%	3.050%		1,240,000	99.038%
05/01/49	3.000%	3.050%		1,345,000	99.038%
11/01/49	3.000%	3.050%		1,275,000	99.038%
05/01/50	3.000%	3.050%		1,385,000	99.038%
11/01/50	3.000%	3.050%		1,315,000	99.038%
05/01/51	3.000%	3.050%		1,425,000	99.038%
Total				\$56,850,000	

**WAVERLY COMMUNITY SCHOOLS
BOARD OF EDUCATION
REGULAR MEETING
MARCH 21, 2022**

Report #21-51

FOR ACTION

Subject:

Designation of Investment Advisor

Recommendation:

The Superintendent recommends the Board of Education designate PFM Asset Management as the investment advisor for the proceeds from the 2022 Building and Site, Series I bond issuance and to establish a separate depository account for such proceeds with the Michigan School District Liquid Asset Fund (MILAF).

Statement of Purpose:

Board Policy 6144 – Investments, requires that the Board shall designate depositories for school funds; M.C.L. 380.1221

Budget Impact:

The District shall pay an annual fee, in monthly installments based on the daily net assets under management according to the schedule included in the Investment Advisor Agreement. These fees shall be paid from the investment earnings from the proceeds of the 2022 Building and Site, Series I bond issuance and/or the proceeds themselves. There is no general fund budgetary impact.

Historical Perspective:

On May 4, 2021 a special election was held for the purpose of proposing a ballot question to authorize Waverly Community Schools to borrow the sum of \$125,000,000 and issue its general obligation unlimited tax bonds therefor, in one or more series. The ballot proposal having received sufficient votes was approved.

PFM Asset Management LLC currently manages 129 bond proceeds accounts with over \$2.9 billion in bond proceeds assets for Michigan public entities, including: East Lansing Public Schools, Ann Arbor Public Schools, Grand Ledge Public Schools, Lansing School District and Haslett Public Schools.

Discussion of Options:

The Board of Education can entertain a motion to adopt the recommendation as presented, or reject the recommendation.

Rationale for Recommendation:

The District uses PNC Bank for its primary depository institution for all activities related to the General Fund, Debt Service, Student Activities and existing Capital Projects. These accounts have comparatively low balances and, due to current market conditions, have low interest yields. Establishing a new account and depositing funds into a MILAF+ account, using an investment advisor, should maximize interest earnings, adding to the funds available for construction.

Strategic Plan Reference:

As the heart of the community, our mission is to educate and prepare each student to achieve her or his academic best, develop character, become a lifelong learner and contribute as a citizen of our global society.

INVESTMENT ADVISORY AGREEMENT

THIS AGREEMENT, entered into as of the _____ day of _____, 2022, by and between, WAVERLY COMMUNITY SCHOOLS a Michigan general powers school district organized and operating pursuant to the Revised School Code, MCL 380.1 et seq., as amended (hereinafter the "Client"), and PFM ASSET MANAGEMENT LLC, a Delaware limited liability company with an office in Detroit, Michigan (hereinafter the "Advisor").

WITNESSETH

WHEREAS, the Client has funds available for investment purposes (the "Initial Funds") for which it intends to conduct an investment program pursuant to its investment policy (the "Investment Policy") and applicable legal requirements; and

WHEREAS, the Client desires to avail itself of the experience, sources of information, advice, assistance and facilities available to the Advisor; to have the Advisor undertake certain duties and responsibilities; and to perform certain services as investment advisor on behalf of the Client, as provided herein; and

WHEREAS, the Client desires to have the Advisor perform arbitrage rebate calculation services in connection with the Advisor's management of proceeds of tax-exempt or tax-advantaged bonds (the "Bonds") under this Agreement; provided that, such services shall be provided with respect to a series of the Bonds only if 100% of the initial investable proceeds of such series of Bonds is invested as Managed Funds pursuant to this Agreement; such services will not be provided with respect to a series of Bonds if only a portion of the proceeds of such Bonds is invested as Managed Funds pursuant hereto; and

WHEREAS, the Advisor is willing to provide such services on the terms and conditions hereinafter set forth;

NOW, THEREFORE, in consideration of the premises and mutual covenants herein contained, the parties hereto, intending to be legally bound, agreed as follows:

1. SERVICES OF ADVISOR.

The Client hereby engages the Advisor to serve as investment advisor under the terms of this Agreement with respect to the Initial Funds and such other funds as the Client may from time to time assign by written notice to the Advisor (collectively the "Managed Funds"), and the Advisor accepts such engagement. In connection therewith, the Advisor will use its "best efforts" to provide investment research and supervision of the Managed Funds investments and conduct a continuous program of investment, evaluation and, when appropriate, sale and reinvestment of the Managed Funds assets. The Advisor shall continuously monitor investment opportunities and evaluate investments of the Managed Funds. The Advisor has reviewed and is aware of the Client's Investment Policy and applicable law, and notwithstanding anything in this Agreement, will only provide investment guidance within these parameters. The Client agrees to promptly notify the Advisor in writing of any changes to or modifications of the Investment Policy. The Advisor further represents that it is aware of the arbitrage limitations in the Internal Revenue Code of 1986, as amended (and its regulations) applicable to the Bonds and, based on information provided by the Client at the Advisor's request, the Advisor will provide investment guidance consistent with such limitations and restrictions. The Advisor shall furnish the Client with statistical information and reports with respect to investments of the Managed Funds. The Advisor shall place all orders for the purchase, sale, loan or exchange of portfolio securities for the Client's account with qualified brokers or dealers recommended by the Advisor and/or the Client, and to that end the Advisor is authorized as agent of the Client to give instructions to Fifth Third Bank, as the custodian designated by the Client (the "Custodian") as to deliveries of securities and payments of cash for the account of the Client. The Advisor will ensure that the purchase and delivery of any securities complies with relevant law including Michigan's Iran Economic Sanctions Act. In connection with the selection of such brokers and dealers and the placing of such orders, the Advisor is directed to seek for the Client the most favorable execution and price, the determination of which may take into account, subject to any applicable laws, rules and regulations, whether statistical, research and other information or services have been or will be furnished to the Advisor by such brokers and dealers.

The Custodian shall have custody of cash, assets and securities of the Client. The Advisor shall not take possession of or act as custodian for the cash, securities or other assets of the Client and shall have no responsibility in connection therewith. Authorized investments shall include only those investments which are currently authorized by the Investment Policy, the state investment statutes and applicable covenants and as supplemented by such other written instructions as may from time to time be provided by the Client to the Advisor. The Advisor shall be entitled to rely upon the Client's written advice with respect to anticipated drawdowns of Managed Funds. The Advisor will observe the instructions of the Client with respect to broker/dealers that meet the

requirements of the Investment Policy and who are approved to execute transactions involving the Managed Funds and in the absence of such instructions will engage broker/dealers which the Advisor reasonably believes to be reputable, qualified and financially sound.

2. PREPARATION OF ARBITRAGE REBATE REPORTS.

(a) The Advisor shall maintain records of all transactions in the Managed Funds as may be required by the Internal Revenue Code of 1986, as amended (the “Code”) and applicable U.S. Treasury regulations with regard to proceeds of the Bonds invested pursuant to this Agreement. The Advisor will calculate the amount of rebate liability with respect to the Bonds as of the end of each bond year (or other appropriate period) and as of the final maturity, redemption of or other retirement of the Bonds (each such date referred to herein as a “Calculation Date”) for as long as the Advisor is retained under this Agreement to provide such arbitrage rebate calculation services, applying the Regulations in effect on such Calculation Date. The Advisor will provide the following services: (i) calculation of the amount of rebate liability with respect to the Bonds as of each Calculation Date, and (ii) delivery of schedules reflecting such rebate liability calculation and the assumptions involved.

(b) The Client undertakes to provide or cause to be provided to the Advisor all relevant data, as requested from time to time, with respect to each Calculation Date within 15 days after each such date and the Client agrees to cooperate with all reasonable requests in connection therewith. In addition, the Client agrees to cooperate with all reasonable requests from the Advisor for Bond related information including, but not limited to, the Official Statement; Bond Resolution; Non-Arbitrage Certificate; IRS Form 8038, 8038-G, or 8038-B; any closing order or receipt; and Verification Report. This information will be necessary in order to identify the amount of “gross proceeds” (as that term is used in the Code) of the Bonds subject to the rebate requirement, investment income thereon and applicable yields on the Bonds and on such investments in order to calculate the rebate liability of the Client with respect to the Bonds as of the Calculation Date. The Advisor is not being engaged to duplicate work performed by any prior rebate calculation agent, to independently determine whether there were “prohibited payments” or “imputed receipts” within the meaning of the Regulations or to perform an audit or review of the investments acquired with gross proceeds or the payment of debt service on the Bonds, and the Advisor will be entitled to rely entirely on information provided by or at the direction of the Client without independent verification of such information. The Advisor is also not being engaged to audit or review the tax-exempt status of interest on the Bonds or any other aspect of the Bond program except for the rebate liability to the extent set forth in this Agreement, and the Advisor shall be under no obligation to consider any information obtained by the Advisor pursuant to this Agreement for any purpose other than determining such rebate liability.

3. COMPENSATION.

(a) (i) For services provided by the Advisor pursuant to this Agreement, the Client shall pay the Advisor an annual fee, in monthly installments, based on the daily net assets under management (excluding daily net assets invested in assets described in subsection(c)) according to the schedule below:

<u>Average Assets Under Management</u>	<u>Fees</u>
Initial \$25 Million	10 basis points (0.10%)
Over \$25 Million	8 basis points (0.08%)
Over \$50 Million	7 basis points (0.07%)

(b) The Advisor shall prepare an invoice for the investment management fee and shall submit it to the Client for approval. Unless instructed otherwise or if such fee is disputed, within 15 calendar days of the postmark on the invoice, the Client authorizes the Advisor to charge such invoice to the Pool Account related to the initial funds and instructs the Pool custodian to disburse funds from that account for the payment of the fees to the Advisor. If sufficient funds are not available, the Client agrees to compensate the Advisor from other sources within 30 calendar days of the postmark date. If the Advisor shall serve for less than the whole month, the compensation shall be pro-rated.

(c) Assets invested by the Advisor under the terms of this Agreement may from time to time be invested in a Pool (as such term is defined in Section 1 hereof), or in individual securities. Average daily net assets subject to the fees described in this section shall not take into account any funds invested in the Pool. Expenses of the Pool, including compensation for the Advisor and the Pool custodian, are described in the relevant prospectus or information statement and are paid from the Pool.

(d) If and to the extent that the Client shall request the Advisor to render services other than those to be rendered by the Advisor hereunder, such additional services shall be compensated separately on terms to be agreed upon between the Advisor and the Client.

4. EXPENSES.

(a) The Advisor shall furnish at its own expense all necessary administrative services, office space, equipment, clerical personnel, telephone and other communication facilities, investment advisory facilities, executive and supervisory personnel for managing the Managed Funds, and fees and expenses of the Custodian.

(b) Except as expressly provided otherwise herein, the Client shall pay all of its own expenses including, without limitation, taxes, commissions, fees and expenses of the Client's independent auditors and legal counsel, if any, brokerage and other expenses connected with the execution of portfolio security transactions, and insurance premiums.

5. REGISTERED ADVISOR; DUTY OF CARE.

The Advisor hereby represents it is a registered investment advisor under the Investment Advisers Act of 1940, as amended. The Advisor shall immediately notify the Client if at any time during the term of this Agreement it is not so registered or if its registration is suspended. At a minimum, and not displacing greater standards of care in applicable state and federal law, the Advisor will perform all duties and responsibilities in this Agreement with the care, skill, prudence, and diligence, under the circumstances then prevailing, that a prudent investment advisor acting in a like capacity and familiar with such matters would use in the conduct of an enterprise of a like character and with like aims. The federal securities laws impose liabilities under certain circumstances on persons who act in good faith. Nothing herein shall in any way constitute a waiver or limitation of any rights which the Client may have under any state or federal securities laws. The Client hereby authorizes the Advisor to sign I.R.S. Form W-9 on behalf of the Client and to deliver such form to broker-dealers or others from time to time as required in connection with securities transactions pursuant to this Agreement. In all circumstances the Advisor will act within the Investment Policy and all applicable legal requirements.

6. ADVISOR'S OTHER CLIENTS.

The Client understands that the Advisor performs investment advisory services for various other clients which may include investment companies, commingled trust funds and/or individual portfolios. The Client agrees that the Advisor, in the exercise of its professional judgment, may give advice or take action with respect to any of its other clients which may differ from advice given or the timing or nature of action taken with respect to the Managed Funds. The Advisor shall not have any obligation to purchase, sell or exchange any security for the Managed Funds solely by reason of the fact that the Advisor, its principals, affiliates, or employees may purchase, sell or exchange such security for the account of any other client or for itself or its own accounts. Notwithstanding the foregoing, the Advisor will take no action with regard to its other clients which may cause material harm to the Client's Managed Funds or which present a conflict of interest with the Client.

7. TERM.

This Agreement may be terminated by the Client in the event of any material breach of its

terms immediately upon notice to the Advisor by certified mail, return receipt requested. This Agreement may be terminated by the Client at any time, on not less than thirty (30) days' written notice to the Advisor at which time the fee in Section 3 will be prorated to the last month in which the Advisor provided services related to the Managed Funds. The Advisor may terminate this Agreement immediately upon any material breach of its terms by the Client, or at any time after one year upon thirty (30) days' written notice to the Client.

8. FORCE MAJEURE.

The Advisor shall have no liability for any losses arising out of the delays in performing or inability to perform the services which it renders under this Agreement which result from events beyond its reasonable control, including interruption of the business activities of the Advisor or other financial institutions due to acts of God, acts of governmental authority, acts of war, terrorism, civil insurrection, riots, labor difficulties, or any action or inaction of any carrier or utility, or mechanical or other malfunction.

9. DISCIPLINARY ACTIONS.

The Advisor shall promptly give notice to the Client if the Advisor shall have been found to have violated any state or federal securities law or regulation in any final and unappealable judgment in any criminal action or civil suit in any state or federal court or in any disciplinary proceeding before the Securities and Exchange Commission or any other agency or department of the United States, any registered securities exchange, the Financial Industry Regulatory Authority, or any regulatory authority of any State based upon the performance of services as an investment advisor.

10. INDEPENDENT CONTRACTOR.

The Advisor, its employees, officers and representatives shall not be deemed to be employees, agents (except as to the purchase or sale of securities described in Section 1), partners, servants, and/or joint ventures of the Client by virtue of this Agreement or any actions or services rendered under this Agreement.

11. BOOKS.

The Advisor shall maintain records of all transactions in the Managed Funds. The Advisor shall provide the Client with a monthly statement showing deposits, withdrawals, purchases and sales (or maturities) of investments, earnings received, and the value of assets held on the last business day of the month. The statement shall be in the format and manner that is mutually agreed upon by the Advisor and the Client.

12. THE ADVISOR’S BROCHURE AND BROCHURE SUPPLEMENT.

The Advisor warrants that it has delivered to the Client prior to the execution of this Agreement the Advisor’s current Securities and Exchange Commission Form ADV, Part 2A (brochure) and Part 2B (brochure supplement). The Client acknowledges receipt of such brochure and brochure supplement prior to the execution of this Agreement.

13. MODIFICATION.

This Agreement shall not be changed, modified, terminated or discharged in whole or in part, except by an instrument in writing signed by both parties hereto, or their respective successors or assigns.

14. SUCCESSORS AND ASSIGNS.

The provisions of this Agreement shall be binding on the Advisor and its successors and assigns, provided, however, that the rights and obligations of the Advisor may not be assigned without the consent of the Client.

15. NOTICE.

Written notices required under this Agreement shall be sent by regular mail, certified mail, overnight delivery or courier, and shall be deemed given when received at the parties’ respective addresses shown below. Either party must notify the other party in writing of a change in address.

Client’s Address

Waverly Community Schools
515 Snow Rd.
Lansing, MI 48917
Attn: Finance Director

Advisor’s Address

PFM Asset Management LLC
555 Griswold Street
Suite 550
Detroit, MI 48226
Attn: Brian Quinn

With copy to:

PFM Asset Management LLC
213 Market Street

Harrisburg, PA 17101
Attn: Chief Administrative Officer

16. APPLICABLE LAW.

This Agreement shall be construed, enforced, and administered according to the laws of the State of Michigan. The Advisor and the Client agree that, should a disagreement arise as to the terms or enforcement of any provision of this Agreement, each party will in good faith attempt to resolve said disagreement prior to filing a lawsuit.

17. EXECUTION AND SEVERABILITY.

Each party to this Agreement represents and warrants that the person or persons signing this Agreement on behalf of such party is authorized and empowered to sign and deliver this Agreement for such party. The invalidity in whole or in part of any provision of this Agreement shall not void or affect the validity of any other provision.

IN WITNESS WHEREOF, the parties hereto have caused this Agreement to be executed by their authorized representatives as of the date set forth in the first paragraph of this Agreement.

PFM ASSET MANAGEMENT LLC

By: _____

Name: _____

Title: Managing Director

WAVERLY COMMUNITY SCHOOLS

By: _____

Name: _____

Title: _____

WAVERLY COMMUNITY SCHOOLS

BOARD OF EDUCATION

REGULAR BOARD MEETING

March 21, 2022

Report #21-52

FOR ACTION

Subject: 2022-2023 Schools of Choice Recommendation

Recommendation: It is recommended that the Waverly Board of Education approve participation in the limited Schools of Choice Program (Sections 105 and 105 (c)) for the 2022-2023 school year. The following grades will accept SOC applications:

K = 30

1 = 10

2 = 10

3 = 15

4 = 5

5 = 15

6 = 15

7 = 10

8= 10

9 = 5 in-person students, 20 virtual academy students

10= 5 in-person students, 20 virtual academy students

11=5 in-person students

12=5 in-person students

If a SOC application is not applicable, Waverly resident students who move out of the district during the 2021-2022 school calendar year and are in good standing have the option to complete State Aid release documents.

Budget Impact: The Schools of Choice option generates revenue for the District. The Schools of Choice Enrollment has grown from 15 students in 1997-98 to 850 students at the beginning of the 2018-2019 school year. Participation in the program as recommended would generate additional revenue for the District.

Background Information/Historical Perspective: The Schools of Choice option was approved by the legislature in an effort to give parents some choice in their child's education and create competition among schools. Schools of Choice applications are reviewed in regard to state law. A student is accepted unless they have had 1) a suspension in the previous two years or 2) an expulsion. The Waverly Board of Education has taken a thoughtful approach to the Schools of Choice opportunity. The Schools of Choice recommendation is designed to move the enrollments in various grades to the minimum level, while leaving room for students moving into the District.

Application timeline for next school year is May 12, 2022- June 10, 2022

Discussion of Options/Alternatives: The Board may approve a reduced Schools of Choice option or not offer this option for the 2022-23 school year. However, all students currently enrolled under the Schools of Choice option may continue their education at Waverly as provided by the State School Aid Act.