



Waverly Community Schools

Special Meeting

Friday, July 12, 2013 10:00 AM

Agenda of Special Meeting

The Board of Education Waverly Community Schools

A Special meeting of the Board of Education of Waverly Community Schools will be held July 12, 2013, beginning at 10:00 AM in the Board Room, 515 Snow Road, Lansing, MI.

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. Open
- II. Pledge
- III. Public Comment
- IV. Adoption of Agenda
- V. Recommended Items
 - A. Recommendation to approve Report #13-16, Ratification Resolution for the Sale of 2013 Building & Site Bonds, Series I 3
 - B. Recommendation to approve Report #13-17, Ratification Resolution for the Sale of 2013 Refunding Bonds 4
- VI. Other Board Business
- VII. Adjournment

**WAVERLY COMMUNITY SCHOOLS
BOARD OF EDUCATION
SPECIAL BOARD MEETING
July 12, 2013**

Report #13-16

FOR ACTION

Subject:

Ratification Resolution for the Sale of 2013 Building and Site Bonds, Series I

Recommendation:

The Superintendent recommends the Board of Education approves the ratification resolution to approve the sale of 2013 Building and Site Bonds, Series I

Statement of Purpose:

On July 8, 2013 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 7, 2013 ballot proposal. Having been authorized to issue bonds, the District received an interest rate from PNC Bank of 2.86% to issue \$10,535,000 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.

Discussion of Options:

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

Rationale for Recommendation:

On May 7, 2013 a special election was held for the purpose of proposing a ballot question to authorize Waverly Community Schools to borrow the sum of \$18,470,000 and issue its general obligation unlimited tax bonds therefor, in one or more series. The ballot proposal having received sufficient votes was approved. In order to begin work on the technology improvements, 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
BOARD OF EDUCATION
SPECIAL BOARD MEETING
July 12, 2013**

Report #13-17

FOR ACTION

Subject:

Ratification Resolution for the Sale of 2013 Refunding Bonds

Recommendation:

The Superintendent recommends the Board of Education approves the ratification resolution to approve the sale of 2013 Refunding Bonds

Statement of Purpose:

On July 8, 2013 the Board of Education of Waverly Community Schools authorized the issuance of Bonds to refinance the callable portion of the 2005 Refunding Bonds. Having been authorized to issue bonds, the District received an interest rate from PNC Bank of 2.62% to issue \$23,070,000 par amount of bonds for the purpose of refunding the callable portion of the 2005 Refunding Bonds.

Budget Impact:

There is no impact to the General Fund for this transaction. The savings to the taxpayers will amount to \$1.3 million over the next eight years providing a net present value savings of \$579,693 or 2.763% of the refunded debt principle.

Historical Perspective:

Under the terms of Public Act 451 of 1976, as amended, the School District is authorized to issue bonds. The District authorized bonds in the amount of \$49,000,000 on June 12, 2000 and authorized an advance refunding of those bonds in 2005.

Discussion of Options:

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

Rationale for Recommendation:

The rationale for refunding the callable portions of the outstanding 2005 Refunding Bonds is to obtain interest rate savings on the existing callable portions of the 2005 Refunding Bonds. The current interest rates on the 2005 Refunding Bonds are 5.00%. The rate on the Taxable Refunding Bonds is 2.62%.

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.