

SCHOOL BOARD MEETING

INDEPENDENT SCHOOL
DISTRICT No. 15

REGULAR MEETING

October 26, 2015

SCHOOL BOARD
INDEPENDENT SCHOOL DISTRICT No. 15
St. Francis, Minnesota
October 26, 2015
Dialogue with School Board – 6:30 PM
Regular Meeting - 7:00 PM
Central Services Center - Community Room
4115 Ambassador Blvd.
AGENDA

- I. Call to order - Pledge of Allegiance
- II. Adoption of Agenda
- III. Consideration of Visitors
(To address the School Board, complete the card and submit to the Chair)
- IV. Northeast Metro Intermediate School District 916
Presenter: Connie Hayes, Superintendent
- V. Dialogue Session Report
- VI. Consent Agenda
 - A. Approval of October 12, 2015, Minutes
 - B. Approval of Routine Personnel Items
 - C. Approval of Disbursements (emailed, October 23, 2015)
 - D. Approval of Gift Acknowledgements
 - E. Approval of MSHSL Foundation Grant
- VII. Information Items and Reports
 - A. Site Report - St. Francis Elementary School
Presenter: Ryan Johnson, Principal
 - B. Superintendent Communications and Report
 - C. Administrative Report - Bond Refund Interest Savings Update
Presenter: Mr. S Nelson
 - D. First Reading of Policy 607 - Transportation of Public School Students
- VIII. Action Items
 - A. Approval of Ratifying the Award of Sale of G.O. Crossover Refunding Bonds, Series 2015A
- IX. Student Report
- X. Board Member Reports
- XI. Adjournment

SCHOOL BOARD
 INDEPENDENT SCHOOL DISTRICT No. 15
 St. Francis, Minnesota
 October 12, 2015
 Dialogue with School Board - 6:30 p.m.
 Regular Meeting - 7:00 p.m.
 4115 Ambassador Blvd.
 M I N U T E S

The regular meeting was called to order by Chairperson Marsha Van Denburgh at 7:00 p.m. with the following members present: Directors Suzanne Erkel, Janet Hunt, Barbara Jahnke, Amy Kelly, Scott Schwarz and Superintendent Troy Ferguson. Not present: Director Dave Roberts.

Others present were Director of Human Resources Brandon Nelson, Director of Business Services Scott Nelson, Director of Special Services Tim Finn, Director of Curriculum & Instruction Nichole Rens, staff and community members.

Board Calendar Dates: Regular meetings held at 7:00 p.m. at Central Services October 26, November 9 November 23 and December 14. Dialogue with the School Board will be at 6:30 p.m. prior to the regular meetings.

Consideration of Visitors

Ms. Kimberly Nickel, St. Francis High School German teacher, spoke on behalf of the German American Partnership Program (GAPP). The purposes of GAPP are two-fold: to foster cultural understanding and to practice second language skills. From October 9 to the 27, sixteen students and two teachers from Berlin, Germany will be living with host families in our school district. Next summer the plan is to take thirteen students to Berlin, Germany, where they will in turn, live with the family of the student they hosted.

Agenda

Motion was made to approve the agenda by Ms. Erkel, second by Ms. Jahnke.
 Ms. Hunt motioned to add Other Matters (B) Closed Session to discuss negotiation strategies, second by Mr. Schwarz.
 Motion carried 6-0.

Consent Agenda

Ms. Van Denburgh inquired if any board member wanted to remove any items from the consent agenda. Motion was made by Ms. Hunt, second by Ms. Kelly.
 A. THAT the Minutes of September 28, 2015 be approved as presented.
 B. THAT the Personnel Items be approved as presented.

NEW EMPLOYMENT									
Name	Position	Replacement for	Site	Position Status	Days/Year	Hrs/Day	Salary Level	Wage	Effective
Bratsch, Anna	Education al Asst	Tammie Chelberg	CCCS	CONT	172	6.75	B22-1	\$12.41	10/5/15
Calvert, Katie	Advisor	N/A	SFMS	CONT	N/A	N/A	Schedule D	\$1,049	10/1/15
Carlson, Paul	Asst Wrestling Coach	Josh Gracia	SFHS	CONT	80	3	Schedule C	\$4,040	11/9/15
Haider, Jamie	Bus Driver	NEW	TRANS	CONT	172	6	B21-1	\$13.52	10/12/15

Hansen, Dan	9 th Grade Wrestling Coach	NEW	SFHS	CONT	90	3	Schedule C	\$3,032	11/16/15
Heitzman, Autumn	Head Knowledge Bowl Coach	Bo Stevens	SFHS	CONT	N/A	N/A	Schedule D	\$2,740	11/2/15
Norby, Katie	Education al Asst	NEW	CCCS	CONT	172	6.75	B22-1	\$12.41	10/5/15
Pearson, Jayme	Education al Asst	NEW	SFE	TEMP	172	6.75	B22-1	\$12.41	10/12/15
Resheske, Kim	Asst Girls Hockey Coach	NEW	SFHS	CONT	100	3	Schedule C	\$4,489	10/26/15
Robinson, Andy	Asst Wrestling Coach	NEW	SFHS	CONT	80	3	Schedule C	\$3,591	11/9/15
Schultz, Timona	Helper Server	Kathleen Stadel	SFMS-B	CONT	173	4.25	A11-2	\$11.84	10/6/15
Tagg, Andrew	Bus Washer	Chris Bowers	TRANS	CONT	156	3.5	N/A	\$14.00	10/12/15
Vandemark, Wesley	Education al Assistant	Leslie Kohler	T15-CSVC	CONT	172	6.75	B23-2	\$13.36	10/5/15
Vincent, Heather	Teacher-Long Term Sub	Teresa Orpen	SFHS	TEMP	59	8	BA-T1	\$10,703	12/1/15
Waidelich, Paula	Kids Connection Instructor	NEW	SFE	CONT	172	5.5	N/A	\$10.00	10/21/15
Waller, Cinda	Bus Driver	NEW	TRANS	CONT	172	6	B21-1	\$13.52	10/19/15

INTERNAL TRANSFERS

Name	Current Position/ Location	Current Days/Hrs	Current Salary	New Position/ Location	Days/ Hrs	New Salary	Effective
Anderson, Tina	Bus Driver/TRANS	172/7	\$15.09	Bus Driver/TRANS	172/8	\$15.09	9/30/15
Behnke, Dennis	Bus Driver, TRANS	172/6	\$13.52	Bus Driver/TRANS	172/6.75	\$13.52	10/5/15
Bullivant, Loren	Teacher/CSVC	186/5.33	\$40,489	Teacher/CSVC	186/8	\$56,235	7/1/15
Carey, Angeliq ue	EA Copy Clerk	183/7.5	\$12.36	DW Copy Center Processor	183/8	\$13.58	10/5/15
Gomes, Kara	Educational Assistant/SFHS	172/7.25	\$13.61	Educational Assistant/SFHS	172/7.25koty	\$14.21	9/2/15
Lewis, Patricia	Kitchen Manager	178/8	\$18.47	Kitchen Specialist	200/8	\$27,916	10/21/15
Lundholm, Dennis	Bus Driver/TRANS	172/8	\$16.07	Bus Driver/TRANS	172/7	\$16.07	9/30/15
Mitchell, Chad	Bus Driver/TRANS	172/6	\$13.52	Educational Asst/T15	172/6.75	\$13.96	10/6/15
Reiter, Katie	Recess EA/SFE	172/2	\$11.16	Spec Ed EA/SFE	172/6.75	\$12.41	10/5/15

Stelmacher, Linda	Educational Asst/EBCS	172/6.75	\$12.41	Office Professional/CCCS	201/8	\$14.24	10/21
LEAVES OF ABSENCE							
			Expected Duration		Most recent assignment		
Name	Position	Location	From	To	Days/Year	Hrs/ Day	
Beeler, Michelle	Occupational Therapist	DW	9/25/15	12/9/15	186	8	
Bernard, Lynn	Helper Clerk	SFMS-A	9/8/15	11/2/15 Extension	173	3	
Danner, Ashley	Teacher	EBCS	9/15/15	11/18/15	186	8	
Fiereck, Ryan	Teacher	EBCS	10/12/15	10/27/15	186	8	
Hagen, Cynthia	Cafeteria Monitor	SFMS-B	2/13/15	11/2/15 Extension	173	1.75	
Herting, Laurie	Custodian	SFMS	7/1/15	3/8/16 Extension	262	8	
Kotyk, Nancy	Intervener	EBCS	11/19/15	12/23/15	178	7.5	
RESIGNATION/RETIREMENTS/TERMINATIONS/DISCONTINUANCE OF POSITION							
Name	Position	Site	Reason		Effective		
Kreifels, Michael	Cook	SFHS	Resignation		10/16/15		
Lambeth, Katlynn	Educational Assistant	SFHS	Termination		10/1/15		
Thompson, Dana	Educational Assistant	CSVC	Termination		10/7/15		

C. THAT Disbursements are approved as presented.
BE IT RESOLVED by the School Board of Independent School District No. 15 that these disbursements as presented, and excluding net payroll, be allowed and charged to funds as follows:

Fund No	Description	Amount
01	General	\$ 1,148,132.45
02	Food Service	\$ 168,163.89
04	Community Services	\$ 40,170.50
06	Construction	\$
07	Debt Redemption Bond Payments	\$
09	Trust and Agency	\$ 1,267.04
20	Internal Service-Health Self Insured	\$ 32,497.63

21	Internal Service-Dental Self Insured	\$
47	OPEB Debt Service	\$
TOTAL DISTRICT		\$ 1,390,231.51

- D. THAT Gift Acknowledgements be approved as presented.
 BE IT RESOLVED by the School Board of Independent School District No. 15 that the following gifts be hereby accepted:
 \$200.00, Allina Health System, St. Francis Middle School (SFMS), to purchase supplies
 \$5,894.01, St. Francis dance team parent booster club, St. Francis High School (SFHS), to purchase high kick and jazz uniforms for the SFHS dance team
 \$1,000.00, SFHS prom student activity committee, SFHS, to be used for two \$500.00 scholarships for AAA winners
 \$1,040.96, SFHS track and field/cross country booster club, SFHS, to be used for coaching salary
 \$175.00, Wells Fargo Matching Gift Program, East Bethel Community School, to be used at principal's discretion
- E. THAT Extended Trip Request be approved as presented.
 Motion carried 6-0.

Reports

Student Report

Ms. Lillian Baumann provided the student report. ISD 15 Health Occupations Students of America (HOSA) has selected board officers and St. Francis High School varsity football team is doing amazing and is well-mannered at away games.

Superintendent Report and Communications

- Mr. Ferguson reported the parameters of the Statewide Health Improvement Program (SHIP) grant have decreased greatly since it was first discussed, recommendation from cabinet and Mr. Ferguson is to withdraw from the grant.
- Neopath Health Clinic closed its doors September 30. Neopath Health Clinic is working to redistribute the prescription drug inventory to other clinics and is also working on a plan to repurchase equipment from ISD 15. Mr. S Nelson is working with the developer to find a new tenant for the space as ISD 15's lease continues for two and a half years at \$13,000 per year.
- Attended National Community Education Association fall conference October 1, with Ms. Miller and Ms. Wallace.
- Completed the last District facility tour.
- The Strategic Plan was presented to the Andover and East Bethel city council meetings with Ms. Jahnke and Ms. Parson in attendance.
- Attended Mississippi 8 athletic department and superintendent meeting. Topics of discussion were District football, secondary start time and length of school day.
- Met with elementary principals to discuss common Professional Learning Community (PLC) planning time.
- Reported Curriculum & Instruction Department is down one full-time employee; a temporary part-time position will be posted for 2015-16; will reassess in the spring and a special education teacher is needed at St. Francis Middle School.
- Oak Land Area Learning Center dissolution letter will be sent to parents this week.

- The artwork on display in the Community Room is from Ms. Kure's grade 5 students at East Bethel Community School. Each month, a different school or program's artwork will be featured.

Dialogue Session

Ms. Kelly reported students inquiring about a community center and wanting more buses added to shorten routes.

School Board Member Reports

Ms. Hunt attended teacher negotiations, St. Francis Middle School (SFMS) Site Management Council (SMC) and Finance and Policy committee meetings.

Mr. Schwarz attended custodial and mechanic negotiations and is reviewing notes from the District facility tours.

Ms. Kelly attended teacher negotiations and Finance and Policy committee meeting.

Ms. Jahnke attended Andover city council meeting, St. Francis Elementary School (SFES) SMC, toured transportation department and attended Intermediate School District meeting.

Ms. Erkel attended custodial negotiations, Cedar Creek Community School (CCCS) parent teacher organization (PTO), received concerns about the copiers, attended CCCS walkathon, and attended an open house for GAPP exchange at the Beckman's home.

Ms. Van Denburgh attended GAPP open house, Lifelong Learning Center (LLC) fall fun festival, St. Francis Police Department Sergeant Jake Rehling's benefit, show choir concert, nutrition and teacher negotiations, congratulated St. Francis High School (SFHS) girls soccer coaches Joan Johnson and Josh Jones on being named head coach and assistant coach of the year by Section 7AA, thanked ISD 15 school board for keeping the day open to remember the native youth and gave a report on teacher negotiations: already receiving earned advancements, in year one, approximately \$337,000.00, year two, approximately \$300,000.00. The school board has set parameters of .05% schedule increase which in year one is \$105,000.00 and year two \$106,000.00. Total dollar amount for two years is approximately \$848,500.00 and based on a salary study in year 2014-15, ISD 15 teachers are the highest paid based on their athletic conference and also similar in size of other districts.

Administrative Report

Mr. Finn, director of Special Services, Mr. Ferguson, superintendent and Ms. Parson, Education Minnesota St. Francis president, reported on Intermediate School District membership. What is the issue that ISD 15 is trying to address, what is an Intermediate District, membership comparisons with Districts 916 & 287, obtaining input from stakeholders and where do we go from here? Recommendation from ISD 15 School Board is to pursue the membership with Intermediate School District 916.

Old Business

Approval of Policy 106 – Meetings of the School Board

Motion was made by Ms. Hunt, second by Ms. Jahnke.

BE IT RESOLVED that the School Board of Independent School District No. 15 adopt policy 106 – Meetings of the School Board as revised and updated.

Motion carried 6-0.

Approval of Policy 512 – Disability Nondiscrimination Policy

Motion was made by Ms. Erkel, second by Mr. Schwarz.

BE IT RESOLVED that the School Board of Independent School District No. 15 adopt policy 512 – Disability Nondiscrimination Policy as revised and updated.

Motion carried 6-0.

Approval of Policy 584 – Gifts To Employees and School Board Members

Motion was made by Ms. Hunt, second by Ms. Jahnke.

BE IT RESOLVED that the School Board of Independent School District No. 15 adopt policy 584 – Gifts to Employees and School Board Members as revised and updated.

Motion carried 6-0.

Approval to Eliminate Policy 427 – Secret Fraternities and Societies

Motion was made by Ms. Kelly, second by Ms. Erkel.

BE IT RESOLVED that the School Board of Independent School District No. 15 eliminate policy 427 – Secret Fraternities and Societies.

Motion carried 6-0.

Approval to Eliminate Policy 429 – TSES Policies and Procedures

Motion was made by Ms. Hunt, second by Ms. Erkel.

BE IT RESOLVED that the School Board of Independent School District No. 15 eliminate policy 429 – TSES Policies and Procedures.

Motion carried 6-0.

New Business

None reported

Other Matters

Work Session to discuss School Board sub committees

Staff has questioned transparency of meetings such as C+3, policy/business, special education and curriculum & instruction, where decisions are being made. C+3 is an open meeting, held the third Tuesday of every month at 11:30 a.m. Discussion included: to video tape meetings, share agenda, change the meeting time, if it's a group concern, nominate a person to attend meeting, do nothing, have School Board members share what was discussed when it's their turn to write an article in The Courier, share meeting topics in their School Board member report.

Closed Session- Negotiation Strategy

Closed Session: Motion was made by Ms. Hunt, second by Ms. Jahnke.

Motion carried 6-0.

Time 8:57 p.m.

BE IT RESOLVED by the School Board of Independent School District No. 15 that a closed session be conducted for the purpose of discussing labor negotiation strategies under subd. 1 (b) of the Open Meetings Law, Minnesota Statutes Chapter 13D.03

Resume Open Meeting

Motion was made by Ms. Hunt, second by Ms. Erkel.

Motion carried 6-0.

Time 9:17 p.m.

In closed session, the School Board discussed negotiation strategies for an employee group with contract expiring June 30, 2015.

The regular meeting was adjourned at 8:52 p.m.

Barbara Jahnke, School Board Clerk

VI. B. ROUTINE PERSONNEL ITEMS

BE IT RESOLVED by the School Board of Independent School District No. 15 that the Personnel actions as listed below be approved:

NEW EMPLOYMENT									
Name	Position	Replacement for	Site	Position Status	Days/Year	Hrs/Day	Salary Level	Wage	Effective
Akeson, Seth	9 th Grade Basketball Coach	Andrew Forbort	SFHS	CONT	90	3	Schedule C	\$3,032	11/9/15
Krause, Rebecca	Educational Assistant	Tina Schweiters	EBCS	CONT	172	6.75	B22-4	\$14.21	10/22/15
Owens, Angela	Educational Assistant	Jill Lindl	EBCS	CONT	172	6.75	B22-4	\$14.21	10/26/15
Ness, Michelle	Kids Connection Instructor	NEW	CCCS	CONT	176	5.5	CED	\$10.00	10/19/15
Rodger, Patricia	Educational Assistant	Katie Reiter	SFE	CONT	172	2	A12-1	\$11.16	10/20/15
Svihel, Mark	9 th Grade Basketball Coach	NEW	SFHS	CONT	90	3	Schedule C	\$3,032	11/9/15
Wingerson, Amy	Educational Assistant	Linda Stelmacher	EBCS	CONT	172	6.75	B22-4	\$14.21	10/22/15
INTERNAL TRANSFERS									
Name	Current Position/Location	Current Days/Hrs	Current Salary	New Position/Location	Days/Hrs	New Salary	Effective		
Krause, Lori	Office Assistant/CED/LLC	176.5/6	\$14.25	Office Assistant/CED/LLC	166/6.5	\$14.25	7/1/15		
LEAVES OF ABSENCE									
Name	Position	Location	Expected Duration		Most recent assignment				
			From	To	Days/Year	Hrs/Day			
Basara, Amber	Educational Assistant	CCCS	10/23/15	11/5/15	172	6.75			
Bottema, Bryan	Custodian	SFHS	3/26/15	11/12/15	262	8			
Norby, Sandy	Educational Assistant	CCCS	9/17/15	10/14/15 Returned	172	6.75			
Wanamaker, Marjorie	Cashier	CCCS	11/4/2015	12/3/2015	178	5			
Ward, Jan	Educational Assistant	CCCS	2/8/16	2/16/16	172	6.5			
RESIGNATION/RETIREMENTS/TERMINATIONS/DISCONTINUANCE OF POSITION									
Name	Position	Site	Reason	Effective					
Jai, Jenny	Educational Assistant	TRANS	Resignation	10/29/15					
Johnson, Jenelle	Bus Driver	TRANS	Resignation	10/21/15					
Rodrigue, Amy	Educational Assistant	SFE	Resignation	11/6/15					
Schwieters, Tina	Educational Assistant	EBCS	Resignation	10/23/15					

MOTION:
 SECOND:
 10/26/15

VI. D. GIFT ACKNOWLEDGMENT(S)

BE IT RESOLVED by the School Board of Independent School District No. 15 that the following gifts be hereby accepted:

\$50.00 In - Kind, Target gift card, East Bethel Community School, family in need

\$78.00, Wells Fargo Matching Gift Program, St. Francis Middle School, to purchase supplies

\$183.00, Wells Fargo Matching Gift Program, St. Francis Elementary School (SFES), to use as needed

\$3194.60, SFES Association of Parents & Teachers, to purchase gaga ball pits & soccer goals

\$30.00, Truist Company, Cedar Creek Community School (CCCS), principal's discretion

\$93.24, Wells Fargo Matching Gift Program, St. Francis High School, principal's discretion

\$756.00, CCCS Parent Teacher Organization (PTO), to be used for 2nd grade field trip to North West Company Fur Post

\$750.00, CCCS PTO, to be used for 5th grade field trip

MOTION:

SECOND:

10/26/15

VI. E. APPROVAL OF MSHSL FOUNDATION GRANT APPLICATION

FORM A

RESOLUTION OF SCHOOL BOARD SUPPORTING
FORM A APPLICATION TO MINNESOTA
STATE HIGH SCHOOL LEAGUE FOUNDATION

WHEREAS, the Minnesota State High School League Foundation was formed to provide support for Minnesota’s high school youth to participate in athletics and fine arts;

WHEREAS, the District 15 School Board recognizes the value of students participation in extracurricular activities; and

WHEREAS, the MSHSL Foundation is offering grants and funding to assist school district in recognizing, promoting and funding extracurricular participation by high school students in athletic and fine arts programs.

THEREFORE, BE IT RESOLVED, that the ISD NO. # 15 School Board supports the District’s application to the Minnesota State High School League Foundation for a FORM A grant to offset student activity fees.

Date

Board Chair

Date

Board Clerk - Treasurer

MOTION:

SECOND:

10/26/15

VII. D. APPROVAL OF POLICY 607 – TRANSPORTATION OF PUBLIC SCHOOL STUDENTS

BE IT RESOLVED that the School Board of Independent School District No. 15 adopt policy 607 – Transportation of Public School Students as revised and updated.

Background:

School districts are encouraged to have a policy regarding transportation of public school students. The majority of the revisions to the policy presented are based on the Minnesota School Boards Association model policy. Section IV, Part C, is not part of the model policy and remains unchanged from the current version of this policy. The reasonable restriction distance of 35 miles in Section VII, Part E, is not part of the model policy and is recommended addition by transportation and special services administration.

The policy has been reviewed by administration and the finance policy committee and approval is recommended.

FIRST READING

10/26/15

VIII.A. APPROVAL OF CERTIFICATION OF MINUTES RELATING TO
\$5,995,000 GENERAL OBLIGATION CROSSOVER REFUNDING BONDS,
SERIES 2015A

Issuer: Independent School District No. 15 (St. Francis), Minnesota

Governing Body: School Board

Kind, date, time and place of meeting: A regular meeting held on October 26, 2015 at 7:00 p.m.
at the District offices.

Members present:

Members absent:

Documents attached:

Minutes of said meeting (including):

RESOLUTION RATIFYING THE AWARD OF SALE, PRESCRIBING THE
FORM AND DETAILS AND PROVIDING FOR THE PAYMENT OF
\$5,995,000 GENERAL OBLIGATION CROSSOVER REFUNDING BONDS,
SERIES 2015A

I, the undersigned, being the duly qualified and acting recording officer of the public corporation issuing the bonds referred to in the title of this certificate, certify that the documents attached hereto, as described above, have been carefully compared with the original records of said corporation in my legal custody, from which they have been transcribed; that said documents are a correct and complete transcript of the minutes of a meeting of the governing body of said corporation, and correct and complete copies of all resolutions and other actions taken and of all documents approved by the governing body at said meeting, so far as they relate to said bonds; and that said meeting was duly held by the governing body at the time and place and was attended throughout by the members indicated above, pursuant to call and notice of such meeting given as required by law.

WITNESS my hand officially as such recording officer on this 26th day of
October, 2015.

School District Clerk

Member _____ introduced the following resolution and moved its adoption, which motion was seconded by Member _____:

RESOLUTION RATIFYING THE AWARD OF SALE, PRESCRIBING THE FORM AND DETAILS AND PROVIDING FOR THE PAYMENT OF \$5,995,000 GENERAL OBLIGATION CROSSOVER REFUNDING BONDS, SERIES 2015A

BE IT RESOLVED by the School Board (the Board) of Independent School District No. 15 (St. Francis), Minnesota (the District), as follows:

SECTION 1. AUTHORIZATION AND SALE.

1.01. Authorization. By resolution duly adopted on September 14, 2015 (the Authorizing Resolution), this Board authorized the sale of its General Obligation Crossover Refunding Bonds, Series 2015A (the Bonds) to Robert W. Baird & Co., Incorporated in Milwaukee, Wisconsin (the Purchaser), in an aggregate principal amount not to exceed \$6,230,000, provided the true interest cost does not exceed 2.75%, the total net savings is at least \$450,000, and the savings meet the 3% savings test as set forth in Minnesota Statutes 475.67, Subdivision 12 and further authorized the Superintendent or Director of Business Services and any Board officer to approve the sale of the Bonds and enter into a bond purchase agreement with the Purchaser. The proceeds of the Bonds will be used, together with any additional funds of the District which might be required, to refund in advance of maturity and prepay, on February 1, 2017 (the Crossover Date), the 2018 through 2027 maturities, aggregating \$5,980,000 in principal amount, of the District's \$10,805,000 General Obligation School Building Bonds, Series 2007A, dated as of April 1, 2007 (the Refunded Bonds) in a "crossover refunding" as defined in Minnesota Statutes, Section 475.67, Subdivision 13. The purpose of refunding the Refunded Bonds is to achieve debt service savings.

1.02. Sale. A proposal that meets the requirements set forth in the Authorizing Resolution has been received from the Purchaser to purchase the Bonds at a price of \$6,162,711.35 plus accrued interest on all Bonds to the day of delivery and payment, on the further terms and conditions hereinafter set forth.

1.03. Ratification of Award. Pursuant to the Authorizing Resolution, the sale of the Bonds has been awarded by the Director of Business Services and Chairperson to the Purchaser. The sale of the Bonds to the Purchaser and the execution of the bond purchase agreement by the Director of Business Services and Chairperson for the sale of the Bonds with the Purchaser are hereby ratified in all respects.

1.04. Savings. It is hereby determined that:

(a) by the issuance of the Bonds the District will realize a substantial interest rate reduction, a gross savings of approximately \$1,327,062.50 and a present value savings (using the yield on the Bonds, computed in accordance with Section 148 of the Internal

Revenue Code of 1986, as amended (the Code), as the discount factor) of approximately \$1,022,857.08;

(b) as of the Crossover Date, the present value of the debt service on the Bonds, computed to their stated maturity dates, after deducting any premium, is at least 3% lower than the sum of (i) the present value of the debt service on the Refunded Bonds, computed to their stated maturity dates, plus (ii) any expenses of the refunding payable from a source other than the proceeds of the Bonds or investment earnings thereon, using the yield of the Bonds as the discount rate.

SECTION 2. BOND TERMS; REGISTRATION; EXECUTION AND DELIVERY.

2.01. Issuance of Bonds. All acts, conditions and things which are required by the Constitution and laws of the State of Minnesota to be done prior to the issuance of the Bonds having been done, existing and having happened, it is necessary for this Board to establish the form and terms of the Bonds, to provide for the security thereof, and to issue the Bonds forthwith.

2.02. Maturities, Interest Rates and Denominations. The Bonds shall be originally dated as of November 18, 2015, shall be in denominations of \$5,000 or any integral multiple thereof of single maturities, shall mature on February 1 in the years and amounts stated below and shall bear interest from date of issue until paid or duly called for redemption at the annual rates set forth opposite such years and amounts, as follows:

<u>Year</u>	<u>Amount</u>	<u>Rate</u>	<u>Year</u>	<u>Amount</u>	<u>Rate</u>
2018	\$4,670,000	2.000%	2019	\$1,325,000	4.000%

The Bonds shall be issuable only in fully registered form. Interest shall be calculated on the basis of a 360-day year composed of twelve 30-day months. The interest thereon and, upon surrender of each Bond, the principal amount thereof, shall be payable by check or draft issued by the Registrar described herein; provided that, so long as the Bonds are registered in the name of a securities depository, or a nominee thereof, in accordance with Section 2.08 hereof, principal and interest shall be payable in accordance with the operational arrangements of the securities depository.

2.03. Dates and Interest Payment Dates. Upon initial delivery of the Bonds pursuant to Section 2.07 and upon any subsequent transfer or exchange pursuant to Section 2.06, the date of authentication shall be noted on each Bond so delivered, exchanged or transferred. The interest on the Bonds shall be payable on February 1 and August 1, commencing August 1, 2016, to the owners of record thereof as of the close of business on the fifteenth day of the immediately preceding month, whether or not such day is a business day.

2.04. No Optional Redemption. The Bonds shall not be subject to optional redemption and prepayment prior to their stated maturity dates.

2.05. Appointment of Initial Registrar. The District hereby appoints U.S. Bank National Association, in St. Paul, Minnesota, as the initial bond registrar, transfer agent and paying agent (the Registrar). The Chairperson and the Clerk are authorized to execute and deliver, on behalf of the District, a contract with the Registrar. Upon merger or consolidation of the Registrar with another corporation, if the resulting corporation is a bank or trust company authorized by law to conduct such business, such corporation shall be authorized to act as successor Registrar. The District agrees to pay the reasonable and customary charges of the Registrar for the services performed. The District reserves the right to remove the Registrar upon thirty (30) days' notice and upon the appointment of a successor Registrar, in which event the predecessor Registrar shall deliver all cash and Bonds in its possession to the successor Registrar and shall deliver the bond register to the successor Registrar.

2.06. Registration. The effect of registration and the rights and duties of the District and the Registrar with respect thereto shall be as follows:

(a) Register. The Registrar shall keep at its principal corporate trust office a bond register in which the Registrar shall provide for the registration of ownership of Bonds and the registration of transfers and exchanges of Bonds entitled to be registered, transferred or exchanged.

(b) Transfer of Bonds. Upon surrender for transfer of any Bond duly endorsed by the registered owner thereof or accompanied by a written instrument of transfer, in form satisfactory to the Registrar, duly executed by the registered owner thereof or by an attorney duly authorized by the registered owner in writing, the Registrar shall authenticate and deliver, in the name of the designated transferee or transferees, one or more new Bonds of a like aggregate principal amount and maturity, as requested by the transferor. The Registrar may, however, close the books for registration of any transfer after the fifteenth day of the month preceding each interest payment date and until such interest payment date.

(c) Exchange of Bonds. Whenever any Bonds are surrendered by the registered owner for exchange the Registrar shall authenticate and deliver one or more new Bonds of a like aggregate principal amount and maturity, as requested by the registered owner or the owner's attorney in writing.

(d) Cancellation. All Bonds surrendered upon any transfer or exchange shall be promptly canceled by the Registrar and thereafter disposed of as directed by the District.

(e) Improper or Unauthorized Transfer. When any Bond is presented to the Registrar for transfer, the Registrar may refuse to transfer the same until it is satisfied that the endorsement on such Bond or separate instrument of transfer is valid and genuine and that the requested transfer is legally authorized. The Registrar shall incur no liability for the refusal, in good faith, to make transfers which it, in its judgment, deems improper or unauthorized.

(f) Persons Deemed Owners. The District and the Registrar may treat the person in whose name any Bond is at any time registered in the bond register as the absolute owner of such Bond, whether such Bond shall be overdue or not, for the purpose of receiving payment of, or on account of, the principal of and interest on such Bond and for all other purposes, and all such payments so made to any such registered owner or upon the owner's order shall be valid and effectual to satisfy and discharge the liability upon such Bond to the extent of the sum or sums so paid.

(g) Taxes, Fees and Charges. For every transfer or exchange of Bonds, the Registrar may impose a charge upon the owner thereof sufficient to reimburse the Registrar for any tax, fee or other governmental charge required to be paid with respect to such transfer or exchange.

(h) Mutilated, Lost, Stolen or Destroyed Bonds. In case any Bond shall become mutilated or be destroyed, stolen or lost, the Registrar shall deliver a new Bond of like amount, number, maturity date and tenor in exchange and substitution for and upon cancellation of any such mutilated Bond or in lieu of and in substitution for any such Bond destroyed, stolen or lost, upon the payment of the reasonable expenses and charges of the Registrar in connection therewith; and, in the case of a Bond destroyed, stolen or lost, upon filing with the Registrar of evidence satisfactory to it that such Bond was destroyed, stolen or lost, and of the ownership thereof, and upon furnishing to the Registrar of an appropriate bond or indemnity in form, substance and amount satisfactory to it, in which both the District and the Registrar shall be named as obligees. All Bonds so surrendered to the Registrar shall be canceled by it and evidence of such cancellation shall be given to the District. If the mutilated, destroyed, stolen or lost Bond has already matured or been called for redemption in accordance with its terms it shall not be necessary to issue a new Bond prior to payment.

(i) Authenticating Agent. The Registrar is hereby designated authenticating agent for the Bonds, within the meaning of Minnesota Statutes, Section 475.55, Subdivision 1, as amended.

(j) Valid Obligations. All Bonds issued upon any transfer or exchange of Bonds shall be the valid obligations of the District, evidencing the same debt, and entitled to the same benefits under this resolution as the Bonds surrendered upon such transfer or exchange.

2.07. Execution; Authentication and Delivery. The Bonds shall be prepared under the direction of the Clerk and shall be executed on behalf of the District by the signatures of the Chairperson and the Clerk, provided that all signatures may be printed, engraved, or lithographed facsimiles of the originals. In case any officer whose signature, or a facsimile of whose signature, shall appear on the Bonds shall cease to be such officer before the delivery of any Bond, such signature or facsimile shall nevertheless be valid and sufficient for all purposes, the same as if such officer had remained in office until delivery. Notwithstanding such execution, no Bond shall be valid or obligatory for any purpose or entitled to any security or benefit under

this resolution unless and until a certificate of authentication on such Bond has been duly executed by the manual signature of the Registrar. The executed certificate of authentication on each Bond shall be conclusive evidence that it has been authenticated and delivered under this resolution. When the Bonds have been so delivered and authenticated, they shall be delivered by the Clerk to the Purchaser upon payment of the purchase price in accordance with the contract of sale heretofore made and executed, and the Purchaser shall not be obligated to see to the application of the purchase price.

2.08. Securities Depository. (a) For purposes of this section the following terms shall have the following meanings:

“Beneficial Owner” shall mean, whenever used with respect to a Bond, the person in whose name such Bond is recorded as the beneficial owner of such Bond by a Participant on the records of such Participant, or such person's subrogee.

“Cede & Co.” shall mean Cede & Co., the nominee of DTC, and any successor nominee of DTC with respect to the Bonds.

“DTC” shall mean The Depository Trust Company of New York, New York.

“Participant” shall mean any broker-dealer, bank or other financial institution for which DTC holds Bonds as securities depository.

“Representation Letter” shall mean the Representation Letter pursuant to which the District agrees to comply with DTC's Operational Arrangements.

(b) The Bonds shall be initially issued as separately authenticated fully registered bonds, and one Bond shall be issued in the principal amount of each stated maturity of the Bonds. Upon initial issuance, the ownership of such Bonds shall be registered in the bond register in the name of Cede & Co., as nominee of DTC. The Registrar and the District may treat DTC (or its nominee) as the sole and exclusive owner of the Bonds registered in its name for the purposes of payment of the principal of or interest on the Bonds, selecting the Bonds or portions thereof to be redeemed, if any, giving any notice permitted or required to be given to registered owners of Bonds under this resolution, registering the transfer of Bonds, and for all other purposes whatsoever; and neither the Registrar nor the District shall be affected by any notice to the contrary. Neither the Registrar nor the District shall have any responsibility or obligation to any Participant, any person claiming a beneficial ownership interest in the Bonds under or through DTC or any Participant, or any other person which is not shown on the bond register as being a registered owner of any Bonds, with respect to the accuracy of any records maintained by DTC or any Participant, with respect to the payment by DTC or any Participant of any amount with respect to the principal of or interest on the Bonds, with respect to any notice which is permitted or required to be given to owners of Bonds under this resolution, with respect to the selection by DTC or any Participant of any person to receive payment in the event of a partial redemption of the Bonds, or with respect to any consent given or other action taken by DTC as registered owner of the Bonds. So long as any Bond is registered in the name of Cede & Co., as nominee of DTC,

the Registrar shall pay all principal of and interest on such Bond, and shall give all notices with respect to such Bond, only to Cede & Co. in accordance with DTC's Operational Arrangements, and all such payments shall be valid and effective to fully satisfy and discharge the District's obligations with respect to the principal of and interest on the Bonds to the extent of the sum or sums so paid. No person other than DTC shall receive an authenticated Bond for each separate stated maturity evidencing the obligation of the District to make payments of principal and interest. Upon delivery by DTC to the Registrar of written notice to the effect that DTC has determined to substitute a new nominee in place of Cede & Co., the Bonds will be transferable to such new nominee in accordance with paragraph (e) hereof.

(c) In the event the District determines that it is in the best interest of the Beneficial Owners that they be able to obtain Bonds in the form of bond certificates, the District may notify DTC and the Registrar, whereupon DTC shall notify the Participants of the availability through DTC of Bonds in the form of certificates. In such event, the Bonds will be transferable in accordance with paragraph (e) hereof. DTC may determine to discontinue providing its services with respect to the Bonds at any time by giving notice to the District and the Registrar and discharging its responsibilities with respect thereto under applicable law. In such event the Bonds will be transferable in accordance with paragraph (e) hereof.

(d) The execution and delivery of the Representation Letter to DTC by the Chairperson or Clerk, if not previously filed with DTC, is hereby authorized and directed.

(e) In the event that any transfer or exchange of Bonds is permitted under paragraph (b) or (c) hereof, such transfer or exchange shall be accomplished upon receipt by the Registrar of the Bonds to be transferred or exchanged and appropriate instruments of transfer to the permitted transferee in accordance with the provisions of this resolution. In the event Bonds in the form of certificates are issued to owners other than Cede & Co., its successor as nominee for DTC as owner of all the Bonds, or another securities depository as owner of all the Bonds, the provisions of this resolution shall also apply to all matters relating thereto, including, without limitation, the printing of such Bonds in the form of bond certificates and the method of payment of principal of and interest on such Bonds in the form of bond certificates.

2.09. Form of Bonds. The Bonds shall be prepared in substantially the following form:

UNITED STATES OF AMERICA
STATE OF MINNESOTA
ANOKA AND ISANTI COUNTIES

INDEPENDENT SCHOOL DISTRICT NO. 15 (ST. FRANCIS)

GENERAL OBLIGATION CROSSOVER REFUNDING BOND, SERIES 2015A

<u>Interest Rate</u>	<u>Maturity Date</u>	<u>Date of Original Issue</u>	<u>CUSIP No.</u>
%	February 1, 20--	November 18, 2015	

REGISTERED OWNER: CEDE & CO.

PRINCIPAL AMOUNT: THOUSAND DOLLARS

INDEPENDENT SCHOOL DISTRICT NO. 15 (ST. FRANCIS), ANOKA AND ISANTI COUNTIES, STATE OF MINNESOTA (the District), acknowledges itself to be indebted and for value received hereby promises to pay to the registered owner specified above, or registered assigns, without the option of redemption and prepayment prior to maturity, the principal sum specified above on the maturity date specified above, and to pay interest thereon from the date of original issue specified above, or from the most recent interest payment date to which interest has been paid or duly provided for, at the annual rate specified above, payable on February 1 and August 1 in each year, commencing August 1, 2016, to the person in whose name this Bond is registered at the close of business on the fifteenth day (whether or not a business day) of the immediately preceding month. The interest hereon and, upon presentation and surrender hereof at the principal office of the Registrar described below, the principal hereof, are payable in lawful money of the United States of America by check or draft drawn on U.S. Bank National Association, in St. Paul, Minnesota, as bond registrar, transfer agent and paying agent, or its successor designated under the resolution described herein (the Registrar).

This Bond is one of an issue in the aggregate principal amount of \$5,995,000 (the Bonds), issued by the District to provide funds to refund certain outstanding general obligation school building bonds of the District, and is issued pursuant to and in full conformity with a resolution adopted by the School Board on October 26, 2015 (the Resolution), pursuant to and in full conformity with the Constitution and laws of the State of Minnesota thereunto enabling, including Minnesota Statutes, Chapter 475. The Bonds are issuable only in fully registered form, in denominations of \$5,000 or any integral multiple thereof, of single maturities.

As provided in the Resolution and subject to certain limitations set forth therein, this Bond is transferable upon the books of the District at the principal office of the Registrar, by the registered owner hereof in person or by the owner's attorney duly authorized in writing upon surrender hereof together with a written instrument of transfer satisfactory to the Registrar, duly executed by the registered owner or the owner's attorney, and may also be surrendered in exchange for Bonds of other authorized denominations. Upon such transfer or exchange, the District will cause a new Bond or Bonds to be issued in the name of the transferee or registered

owner, of the same aggregate principal amount, bearing interest at the same rate and maturing on the same date, subject to reimbursement for any tax, fee or governmental charge required to be paid with respect to such transfer or exchange.

The Bonds have been designated by the District as “qualified tax-exempt obligations” pursuant to Section 265(b)(3) of the Internal Revenue Code of 1986, as amended.

The District and the Registrar may deem and treat the person in whose name this Bond is registered as the absolute owner hereof, whether this Bond is overdue or not, for the purpose of receiving payment and for all other purposes, and neither the District nor the Registrar shall be affected by any notice to the contrary.

Notwithstanding any other provisions of this Bond, so long as this Bond is registered in the name of Cede & Co., as nominee of The Depository Trust Company, or in the name of any other nominee of The Depository Trust Company or other securities depository, the Registrar shall pay all principal of and interest on this Bond, and shall give all notices with respect to this Bond, only to Cede & Co. or other nominee in accordance with the operational arrangements of The Depository Trust Company or other securities depository as agreed to by the District.

IT IS HEREBY CERTIFIED, RECITED, COVENANTED AND AGREED that all acts, conditions and things required by the Constitution and laws of the State of Minnesota to be done, to exist, to happen and to be performed preliminary to and in the issuance of this Bond in order to make it a valid and binding general obligation of the District in accordance with its terms, have been done, do exist, have happened and have been performed as so required; that the Bonds are payable from a separate debt redemption fund of the District and from certain investment earnings on the proceeds of the Bonds and ad valorem taxes on all taxable property in the District, which will be collectible in the years and in amounts sufficient to produce sums not less than five percent in excess of the principal of and interest on the Bonds when due, and has appropriated such investment earnings and ad valorem taxes to its General Obligation Crossover Refunding Bonds, Series 2015A Debt Service Fund for the payment of principal and interest; that if necessary for payment of principal and interest, ad valorem taxes are required to be levied upon all taxable property in the District, without limitation as to rate or amount; and that the issuance of this Bond, together with all other indebtedness of the District outstanding on the date hereof and on the date of its actual issuance and delivery, does not cause the indebtedness of the District to exceed any constitutional or statutory limitation of indebtedness.

This Bond shall not be valid or become obligatory for any purpose or be entitled to any security or benefit under the Resolution until the Certificate of Authentication hereon shall have been executed by the Registrar by manual signature of one of its authorized representatives.

IN WITNESS WHEREOF, Independent School District No. 15 (St. Francis), Anoka and Isanti Counties, State of Minnesota, by its School Board, has caused this Bond to be executed on its behalf by the facsimile signatures of the Chairperson and Clerk.

INDEPENDENT SCHOOL DISTRICT NO. 15
(ST. FRANCIS), MINNESOTA

Signature Guaranteed: _____

Signature(s) must be guaranteed by an "eligible guarantor institution" meeting the requirements of the Registrar, which requirements include membership or participation in STAMP or such other "signature guaranty program" as may be determined by the Registrar in addition to or in substitution for STAMP, all in accordance with the Securities Exchange Act of 1934, as amended.

Please insert social security or other identifying number of assignee: _____

[end of bond form]

SECTION 3. USE OF PROCEEDS. Upon payment for the Bonds by the Purchaser, Bond proceeds shall be used as follows: (a) \$6,130,567.45 shall be deposited in escrow with U.S. Bank National Association, in St. Paul, Minnesota (the Escrow Agent), together with funds of the District in such amount as may be required, to be invested in securities authorized for such purpose by Minnesota Statutes, Section 475.67, Subdivision 13, maturing on such dates and bearing interest at such rates as are required to provide funds sufficient, with cash retained in the escrow account, (i) to pay all interest to become due on the Bonds to and including the Crossover Date, and (ii) to pay and redeem the Refunded Bonds on the Crossover Date; (b) \$31,797.30 shall be used to pay issuance expenses of the Bonds; and (c) \$346.60 shall be deposited in the Debt Service Fund created pursuant to Section 4 hereof. The Chairperson and Clerk are hereby authorized to enter into an Escrow Agreement with the Escrow Agent establishing the terms and conditions for the escrow account in accordance with Minnesota Statutes, Section 475.67.

SECTION 4. DEBT SERVICE FUND AND TAX LEVIES.

4.01. General Obligation Crossover Refunding Bonds, Series 2015A Debt Service Fund. The Bonds shall be payable from a separate General Obligation Crossover Refunding Bonds, Series 2015A Debt Service Fund (the Debt Service Fund) which shall be created and maintained on the books of the District as a separate debt redemption fund until the Bonds, and all interest thereon, are fully paid. All interest earned on the investments held in the escrow account established in Section 3 to and including the Crossover Date, and all ad valorem taxes levied and collected as hereinafter specified, shall be credited to the Debt Service Fund, as well as any other funds appropriated by the Board for the payment of the Bonds. If any payment of principal of and interest on the Bonds shall become due when there is not sufficient money in the Debt Service Fund to make such payment, the Clerk shall pay the same from any other available fund of the District, and such other fund shall be reimbursed for such advances out of the proceeds of the taxes levied for the payment of the Bonds when available.

4.02. Tax Levies. For the prompt and full payment of the principal of and interest on the Bonds as the same respectively become due, the full faith, credit and taxing power of the District shall be and are hereby irrevocably pledged. To provide moneys for the payment of principal of and interest on the Bonds as required by Minnesota Statutes, Section 475.61, Subdivision 1, there is hereby levied on all taxable property in the District a direct, annual ad valorem tax which shall

be spread upon the tax rolls for collection in the years and amounts as follows, as a part of other general taxes of the District, as follows:

<u>Levy Years</u>	<u>Collection Years</u>	<u>Amount</u>
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(See attached levy computation)

The taxes shall be irrevocable as long as any of the Bonds are outstanding and unpaid; provided that the District reserves the right and power to reduce the levies in the manner and to the extent permitted by Minnesota Statutes, Section 475.61. It is estimated that the ad valorem taxes will be collected in amounts not less than five percent in excess of the annual principal and interest requirements of the Bonds. If, as of the date tax levies are certified in any year, the sum of the balance in the Debt Service Fund plus any ad valorem taxes theretofore levied for the payment of Bonds payable therefrom and collectible through the end of the following calendar year is not sufficient to pay when due all principal and interest to become due on all Bonds payable therefrom in said following calendar year, or the Debt Service Fund has incurred a deficiency in the manner provided in Section 4.01, an additional direct, irrevocable, ad valorem tax shall be levied on all taxable property within the corporate limits of the District for the purpose of restoring such accumulated or anticipated deficiency in accordance with the provisions of this resolution.

4.03. Debt Service Fund Balance Restriction. In order to ensure compliance with the Code and applicable Treasury Regulations (the Regulations), upon allocation of any funds to the Debt Service Fund, the balance then on hand in the Fund shall be ascertained. If it exceeds the amount of principal and interest on the Bonds to become due and payable through February 1 next following, plus a reasonable carryover equal to 1/12th of the debt service due in the following bond year, the excess shall (unless an opinion is otherwise received from bond counsel) be used to prepay or purchase Bonds, or invested at a yield which does not exceed the yield on the Bonds calculated in accordance with Section 148 of the Code.

SECTION 5. DEFEASANCE. When all of the Bonds have been discharged as provided in this section, all pledges, covenants and other rights granted by this Resolution to the registered owners of the Bonds shall cease. The District may discharge its obligations with respect to any Bonds which are due on any date by depositing with the Registrar on or before that date a sum sufficient for the payment thereof in full; or, if any Bond should not be paid when due, it may nevertheless be discharged by depositing with the Registrar a sum sufficient for the payment thereof in full with interest accrued from the due date to the date of such deposit. The District may also at any time discharge its obligations with respect to any Bonds, subject to the provisions of law now or hereafter authorizing and regulating such action, by depositing irrevocably in escrow, with a bank qualified by law as an escrow agent for this purpose, cash or securities which are authorized by law to be so deposited, bearing interest payable at such time and at such rates and maturing or callable at the holder's option on such dates as shall be required to pay all principal and interest to become due thereon to maturity.

SECTION 6. CERTIFICATION OF PROCEEDINGS.

6.01. Filing with County Auditors. The Clerk is hereby authorized and directed to file with the County Auditors of Anoka and Isanti Counties, a certified copy of this resolution together with such other information as the County Auditors shall require and to obtain from the County Auditors a certificate that the Bonds have been entered upon the bond register and that the tax for the payment of the Bonds has been levied as required by law.

6.02. Certification of Proceedings. The officers of the District and the County Auditors are hereby authorized and directed to prepare and furnish to the Purchaser and to Dorsey & Whitney LLP, Bond Counsel, certified copies of all proceedings and records of the District relating to the Bonds and to the financial condition and affairs of the District, and such other affidavits, certificates and information as may be required to show the facts relating to the legality and marketability of the Bonds as they appear from the books and records under the officer's custody and control or as otherwise known to the them. All such certified copies, certificates and affidavits, including any heretofore furnished, shall be deemed representations of the District to the correctness of all statements contained herein.

6.03. Official Statement. The Preliminary Official Statement relating to the Bonds, as of its date October 15, 2015, prepared and distributed by Robert W. Baird & Co. Incorporated is hereby approved. The Final Official Statement relating to the Bonds, as of its date October 27, 2015, listing the offering price, the interest rates, selling compensation, delivery date, the underwriters and such other information relating to the Bonds required to be included in the Official Statement by Rule 15c2-12 adopted by the Securities and Exchange Commission (the SEC) under the Securities Exchange Act of 1934, prepared and distributed by Robert W. Baird & Co. Incorporated is hereby approved. The officers of the District are hereby authorized and directed to execute such certificates as may be appropriate concerning the accuracy, completeness and sufficiency of the Official Statement.

SECTION 7. TAX COVENANTS, ARBITRAGE MATTERS, AND CONTINUING DISCLOSURE.

7.01. Restrictive Action. The District covenants and agrees with the registered owners of the Bonds, that it will not take or permit to be taken by any of its officers, employees or agents any actions that would cause interest on the Bonds to become includable in gross income of the recipient under the Code and applicable Regulations, and covenants to take any and all actions within its powers to ensure that the interest will not become includable in gross income of the recipient under the Code and the Regulations. It is hereby certified that the proceeds of the Refunded Bonds were used to finance or refinance the acquisition and betterment of school facilities owned and operated by the District and the District covenants and agrees that, so long as the Bonds are outstanding, the District shall not enter into any lease, management agreement, use agreement or other contract with any nongovernmental entity relating to the school facilities so financed or refinanced which would cause the Bonds to be considered "private activity bonds" or "private loan bonds" pursuant to Section 141 of the Code.

7.02. Arbitrage Certification. The Chairperson and Clerk being the officers of the District charged with the responsibility for issuing the Bonds pursuant to this resolution, are authorized and directed to execute and deliver to the Purchaser a certificate in accordance with the provisions of Section 148 of the Code and applicable Regulations stating the facts, estimates and circumstances in existence on the date of issue and delivery of the Bonds which make it reasonable to expect that the proceeds of the Bonds will not be used in a manner that would cause the Bonds to be “arbitrage bonds” within the meaning of the Code and the Regulations.

7.03. Arbitrage Rebate Exemption. (a) It is hereby found that the District has general taxing powers, that no Bond is a “private activity bond” within the meaning of Section 141 of the Code, that 95% or more of the net proceeds of the Bonds are to be used for local governmental activities of the District, and that the aggregate face amount of all tax-exempt obligations (other than private activity bonds) issued by the District and all subordinate entities thereof during calendar year 2015 is not reasonably expected to exceed \$5,000,000 plus the lesser of \$10,000,000 or so much of the aggregate face amount of the tax-exempt obligations as are attributable to financing or refinancing the construction of public school facilities. Therefore, pursuant to Section 148(f)(4)(D) of the Code, the District shall not be required to comply with the arbitrage rebate requirements of paragraphs (2) and (3) of Section 148(f) of the Code.

(b) If, notwithstanding the provisions of paragraph (a) of this Section 7.03, the arbitrage rebate provisions of Section 148(f) of the Code apply to the Bonds, the District hereby covenants and agree to make the determinations, retain records and rebate to the United States the amounts at the times and in the manner required by said Section 148(f).

7.04. Qualified Tax-Exempt Obligations. The Board hereby designates Bonds as “qualified tax-exempt obligations” for purposes of Section 265(b)(3) of the Code relating to the disallowance of interest expense for financial institutions, and hereby finds that the reasonably anticipated amount of qualified tax-exempt obligations, which are not private activity bonds (not treating qualified 501(c)(3) bonds under Section 145 of the Code as private activity bonds for the purpose of this representation) which will be issued by the District and all subordinate entities during calendar year 2015 does not exceed \$10,000,000.

7.05. Continuing Disclosure. (a) Purpose and Beneficiaries. To provide for the public availability of certain information relating to the Bonds and the security therefor and to permit the Purchaser and other participating underwriters in the primary offering of the Bonds to comply with amendments to Rule 15c2-12 promulgated by the SEC under the Securities Exchange Act of 1934 (17 C.F.R. § 240.15c2-12), relating to continuing disclosure (as in effect and interpreted from time to time, the Rule), which will enhance the marketability of the Bonds, the District hereby makes the following covenants and agreements for the benefit of the Owners (as hereinafter defined) from time to time of the outstanding Bonds. The District is the only obligated person in respect of the Bonds within the meaning of the Rule for purposes of identifying the entities in respect of which continuing disclosure must be made. If the District fails to comply with any provisions of this section, any person aggrieved thereby, including the Owners of any outstanding Bonds, may take whatever action at law or in equity may appear necessary or appropriate to enforce performance and observance of any agreement or covenant contained in this section, including an action for a writ of mandamus or specific performance.

Direct, indirect, consequential and punitive damages shall not be recoverable for any default hereunder to the extent permitted by law. Notwithstanding anything to the contrary contained herein, in no event shall a default under this section constitute a default under the Bonds or under any other provision of this resolution. As used in this section, Owner or Bondowner means, in respect of a Bond, the registered owner or owners thereof appearing in the bond register maintained by the Registrar or any Beneficial Owner (as hereinafter defined) thereof, if such Beneficial Owner provides to the Registrar evidence of such beneficial ownership in form and substance reasonably satisfactory to the Registrar. As used herein, Beneficial Owner means, in respect of a Bond, any person or entity which (a) has the power, directly or indirectly, to vote or consent with respect to, or to dispose of ownership of, such Bond (including persons or entities holding Bonds through nominees, depositories or other intermediaries), or (b) is treated as the owner of the Bond for federal income tax purposes.

(b) Information To Be Disclosed. The District will provide, in the manner set forth in subsection (c) hereof, either directly or indirectly through an agent designated by the District, the following information at the following times:

- (1) on or before twelve (12) months after the end of each fiscal year of the District, commencing with the fiscal year ending June 30, 2015, the following financial information and operating data in respect of the District (the Disclosure Information):
 - (A) the audited financial statements of the District for such fiscal year, prepared in accordance with generally accepted accounting principles in accordance with the governmental accounting standards promulgated by the Governmental Accounting Standards Board or as otherwise provided under Minnesota law, as in effect from time to time, or, if and to the extent such financial statements have not been prepared in accordance with such generally accepted accounting principles for reasons beyond the reasonable control of the District, noting the discrepancies therefrom and the effect thereof, and certified as to accuracy and completeness in all material respects by the fiscal officer of the District; and
 - (B) to the extent not included in the financial statements referred to in paragraph (A) hereof, the information for such fiscal year or for the period most recently available of the type contained in the Official Statement under the headings: Economic and Financial Information; Summary of Debt and Debt Statistics; and General Information – “Major Employers,” which information may be unaudited.

Notwithstanding the foregoing paragraph, if the audited financial statements are not available by the date specified, the District shall provide on or before such date unaudited financial statements in the format required for the audited financial statements as part of the Disclosure Information and, within 10 days after the receipt thereof, the District shall provide the audited financial statements. Any or all of the Disclosure Information may be incorporated by reference, if it is updated as required hereby, from other documents, including official statements, which have been submitted to the Municipal Securities Rulemaking Board (the MSRB) through its

Electronic Municipal Market Access System (EMMA) or the SEC. The District shall clearly identify in the Disclosure Information each document so incorporated by reference. If any part of the Disclosure Information can no longer be generated because the operations of the District have materially changed or been discontinued, such Disclosure Information need no longer be provided if the District includes in the Disclosure Information a statement to such effect; provided, however, if such operations have been replaced by other District operations in respect of which data is not included in the Disclosure Information and the District determines that certain specified data regarding such replacement operations would be a Material Fact (as defined in paragraph (2) hereof), then, from and after such determination, the Disclosure Information shall include such additional specified data regarding the replacement operations. If the Disclosure Information is changed or this section is amended as permitted by this paragraph (b)(1) or subsection (d), then the District shall include in the next Disclosure Information to be delivered hereunder, to the extent necessary, an explanation of the reasons for the amendment and the effect of any change in the type of financial information or operating data provided.

- (2) In a timely manner, not in excess of 10 business days, to the MSRB through EMMA, notice of the occurrence of any of the following events (each a “Material Fact,” as hereinafter defined):
 - (A) principal and interest payment delinquencies;
 - (B) non-payment related defaults, if material;
 - (C) unscheduled draws on debt service reserves reflecting financial difficulties;
 - (D) unscheduled draws on credit enhancements reflecting financial difficulties;
 - (E) substitution of credit or liquidity providers, or their failure to perform;
 - (F) adverse tax opinions, the issuance by the Internal Revenue Service of proposed or final determinations of taxability, Notices of Proposed Issue (IRS Form 5701-TEB), or other material notices or determinations with respect to the tax status of the Bonds or other material events affecting the tax status of the Bonds;
 - (G) modifications to rights of Bond holders, if material;
 - (H) Bond calls, if material and tender offers;
 - (I) defeasances;
 - (J) release, substitution, or sale of property securing repayment of the Bonds if material;
 - (K) rating changes;
 - (L) bankruptcy, insolvency, receivership, or similar event of the obligated person;
 - (M) the consummation of a merger, consolidation, or acquisition involving an obligated person or the sale of all or substantially all of the assets of the obligated person, other than in the ordinary course of business, the entry into a definitive agreement to undertake such an action or the termination of a definitive agreement relating to any such actions, other than pursuant to its terms, if material; and
 - (N) appointment of a successor or additional trustee or the change of name of a trustee, if material.

As used herein, for those events that must be reported if material, a “Material Fact” is a fact as to which a substantial likelihood exists that a reasonably prudent investor would attach importance thereto in deciding to buy, hold or sell a Bond or, if not disclosed, would significantly alter the total information otherwise available to an investor from the Official Statement, information disclosed hereunder or information generally available to the public. Notwithstanding the foregoing sentence, a Material Fact is also a fact that would be deemed material for purposes of the purchase, holding or sale of a Bond within the meaning of applicable federal securities laws, as interpreted at the time of discovery of the occurrence of the event.

For the purposes of the event identified in (L) hereinabove, the event is considered to occur when any of the following occur: the appointment of a receiver, fiscal agent or similar officer for an obligated person in a proceeding under the U.S. Bankruptcy Code or in any other proceeding under state or federal law in which a court or governmental authority has assumed jurisdiction over substantially all of the assets or business of the obligated person, or if such jurisdiction has been assumed by leaving the existing governing body and officials or officers in possession but subject to the supervision and orders of a court or governmental authority, or the entry of an order confirming a plan of reorganization, arrangement or liquidation by a court or governmental authority having supervision or jurisdiction over substantially all of the assets or business of the obligated person.

- (3) In a timely manner, to the MSRB through EMMA, notice of the occurrence of any of the following events or conditions:
 - (A) the failure of the District to provide the Disclosure Information required under paragraph (b)(1) at the time specified thereunder;
 - (B) the amendment or supplementing of this section pursuant to subsection (d), together with a copy of such amendment or supplement and any explanation provided by the District under subsection (d)(2);
 - (C) the termination of the obligations of the District under this section pursuant to subsection (d);
 - (D) any change in the accounting principles pursuant to which the financial statements constituting a portion of the Disclosure Information are prepared; and
 - (E) any change in the fiscal year of the District.

(c) Manner of Disclosure.

- (1) The District agrees to make available to the MSRB through EMMA, in an electronic format as prescribed by the MSRB, the information described in subsection (b).
- (2) All documents provided to the MSRB pursuant to this subsection (c) shall be accompanied by identifying information as prescribed by the MSRB from time to time.

(d) Term; Amendments; Interpretation.

- (1) The covenants of the District in this section shall remain in effect so long as any Bonds are outstanding. Notwithstanding the preceding sentence, however, the obligations of the District under this section shall terminate and be without further effect as of any date on which the District delivers to the Registrar an opinion of Bond Counsel to the effect that, because of legislative action or final judicial or administrative actions or proceedings, the failure of the District to comply with the requirements of this section will not cause participating underwriters in the primary offering of the Bonds to be in violation of the Rule or other applicable requirements of the Securities Exchange Act of 1934, as amended, or any statutes or laws successory thereto or amendatory thereof.
- (2) This section (and the form and requirements of the Disclosure Information) may be amended or supplemented by the District from time to time, without notice to (except as provided in paragraph (c)(2) hereof) or the consent of the Owners of any Bonds, by a resolution of this Board filed in the office of the recording officer of the District accompanied by an opinion of Bond Counsel, who may rely on certificates of the District and others and the opinion may be subject to customary qualifications, to the effect that: (i) such amendment or supplement (a) is made in connection with a change in circumstances that arises from a change in law or regulation or a change in the identity, nature or status of the District or the type of operations conducted by the District, or (b) is required by, or better complies with, the provisions of paragraph (b)(5) of the Rule; (ii) this section as so amended or supplemented would have complied with the requirements of paragraph (b)(5) of the Rule at the time of the primary offering of the Bonds, giving effect to any change in circumstances applicable under clause (i)(a) and assuming that the Rule as in effect and interpreted at the time of the amendment or supplement was in effect at the time of the primary offering; and (iii) such amendment or supplement does not materially impair the interests of the Bondowners under the Rule.

If the Disclosure Information is so amended, the District agrees to provide, contemporaneously with the effectiveness of such amendment, an explanation of the reasons for the amendment and the effect, if any, of the change in the type of financial information or operating data being provided hereunder.

- (3) This section is entered into to comply with the continuing disclosure provisions of the Rule and should be construed so as to satisfy the requirements of paragraph (b)(5) of the Rule.

SECTION 8. REDEMPTION OF REFUNDED BONDS. The Clerk is directed to advise Northland Trust Services, Inc., in Minneapolis, Minnesota, as paying agent for the Refunded Bonds, to call the Refunded Bonds for redemption and prepayment at their earliest permissible redemption date (February 1, 2017) and to give notice of redemption in accordance with the resolution authorizing issuance of the Refunded Bonds.

SECTION 9. STATE PAYMENT; DISTRICT AND REGISTRAR OBLIGATIONS. The District hereby covenants and obligates itself to notify the Commissioner of Education (the Commissioner) of any potential default in the payment of the principal of or interest on the Bonds and to use the provisions of Minnesota Statutes, Section 126C.55 (the State Payment Law), to guarantee, to the extent permitted by law, payment of the principal of and interest on the Bonds when due. The District further covenants to deposit with the Registrar not less than three business days prior to each February 1 and August 1 as set forth in Section 2.03 hereof, an amount sufficient to make that payment or to notify the Commissioner as provided in the State Payment Law that it will be unable to make all or a portion of such payment. The Registrar will notify the Commissioner if it becomes aware of a potential default in the payment of principal of and interest on the Bonds on any payment date or if, on the date two business days prior to the date on which a payment is due, there are insufficient funds on deposit with the Registrar to make the required payment on such date. The Registrar will cooperate with the District, the Commissioner and the Commissioner of Management and Budget in implementing the provisions of the State Payment Law. In the event that amounts sufficient to make any such interest or principal payment are held by an escrow or paying agent and invested as authorized by Minnesota Statutes, Chapter 475 and such escrow or paying agent is required to use proceeds from such investment to pay to the Registrar the amount necessary to pay such interest or principal on such payment date, then the requirements of the State Payment Law relating to the deposit of such amounts with the Registrar prior to the payment date of such interest or principal shall be deemed satisfied and neither the District nor the Registrar shall be required to notify the Commissioner that insufficient funds are available to pay such interest or principal on such payment date. The District shall do all other things which may be necessary to perform the Bonds hereby undertaken under the State Payment Law, including any requirements hereafter adopted by the Commissioner of Management and Budget or the Commissioner.

Upon vote being taken on the foregoing resolution, the following voted in favor thereof:

and the following voted against the same:

whereupon the resolution was declared duly passed and adopted.

105% Levy Schedule

<u>Levy Years</u>	<u>Collection Years</u>	<u>Amount</u>
2016	2017	\$5,057,220.00
2017	2018	1,446,900.00

CERTIFICATE OF ANOKA COUNTY AUDITOR
AS TO REGISTRATION OF BONDS AND TAX LEVY

The undersigned, being the duly qualified and acting County Auditor of Anoka County, hereby certifies that there has been filed in my office a certified copy of a resolution duly adopted on October 26, 2015, by the School Board of Independent School District No. 15 (St. Francis), Minnesota, setting forth the form and details of an issue of \$5,995,000 General Obligation Crossover Refunding Bonds, Series 2015A, dated as of November 18, 2015, and levying taxes for their payment.

I further certify that the issue has been entered on my bond register and the tax required by law for their payment has been levied and filed as required by Minnesota Statutes, Sections 475.61 to 475.63.

WITNESS my hand and official seal this _____ day of _____, 2015.

Anoka County Auditor

(SEAL)

CERTIFICATE OF ISANTI COUNTY AUDITOR
AS TO REGISTRATION OF BONDS AND TAX LEVY

The undersigned, being the duly qualified and acting County Auditor of Isanti County, hereby certifies that there has been filed in my office a certified copy of a resolution duly adopted on October 26, 2015, by the School Board of Independent School District No. 15 (St. Francis), Minnesota, setting forth the form and details of an issue of \$5,995,000 General Obligation Crossover Refunding Bonds, Series 2015A, dated as of November 18, 2015, and levying taxes for their payment.

I further certify that the issue has been entered on my bond register and the tax required by law for their payment has been levied and filed as required by Minnesota Statutes, Sections 475.61 to 475.63.

WITNESS my hand and official seal this ____ day of _____, 2015.

Isanti County Auditor

(SEAL)

MOTION:

SECOND:

10/26/15