

OFFICIAL MINUTES
SCHOOL BOARD, I.S.D. #227
OCTOBER 15, 2007~ REGULAR MEETING
HIGH SCHOOL MEDIA CENTER

Pursuant to due call and notice thereof, the regular meeting of the School Board of Independent School District No. 227, Olmsted, Fillmore and Winona Counties was held on Monday, October 15, 2007. The meeting was called to order at 7:04 p.m. Roll call was taken with these members present: Hare, McMahon, Schellhammer, Chase, and LaPlante. Duxbury was absent. Administrators present, Superintendent-Don Hainlen, Elementary Principal-Craig Ihrke, High School Principal-Randy Paulson. Also present Business Manager-Karyl Lyon, Administrative Assistant-LuAnn Hare and Lisa Brainerd with the Chatfield News.

Chair, Lyman Hare called the meeting to order at 7:04 p.m. in the Media Center. The board and members present said the Pledge of Allegiance. The following changes were made to the agenda: 6.1-Presentation by Randy Paulson on Statewide Campaign on a Book Read, 8.2 g.-Certify Proposed Levy Payable 2008, 10.2 -Appoint building project committee members, 10.3-Approval to apply for a P-Card for the building project, 11.3- Resolution Providing For Sale of General Obligation School Building Bonds-Jim Schmitt, Springsted, 11.4-Approval of course additions. McMahon/LaPlante to approve the amendments to the agenda. Motion carried 5-0.

The board welcomed the Student Senate representatives, Aric Swancutt and Phil Bray. Both spoke on the activities they are involved in at CPS.

LaPlante/Schellhammer to approve the Claims and Accounts as presented. LaPlante noted the first bill received from the Architects, SGN on the building project. The board would like to get a more detailed account of what to expect in the future from SGN. Motion carried 5-0.

Committee Reports-LaPlante had attended two Community Education meetings. Valleyland is back into their space after the water problems they experienced at the start of school. He had attended the Chemical Use Policy meeting. The committee is looking into other schools and their policies.

Dr. Hainlen reported that he had attended a Pandemic Flu informational meeting at Olmsted County. The crisis plan involves many groups within the state and county. There are still many unanswered questions that need to be looked at. This is a state wide effort to be prepared for many crisis situations. He had attended a meeting with the city and developer on the new building site. There will be a special board meeting on Thursday, October 18 to interview perspective construction manager firms if the board chooses to go that route. The windows in the high school are being replaced and should prove to be a savings to the district in heating costs. The district will need to look into purchasing window coverings.

Karyl Lyon reported that the auditors will be ready to present the audit at the November board meeting. She explained the need to have the Truth in Taxation meeting on December 10th and 17th. The county has determined that we will need to have the meeting with the new building project.

Mr. Paulson presented the state campaign to introduce the book by Author David Walsh titled No-Why kids of All Ages-Need to Hear It and Ways Parents Can Say It. Each board member received a copy. He stated that the high school teaching staff will also receive a copy. This is a state wide effort by the principal's association to get the word out.

LaPlante/McMahon to approve the following consent items:

- Approval of regular meeting minutes of September 17, 2007
- Approval of special meeting minutes of September 12, 2007, September 28, 2007 and October 20, 2007
- Approval of hire, para professional, Vicki Volker
- Approve resignation of Homecoming Coronation Advisor, Sue Tangen
- Approve hire of Homecoming Advisors-Connie Walker, Stacie Schmaltz and Patti Obey
- Approve resignation of elementary secretary, Stacy Box
- Approve posting elementary secretary position
- Adopt Seniority List 2007-2008 SY
- Certify Proposed Levy Payable 2008

Motion carried 5-0.

Principal Ihrke, Brenda Seemen, Carmen Berge and Katie Goldsmith had all traveled to Sartell, Minnesota to tour the elementary building in their district. SGN the district architect had built their elementary. This was a similar project to the one being built for our district. They discussed some changes they would like to see made and will relay them to the architect. All in all they felt it was a very well laid out building.

The board discussed the appointment of two board members to serve on the building committee who would be working with the project and reporting back to the full board. McMahon and LaPlante are on the facilities committee for the district and will also serve as the board reps for the new building project.

The board had no objection to the district applying for the P-Card for the building project.

LaPlante/Chase to approve the Assurance of Compliance with State and Federal Law Prohibiting Discrimination. Motion carried 5-0.

Member Lyman Hare introduced the following resolution and moved its adoption, which motion was seconded by Member Kathy Schellhammer:

**RESOLUTION RELATING TO FINANCING OF CERTAIN
PROPOSED PROJECTS TO BE UNDERTAKEN BY THE
SCHOOL DISTRICT; ESTABLISHING COMPLIANCE WITH
REIMBURSEMENT BOND REGULATIONS UNDER THE
INTERNAL REVENUE CODE**

BE IT RESOLVED by the School Board (the Board) of Independent School District No. 227 Chatfield, Minnesota the Chatfield School Board as follows:

1. Recitals.

- (a) The Internal Revenue Service has issued Section 1.150-2 of the Income Tax Regulations (the "Regulations") dealing with the issuance of bonds, all or a portion of the proceeds of which are to be used to reimburse the School District for project expenditures made by the School District prior to the date of issuance.
- (b) The Regulations generally require that the School District make a declaration of its official intent to reimburse itself for such prior

expenditures out of the proceeds of a subsequently issued series of bonds within 60 days after payment of the expenditures, that the bonds be issued and the reimbursement allocation be made from the proceeds of such bonds within the reimbursement period (as defined in the Regulations), and that the expenditures reimbursed be capital expenditures or costs of issuance of the bonds.

- (c) The School District desires to comply with requirements of the Regulations with respect to certain projects hereinafter identified.

2. Official Intent Declaration.

- (a) The School District proposes to undertake the following project or projects and to make original expenditures with respect thereto prior to the issuance of reimbursement bonds, and reasonably expects to issue reimbursement bonds for such project or projects in the maximum principal amounts shown below:

<u>Project</u>	<u>Maximum Amount of Bonds Expected to be Issued for Project</u>
Acquisition and betterment of school facilities	<u>\$19,650,000.00</u>
(b) Other than (i) de minimis amounts permitted to be reimbursed pursuant to Section 1.150-2(f)(1) of the Regulations or (ii) expenditures constituting preliminary expenditures as defined in Section 1.150-2(f)(2) of the Regulations, the School District will not seek reimbursement for any original expenditures with respect to the foregoing projects paid more than 60 days prior to the date of adoption of this resolution. All original expenditures for which reimbursement is sought will be capital expenditures or costs of issuance of the reimbursement bonds.	

3. Budgetary Matters. As of the date hereof, there are no School District funds reserved, pledged, allocated on a long term basis or otherwise set aside (or reasonably expected to be reserved, pledged, allocated on a long term basis or otherwise set aside) to provide permanent financing for the original expenditures related to the projects, other than pursuant to the issuance of the reimbursement bonds. Consequently, it is not expected that the issuance of the reimbursement bonds will result in the creation of any replacement proceeds.

4. Reimbursement Allocations. The School District's financial officer shall be responsible for making the "reimbursement allocations" described in the Regulations, being generally the transfer of the appropriate amount of proceeds of the reimbursement bonds to reimburse the source of temporary financing used by the School District to make payment of the original expenditures relating to the projects. Each reimbursement allocation shall be made within 30 days of the date of issuance of the reimbursement bonds, shall be evidenced by an entry on the official books and records of the School District maintained for the reimbursement bonds and shall specifically identify the original expenditures being reimbursed.

Upon vote being taken thereon, the following voted in favor thereof: Matt McMahon, Greg LaPlante, Kathy Schellhammer, Jerry Chase, Lyman Hare.

and the following voted against the same: none

whereupon the resolution was declared duly passed and adopted. Motion carried 5-0.

Jim Schmitt from Springsted explained the Resolution Providing for Sale of General Obligation School Building Bond Regulations Under the Internal Revenue Code. Discussion followed by board members.

CERTIFICATION OF MINUTES
RELATING TO
GENERAL OBLIGATION
SCHOOL BUILDING BONDS, SERIES 2007A

ISSUER: INDEPENDENT SCHOOL DISTRICT NO. 227
(CHATFIELD PUBLIC SCHOOLS)
CHATFIELD, MINNESOTA

GOVERNING BODY: SCHOOL BOARD

KIND, DATE, TIME AND PLACE OF MEETING:

A regular meeting, held October 15, 2007, at 7:00 o'clock p m, in the School District.

MEMBERS PRESENT: Matt McMahon, Greg LaPlante, Kathy Schellhammer
Jerry Chase, Lyman Hare

MEMBERS ABSENT: Tom Duxbury

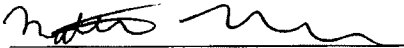
Documents Attached: Extract of Minutes of said meeting.

**RESOLUTION PROVIDING FOR SALE OF GENERAL OBLIGATION
SCHOOL BUILDING BONDS; COVENANTING AND OBLIGATING THE
DISTRICT TO BE BOUND BY AND TO USE THE PROVISIONS OF
MINNESOTA STATUTES, SECTION 126C.55 TO GUARANTEE THE
PAYMENT OF THE PRINCIPAL AND INTEREST ON THE BONDS**

TERMS OF PROPOSAL

I, the undersigned, being the duly qualified and acting recording officer of the public corporation issuing the obligations 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 obligations; 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 this 15th day of October, 2007.



School District Clerk

EXTRACT OF MINUTES OF A MEETING
OF THE SCHOOL BOARD OF
INDEPENDENT SCHOOL DISTRICT NO. 227
(CHATFIELD PUBLIC SCHOOLS)
STATE OF MINNESOTA

HELD: OCTOBER 15, 2007

Pursuant to due call and notice thereof, a regular meeting of the School Board of Independent School District No. 227, State of Minnesota, was duly held on October 15, 2007, at 7:00 o'clock p.m.

Member Matt McMahon introduced the following resolution and moved its adoption:

**RESOLUTION PROVIDING FOR SALE OF GENERAL OBLIGATION
SCHOOL BUILDING BONDS; COVENANTING AND OBLIGATING THE
DISTRICT TO BE BOUND BY AND TO USE THE PROVISIONS OF
MINNESOTA STATUTES, SECTION 126C.55 TO GUARANTEE THE
PAYMENT OF THE PRINCIPAL AND INTEREST ON THE BONDS**

BE IT RESOLVED by the School Board of Independent School District No. 227, State of Minnesota, as follows:

1. The Board hereby finds and declares that it is necessary and expedient for Independent School District No. 227 (the "District") to sell and issue its fully registered general obligation bonds in the total aggregate principal amount of \$19,650,000, to be issued pursuant to authority granted by the voters of the District on September 25, 2007, for the acquisition and betterment of school sites and facilities. In the Terms of Proposal, the District reserved the right, after proposals were opened and prior to award, to increase or decrease the principal amount of the individual maturity values of the Bonds offered for sale, with the increase or decrease to occur in multiples of \$5,000 in any of the maturities.

2. The Board, having been advised by SPRINGSTED Incorporated, its independent financial advisor, hereby determines that this issue shall be privately sold after receipt of written proposals, as authorized pursuant to Minnesota Statutes, Section 475.60, Subdivision 2, as amended.

3. The Board shall meet at the time and place specified in the Terms of Proposal attached hereto to receive and consider proposals for the purchase of said Bonds.

4. The terms and provisions of the Terms of Proposal, in substantially the form attached hereto, are hereby adopted as the terms and conditions of said Bonds and of the sale thereof, and shall be made available to all prospective purchasers of the Bonds.

5. (a) The District hereby covenants and obligates itself to notify the Commissioner of Education of a potential default in the payment of principal and interest on its General Obligation School Building Bonds, Series 2007A (the "Bonds") and to use the provisions of Minnesota Statutes, Section 126C.55 to guarantee payment of the principal and interest on the Bonds when due. The District further covenants to deposit with the Bond Registrar or any successor paying agent three (3) days prior to the date on which a payment is due an amount sufficient to make that payment or to notify the Commissioner of Education that it will be unable to make all or a portion of that payment. The Bond Registrar for the Bonds is authorized and directed to notify the Commissioner of Education if it becomes aware of a potential default in the payment of principal or interest on the Bonds or if, on the day two (2) business days prior to the date a payment is due on the Bonds, there are insufficient funds to make that payment on deposit with the Bond Registrar. The District understands that as a result of its covenant to be bound by the provisions of Minnesota Statutes, Section 126C.55, the provisions of that section shall be binding as long as any Bonds of this issue remain outstanding.

(b) The District further covenants to comply with all procedures now or hereafter established by the Departments of Finance and Education of the State of Minnesota pursuant to Minnesota Statutes, Section 126C.55, subdivision 2(c) and otherwise to take such actions as necessary to comply with that section. The chair, clerk, superintendent or business manager is authorized to execute any applicable Minnesota Department of Education forms.

6. SPRINGSTED Incorporated, is authorized to prepare an Official Statement and to open, read and tabulate the proposals for presentation to the Board.

The motion for the adoption of the foregoing resolution was duly seconded by Member

Jerry Chase, and upon vote being taken thereon, the following voted in favor thereof:
Matt McMahon, Greg LaPlante, Kathy Schellhammer, Jerry Chase, Lyman Hare

and the following voted against the same: none

whereupon said resolution was declared duly passed and adopted.

THE DISTRICT HAS AUTHORIZED SPRINGSTED INCORPORATED TO
NEGOTIATE THIS ISSUE ON ITS BEHALF. PROPOSALS WILL BE RECEIVED ON
THE FOLLOWING BASIS:

TERMS OF PROPOSAL

\$19,650,0001

**INDEPENDENT SCHOOL DISTRICT NO. 227, CHATFIELD, MINNESOTA
GENERAL OBLIGATION SCHOOL BUILDING BONDS, SERIES 2007A**

(Minnesota School District Credit Enhancement Program)

(BOOK ENTRY ONLY)

Proposals for the Bonds will be received on Monday, November 19, 2007, until 10:00 A.M., Central Time, at the offices of Springsted Incorporated, 380 Jackson Street, Suite 300, Saint Paul, Minnesota, after which time they will be opened and tabulated. Consideration for award of the Bonds will be by the School Board at 7:00 P.M., Central Time, of the same day.

SUBMISSION OF PROPOSALS

Springsted will assume no liability for the inability of the bidder to reach Springsted prior to the time of sale specified above. All bidders are advised that each Proposal shall be deemed to constitute a contract between the bidder and the District to purchase the Bonds regardless of the manner in which the Proposal is submitted.

(a) **Sealed Bidding.** Proposals may be submitted in a sealed envelope or by fax (651) 223-3046 to Springsted. Signed Proposals, without final price or coupons, may be submitted to Springsted prior to the time of sale. The bidder shall be responsible for submitting to Springsted the final Proposal price and coupons, by telephone (651) 223-3000 or fax (651) 223-3046 for inclusion in the submitted Proposal.

OR

(b) **Electronic Bidding.** Notice is hereby given that electronic proposals will be received via PARITY[®]. For purposes of the electronic bidding process, the time as maintained by PARITY[®] shall constitute the official time with respect to all Bids submitted to PARITY[®]. *Each bidder shall be solely responsible for making necessary arrangements to access PARITY[®] for purposes of submitting its electronic Bid in a timely manner and in compliance with the requirements of the Terms of Proposal.* Neither the District, its agents nor PARITY[®] shall have any duty or Bond to undertake registration to bid for any prospective bidder or to provide or ensure electronic access to any qualified prospective bidder, and neither the District, its agents nor PARITY[®] shall be responsible for a bidder's failure to register to bid or for any failure in the proper operation of, or have any liability for any delays or interruptions of or any damages caused by the services of

¹ Preliminary; subject to change.

PARITY®. The District is using the services of PARITY® solely as a communication mechanism to conduct the electronic bidding for the Bonds, and PARITY® is not an agent of the District.

If any provisions of this Terms of Proposal conflict with information provided by PARITY®, this Terms of Proposal shall control. Further information about PARITY®, including any fee charged, may be obtained from:

PARITY®, 1359 Broadway, 2nd Floor, New York, New York 10018
Customer Support: (212) 849-5000

DETAILS OF THE BONDS

The Bonds will be dated December 1, 2007, as the date of original issue, and will bear interest payable on February 1 and August 1 of each year, commencing August 1, 2008. Interest will be computed on the basis of a 360-day year of twelve 30-day months.

The Bonds will mature February 1 in the years and amounts as follows:

2009	\$195,000	2017	\$480,000	2025	\$685,000	2033	\$1,010,000
2010	\$360,000	2018	\$500,000	2026	\$720,000	2034	\$1,060,000
2011	\$375,000	2019	\$520,000	2027	\$755,000	2035	\$1,115,000
2012	\$390,000	2020	\$545,000	2028	\$790,000	2036	\$1,170,000
2013	\$405,000	2021	\$570,000	2029	\$830,000	2037	\$1,235,000
2014	\$420,000	2022	\$595,000	2030	\$870,000		
2015	\$440,000	2023	\$625,000	2031	\$915,000		
2016	\$460,000	2024	\$655,000	2032	\$960,000		

* *The District reserves the right, after proposals are opened and prior to award, to increase or reduce the principal amount of the individual maturity values of the Bonds offered for sale. Any such increase or reduction will be made in multiples of \$5,000 in any of the maturities.*

Proposals for the Bonds may contain a maturity schedule providing for a combination of serial bonds and term bonds. All term bonds shall be subject to mandatory sinking fund redemption at a price of par plus accrued interest to the date of redemption and must conform to the maturity schedule set forth above. In order to designate term bonds, the proposal must specify "Years of Term Maturities" in the spaces provided on the Proposal Form.

BOOK ENTRY SYSTEM

The Bonds will be issued by means of a book entry system with no physical distribution of Bonds made to the public. The Bonds will be issued in fully registered form and one Bond, representing the aggregate principal amount of the Bonds maturing in each year, will be registered in the name of Cede & Co. as nominee of The Depository Trust Company ("DTC"), New York, New York, which will act as securities depository of the Bonds. Individual purchases of the Bonds may be made in the principal amount of \$5,000 or any multiple thereof of a single maturity through book entries made on the books and records of DTC and its participants. Principal and interest are payable by the registrar to DTC or its nominee as registered owner of the Bonds. Transfer of principal and interest payments to participants of DTC will be the responsibility of DTC; transfer of principal and interest payments to beneficial owners by participants will be the responsibility

of such participants and other nominees of beneficial owners. The purchaser, as a condition of delivery of the Bonds, will be required to deposit the Bonds with DTC.

REGISTRAR

The District will name the registrar, which shall be subject to applicable SEC regulations. The District will pay for the services of the registrar.

OPTIONAL REDEMPTION

The District may elect on February 1, 2018, and on any day thereafter, to prepay Bonds due on or after February 1, 2019. Redemption may be in whole or in part and if in part at the option of the District and in such manner as the District shall determine. If less than all Bonds of a maturity are called for redemption, the District will notify DTC of the particular amount of such maturity to be prepaid. DTC will determine by lot the amount of each participant's interest in such maturity to be redeemed and each participant will then select by lot the beneficial ownership interests in such maturity to be redeemed. All prepayments shall be at a price of par plus accrued interest.

SECURITY AND PURPOSE

The Bonds will be general Bonds of the District for which the District will pledge its full faith and credit and power to levy direct general ad valorem taxes. In addition the District has covenanted and obligated itself to be bound by the provisions of Minnesota Statutes, Section 126C.55 and to use the provisions of that statute pursuant to which the State will appropriate money to the payment of the principal and interest on the Bonds when due if the District is unable to make a principal or interest payment. The proceeds will be used to provide funds for the acquisition and betterment of school sites and facilities.

TYPE OF PROPOSALS

Proposals shall be for not less than \$19,345,425 and accrued interest on the total principal amount of the Bonds. Proposals shall be accompanied by a Good Faith Deposit ("Deposit") in the form of a certified or cashier's check or a Financial Surety Bond in the amount of \$196,500, payable to the order of the District. If a check is used, it must accompany the proposal. If a Financial Surety Bond is used, it must be from an insurance company licensed to issue such a bond in the State of Minnesota, and preapproved by the District. Such bond must be submitted to Springsted Incorporated prior to the opening of the proposals. The Financial Surety Bond must identify each underwriter whose Deposit is guaranteed by such Financial Surety Bond. If the Bonds are awarded to an underwriter using a Financial Surety Bond, then that purchaser is required to submit its Deposit to Springsted Incorporated in the form of a certified or cashier's check or wire transfer as instructed by Springsted Incorporated not later than 3:30 P.M., Central Time, on the next business day following the award. If such Deposit is not received by that time, the Financial Surety Bond may be drawn by the District to satisfy the Deposit requirement. The Deposit received from the purchaser, the amount of which will be deducted at settlement, will be deposited by the District and no interest will accrue to the purchaser. In the event the purchaser

fails to comply with the accepted proposal, said amount will be retained by the District. No proposal can be withdrawn or amended after the time set for receiving proposals unless the meeting of the District scheduled for award of the Bonds is adjourned, recessed, or continued to another date without award of the Bonds having been made. Rates shall be in integral multiples of 5/100 or 1/8 of 1%. There is no limit on the interest rate spread if quoted in level or ascending order; however, no rate for any maturity shall be more than 1.0% lower than any prior rate. Bonds of the same maturity shall bear a single rate from the date of the Bonds to the date of maturity. No conditional proposals will be accepted.

AWARD

The Bonds will be awarded on the basis of the lowest interest rate to be determined on a true interest cost (TIC) basis. The District's computation of the interest rate of each proposal, in accordance with customary practice, will be controlling.

The District will reserve the right to: (i) waive non-substantive informalities of any proposal or of matters relating to the receipt of proposals and award of the Bonds, (ii) reject all proposals without cause, and (iii) reject any proposal that the District determines to have failed to comply with the terms herein.

BOND INSURANCE AT PURCHASER'S OPTION

If the Bonds qualify for issuance of any policy of municipal bond insurance or commitment therefor at the option of the underwriter, the purchase of any such insurance policy or the issuance of any such commitment shall be at the sole option and expense of the purchaser of the Bonds. Any increased costs of issuance of the Bonds resulting from such purchase of insurance shall be paid by the purchaser, except that, if the District has requested and received a rating on the Bonds from a rating agency, the District will pay that rating fee. Any other rating agency fees shall be the responsibility of the purchaser.

Failure of the municipal bond insurer to issue the policy after Bonds have been awarded to the purchaser shall not constitute cause for failure or refusal by the purchaser to accept delivery on the Bonds.

CUSIP NUMBERS

If the Bonds qualify for assignment of CUSIP numbers such numbers will be printed on the Bonds, but neither the failure to print such numbers on any Bond nor any error with respect thereto will constitute cause for failure or refusal by the purchaser to accept delivery of the Bonds. The CUSIP Service Bureau charge for the assignment of CUSIP identification numbers shall be paid by the purchaser.

SETTLEMENT

Within 40 days following the date of their award, the Bonds will be delivered without cost to the purchaser through DTC in New York, New York. Delivery will be subject to receipt by the purchaser of an approving legal opinion of Knutson, Flynn & Deans, a Professional Association

of Mendota Heights, Minnesota, and of customary closing papers, including a no-litigation certificate. On the date of settlement, payment for the Bonds shall be made in federal, or equivalent, funds that shall be received at the offices of the District or its designee not later than 12:00 Noon, Central Time. Unless compliance with the terms of payment for the Bonds has been made impossible by action of the District, or its agents, the purchaser shall be liable to the District for any loss suffered by the District by reason of the purchaser's non-compliance with said terms for payment.

CONTINUING DISCLOSURE

In accordance with SEC Rule 15c2-12(b)(5), the District will undertake, pursuant to the resolution awarding sale of the Bonds, to provide annual reports and notices of certain events. A description of this undertaking is set forth in the Official Statement. The purchaser's obligation to purchase the Bonds will be conditioned upon receiving evidence of this undertaking at or prior to delivery of the Bonds.

OFFICIAL STATEMENT

The District has authorized the preparation of an Official Statement containing pertinent information relative to the Bonds, and said Official Statement will serve as a nearly final Official Statement within the meaning of Rule 15c2-12 of the Securities and Exchange Commission. For copies of the Official Statement or for any additional information prior to sale, any prospective purchaser is referred to the Financial Advisor to the District, Springsted Incorporated, 380 Jackson Street, Suite 300, Saint Paul, Minnesota 55101, telephone (651) 223-3000.

The Official Statement, when further supplemented by an addendum or addenda specifying the maturity dates, principal amounts and interest rates of the Bonds, together with any other information required by law, shall constitute a "Final Official Statement" of the District with respect to the Bonds, as that term is defined in Rule 15c2-12. By awarding the Bonds to any underwriter or underwriting syndicate submitting a proposal therefor, the District agrees that, no more than seven business days after the date of such award, it shall provide without cost to the senior managing underwriter of the syndicate to which the Bonds are awarded 250 copies of the Official Statement and the addendum or addenda described above. The District

designates the senior managing underwriter of the syndicate to which the Bonds are awarded as its agent for purposes of distributing copies of the Final Official Statement to each Participating Underwriter. Any underwriter delivering a proposal with respect to the Bonds agrees thereby that if its proposal is accepted by the District (i) it shall accept such designation and (ii) it shall enter into a contractual relationship with all Participating Underwriters of the Bonds for purposes of assuring the receipt by each such Participating Underwriter of the Final Official Statement.

Dated October 15, 2007

BY ORDER OF THE SCHOOL BOARD

/s/ Matt McMahon
Clerk

The board discussed the proposal to add a new course offering for 2008-09 SY, Economic Financial Survival. The board asked to have the course addition brought back to the November board meeting.

Hare recessed the meeting at 8:38 pm. The meeting was reconvened at 8:45 where the board went into a closed session to discuss the negotiations strategy with the CEA. Present in the closed meeting were: Matt McMahon, Greg LaPlante, Kathy Schellhammer, Jerry Chase, Lyman Hare, Dr. Don Hainlen, LuAnn Hare and Karyl Lyon.

The board came out of the closed session at 9:23 p.m. and Hare reconvened the regular meeting at 9:23 p.m. The board had discussed the strategies to be used in negotiations.

The next regular meeting date will be November 19, 2007. Chase/Schellhammer to adjourn the meeting at 9:25 p.m. Motion carried 5-0.

Respectfully submitted,



Matt McMahon,
Clerk