

RESOLUTION # 28, 2024-2025

RESOLUTION OF THE BOARD OF EDUCATION OF THE REDLANDS UNIFIED SCHOOL DISTRICT DECLARING INTENTION TO REIMBURSE EXPENDITURES FROM PROCEEDS OF ISSUED DEBT

WHEREAS, the Board of Education of the Redlands Unified School District (“District Board”) desires to finance a portion of the costs incurred or to be incurred by the Redlands Unified School District (“District”) in connection with that certain facilities construction and capital projects described in Exhibit “A” attached hereto and incorporated herein by this reference (“Projects”); and

WHEREAS, the District presently intends, as authorized pursuant to provisions of the California Constitution and other applicable law, to fund a portion of the costs of the Projects using proceeds obtained through the anticipated issuance and sale by the District of tax-exempt general obligation bonds (“Securities”); and

WHEREAS, prior to the issuance of Securities, the District will have paid costs of or related to the Project (“Original Expenditures”) using the District general fund, capital facilities fund, and/or other fund monies, which Original Expenditures the District desires to reimburse with the proceeds of the Securities; and

WHEREAS, the District Board desires that any and all such Original Expenditures be reimbursed, to the extent of available proceeds, from proceeds of the Securities; and

WHEREAS, the District Board desires to set forth a procedure pursuant to Federal Treasury Regulations Section 1.150-2 (“Regulation 1.150-2”) for the qualification for reimbursement of the Original Expenditures incurred prior to the date of issuance of the Securities; and

WHEREAS, Regulation 1.150-2 provides that certain of its general operating rules for reimbursement of Original Expenditures do not apply to: (i) the costs of issuance of any bond or (ii) an amount not in excess of the lesser of one hundred thousand dollars (\$100,000) or five percent (5%) of the proceeds of the issue (“*De Minimis* Exception”); and

WHEREAS, Regulation 1.150-2 provides that certain of its general operating rules for reimbursement of Original Expenditures do not apply to preliminary expenditures (defined therein as including architectural, engineering, surveying, soil testing, reimbursement of bond issuance, and similar costs that are incurred prior to commencement of the acquisition, construction, or rehabilitation of a project, other than land acquisition, site preparation, and similar costs incidental to commencement of construction) up to an amount not in excess of twenty percent (20%) of the issue or issues that finance or are reasonably expected to finance a project for which preliminary expenditures were incurred (“Preliminary Expenditure Exception”);

NOW, THEREFORE, THE BOARD OF EDUCATION OF THE REDLANDS UNIFIED SCHOOL DISTRICT HEREBY FINDS, DETERMINES, RESOLVES AND ORDERS AS FOLLOWS:

Section 1. The Board of Education intends and reasonably expects that the Original Expenditures that will be, or have been, incurred prior to the issuance of the Securities, and that are proposed to be reimbursed from the proceeds of the Securities, will be or are costs of the Projects described in Exhibit A hereto.

Section 2. The Board of Education reasonably expects that: (i) the maximum principal amount of the Securities that will fund the Projects is approximately One Hundred Million Dollars (\$100,000,000); and (ii) the maximum portion of the foregoing amount to be used to reimburse Original Expenditures will be Sixteen Million Two Hundred Forty-Six Thousand Five Hundred Eight Dollars (\$16,246,508).

Section 3. The Board of Education is adopting this Resolution # 28, 2024-2025 prior to or within sixty days after the payment of Original Expenditures for which the District will seek reimbursement from proceeds of the Securities. Neither this Resolution nor the directives set forth herein shall be deemed or construed to contravene or abrogate the *De Minimis* Exception or the Preliminary Expenditure Exception set forth in Regulation 1.150-2, or any other exceptions set forth in applicable law, which exceptions the District may utilize in appropriate circumstances.

Section 4. Except as otherwise permitted pursuant to the *De Minimis* Exception, the Preliminary Expenditure Exception or other applicable law, no Original Expenditure shall be reimbursed from the proceeds of the Securities unless the reimbursement allocation is made not later than eighteen months after the later of (i) the date the Original Expenditure is paid or (ii) the date the Project is placed into service or abandoned, but in no event more than three years after the Original Expenditure is paid.

Section 5. As of the date of its adoption, this Resolution # 28, 2024-2025 is consistent with the budgetary and financial circumstances of the District. No monies from any sources other than the Securities are, or are reasonably expected to be reserved, allocated on a long-term basis, or otherwise set aside by the District (or any related party) pursuant to its budget or financial policies with respect to the Original Expenditures.

Section 6. As a means of streamlining the process for designation of costs and expenses incurred by the District as Original Expenditures subject to reimbursement from the proceeds of the Securities, the Board of Education hereby directs that such designation occur as provided in this Section. For each Original Expenditure, District staff shall complete a memorandum substantially in the form set forth in Exhibit "B" attached hereto and incorporated herein by this reference ("Original Expenditure Memorandum"), and shall comply with the procedures set forth therein. The District shall retain each such completed Original Expenditure Memorandum at the District's administrative offices in the records related to expenditures of proceeds of the Securities, and each shall be available for public review during regular business hours.

Section 7. This Resolution: (i) is adopted as a declaration of official intent of the District pursuant to Regulation 1.150-2 and other applicable laws and regulations, if any, relating to qualification of Original Expenditures for reimbursement from proceeds of the Securities; (ii) shall be maintained as part of the District’s official proceedings and records; and (iii) shall be available for inspection by the general public at the business offices of the District during regular business hours.

Section 8. The Superintendent and the Assistant Superintendent, CBO for the District, or their designees, are hereby authorized and directed to take or to cause all further actions, and to execute and deliver all appropriate documentation, as is appropriate and necessary to implement the intent and directives of this Resolution.

ADOPTED, SIGNED AND APPROVED this 14th day of January, 2025.

THE BOARD OF EDUCATION OF THE
REDLANDS UNIFIED SCHOOL DISTRICT

By: _____
President of the Board of Education of the
Redlands Unified School District

ATTEST:

By: _____
Clerk of the Board of Education of the
Redlands Unified School District

EXHIBIT “A”

DESCRIPTION OF PROJECTS

The District expects to reimburse expenditures for school-facilities construction and capital projects (the amounts of which will depend on the total funds available for such school facilities, timing of the projects and related events and conditions) described generally as follows:

See Attachment A-1 (following page)

Specific expenditures may be made from the District’s general fund, capital-facilities funds, and/or other funds/accounts, which funds/accounts shall be identified in the applicable Original Expenditure Memorandum.

ATTACHMENT A-1

CV	Gym evap cooler replacement	Replace with heat pumps possibly	Estimated	\$90,000	In House			
District wide	Irrigation controls replacement	Replace irrigation controls to a standard	Estimated	\$800,000	BGA			
DO	Tech services items	DO-new fiber run	Quoted	\$75,000	Apple Valley			
DO and RHS girls gym	Doors, hardware and windows	Install new doors and hardware for security reasc	Quoted	\$63,040	Lyman	RHS/DO and \$5k stock parts		
Lugonia	County classroom access	Create safe access to County classroom	Quoted	\$72,115	Pac West			
Lugonia	Rms 34 & 35 safety ramp railing	Install railing around AC units where removed	Quoted	\$14,800	Pac West			
Lugonia	Finish Shade Structure	Concrete under shade structure	Quoted	\$52,000	Casey Construction			
Lugonia	MPR HVAC	Replace MPR package unit 15 ton	Estimated	\$70,000	Baker Dist. pricing units			
McKinley	McKinley - Tech Services	IDF Installation	Quoted	\$16,000	Apple Valley			
Mentone	Overhangs, eaves and fascia replacement	Replace and repair damaged and rotted areas	Quoted	\$68,445	Pac West			
Mentone	Shade structure	Shade structure installation	Planned	\$150,000	PCH Architect			
Mission	Drip irrigation replacement	Replace problematic drip irrigation system	Estimated	\$45,000	BGA			
Moore	Classroom flooring	Flooring replacement F wing and portables	Quoted	\$174,381	Mike's Custom Flooring			
OHS	Restroom Expansion	Re-Bid Process	Bid	\$825,000	PCH Architect			
REV	Boiler replacement	Replace boiler with on demand system	Complete	\$46,186	Pagel Services			
REV	Water heater system cage	Fabricate cage around water heater system	Quoted	\$14,420	Pac West			
REV	Pool Replacement	Going to Bid in January	Planned	\$5,500,000	SGH Architect			
REV	Wildcat cafe HVAC	Replace cafe package units 3- 15 ton units	Estimated	\$200,000	Baker Dist. pricing units			
REV	Theater/band staging and practice area	Drainage issues. Get water away from building.	Estimated	\$74,497	Casey Const.			
REV	Stadium Phase II Completion	Completion of Stadium from December forward	Active	\$3,300,000	Roadway Engineering			
RHS	Sewer line replacement	250' sewer line,excavation, finish landscaping	Quoted	\$35,418	Codiak Plumbing/Caset Const./In house			
RHS	Marque removal	Remove marque and level finish grade	Quoted	\$14,675	Pac West			
RHS	Problematic tree/planter removal	Remove 2 trees and planters/concrete back fill	Quoted	\$28,000	Casey Const.			
RHS	Safety rails along SPED rooms hallway	Fabricate and install safety rails entire length	Quoted	\$28,170	Pac West			
RHS	Grace Mullen stage HVAC	Replace 2 - 5 ton package units for stage area	Estimated	\$30,000	Baker Dist. pricing units			
Various Sites	Playground Installation	Bryn Mawr, Franklin, Mentone, Victoria & Lugonia	Bid	\$469,856	Ortco			
Various Sites	Playground Equipment	Bryn Mawr, Franklin, Mentone, Victoria & Lugonia	PO	\$569,695	Great Western Park & Playground			
Various Sites	Refurbish running tracks for elementary	Smiley, Kimberly, Victoria, Crafton, & Mariposa	CUPCAA	\$750,000	Casey Const. Estimated			
Victoria	Park overhaul and site inclusion	Overhaul Park and absorb into site for school use	CUPCAA	\$180,000	Casey Const. Estimated			
CO/ Contingencies		10% allowance for change orders for ALL projects		\$1,382,450				
		RESOLUTION TOTAL		\$16,246,508				
					* Red = Estimate			
					*Black = Quote			
					S.O.W. = Scope of Work			

EXHIBIT “B”

[To be completed for original expenditures at the time of payment]

ORIGINAL EXPENDITURE MEMORANDUM

TO FILE: General Obligation Securities (Measure D General Obligation Bonds, 2024 Election, Series A); Reimbursement File

COMPLETED BY: _____

DATE: _____

RE: Reimbursement of Original Expenditures Pursuant to Resolution # 28, 2024-2025

The undersigned does hereby certify that:

1. The Redlands Unified School District (“District”) has completed and submitted this Original Expenditure Memorandum in accordance with the directives of Resolution # 28, 2024-2025 of the Board of Education of the Redlands Unified School District (“District Board”) adopted on January 14, 2025. The submission of this Original Expenditure Memorandum, and the facts set forth herein, are consistent with the findings and determinations of the District Board set forth in Resolution # 28, 2024-2025.
2. As part of the District’s budgetary process, and in accordance with Federal Treasury Regulations Section 1.150-2, the expenditures set forth in Attachment “1” attached hereto and incorporated herein by this reference are hereby designated as “Original Expenditures” that are subject to reimbursement using proceeds of Securities (as defined in Resolution # 28, 2024-2025) anticipated to be issued by the District. As described in Attachment 1, the Original Expenditures were authorized expenditures made in connection with the school construction projects described in Exhibit A of Resolution # 28, 2024-2025 (“Projects”).
3. The District has confirmed that the collective amount of Original Expenditures to be reimbursed in connection with the Projects (i.e., based on this Original Expenditure Memorandum and all prior Original Expenditure Memoranda relating to the Securities) does not exceed the maximum principal amount of the Securities anticipated to be used to reimburse Original Expenditures of Sixteen Million Two Hundred Forty-Six Thousand Five Hundred Eight Dollars (\$16,246,508), as set forth in Resolution # 28, 2024-2025.

4. The District anticipates that it will issue the Securities on dates that are within eighteen months of the later of (i) the date or dates of the Original Expenditures or (ii) the date the Project was or will be placed into service, but in no event, later than three years from the date or dates of the Original Expenditures.
5. The District's payment of the Original Expenditures set forth in Attachment 1 is consistent with the budgetary and financial circumstances of the District as of the date of this Original Expenditure Memorandum.
6. In accordance with its policies, the District shall maintain this Original Expenditure Memorandum at its business offices, and shall make this Original Expenditure Memorandum available for public inspection during regular business hours.
7. To the best knowledge of the undersigned, the Original Expenditures hereby designated as subject to reimbursement from proceeds of the Securities have not previously been designated as subject to reimbursement from proceeds of any other financing.

Date Signed: _____

By: _____

ATTACHMENT "1"
TO ORIGINAL EXPENDITURE MEMORANDUM

Amount of Expenditure:

\$ _____

Fund or Account from which Expenditure Made:

Purpose of Expenditure:
