EAST GRAND RAPIDS PUBLIC SCHOOLS
Kent County, Michigan

REGULAR Meeting of the East Grand Rapids Board of Education

The High School Little Auditorium, 2211 Lake Drive SE
East Grand Rapids, MI 49506. For Information: Phone 616-235-3535.

Thursday, June 9, 2016
5:30 p.m.

AGENDA

1. Meeting Called to Order
2. Acknowledgment of Guests
3. Board Secretary's Report: Communications to and from the Board – Beth Milanowski

ACTION ITEMS – CONSENT AGENDA

Background: In order to save time during the meeting, we are using a Consent Agenda. Items in the Consent Agenda include those that are considered routine or have been previously discussed by the Board of Education. Any Board Member may request to have any item removed for a separate discussion and vote.

Recommendation: Motion to approve items in the Consent Agenda Numbers 4 through 24.

4. Approval of Minutes of BUDGET HEARING of 06/06/2016 (Enclosure #4)
5. Appointment of Legal Counsel (Enclosure #5)
6. Authorize the Superintendent or Assistant Superintendent of Business to Transfer Budget Line Funds (Enclosure #6)
7. Designation of Depositories (Enclosure #7)
8. Authorize the Superintendent, Assistant Superintendent of Business, and Board Treasurer to Sign Checks (Enclosure #8)
9. Authorize the Superintendent of Schools or his/her Designee to Hire, Accept Resignations, Approve Leaves of Absence, and to Terminate Employment for Certificated Staff (Enclosure #9)
10. Authorize the Superintendent or Assistant Superintendent of Business to Hire, Accept Resignations, Approve Leaves of Absence, and to Terminate, When Necessary, Support Personnel (Enclosure #10)
11. Authorize the Superintendent or Assistant Superintendent of Business to Invest Funds (Enclosure #11)
12. Authorize the Superintendent or Assistant Superintendent of Business to Transfer Funds (Enclosure #12)
13. Authorize District to Utilize Electronic Transactions of Funds (Enclosure #13)
14. Authorize the Superintendent or Assistant Superintendent of Business to Transfer Funds from the General Fund to the Food Service Fund, Athletic Fund, Millage Fund, or Student Activity Fund, and to Make Fund Modifications as Necessary (Enclosure #14)
15. Authorizations for Signatures on Checking Accounts (Enclosure #15)

16. Appointment of Auditors (Enclosure #16)

17. Adoption of the Summer Tax Collection (Enclosure #17)
Background: The Board of Education needs to renew authorization of a summer tax collection.

Recommendation: Motion to authorize a summer tax collection as presented in Enclosure #17.

18. Authorization to Approve Letters of Agreement with EGREA and EGRASE (Enclosure #18)
Background: The Superintendent and Assistant Superintendent of Business, request that they have authorization to approve Letters of Agreement with EGREA and EGRASE.

Recommendation: Motion to approve the authorization for the Superintendent and Assistant Superintendent of Business to approve Letters of Agreement with EGREA and EGRASE.

19. Resolution for Membership in Michigan High School Athletic Association (Enclosure #19)
Background: The Board of Education is asked to approve District Membership in the Michigan High School Athletic Association for the 2016-2017 school year.

Recommendation: Motion to approve the Resolution to voluntarily join the Michigan High School Athletic Association from August 1, 2016, through July 31, 2017.

20. Approval of Board of Education Memberships and Dues
Background: The Board asked to have all memberships in organizations reviewed on an annual basis.

Recommendation: Motion to renew institutional memberships and pay the dues required.

21. Approval for Board of Education Members to attend any or all MASB, MASA, or KIASB conferences and activities
Background: Pre-approval is needed to attend MASB, MASA and KIASB conferences, workshops, and activities.

Recommendation: Motion to approve Board of Education members' attendance at MASB, MASA, and KIASB conferences, workshops, and activities.

22. Official Meeting Dates for the 2016-2017 School Year (Enclosure #22)
Background: See Enclosure #22.

Recommendation: Motion to authorize Board Meetings as listed in Enclosure #22).

23. Periodicals for the Board of Education
Background: The Board has previously received *Phi Delta Kappan*, *Educational Leadership* (*ASCD)*, *American School Board Journal*, and *Education Week*. The administration would like approval to order periodicals for 2016-2017.

Recommendation: Board approval requested.

OTHER ACTION ITEMS

24. a. Approval of 2016-2017 General Fund Budget (Enclosure #24a-c)–Kevin Philipps
b. Approval of 2016-2017 Budget for the Sinking Fund (Enclosure #24a-c)–Kevin Philipps
c. Approval of 2016-2017 Budget for Debt Retirement (Enclosure #24a-c)–Kevin Philipps

25. Public Comments

26. Approval of 2016 Millage Rates for the General Fund Budget, Debt Retirement, Sinking Fund, and Recreation Millage (Enclosure #26) – Kevin Philipps

27. Approval of 2015-2016 Final Budget Amendments (Enclosure #27) – Kevin Philipps

Background: The Finance Committee has reviewed the final amendment to the 2015-2016 General Fund, Athletic, Food Service, Sinking Fund, and Debt Retirement Budgets.

Recommendation: Motion to approve the 2015-2016 General Fund Budget Amendment as recommended by the Finance Committee.

28. Approval of State Aid Loan Resolution (Enclosure #28) – Kevin Philipps

29. Approval of Administrative and Teacher Contracts (Enclosure # 29) – Dr. Shubel

Background: Per Board Policy #5430, the board is responsible for the formal approval of all administrative and teacher contracts.

Recommendation: Motion to approve the administrative and teacher contracts as outlined in Enclosure #29.

ADMINISTRATIVE REPORTS

30. Superintendent
- Robotics Recognition
- End of School Year
- Personnel Update

31. Assistant Supt. of Business

32. Assistant Supt. of Instruction

33. Board Member Reports

Communications Committee - Milanowski
Facilities Committee - Bernecker
Finance Committee – Bernecker
Joint Facilities Committee - Wolford
Legislative Liaison Committee - Welch
Personnel Committee - Wolford
Policy Review Committee – Wolford

Liaisons

EGR Schools Foundation - Milanowski
Community Action Council – Hessler
PTO Council – Wolford
Parks & Recreation – Hessler
Superintendent's Advisory Council (SAC) – Coles
Leadership & Youth Development (LYD) – Milanowski
Parent Advocates for Special Education (PASE) – Bernecker

34. Adjournment

* Minutes for this meeting will be available in the Superintendent's Office at 2915 Hall Street SE, East Grand Rapids, MI 49506.
** If you plan to attend and have a special need and require accommodation to attend this meeting, please contact Dr. Sara Magaña Shubel, Superintendent, at 616-235-3535.

Our Mission
Educating and inspiring each student to navigate successfully in a global community

DRAFT

EAST GRAND RAPIDS PUBLIC SCHOOLS

Kent County, Michigan

BUDGET HEARING of the East Grand Rapids Board of Education

High School Little Auditorium
2211 Lake Drive SE, East Grand Rapids, MI 49506

Monday, June 6, 2016

MINUTES

The **BUDGET HEARING** of the East Grand Rapids Public Schools Board of Education, Kent County, Michigan, was held on Monday, June 6, 2016, High School Little Auditorium, 2211 Lake Drive SE, East Grand Rapids, MI 49506.

BOARD OF EDUCATION

Present: Robert Wolford, Elizabeth Welch, Beth Milanowski, Natalie Bernecker, Michelle Rabideau, Mark Hessler, Brian Coles

Absent: None

Administration: Dr. Sara Magaña Shubel, Jeanne Glowicki, Kevin Philipps, Kathy Wisniewski, Doug Jenkins, Jenny Fee, Steve Wojciechowski, Lori Johnston, Tim Johnston, Bill Behrendt, Shelly Schram, Caroline Breault-Cannon, Anthony Morey, Craig Weigel

Meeting Called to Order
President Wolford called the meeting to order at 6:00 p.m.

Acknowledgment of Guests - None

Board Secretary's Report: Communications to and from the Board – Beth Milanowski
The Board received communication from the following persons on proposed budget reductions:

Agustin Parraguez-Huisman	Annie Meyer-Rasmussen	David Baker
Melissa Rounds	Audrey McDonald	Carole McDonald
Philip Picard	David Mack	Pam Steers
Gayla Fox	Bill and Jan Lewis	Susanne Buchau
Steven Fox	Kathy Bego	

PRESENTATION / DISCUSSION

EGRNow! Check Presentation
Amy Stuursma, Executive Director of EGR Schools Foundation; Abby Sorota, Foundation board member and co-chair for the EGRNow! campaign; and Brian Schwartz, Foundation board member, presented a check to the district resulting in funds raised from the EGRNow! campaign in the amount of $406,000. Amy thanked Abby and Brian for their efforts with the fundraising campaign and service on the board. President Wolford accepted the check on behalf of the school board and thanked the Foundation for their tremendous efforts and organization on running such a successful campaign.

President Wolford provided an overview of the format for tonight's budget hearing and explained that no decisions have been made regarding budget recommendations and that no decisions will be made this evening. He thanked community members who have expressed their concerns and raised important questions as we continue to work toward a structurally balanced budget for the district. The Board of Education appreciates those who have sought to better understand the complexities of public school funding.

Budget Hearing: 2016-2017 General Fund Budget
Kevin Philipps reviewed the General Fund Budget. The 2015-2016 Final Budget Amendments were shared as well as the variances from the amended budget of net operational changes in revenues and expenses. Philipps shared the 2016-2017 Budget Assumptions (State Funding) and presented the 2016-2017 Proposed Budget, as well as Future Year Projections.

Philipps provided a summary of budget recommendations, reporting that the proposed budget for 2016-2017 is structurally balanced. EGRNow! contributions for the 2016-2017 school year totaling $406,000 will offset the budget reduction recommendations previously in May. Philipps reported that there are continued budget risks due to decreased student enrollment and lack of adequate state funding. Budget Assumptions were detailed for the 2017-2018 Forecast of revenues and expenses. Philipps described the factors involved in maintaining a structurally balanced budget and reported that the proposed 2016-2017 budget is structurally balanced due to the incredible contributions of EGRNow! which is a significant improvement over previous budgets the last two years. The district will continue to work on maintaining structural balance and feels that the 2016-2017 budget provides the best possible educational program for students based on the resources received.

A discussion was held among the board throughout the presentation. Dr. Shubel thanked staff members and the community for their contributions to our schools and asked everyone to be mindful of the board members' decisions and thoughtful considerations while working toward budget approval. She also encouraged everyone to talk to neighbors and friends and direct them to the Community Budget Guide located on our district website which provides a great deal of detailed information and allows for a greater understanding of public school district funding and the EGRPS budget.

President Wolford thanked Philipps, the entire administration and staff, the EGR Schools Foundation, and the whole community for their support of our schools.

Public Comments – President Wolford explained the ground rules and opened the floor for public comments.
Tamara Christians – 1111 Idema Drive, commented on Schools of Choice and IB.
Brad Laackman – 3175 Cascade Road, thanked the board and administration and announced his candidacy for the EGRPS Board of Education in the 2016 election.
Beth Milanowski – 2640 Hall Street, announced that she will run for another term on the EGRPS Board of Education in the 2016 election.
Kate Decker – 925 Bellclaire, commented on prior proposed budget reductions and presented a petition to the board.
Gloriana Zimdar – 529 Rosewood, commented on efforts of the board and community, and shared that further knowledge is gained by attending school board meetings.
Debbie Playford – 435 Lakeside Drive, thanked everyone for support of the arts.

President Wolford thanked everyone for attending tonight's meeting. He shared that the engagement from our community is always welcome and would like to see staff and community members in attendance at board meetings all year long. He explained that the board and administration have been working on the budget since the fall and have been addressing reductions for many years. He shared that there are no simple decisions, and the budget process is complex. The board's job is to assure that we are providing the best possible academic programs for our district, and students are first and foremost as we strive to achieve this goal.

ACTION ITEMS - CONSENT AGENDA

Background: In order to save time during the meeting, we are using a Consent Agenda. Items in the Consent Agenda include those that are routine or have been previously discussed by the Board of Education. Any board member may request to have any item removed for a separate discussion and vote.

Recommendation: Motion to approve the items in the Consent Agenda, Numbers 7 through 9.

Approval of Minutes of REGULAR Meeting of 5/16/2015 (Enclosure #7)
Approval of Payment of Bills – May 2016 (Enclosure #8)
Approval of Proposed K-12 Music Curriculum Update (Enclosure #9)

Member Welch moved to approve Consent Agenda Items 7-9. Member Milanowski seconded the motion. Motion passed 7-0.

ADMINISTRATIVE REPORTS

Superintendent - None

Assistant Superintendent of Business - None

Assistant Superintendent of Instruction - None

The next board meeting will be held on Thursday, June 9, 2015, at 5:30 p.m. at the High School Little Auditorium.

ADJOURNMENT

President Wolford adjourned the meeting at 7:55 p.m.

Respectfully submitted,

Beth Milanowski, Secretary
East Grand Rapids Public Schools Board of Education

* Minutes for this meeting will be available in the Superintendent's Office at 2915 Hall St. SE, East Grand Rapids, MI 49506. The phone number is 235-3535.
** If you plan to attend and have a special need and require accommodation to attend this meeting, please contact Dr. Sara M. Shubel, Superintendent, at 235-3535.

jmm 6/7/2016

BOARD ENCLOSURE
June 9, 2016
Item No. 5

EAST GRAND RAPIDS PUBLIC SCHOOLS
Kent County, Michigan

ANNUAL RESOLUTION

Attorneys

At the Regular Meeting of the East Grand Rapids Board of Education held on Monday, June 9, 2016, at 5:30 p.m. at the High School Little Auditorium, 2211 Lake Drive SE, Grand Rapids, Michigan 49506, the following resolution was adopted for the 2016-2017 school year:

> THAT, the East Grand Rapids Board of Education retain the services of the law firms of Varnum, L.L.P., Thrun Law Firm, P.C., Clark Hill, P.C., and LaPointe & Butler, P.C. for the fiscal year beginning July 1, 2016 and ending June 30, 2016 and allow the Superintendent to solicit specialized legal services from other firms as deemed necessary.

Moved by: _____

Supported by: _____

Ayes: _____ Nays: _____

Signed _____

Date June 9, 2016

EAST GRAND RAPIDS PUBLIC SCHOOLS
Kent County, Michigan

ANNUAL RESOLUTION

Transfer Budget Line Items

At the Regular Meeting of the East Grand Rapids Board of Education held on Monday, June 9, 2016 at 5:30 p.m. at the High School Little Auditorium, 2211 Lake Drive SE, Grand Rapids, Michigan 49506, the following resolution was adopted for the 2016-2017 school year:

> THAT, the East Grand Rapids Board of Education authorizes the Superintendent or Assistant Superintendent for Business to transfer budget line items within the same fund and function and to transfer up to $5,000 between function levels. Transfers between function levels exceeding $5,000 must be approved by the Board.

Moved by: _____

Supported by: _____

Ayes: _____ Nays: _____

Signed _____

Date June 9, 2016

BOARD ENCLOSURE
June 9, 2016
Item No. 7

EAST GRAND RAPIDS PUBLIC SCHOOLS
Kent County, Michigan

ANNUAL RESOLUTION

Bank Depositories

At the Regular Meeting of the East Grand Rapids Board of Education held on Monday, June 9, 2016 at 5:30 p.m. at the High School Little Auditorium, 2211 Lake Drive SE, Grand Rapids, Michigan 49506, the following resolution was adopted for the 2016-2017 school year:

> THAT, the following institutions be designated as depositories: Fifth Third Bank, Michigan Liquid Asset Fund, Old National Bank, US Bank and Bank of New York.

Moved by: _____

Supported by: _____

Ayes:_____ Nays: _____

Signed _____

Date_____June 9, 2016 _____

BOARD ENCLOSURE
June 9, 2016
Item No. 8

EAST GRAND RAPIDS PUBLIC SCHOOLS
Kent County, Michigan

ANNUAL RESOLUTION

Authorization to Sign Checks

At the Regular Meeting of the East Grand Rapids Board of Education held on Monday, June 9, 2016 at 5:30 p.m. at the High School Little Auditorium, 2211 Lake Drive SE, Grand Rapids, Michigan 49506, the following resolution was adopted for the 2016-2017 school year:

> THAT, the Superintendent or Assistant Superintendent for Business be authorized to sign those General Fund, Building and Site Fund, Debt Retirement Fund, and Student Activity Fund checks which, in their opinion, must be issued prior to the next Board Meeting when the Treasurer is not available. The Board Treasurer will review these checks at his/her discretion.

Moved by: _____

Supported by: _____

Ayes: _____ Nays: _____

Signed _____

Date June 9, 2016

BOARD ENCLOSURE
June 9, 2016
Item No. 9

EAST GRAND RAPIDS PUBLIC SCHOOLS
Kent County, Michigan

ANNUAL RESOLUTION

Certificated Personnel

At the Regular Meeting of the East Grand Rapids Board of Education held on Monday, June 9, 2016 at 5:30 p.m. at the High School Little Auditorium, 2211 Lake Drive SE, Grand Rapids, Michigan 49506, the following resolution was adopted for the 2016-2017 school year:

> THAT, the Superintendent of Schools or his/her designee be authorized to sign employment contracts of certificated staff. The Superintendent is also authorized to accept resignations, approve leaves of absence, or terminate employment without prior approval of the Board of Education.

Moved by: _____

Supported by: _____

Ayes: _____ Nays: _____

Signed _____

Date June 9, 2016

BOARD ENCLOSURE
June 9, 2016
Item No. 10

EAST GRAND RAPIDS PUBLIC SCHOOLS
Kent County, Michigan

ANNUAL RESOLUTION

Support Personnel

At the Regular Meeting of the East Grand Rapids Board of Education held on Monday, June 9, 2016 at 5:30 p.m. at the High School Little Auditorium, 2211 Lake Drive SE, Grand Rapids, Michigan 49506, the following resolution was adopted for the 2016-2017 school year:

> THAT, the East Grand Rapids Board of Education authorize the Superintendent or Assistant Superintendent for Business to hire such support personnel as may be necessary for the operation of the district; to supervise their work; and, when necessary, to accept resignations, approve leaves of absence, or terminate such employment.

Moved by: _____

Supported by: _____

Ayes: _____ Nays: _____

Signed _____

Date June 9, 2016

BOARD ENCLOSURE
June 9, 2016
Item No. 11

EAST GRAND RAPIDS PUBLIC SCHOOLS
Kent County, Michigan

ANNUAL RESOLUTION

Investment of Funds

At the Regular Meeting of the East Grand Rapids Board of Education held on Monday, June 9, 2016 at 5:30 p.m. at the High School Little Auditorium, 2211 Lake Drive SE, Grand Rapids, Michigan 49506, the following resolution was adopted for the 2016-2017 school year:

THAT WHEREAS, Act 451 of the Public Acts of 1976, as amended, provides that "The treasurer of any school district, when authorized by resolution of the Board of Education, may invest Debt Retirement Funds, Building & Site Funds, Building & Site Sinking Funds, or General Funds of the district." Such investment shall be restricted to the following: (a) Bonds, bills or notes of the United States or obligations, the principal and interest of which are fully guaranteed by the United States or obligations of the State. (b) Certificates of deposit issued by any state or national bank organized and authorized to operate a bank in this state. (c) Commercial paper rated prime at the time of purchase. (d) Money market deposit accounts with Banks and Savings & Loan Associations. (e) Money market investment pools organized and authorized to operate in this state; and WHEREAS, it is the intent of the East Grand Rapids Public Schools to maximize its return on balances from time to time available in the various funds of the district; and, WHEREAS, it has been the past practice of the East Grand Rapids Public Schools to have its Superintendent or Assistant Superintendent for Business, as the designated agent of the Treasurer, make immediate investment of available balance; NOW, THEREFORE, BE IT RESOLVED that the Superintendent or Assistant Superintendent for Business, as designated agent of the Treasurer, be authorized and is hereby directed to invest the balances from time to time available in the various funds of the district in accordance with Act 451 of the Public Acts of 1976, as amended; and BE IT FURTHER RESOLVED, that all such investments heretofore made are hereby ratified and validated. It is the intent that all investments comply with the Michigan School Code.

Moved by: _____

Supported by:_____

Ayes: _____ Nays:_____

Signed _____

Date_____June 9, 2016 _____

EAST GRAND RAPIDS PUBLIC SCHOOLS
Kent County, Michigan

ANNUAL RESOLUTION

Transfer from Accounts to Similar Accounts

At the Regular Meeting of the East Grand Rapids Board of Education held on Monday, June 9, 2016 at 5:30 p.m. at the High School Little Auditorium, 2211 Lake Drive SE, Grand Rapids, Michigan 49506, the following resolution was adopted for the 2016-2017 school year:

> THAT, the East Grand Rapids Board of Education authorize the Superintendent or Assistant Superintendent for Business to transfer funds held by the Fifth Third Bank, Bank of New York, US Bank, Michigan Liquid Asset Fund, and Old National Bank between similar accounts with any such financial institutions.

Moved by: _____

Supported by: _____

Ayes: _____ Nays: _____

Signed _____

Date June 9, 2016

BOARD ENCLOSURE
June 9, 2016
Item No. 13

EAST Grand Rapids PUBLIC SCHOOLS
Kent County, Michigan

ANNUAL RESOLUTION

Electronic Transaction of Funds

At the Regular Meeting of the East Grand Rapids Board of Education held on Monday, June 9, 2016 at 5:30 p.m. at the High School Little Auditorium, 2211 Lake Drive SE, Grand Rapids, Michigan 49506, the following resolution was adopted for the 2016-2017 school year:

> For the authorization of Electronic Transactions under PA 738 of 2002, MCL 124.301, the Board hereby recognizes that:
>
> Electronic payment of public funds are required for some federally mandated transactions involving public funds by electronic payment, debit, or credit transfer processed through an automated clearing house.
>
> The Board deems that it is in the best interest of the District to make certain District financial transactions by electronic payments as described in PA 738 of 2002.
>
> It is therefore resolved, that the Board authorizes the District to utilize electronic transactions in compliance with the written procedures and internal controls developed by the Superintendent. (Board of Education Policy #3405)

Moved by: _____

Supported by: _____

Ayes:_____ Nays: _____

Signed _____

Date_____June 9, 2016 _____

BOARD ENCLOSURE
June 9, 2016
Item No. 14

EAST GRAND RAPIDS PUBLIC SCHOOLS
Kent County, Michigan

ANNUAL RESOLUTION

Fund Modifications

At the Regular Meeting of the East Grand Rapids Board of Education held on Monday, June 9, 2016 at 5:30 p.m. at the High School Little Auditorium, 2211 Lake Drive SE, Grand Rapids, Michigan 49506, the following resolution was adopted for the 2016-2017 school year:

> THAT, the East Grand Rapids Board of Education authorize the Superintendent or Assistant Superintendent for Business to transfer funds between the General Fund to/from the Food Service Fund, Recreational Millage Fund, or Student Activity Fund to make fund modifications as needed.

Moved by: _____

Supported by: _____

Ayes:_____ Nays: _____

Signed _____

Date_____June 9, 2016 _____

BOARD ENCLOSURE
June 9, 2016
Item No. 15

EAST GRAND RAPIDS PUBLIC SCHOOLS
Kent County, Michigan

ANNUAL RESOLUTION

Authorized Signatures

At the Regular Meeting of the East Grand Rapids Board of Education held on Monday, June 9, 2016 at 5:30 p.m. at the High School Little Auditorium, 2211 Lake Drive SE, Grand Rapids, Michigan 49506, the following resolution was adopted for the 2016-2017 school year:

THAT, the authorized signatures for the various checking and savings accounts of the school district be as follows:

PAYROLL - Superintendent or Assistant Superintendent for Business

GENERAL FUND - Treasurer of the Board, Superintendent, or Asst. Supt. of Business

CONSTRUCTION FUND-Treasurer of the Board, Superintendent, or Asst. Supt. of Business

SINKING FUND/BUILDING & SITE FUND - Treasurer of the Board, Superintendent, or Assistant Superintendent for Business

DEBT RETIREMENT FUND - Treasurer of the Board, Superintendent, or Assistant Superintendent for Business

STUDENT ACTIVITY FUND - Superintendent or Assistant Superintendent for Business

A facsimile signature stamp may be used on any of the above accounts.

Moved by: _____

Supported by:_____

Ayes: _____ Nays:_____

Signed _____

Date_____June 9, 2016 _____

BOARD ENCLOSURE
June 9, 2016
Item No. 16

EAST GRAND RAPIDS PUBLIC SCHOOLS
Kent County, Michigan

ANNUAL RESOLUTION

Auditors

At the Regular Meeting of the East Grand Rapids Board of Education held on Monday, June 9, 2016 at 5:30 p.m. at the High School Little Auditorium, 2211 Lake Drive SE, Grand Rapids, Michigan 49506, the following resolution was adopted for the 2016-2017 school year:

> THAT, the East Grand Rapids Board of Education hereby appoints the certified public accounting firm Maner Costerisan P.C. as auditors of the financial records for 2015-2016.

Moved by: _____

Supported by: _____

Ayes:_____ Nays: _____

Signed _____

Date_____June 9, 2016 _____

BOARD ENCLOSURE
June 9, 2016
Item No. 17

EAST GRAND RAPIDS PUBLIC SCHOOLS
Kent County, Michigan

ANNUAL RESOLUTION

Summer Tax Collection

A Regular Meeting of the East Grand Rapids Board of Education was held on Monday, June 9, 2016 at 5:30 p.m. at the High School Little Auditorium, 2211 Lake Drive SE, Grand Rapids, Michigan 49506:

The meeting was called to order by _____, Chairperson Pro Tem.

Present:

Absent:

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

WHEREAS, this Board of Education by resolution of July 2, 1987, determined to impose a summer property tax levy to collect one-half of school property taxes, including debt services upon property located within the school district, beginning with 1988 and continuing from year to year until specifically revoked by this Board of Education, and

WHEREAS, statewide voter approval of Proposal A has shifted the financial support from our local community to the State of Michigan, thereby significantly reducing local property taxes and adversely impacting our cash flow,

NOW, THEREFORE BE IT RESOLVED THAT:

1. This Board of Education, pursuant to 1982 PA 333, hereby invokes for 2016 a resolution imposing a summer property tax levy of 100% of school property taxes upon property located within the school district continuing year from year until specifically revoked by this Board of Education and requests the city and township in which this district is located to collect those summer taxes.

2. The Superintendent and his/her designee is authorized and directed to forward to the governing body of the city and township in which this district is located a copy of this Board's resolution imposing a summer property tax levy on an ongoing basis, and a copy of this resolution requesting that the city and township agree to collect the summer tax levy for 2016 in the amount as specified in this resolution. Such forwarding of the resolutions and the request to collect the summer tax levy shall be sent so that they are received by the appropriate governing bodies before January 1, 2017.

3. Pursuant to and in accordance with Section 1613(1) of the School Code, the Superintendent or his/her designee is authorized and directed to negotiate on behalf of this district with the governing body of the city and township in which the district is located for the reasonable expenses for collection of the district's summer property tax levy that the city and township may bill under MCLA 280.1611 or MCLA 280.1612. Any such proposed agreement shall be brought before this Board for its approval or disapproval.

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

AYES:

NAYS:

_____

Secretary, Board of Education

BOARD ENCLOSURE
June 9, 2016
Item No. 18

EAST Grand Rapids PUBLIC SCHOOLS
Kent County, Michigan

ANNUAL RESOLUTION

Letters of Agreement with the EGREA and the EGRASE

At the Regular Meeting of the East Grand Rapids Board of Education held on Monday, June 9, 2016 at 5:30 p.m. at the High School Little Auditorium, 2211 Lake Drive SE, Grand Rapids, Michigan 49506, the following resolution was adopted for the 2016-2017 school year:

> THAT, the Superintendent and Assistant Superintendent for Business be authorized to approve Letters of Agreement with the East Grand Rapids Education Association (EGREA) and/or the East Grand Rapids Association of School Employees (EGRASE). Said Letters of Agreement will alter the "Teacher Contract Agreement Between the Board of Education of the East Grand Rapids Public Schools and East Grand Rapids Education Association" and the "Support Staff Agreement Between the Board of Education of the East Grand Rapids Public Schools and Kent County Education Association." Prior to approval of any Letter of Agreement, the Board Finance Committee will review the proposed Letter of Agreement and all other Board members will be informed of the proposed change. Upon expiration of each contract, the parties will discuss whether to have the Letters of Agreement become a part of the contract.

Moved by: _____

Supported by: _____

Ayes:_____ Nays: _____

Signed _____

Date_____June 9, 2016 _____

BOARD ENCLOSURE
June 9, 2016
Item No. 19

1661 Ramblewood Drive
East Lansing, MI 48823
(517) 332-5046

MHSAA® michigan high school athletic association **2016-17**

The Michigan High School Athletic Association is a voluntary, nonprofit corporation comprised of public, private and parochial junior high/ middle and senior high schools whose Boards of Education/Governing Bodies have voluntarily applied for and received membership for and on behalf of their secondary schools. The association sponsors statewide tournaments and makes eligibility rules with respect to participation in such Michigan High School Athletic Association sponsored tournaments in the various sports. Each Board of Education/Governing Body that wishes to host or participate in such meets and tournaments must join the MHSAA and agree to abide by and enforce the MHSAA rules, regulations and qualifications concerning eligibility, game rules and tournament policies, procedures and schedules. **It is a condition for participation in any MHSAA postseason tournaments that high schools adhere to at least the minimum standards of Regulation I and the maximum limitations of Regulation II in ALL MHSAA Tournament sports.**

Michigan High School Athletic Association tournaments are the collective property of the MHSAA and not of any individual member school. The MHSAA reserves the right to promote and advance the membership's interests with publication information; exclusive arrangements to create recognition and exposure for school-sponsored activities; restrictive policies prohibiting exploitation and commercialization of MHSAA-sponsored tournaments; appropriate proprietary interests, and the use of images or transmissions identifying contest officials, spectators and member schools' students, personnel and marks.

To obtain membership, it is necessary for the Board of Education/Governing Body to adopt the following resolution for its junior high/middle and senior high schools. This resolution must be formally ratified by your Board of Education/Governing Body and properly signed. Please return one signed copy for our files and retain one copy for your files. Resolutions that are modified in any way or are supplemented with letters placing additional conditions on MHSAA membership or tournament participation shall be rejected.

MEMBERSHIP RESOLUTION

For the year August 1, 2016 — through July 31, 2017

LIST ON BACK the Secondary School(s) which are under the direction of this Board of Education/Governing Body.

(Junior high/middle and senior high schools of your school system which are to be listed as MHSAA members and receive MHSAA mailings during 2016-17 must be listed on the back of this form)

East Grand Rapids Public Schools City of East Grand Rapids

County of Kent, of State of Michigan, are hereby:
(A) enrolled as members of the Michigan High School Athletic Association, Inc., a nonprofit association, and
(B) are further enrolled to participate in the approved interschool athletic activities sponsored by said association.

The Board of Education/Governing Body hereby delegates to the Superintendent or his/her designee(s) the responsibility for the supervision and control of said activities, and hereby accepts the Constitution and By-Laws of said association and adopts as its own the rules, regulations and interpretations (as minimum standards), as published in the current *HANDBOOK* as the governing code under which the said school(s) shall conduct its program of interscholastic athletics and agrees to primary enforcement of said rules, regulations, interpretations and qualifications. In addition, it is hereby agreed that schools which host or participate in the association's meets and tournaments shall follow and enforce all tournament policies, procedures and schedules.

This authorization shall be effective from August 1, 2016 and shall remain effective until July 31, 2017, during which the authorization may not be revoked.

RECORD OF ADOPTION

The above resolution was adopted by the Board of Education/Governing Body of the

East Grand Rapids Public Schools *School(s), on the* 9th *day of* June, *2016, and is so recorded in the minutes of the meeting of the said Board/Governing Body.*

East Grand Rapids Public Schools
(Governing Body Name)
2915 Hall Street SE
(Address)
Grand Rapids, MI 49506
(City & Zip Code)

_____
Board Secretary Signature or Designee
☐ *Check if Designee*

-OVER-

Schools Which Are To Be MHSAA Members During 2016-17

NOTE: Pursuant to the MHSAA Constitution, all high schools, junior high/middle schools, or other schools of Michigan doing a grade of work corresponding to such schools, may become members of this organization provided (a) the school building has enrollment and onsite attendance of at least 15 students, whether for grades **6 through 8 or 9, grades 7 through 8 or 9, or grades 9 or 10 through 12**; and (b) if a nonpublic school, the school qualifies for federal income tax exemption as a not-for-profit organization. To reach the15-student minimum for middle school membership, schools may join the MHSAA at the 6th-grade level whether or not 6th-grade students participate in athletics.

A. **This Section does not require school districts to become member schools at the junior high/middle school level and does not require school districts to sponsor any interscholastic athletics for 6th grade students.**

B. **If a school district's MHSAA Membership Resolution lists a junior high/middle school as an MHSAA member school, and if the school sponsors a 6th-grade team in any sport or permits a 6th-grade student to participate with 7th- and/or 8th-grade students in any sport, then all of Regulations III and IV apply to all 6th-graders in all sports involving 6th-graders on teams sponsored by that school. If the school does not allow any 6th-graders to participate in a sport, MHSAA rules do not apply in that sport.**

Member High School(s) (if any)

List separately from JH/MS even if all grades are housed in the same building.

1. East Grand Rapids High School
2. _____
3. _____
4. _____
5. _____
6. _____
7. _____
8. _____
9. _____
10. _____
11. _____
12. _____
13. _____
14. _____
15. _____

If necessary, list additional schools for either column on a separate sheet.

Junior High /Middle School(s) (if any)

List separately from HS even if all grades are housed in the same building.

1. East Grand Rapids Middle School
   Name of Junior High/Middle School
   Configuration of grades in school (e.g. 6-8, 7-8, 7-9): 6-8
   Provide anticipated 2016-17 7th- and 8th-Grade Enrollment: 452
   Provide anticipated 2016-17 6th-Grade Enrollment: 224
   - ❒ Yes, 6th-grade students will be participating in one or more sports for our school.
   - ❒ No, 6th-grade students will not be participating in sports for our school.

2. _____
   Name of Junior High/Middle School
   Configuration of grades in school (e.g. 6-8, 7-8, 7-9): _____
   Provide anticipated 2016-17 7th- and 8th-Grade Enrollment: _____
   Provide anticipated 2016-17 6th-Grade Enrollment: _____
   - ❒ Yes, 6th-grade students will be participating in one or more sports for our school.
   - ❒ No, 6th-grade students will not be participating in sports for our school.

3. _____
   Name of Junior High/Middle School
   Configuration of grades in school (e.g. 6-8, 7-8, 7-9): _____
   Provide anticipated 2016-17 7th- and 8th-Grade Enrollment: _____
   Provide anticipated 2016-17 6th-Grade Enrollment: _____
   - ❒ Yes, 6th-grade students will be participating in one or more sports for our school.
   - ❒ No, 6th-grade students will not be participating in sports for our school.

4. _____
   Name of Junior High/Middle School
   Configuration of grades in school (e.g. 6-8, 7-8, 7-9): _____
   Provide anticipated 2016-17 7th- and 8th-Grade Enrollment: _____
   Provide anticipated 2016-17 6th-Grade Enrollment: _____
   - ❒ Yes, 6th-grade students will be participating in one or more sports for our school.
   - ❒ No, 6th-grade students will not be participating in sports for our school.

EAST GRAND RAPIDS PUBLIC SCHOOLS
Kent County, Michigan

DRAFT

BOARD ENCLOSURE
June 9, 2016
Item No. 22

June 9, 2016

RESOLUTION ESTABLISHING DATES, TIME AND PLACE OF MEETINGS OF THE EAST GRAND RAPIDS BOARD OF EDUCATION

At the REGULAR Meeting of the East Grand Rapids Board of Education held on Thursday, June 9, 2016, at 5:30 p.m. in High School Little Auditorium, 2211 Lake Drive SE, East Grand Rapids, Michigan, the following Resolution was adopted:

THAT, The Meetings of the East Grand Rapids Board of Education for the 2016-2017 school year be held on the following dates at the indicated times:

BOARD OF EDUCATION MEETINGS Monday Evenings The James E. Morse Administration Center at Woodcliff 2915 Hall Street SE, East Grand Rapids, MI 49506	
August TBD	**6:00 p.m.**
September 19	**6:00 p.m.**
October 24	**6:00 p.m.**
November – No Meeting	**NA**
December 5	**6:00 p.m.**
January 9 - Curriculum Workshop	**5:00 p.m.***
January 23	**6:00 p.m.**
February 20	**6:00 p.m.**
March 13	**6:00 p.m.**
April 17	**6:00 p.m.**
April 18 (Tuesday) Superintendent's End-of-Year Evaluation	**7:30 a.m.***
May 15	**6:00 p.m.**
June 5 - Budget Hearing	**6:00 p.m.**
June 12	**6:00 p.m.**

*Different Start Time

MOVED BY: _____ SECONDED BY: _____

AYES: _____ NAYS: _____

Signed: _____ Date: June 9, 2016

East Grand Rapids Public Schools
Kent County, Michigan

Business Office

MEMORANDUM

Date: June 9, 2016

To: EGRPS Board of Education

From: Kevin Philipps, Assistant Superintendent of Business

Subject: Approval of General Fund and other budgets

At our meeting on Thursday, June 9, the Finance Committee and Administration will be recommending approval of the General Fund, Sinking Fund and Debt Retirement Fund per State of Michigan requirements. Based on revised information that will be provided at the meeting the proposed budgets are detailed below.

General Fund

Proposed Revenues:	$29,123,816
Proposed Expenses:	$29,074,009
Change in Fund Balance:	$49,807
Projected Ending Unreserved Fund Bal:	$2,096,148
Projected Unreserved Fund Balance %:	7.2%

This proposed budget includes no reductions to programs and services for 2016-2017, and reinstates 2 hours per day of paraprofessional service in each kindergarten and 1st grade classroom for 2016-2017. The state required format for our budget adoption that will be displayed on the district's website is attached to this memo. The main budget assumptions for this proposed budget are:

- $109 increase in the foundation grant ($7,628 to $7,737)
- Continuation of Section 147(a) retirement offset funding ($78/pupil)
- Continuation of Section 20(f) Hold Harmless funding ($17/pupil)
- $400,000 in EGRNOW! contributions
- 16.3% increase in medical insurance costs for collective bargaining employees (district cost increase 2.5%), 5.2% increase for administration and non-union employees
- Blended retirement contribution rate of 25.15%
- 1% base salary scale increase budgeted for all employees
- 1.2 FTE increase in teacher staffing

Sinking Fund

Proposed Revenues:	$350,000
Proposed Expenses:	$240,000
Change in Fund Balance:	$110,000
Projected Ending Fund Balance:	$575,598

In March 2016, the community supported the renewal of the sinking fund millage for another 10 years. The millage was restored to the full 0.5 mill in March, but was subject to a slight Headlee reduction for 2016-2017. Proposed expenses include the annual $40,000 commitment to the Athletic Turf Fund and $200,000 for miscellaneous repairs and improvements.

Debt Retirement Fund

Proposed Tax Collection & Interest:	$6,673,830
Proposed SBLF borrowing:	$2,903,280
Total Proposed Revenues	$9,577,110
Proposed Expenses	$9,577,110
Change in Fund Balance:	$0
Projected Ending Fund Balance:	$97,618

The debt retirement millage included in this budget is 9.95 mills. The positive impact of debt refinancing will be felt in the next 5-7 years as our annual debt service payments will decrease significantly, allowing the district to pay off its School Bond Loan Fund borrowings and potentially explore a reduction in the millage levied.

If you have any questions related to Monday night's action items, please do not hesitate to ask.

Kevin

BOARD ENCLOSURE
June 9, 2016
Item No. 26

East Grand Rapids Public Schools
Kent County, Michigan

Business Office

MEMORANDUM

Date: June 9, 2016

To: EGRPS Board of Education

From: Kevin Philipps, Assistant Superintendent of Business

Subject: Certification of 2016 Millage Rates

Annually, the district is required to authorize millage rates for our General, Debt, and Sinking Funds. Listed below are the rates as recommended:

	2016
General Fund:	
Non-Homestead:	18.0000
Recreation Millage:	1.2894
Sinking Fund:	0.4914
Debt Retirement Funds:	
2007 Debt	0.3897
2008 Debt	0.1890
2011 Debt Refunding:	1.1987
2012 Debt Refunding:	0.5526
2014 Debt Refunding:	2.3000
2014 Debt Refunding (2):	2.9444
2014 Debt:	0.8919
2015 Debt Refunding:	1.2358
2016 Debt Refunding:	0.2479
Total Debt Retirement:	9.9500

In March 2016, the community approved a 4-year renewal of the district's 18 mill non-homestead millage and a 10-year renewal of the district's sinking fund millage. Because the renewals were approved prior to May 1, both millages were subject to the Headlee amendment for 2016. The non-homestead levy will be 18 mills in 2016 due to the 2 mill Headlee override approved by the community, but the sinking fund millage was Headlee reduced from the 0.5 mill renewal to 0.4914. Overall, the taxable value of the district increased by 3.3%, and non-homestead properties increased by 5.0%. Taxable values in Kent County increased by 0.53%.

BOARD ENCLOSURE
June 9, 2016
Item No. 27

East Grand Rapids Public Schools
Kent County, Michigan

Business Office

MEMORANDUM

Date: June 9, 2016

To: EGRPS Board of Education

From: Kevin Philipps, Assistant Superintendent of Business

Subject: 2015-2016 Final Budget Amendment(s)

Prior to year end the Board of Education adopts an amendment to the budget of each fund based on up-to-date information.

Throughout the year changes occur, which impact the budget necessitating this amendment. Many changes are reclassification of expenses from one line item to another. Attached are the proposed amendments for each fund. Major changes to each fund are highlighted below:

Revenues: Overall increase of $11,922	
Early Childhood	$70,000
State Funding	($20,865)
Special Education Transportation	($20,360)
Medicaid Reimbursements	($18,000)
Others:	$1,147
Total:	**$11,922**

Expenditures: Overall increase of $3,934	
Textbooks/Materials	$40,000
Utilities	$10,000
Early Childhood Staffing	($40,000)
Administrative Staffing	($15,000)
Others	$8,934
Total Expense Adjustments:	**$3,934**

A comparison of the amended, and final budget(s) for the 2015-16 fiscal year is provided below:

	Amended	**Final**
Revenues	$29,211,529	$29,223,451
Expenses	$28,865,654	$28,869,588
Net Change	$345,875	$353,863
Ending Unreserved	$2,038,354	$2,046,342
End Fund Bal. %	7.1%	7.1%

If there are questions in advance of Monday night's meeting, do not hesitate to ask.

Kevin

RESOLUTION AUTHORIZING ISSUANCE OF NOTES IN ANTICIPATION OF STATE SCHOOL AID (AUGUST 2016 BORROWING THROUGH THE MICHIGAN FINANCE AUTHORITY)

East Grand Rapids Public Schools, Kent County, Michigan (the "Issuer" or "School District")

A regular meeting of the board of education of the Issuer (the "Board") was held in the High School Little Auditorium, within the boundaries of the Issuer, on the 9th day of June, 2016, at 5:30 o'clock in the p.m.

The meeting was called to order by Robert Wolford, President.

Present: Members

Absent: Members

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

WHEREAS, under the terms of Section 1225 of Act 451, Public Acts of Michigan, 1976, as amended (the "Act"), the School District is authorized to borrow money for school operations and issue its notes therefor, in one or more series, pledging for the payment thereof moneys to be received by it pursuant to the State School Aid Act of 1979, Act 94, Public Acts of Michigan, 1979, as amended (the "State Aid Act"), which notes shall be the full faith and credit obligation of the School District; and

WHEREAS, the estimated amount of the state school aid appropriations allocated or to be allocated to the School District for the fiscal year ending June 30, 2017 and expected to be received by the School District from October 2016 through August 2017, inclusive (the "2016/2017 State Aid" or the "Pledged State Aid"), is shown in paragraph 1 of Exhibit A; and

WHEREAS, the School District has the need to borrow the sum of not to exceed the amount shown in paragraph 2 of Exhibit A to pay operating expenses for the fiscal year ending June 30, 2017, which amount is estimated to be not more than 70% of the difference between the total state school aid funds apportioned or to be apportioned to the School District for the 2016/2017 State Aid and that portion of the 2016/2017 State Aid already received or pledged; and

WHEREAS, the School District plans to issue or has issued notes, bonds or other obligations subject to Section 148 of the Internal Revenue Code of 1986, as amended (the "Code"), relating to arbitrage and the rebate thereof, including but not limited to federally tax-exempt and/or tax-advantaged bonds and other obligations, not including this borrowing, during calendar year 2016 in the aggregate principal amount shown in paragraph 3 of Exhibit A; and

WHEREAS, the School District determines that it is in its best interest to borrow the sum of not to exceed the amount shown in paragraph 2 of Exhibit A and issue the general obligation

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notes in one or more series (the "Note" or "Notes") of the School District therefor to the Michigan Finance Authority (the "Authority").

NOW, THEREFORE, BE IT RESOLVED THAT:

1. The School District, pursuant to Section 1225 of the Act, shall issue its Notes in one or more series in order to borrow for the above purpose a sum not to exceed the amount shown in paragraph 2 of Exhibit A, the final amount and series designation to be determined by an officer designated in paragraph 4 of Exhibit A, or a designee who shall be a member of the administrative staff or board of education of the School District (each an "Authorized Officer"), prior to the sale of the Notes, or such portion thereof as the Michigan Department of Treasury (the "Treasury") may approve, if prior approval is necessary, and issue the Notes of the School District therefor in anticipation of the distribution of the Pledged State Aid.

2. The Notes shall be issued in one or more series, bear interest at the rate or rates determined on the sale thereof, which shall not exceed the maximum rate permitted by law at the time of sale, be dated as set forth in paragraph 5 of Exhibit A, or as of the date of delivery, and be due and payable on the date shown in paragraph 5 of Exhibit A. The Notes shall be payable in lawful money of the United States of America at a bank or trust company qualified to act as paying agent in the State of Michigan, as shall be designated by the Authority. The Notes shall be in denominations to be determined by an Authorized Officer prior to the sale of the Notes. The Notes shall not be subject to redemption prior to maturity, except for any mandatory redemption or mandatory payment provisions specified in the Purchase Contract described below.

3. The School District hereby appropriates a sufficient amount of the Pledged State Aid to repay the principal of and interest on the Notes. In addition, the full faith and credit of the School District is hereby irrevocably pledged for payment of the principal of and interest on the Notes and, in case of the insufficiency of the Pledged State Aid, the School District shall pay the Notes from any funds legally available therefor, and, if necessary, levy sufficient taxes on all taxable property in the School District for the payment thereof, subject to applicable constitutional and statutory tax rate limitations.

4. In the event any Authorized Officer determines that it is in the best interest of the School District to choose to pay all or a portion of the principal and interest on the Notes with set-aside installments, the following provisions in this paragraph 4 shall apply:

Moneys to pay the principal and interest on the Notes when due shall be set aside in a separate fund with the depository designated in the Purchase Contract described below (the "Depository") in three (3), five (5) or seven (7) consecutive monthly set-aside installments (the "Installment" or "Installments"), ending on July 20, 2017, and earlier on the 20th day of each month (or in the case of February, the 21st, and in the case of May, the 22nd), or such other state school aid payment date as may be provided for under state law (each a "Payment Date"). If a Payment Date falls on a Saturday, Sunday or legal holiday, the Payment Date shall be the next business day. The payment to the Depository shall be made first from the Pledged State Aid received during the month of the Installment. If, for any reason, the Pledged State Aid received during the month of the Installment is insufficient to pay the Installment, then in that event the School District pledges to use any and all other available funds to meet the Installment obligation. If the School District fails to set aside all or any portion of an Installment (the "Installment

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Shortfall") on the Payment Date, the Authority is authorized, pursuant to Section 17a(3) of the State Aid Act, to intercept 100% of the Pledged State Aid to be distributed to the School District beginning with the month following the School District's failure to meet the Installment obligation and all months thereafter, in accordance with the terms and conditions of the Purchase Contract (the "Purchase Contract") between the Authority and the School District. Beginning with the month following the Installment Shortfall, the Authority shall intercept 100% of the Pledged State Aid to be distributed to the School District and apply the intercepted amount on the following priority basis: (A) the Installment Shortfall; (B) the current month's Installment; and (C) any amounts remaining to be immediately distributed to the School District. The intercept process set forth above shall continue each month following the Installment Shortfall until sufficient funds are deposited with the Depository to pay the total principal and interest on the Notes. The maximum amount of each Installment will not exceed 50% of the amount of Pledged State Aid due to the School District in any set-aside month.

If the School District has failed to deposit all or a portion of an Installment by the last business day of the month of the Installment, the Depository is authorized and directed to give written notice to the Authority, the State Treasurer and the School District on the first business day following the last business day of the month of the failure to deposit all or a portion of the Installment. Upon receipt of such written notice from the Depository, the Authority shall promptly notify the School District that it will immediately commence to intercept 100% of the Pledged State Aid.

If on the date of the final Installment as specified in Schedule I to the Purchase Contract, the funds with the Depository are insufficient to pay the principal of and interest on the Notes when due, the School District, pursuant to Section 17a(3) of the State Aid Act to the extent necessary to meet the payment obligation, assigns to the Authority and authorizes and directs the State Treasurer to advance all or part of any state school aid payment which is dedicated for distribution or for which the appropriation authorizing the payment has been made.

Any Authorized Officer is further authorized to agree, if required by the Authority, to assign to the Authority and authorize and direct the State Treasurer to intercept all or part of any state school aid payment which is dedicated for distribution or for which the appropriation authorizing the state school aid payment has been made pursuant to Section 17(a)(3) of the State Aid Act.

Any Authorized Officer is further authorized to determine that each Installment is a partial mandatory redemption of a particular series of the Notes and that the last Installment is the maturity date of that series of the Notes, and such determination shall be conclusively evidenced by the Purchase Contract described below.

5. Any Authorized Officer is authorized to sell all or a portion of the Notes to the Authority without an Installment payment schedule (the "No Set-Aside Notes") pursuant to the provisions of this resolution. In that event: (a) any Authorized Officer is further authorized to agree, if required by the Authority, to assign to the Authority and authorize and direct the State Treasurer to intercept or advance all or part of any state school aid payment which is dedicated for distribution or for which the appropriation authorizing the state school aid payment has been made pursuant to Section 17a(3) of the State Aid Act; (b) the School District acknowledges that payment of the principal and interest on certain of the No Set-Aside Notes may be secured by a direct-pay

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letter of credit issued for the account of the Authority and the School District by one or more providers selected by the Authority (each a "Letter of Credit"; and each issuer a "Letter of Credit Bank"); (c) it shall not be deemed a default by the School District under the provisions of the Purchase Contract or the No Set-Aside Notes if the principal and interest on the No Set-Aside Notes shall have been paid in full when due to the Authority from proceeds of a drawing on the Letter of Credit and the drawing on the Letter of Credit is reimbursed by the School District on the designated date set forth in the reimbursement agreement relating to the Letter of Credit; and (d) the School District appoints the Authority as its agent to enter into the reimbursement agreement for and on behalf of the School District, if required by the Authority, as well as on the Authority's own behalf, and the School District agrees to be referred to as an account party in the Letter of Credit obtained by the Authority to secure payment of the No Set-Aside Notes and a series of the Authority's State Aid Revenue Notes issued to finance the Authority's purchase of the No Set-Aside Notes.

6. The President and Secretary of the Board of Education shall execute the Notes on behalf of the School District, and the executed Notes shall be delivered to the Authority upon the receipt of the purchase price therefor. The Vice President, Treasurer or Superintendent may execute the Notes instead of either the President or Secretary. The foregoing officials are hereby authorized to execute and deliver a temporary Note or Notes and exchange, when available, final printed Notes therefor at the request of the Authority.

7. Unless the Notes are issued as federally taxable, the School District hereby covenants for the benefit of all holders of the Notes to comply with all requirements of the Code that must be satisfied subsequent to the issuance of the Notes in order that the interest thereon be or continue to be excluded from gross income for federal income taxation purposes, including, but not limited to, requirements relating to the rebate of arbitrage earnings, if applicable, and the expenditure and investment of Note proceeds and moneys deemed to be Note proceeds.

8. If necessary, any Authorized Officer is hereby authorized to make application to Treasury for and on behalf of the School District for an order approving the issuance of the Notes and to pay any applicable fee therefor, or a post-issuance filing fee, as applicable.

9. The President, Vice President, Secretary, Treasurer, Superintendent, individual acting in the capacity of the school business official, or designee and any Authorized Officer are further authorized to execute any documents or certificates necessary to complete the transaction including, but not limited to, any certificates relating to federal or state securities laws, rules or regulations.

10. The Notes shall be sold to the Authority and the following provisions shall apply:

a. Any Authorized Officer is hereby authorized to execute and deliver one or more Purchase Contracts with the Authority (which shall be determined by whether one or more series of Notes are issued hereunder) in substantially the form attached hereto as Exhibit B reflecting the terms and conditions of the borrowing with such additions, deletions or substitutions (including without limitation additions, deletions or substitutions required by any Letter of Credit Bank(s) or any purchaser(s) of the State Aid Revenue Notes issued by the Authority to finance its purchase of the No Set-Aside Notes), as the Authority and any Authorized Officer shall deem necessary and appropriate, including the number of set-asides, if any, and their dates and amounts,

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and not inconsistent with the provisions of this resolution. The choice of whether to make Installments for the Notes and/or the number, dates and amounts of Installments shall be conclusively evidenced by the Purchase Contract. The Purchase Contract shall include the School District's agreement with respect to any Installment not received by the Depository from the School District on the Payment Date, to pay the Authority an amount as invoiced by the Authority to recover its administrative costs and lost investment earnings attributable to that late payment.

b. Any Authorized Officer is further authorized to approve the specific interest rate(s) to be borne by the Notes, not exceeding the maximum rate permitted by law, the purchase price of the Notes, not less than the price specified in paragraph 6 of Exhibit A, a guaranteed investment agreement or other permitted investment in accordance with state law for funds paid to the Depository, if applicable, direct payments of Pledged State Aid to and if required by the Authority, and other terms and conditions relating to the Notes and the sale thereof.

c. The form of the Notes shall contain the following language in substantially the form set forth below as applicable, with such additions, deletions or substitutions (not inconsistent with the Purchase Contract) as the Authority and any Authorized Officer shall deem necessary and appropriate:

> Series of Notes with set-asides
>
> To the extent permitted by law, the principal of and interest on this Note which remains unpaid after this Note has matured shall bear interest until paid at an interest rate per annum based upon a 360-day year for the actual number of days elapsed equal to two percent (2%) above the stated interest rate on the Authority's State Aid Revenue Notes, Series 2016C-__.
>
> Series of Notes without set-asides
>
> To the extent permitted by law, the principal of and interest on this Note which remains unpaid after this Note has matured and all other outstanding and unpaid Payment Obligations (as that term is defined in the Purchase Contract) shall bear interest until paid at an interest rate per annum based upon a 365/366 day year for the actual number of days elapsed or otherwise as provided in the Purchase Contract equal to the default rate as described in Schedule I to the Purchase Contract.

11. By opting to sell its Notes to the Authority, the School District hereby determines that it is in the best interest of the School District to sell its Notes to the Authority rather than sell the Notes at a competitive sale based upon the historical performance of the Authority's note pool program whereby competitive interest rates and reduced costs of issuance are obtained by pooling several participating school districts in one or more series of notes.

12. Within fifteen (15) business days after issuance of the Notes, the Board hereby authorizes and directs the Superintendent to cause to be filed with Treasury any and all documentation required subsequent to the issuance of the Notes, along with any statutorily required fee.

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13. The series of Notes issued hereunder are of equal standing as to the Pledged State Aid. The School District reserves the right to issue additional notes or other obligations of equal standing with the Notes as to the Pledged State Aid with the prior written consent of an authorized officer of the Authority. The School District further resolves that the amount payable as to principal and interest on the Notes plus the amount payable as to principal and interest on or prior to the maturity date of the Notes on any additional notes or other obligations of equal standing with the Notes as to payment from Pledged State Aid will not exceed 75% of the amount of Pledged State Aid.

14. The Authority has appointed Thrun Law Firm, P.C. to act as counsel to the loan arranger for the August 2016 state aid note program. The School District consents to Thrun Law Firm, P.C. representing this School District and acting as counsel to the loan arranger for the Authority's August 2016 state aid note program.

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

Ayes: Members

Nays: Members

Resolution declared adopted.

Secretary, Board of Education

The undersigned duly qualified and acting Secretary of the Board of Education of East Grand Rapids Public Schools, Kent County, Michigan, hereby certifies that the foregoing constitutes a true and complete copy of a resolution adopted by the Board at a regular meeting held on June 9, 2016, the original of which is part of the Board's minutes. The undersigned further certifies that notice of the meeting was given to the public pursuant to the provisions of the "Open Meetings Act" (Act 267, Public Acts of Michigan, 1976, as amended).

Secretary, Board of Education

JJS/clw

THRUN LAW FIRM, P.C.

EXHIBIT A

1. Estimated 2016/2017 State Aid allocated or to be allocated for fiscal year ending June 30, 2017: $ 28,600,000 (total amount estimated to be received from October 1, 2016 through August 31, 2017)

2. Amount of borrowing not to exceed: $1,900,000

3. Principal amount of notes, bonds or other obligations, including but not limited to federally tax-exempt and/or tax-advantaged bonds, not including this borrowing, that have been issued or are expected to be issued during the 2016 calendar year: $ 6,410,000 (include plans for voted or non-voted bonds, refunding bonds, additional state aid notes, tax anticipation notes, installment purchase agreements, lines of credit, and lease-purchase agreements)

4. Authorized Officer: Superintendent, President or Vice President of the Board of Education, Assistant Superintendent or individual acting in the capacity of the school business official, or a designee thereof

5. The Notes shall be dated August 22, 2016 and shall mature on July 20, 2017, August 21, 2017, or such other date as determined by any Authorized Officer

6. Purchase price: Not less than 97% of the principal amount of the Notes

7. Five percent (5%) of estimated fiscal year 2015/2016 operating expenses: $ 1,443,479

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EXHIBIT B

FORM OF PURCHASE CONTRACT

[Insert Name of School District Here]

The Michigan Finance Authority (the "Authority"), a public body corporate, separate and distinct from the State of Michigan, hereby offers to enter into this Purchase Contract with the Issuer named below (the "Issuer") which, upon the acceptance of this offer by the Issuer, will be binding upon the Authority and the Issuer. This offer is made subject to acceptance on or before the date set forth below. The Issuer accepts the electronic or digital signature of the Authority's Executive Director (or other authorized officer of the Authority) if set forth below and acknowledges that it has the same legal effect and enforceability as a manual signature.

Upon the terms and conditions and upon the basis of the representations, warranties and agreements set forth herein, including those set forth on Schedule I hereto, the Authority hereby agrees to purchase from the Issuer, and the Issuer hereby agrees to sell and deliver to the Authority, notes (the "Notes") in the principal amount and with the interest rate as shown on Schedule I. The purchase price for the Notes shall be as set forth on Schedule I.

[The Issuer acknowledges that the Authority will purchase the Notes with proceeds from certain State Aid Revenue Notes to be issued by the Authority (the "Authority's Notes").] The Issuer represents and warrants to, and agrees with, the Authority that (A) the Issuer has, and on the Closing Date (specified below) will have, full legal right, power and authority (1) to enter into this Purchase Contract, and (2) to sell and deliver the Notes to the Authority and pledge and assign to the Authority the moneys to be received by the Issuer pursuant to the State School Aid Act of 1979, as amended (the "State School Aid") as provided herein and in the resolution authorizing the Notes and the Issuer has duly authorized and approved the execution and delivery of and the performance by the Issuer of its obligations contained in this Purchase Contract including those set forth in Schedule I; and (B) the Issuer shall promptly pay its pro rata share of the Costs of Issuance upon notification by the Authority. The term "Costs of Issuance" shall mean and include printing charges, rating agency charges, trustee fees, note counsel fees, fees and expenses of a purchaser (the "Purchaser") of all or a portion of the Authority's Notes [(as defined below)], and other counsel fees and issuance fees of the Authority and the Purchaser related to the Authority's Notes; provided, however, that the Issuer's pro rata share of such Costs of Issuance shall not exceed the amount shown on Schedule I hereto. The terms "Purchaser", "Holder" and "Holders' Representative" shall have the same meanings as defined in the Note Purchase Agreement(s) dated _____, 2016 between the Authority and _____ (the "Note Purchase Agreement").

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IF THREE, FIVE OR SEVEN SET-ASIDES ARE APPLICABLE, THE FOLLOWING LANGUAGE SHALL BE INCLUDED IN THE PURCHASE CONTRACT:

[The Issuer pledges to pay the principal and interest on the Notes from its State School Aid appropriations allocated or to be allocated to it for the fiscal year ending June 30, 2017 and to be paid during October 2016 through August 2017, inclusive (the "Pledged State Aid"). Moneys to pay the principal and interest on the Notes when due shall be set aside in a separate fund with the Depository (as defined in Schedule I hereto) as hereinafter described in 3, 5 or 7 installments (the "Installment" or "Installments") as specified in Schedule I, commencing (i) in the case of 3 installments, on May 22, 2017, (ii) in the case of 5 installments, on March 20, 2017, and (iii) in the case of 7 installments, on January 20, 2017, and thereafter on the 20th day of each month (or in the case of February, the 21st, and in the case of May, the 22nd) to and in each case ending on [July 20], 2017, or such other State School Aid payment date as may be provided

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for under state law (the "Payment Date"). If a Payment Date falls on a Saturday, Sunday or legal holiday, the Installment shall be due on the next business day. The payment to the Depository shall be made first from the Pledged State Aid received during the month of the Installment. Notwithstanding the foregoing, the Issuer hereby irrevocably directs the State of Michigan to directly transfer to the Depository payment of the Issuer's current month's Installment from the Pledged State Aid received during the month of the Installment on the Payment Date. If, for any reason, the Pledged State Aid received during the month of the Installment is insufficient to pay the Installment, then in that event the Issuer pledges to use any and all other available funds to pay the Installment obligation. If the Issuer fails to set aside any portion of an Installment (the "Installment Shortfall"), pursuant to Section 17a(3) of the State School Aid Act of 1979, as amended (the "Act"), the Authority is authorized to intercept 100% of the Pledged State Aid to be distributed to the Issuer. Beginning with the month following the Installment Shortfall, the Authority shall intercept 100% of the Pledged State Aid to be distributed to the Issuer and apply the intercepted amount on the following priority basis: (A) the Installment Shortfall; (B) the current month's Installment; and (C) any amounts remaining to be immediately distributed to the Issuer. The intercept process set forth above shall continue each month following the Installment Shortfall until sufficient funds are deposited with the Depository to pay the principal of and interest on the Notes. The Authority shall promptly notify the Issuer that it will immediately commence to intercept the Pledged State Aid.

Each Installment shall be treated as a mandatory redemption of a portion of the principal of the Notes and also payment of accrued interest thereon to the date of the Installment, which together shall be equal to the amount of such Installment.

If the Issuer has failed to deposit all or a portion of an Installment by the last business day of the month of the Installment, the Depository is authorized and directed to give written notice to the Authority, the State Treasurer and the Issuer on the first business day following the last business day of the month of the failure to deposit all or a portion of the Installment. Upon receipt of written notice from the Depository, the Authority shall promptly notify the Issuer that it will immediately commence to intercept 100% of the Pledged State Aid.

If on the date of the final Installment as specified in Schedule I hereto, the funds on deposit with the Depository are insufficient to pay the principal of and interest on the Notes when due, the Issuer, pursuant to Section 17a(3) of the Act, to the extent necessary to meet the payment obligation assigns to the Authority and authorizes and directs the State Treasurer to advance all or part of any payment which is dedicated for distribution or for which the appropriation authorizing payment has been made under the Act.

If at any time and from time to time prior to the maturity date of the Notes the Authority has reason to believe that the Issuer will be unable to pay in full the principal and interest on the Notes when due, the Authority, in its sole discretion, may by phone or email:

(i) request from the Issuer a written confirmation of both its ability to pay the Notes when due and a description of the source(s) of funds for the repayment of the Notes. If the Issuer fails within ten (10) days to provide such confirmation to the satisfaction of the Authority, the Issuer hereby authorizes the intercept of any Pledged State Aid to be distributed to the Issuer earlier than August 2017 in such amount as determined by the Authority to be appropriate and further authorizes the Authority to give notice to the State Treasurer to intercept that amount of any Pledged State Aid which has not already been transferred to the Issuer. Any Pledged State Aid which is thus intercepted shall be transferred to the Depository and shall, after the Authority's Notes are paid, be applied on the following priority basis: (1) to the Purchaser, all other amounts due and owing to the Purchaser under its Note Purchase Agreement with the Authority and the Depository relating to the 2016C-__ Notes, and (2) any amount remaining to be immediately distributed to the Issuer]; and/or

(ii) give notice to the Issuer requiring the Issuer to enter into one or more Tax Intercept Agreements (each a "TIA") to provide additional security for the payment of the Notes. Each TIA shall be in a form prescribed by the Authority, with such additions, deletions or substitutions reasonably required by any local taxing unit that collects operating taxes revenues collected for the Issuer, and the delinquencies thereon, on behalf of the Issuer, as the Authority and any Authorized Officer shall deem necessary and appropriate.]

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IF NO SET-ASIDE INSTALLMENTS ARE APPLICABLE, THE FOLLOWING LANGUAGE SHALL BE INCLUDED IN THE PURCHASE CONTRACT:

[The Issuer acknowledges that: (i) the Authority will purchase the Notes with proceeds from the State Aid Revenue Notes, Series 2016C-__ and Series 2016C-__, to be issued by the Authority (the "Authority's Notes"); (ii) the Authority's Notes of Series 2016C-__ (the "2016C-__ Notes") will be directly purchased from the Authority by _____, unsecured by any letter of credit; and (iii) the Authority's Notes of Series 2016C-__ (the "2016C-__ Notes") will be directly purchased from the Authority by _____ , unsecured by any letter of credit.

The Issuer [(i) irrevocably directs the State of Michigan to directly transfer to the Depository the mandatory payment (the "Mandatory Payment") from the current month's installment of the Pledged State Aid in the amounts and on the payment dates (the "Payment Dates") as set forth in Schedule I attached hereto; and (ii)] agrees that it will deposit[, including in accordance with any Mandatory Payment schedule in Schedule I,] with the Depository (as defined in Schedule I) payment of the principal of and interest on the Notes in immediately available funds, the full amount of such principal and interest on the Notes to be received by the Depository by 11:00 a.m. on the maturity date of the Notes. The Issuer pledges to pay the principal and interest on its Notes from the 2016/2017 State School Aid to be allocated to it and to be paid during October 2016 through August 2017, inclusive (the "Pledged State Aid").

Not later than August __, 2017, the Issuer shall determine whether there will be sufficient funds on deposit with the Depository on August 21, 2017 (the maturity date of the Notes) to pay the principal of and interest on the Notes when due on that maturity date. If the Issuer determines that there will be insufficient funds on deposit with the Depository on August 21, 2017 to pay the principal of and interest on the Notes on the maturity date of the Notes, the Issuer will so notify the Authority by telephone and email not later than August __, 2017 (email to: TreasMFA-StateAidNote@michigan.gov; and telephone the Executive Director, 517-335-0994).

If on the maturity date of the Notes there are insufficient funds on deposit with the Depository to pay the principal of and interest on the Notes when due, the Issuer, pursuant to Section 17a(3) of the Act, to the extent necessary to pay the principal of and interest on the Notes when due and any other amounts owed by the Issuer as set forth in Schedule I (together the "Payment Obligations"), assigns to the Authority, pledges to the payment of the Payment Obligations, and authorizes and directs the State Treasurer to intercept or advance all or part of any State School Aid payment which is dedicated for distribution to the Issuer or for which the appropriation authorizing the payment has been made under the Act. The Issuer acknowledges that a State Aid Agreement will be executed among the Authority, the State Treasurer, the Depository, and the Trustee for the Authority whereby the State Treasurer agrees to intercept and/or advance all or part of any State School Aid as described under this Purchase Contract. The Authority in its sole discretion may determine the amount of any State School Aid payment to be intercepted and the dates for such collection and application. The Authority and the Issuer may also agree to the collection and application of other Issuer revenues to any unpaid Payment Obligations. State School Aid payments shall continue to be intercepted until all Payment Obligations have been paid in full. Notwithstanding the foregoing:

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(A) The Issuer hereby irrevocably directs the State of Michigan to pay to the Depository 100% of the Pledged State Aid to be distributed to the Issuer on the August 2017 payment date, or the balance thereof to the extent all or a portion of it, prior to the August 2017 payment date, has been advanced to satisfy any Installment Shortfall of the Issuer for payment of the Authority's State Aid Revenue Notes, Series 2016C-__, and the Depository shall apply the August 2017 State School Aid payment on the following priority basis: (1) first, concurrently on a parity, pro rata basis, to pay to the Holder(s) of the 2016C-__ Notes and the Holder(s) of the 2016C-__ Notes the principal and interest due on the 2016C-__ Notes and the 2016C-__ Notes, respectively, on August 21, 2017, and second, concurrently on a parity, pro rata basis, to pay to each Holders' Representative all other amounts due and owing under its respective Note Purchase Agreement with the Authority relating to the 2016C-__ Notes or the 2016C-__ Notes; and (2) any amount remaining to be immediately distributed to the Issuer; and

(B) if (1) the Issuer's August 2017 State School Aid payment will be less than the principal and interest on the Notes and other notes issued by the Authority payable therefrom and (2) the Issuer will pay any of the remaining amount due from any source other than proceeds from its borrowing in the Authority's August 2017 state aid note pool, the Issuer shall give written notice not later than August ___, 2017 to the Authority and the Depository specifying each such source and amount (e.g., $_____ will be wired to the Depository from [bank name]); and

(C) if at any time and from time to time prior to the maturity date of the Notes the Authority has reason to believe that the Issuer will be unable to pay in full the principal and interest on the Notes when due, the Authority, in its sole discretion, may by phone or email:

(i) request from the Issuer a written confirmation of both its ability to pay the Notes when due and a description of the source(s) of funds for the repayment of the Notes. If the Issuer fails within ten (10) days to provide such confirmation to the satisfaction of the Authority, the Issuer hereby authorizes the intercept of any Pledged State Aid to be distributed to the Issuer earlier than August 2017 in such amount as determined by the Authority to be appropriate and further authorizes the Authority to give notice to the State Treasurer to intercept that amount of any Pledged State Aid which has not already been transferred to the Issuer. Any Pledged State Aid which is thus intercepted shall be transferred to the Depository and shall be applied after the Authority's Notes are paid in the same manner as provided in paragraph (A) above; and/or

(ii) give notice to the Issuer requiring the Issuer to enter into one or more Tax Intercept Agreements (each a "TIA") to provide additional security for the payment of the Notes and the Issuer shall take the actions necessary to enter into the TIA(s). Each TIA shall be in a form prescribed by the Authority, with such additions, deletions or substitutions reasonably required by any local taxing unit that collects operating taxes revenues collected for the Issuer, and the delinquencies thereon, on behalf of the Issuer, as the Authority and any Authorized Officer shall deem necessary and appropriate.

(D) Failure to pay all or a portion of the Payment Obligations to the Authority not later than August 21, 2017 shall constitute an event of default ("Default") under this Purchase Contract and the Authority's, the Holders' and the Holders' Representatives' rights and remedies upon such Default shall be as set forth in this Purchase Contract and Schedule I and in applicable law.]

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The Issuer consents to the Authority's pledge and assignment of and grant of a security interest in the Authority's rights and interest (subject to certain rights of indemnification) in the Notes and this Purchase Contract as security for the Authority's Notes and a Trust Indenture dated as of August 1, 2016, issued by the Authority pursuant to its Note Authorizing Resolution adopted May 19, 2016, and for the Authority's obligations under a Note Purchase Agreement between it and any Holder of the Authority's Notes.

The Issuer acknowledges that Section 15 of the Authority's enabling statute, the Shared Credit Rating Act, as amended, provides for a statutory lien on the Authority's pledge of the Pledged State Aid which is paramount and superior to all other liens for the sole purpose of paying the principal of, and interest on, the Authority's Notes.

The Issuer further acknowledges that Section 17a(3) of the Act does not require the State to make an appropriation to any school district or intermediate school district and shall not be construed as creating an indebtedness of the State.

With respect to any payment not received from the Issuer by the Depository by the time and date due under this Purchase Contract, the Issuer agrees to pay the Authority an amount as invoiced by the Authority to recover its administrative costs attributable to the late payment. The Issuer further agrees to reimburse the Authority (A) for any and all amounts which the Authority may have to rebate to the federal government due to investment income which the Issuer may earn in connection with the issuance or repayment of its Notes and (B) for the Issuer's pro rata share of the Costs of Issuance that were paid by the Authority in the event that the Authority is required to rebate investment earnings to the federal government regardless, in either case, whether the Issuer is subject to such rebate or not. In the event the Issuer does not meet any arbitrage rebate exception pursuant to the Internal Revenue Code of 1986, as amended, and the regulations promulgated thereunder, relative to the Notes, the Issuer will make any required rebate payment to the federal government when due.

The Issuer shall make the Notes and its Closing Documents (defined below) available for inspection by the Authority on August ___, 2016, at the offices of the Thrun Law Firm, P.C., East Lansing, Michigan. At 9:00 a.m., prevailing Eastern time, on August 22, 2016 ("Closing Date"), the Issuer shall deliver the Notes to the Authority at the offices of Miller, Canfield, Paddock and Stone, P.L.C., Lansing, Michigan, together with such other documents, certificates and closing opinions as the Authority shall require (the "Closing Documents") and the Authority shall accept delivery of the Notes and the Closing Documents and pay the purchase price for the Notes.

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The Authority shall have the right in its sole discretion to terminate the Authority's obligations under this Purchase Contract to purchase, accept delivery of and pay for the Notes if the Authority is unable for any reason to sell and deliver the Authority's Notes on or prior to the Closing Date.

Michigan Finance Authority

By _____
Its Authorized Officer

Accepted and Agreed to this
_____ day of _____, 2016
_____ ("Issuer")
By_____
Title:_____

(Signature page to Purchase Contract)

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Schedule I

[INSTALLMENT PAYMENT SCHEDULE]

All capitalized terms used and not expressly defined in this Schedule I shall have the meanings given to them in the Purchase Contract to which this Schedule I is attached (the "Purchase Contract").

1. The Issuer hereby covenants that it will deposit all Installment payments as set forth in paragraph 9 below with The Bank of New York Mellon Trust Company, N.A., or its successor (the "Depository") at its designated corporate trust office located in Detroit, Michigan. [The Issuer directs the Depository to use the proceeds of the Installment payments to acquire U.S. Treasury Obligations state and local government series (SLGS) and/or such other U.S. Treasury notes, bonds, bills and securities as authorized and directed by the Authority and as permitted by law, or, if authorized and directed by the Authority to enter into an investment contract with a financial institution on behalf of the Issuer for the investment of the Installment payments.] In the event the Depository resigns, or is removed, the Issuer hereby accepts and appoints a successor depository appointed by the Authority as depository for the Notes.

2. The number of Installments shall be as set forth in paragraph 9 below. The Issuer hereby agrees to deposit funds with the Depository in accordance with the Purchase Contract and its resolution authorizing the Notes.

3. The Issuer covenants that it will deliver from time to time such additional information regarding the financial condition of the Issuer as the Authority may reasonably request.

4. The Issuer covenants that the principal amount of the Notes, together with any additional notes or other obligations of equal standing with the Notes as to the Pledged State Aid, will not exceed 75% of the amount of State School Aid to be received by the Issuer during the period from October 1, 2016, through August 31, 2017.

5. The principal amount and the initial interest rate on the Notes shall not exceed $_____ and _____% per annum, respectively.

6. The Issuer's pro rata share of the Costs of Issuance shall not exceed: (A) $_____, plus (B) the Issuer's pro rata share of related charges pursuant to the Note Purchase Agreement between the Authority and the Purchaser, including, without limitation, all other amounts owing to the Holders under the Note Purchase Agreement.

7. The Notes shall be dated August 22, 2016 and shall mature on [July 20], 2017.

8. The purchase price of the Notes shall be $_____ (par of $_____ [less net discount of $_____] [plus net premium of $_____]).

9. The amounts of the Installments/Mandatory Redemptions on the Payment Dates are:

Payment Date	Installment/Mandatory Redemption

10. As long as the Notes are outstanding, the Issuer shall neither pledge nor make any request for an advancement pursuant to Section 17b of the State School Aid Act of 1979, as amended, of any portion of

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its Pledged State Aid, October 2017 State School Aid, or State School Aid payable thereafter without the prior written consent of the Authority, by its Executive Director, which consent shall not be unreasonably withheld. The Issuer shall not, at any time prior to the maturity of the Notes, issue any other obligations pledging the Pledged State Aid ("Other Obligations") unless: (i) the Issuer shall have given prior written notice to the Authority of the Issuer's intent to issue any Other Obligations promptly after forming such intent; (ii) any Other Obligations shall mature after August 21, 2017; and (iii) any pledge of the Pledged State Aid as security for the payment of any Other Obligations shall be: (A) expressly subject to the prior right of interception set forth in this Purchase Contract; and (B) expressly subordinate, under written subordination terms satisfactory to the Authority and its counsel, to the Issuer's prior pledge of Pledged State Aid as security for the Notes. "Other Obligations" defined in this paragraph 10 shall not include state aid notes, if any, issued by the Issuer as a separate series on August 22, 2016 and purchased by the Authority with proceeds from its State Aid Revenue Notes, Series 2016C-__ and Series 2016C-__, to be issued by the Authority pursuant to the Trust Indenture dated as of August 1, 2016. Any one or more of the foregoing restrictions set forth in this paragraph 10 may be waived in writing by the Authority, by its Authorized Officer, in his or her sole and absolute discretion.

[*Note: If a Purchaser of the Authority's State Aid Revenue Notes, Series 2016C-__, requires particular provisions for determining the interest rate on the Notes or a default interest rate, such provisions will be added to this Schedule I, as appropriate.*]

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Schedule I

[NO INSTALLMENTS]

All capitalized terms used and not expressly defined in this Schedule I shall have the meanings given to them in the Purchase Contract to which this Schedule I is attached (the "Purchase Contract").

1. The Issuer hereby agrees to deposit or cause to be deposited funds to pay principal of and interest on the Notes with The Bank of New York Mellon Trust Company, N.A., or its successor (the "Depository") at its designated corporate trust office located in Detroit, Michigan, in accordance with the Purchase Contract and resolution authorizing the Notes. In the event the Depository resigns, or is removed, the Issuer hereby accepts and appoints a successor depository appointed by the Authority as depository for the Notes.

2. The Issuer covenants that it will deliver from time to time such additional information regarding the financial condition of the Issuer as the Authority may reasonably request.

3. The Issuer covenants that the principal amount of the Notes, together with any additional notes or other obligations of equal standing with the Notes as to the Pledged State Aid, will not exceed 75% of the amount of State School Aid to be received by the Issuer during the period from October 1, 2016, through August 31, 2017.

4. The principal amount and the initial interest rate on the Notes shall not exceed $_____ and _____% per annum, respectively.

5. The Issuer's pro rata share of the Costs of Issuance shall not exceed: (A) $_____, plus (B) the Issuer's pro rata share of related charges pursuant to the Note Purchase Agreement[s] among the Authority, [the/each] Purchaser and the Depository (including, without limitation, all other amounts owing to the Holders under the Note Purchase Agreement).

6. The Notes shall be dated August 22, 2016 and shall mature on August 21, 2017.

7. The purchase price of the Notes shall be $_____ (par of $_____ [less net discount of $_____] [plus net premium of $_____]).

8. The amounts of the Installments/Mandatory Payments on the Payment Dates are:

Payment Date	Installment/Mandatory Payment

9. In the event that the Issuer fails to pay all or a portion of the Payment Obligations to the Authority on August 21, 2017, the Notes shall bear a default interest rate per annum beginning August 21, 2017, payable each day such principal amount remains unpaid, in an amount calculated by multiplying such unpaid principal by a percentage equal to the Base Rate plus ___% per annum or such lower interest rate as may be established by the Authority pursuant to an agreement between the Authority and the Holders' Representative. Interest at such default interest rate shall be payable on demand and shall also be payable during the continuance of any event of default.

"Adjusted One Month LIBOR Rate" means for any date an interest rate per annum (rounded upwards, if necessary, to the next 1/16 of 1%) equal to the sum of (i) ___% per annum plus (ii) the quotient of (a) the interest rate determined by the Holders' Representative by reference to the Reuters Screen LIBOR01 Page (or on any successor or substitute page) to be the rate at approximately 11:00 a.m. London time, on such date or, if such date is not a Business Day, on the immediately preceding Business Day, for

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dollar deposits with a maturity equal to one (1) month divided by (b) one minus the Reserve Requirement (expressed as a decimal) applicable to dollar deposits in the London interbank market with a maturity equal to one (1) month, provided that if the rate for any date so determined shall be less than zero, such rate shall be zero for purposes of this calculation.

"Base Rate" means, for any day, the highest of (a) the Prime Rate, (b) the Adjusted One Month LIBOR Rate and (c) _____ percent (___%) per annum.

"Business Day" means any day other than (i) a Saturday or Sunday, (ii) a day on which banking institutions in the States of Michigan, Illinois or New York are authorized or required by law or executive order to close or (iii) a day on which the New York Stock Exchange is closed.

"Prime Rate" means, for any day, the greater of:

(i) the rate of interest announced by JPMorgan Chase Bank, N.A. from time to time as its prime commercial rate for U.S. dollar loans, or equivalent, as in effect on such day, with any change in the Prime Rate resulting from a change in said prime commercial rate to be effective as of the date of the relevant change in said prime commercial rate; and

(ii) the sum of (x) the rate determined by the Holders' Representative to be the average (rounded upwards, if necessary, to the next higher 1/100 of 1%) of the rates per annum quoted to the Holders' Representative at approximately 10:00 a.m. (Chicago time) (or as soon thereafter as is practicable) on such day (or, if such day is not a Business Day, on the immediately preceding Business Day) by two or more federal funds brokers selected by the Holders' Representative for the sale to the Holders' Representative at face value of federal funds in an amount equal or comparable to the principal amount owed to any Holder for which such rate is being determined, plus (y) ___%.

"Reserve Requirement" means a percentage equal to the daily average during the most recently completed interest period of the aggregate maximum reserve requirements (including all basic, supplemental, marginal and other reserves), as specified under Regulation D of the Federal Reserve Board, or any other applicable regulation that prescribes reserve requirements applicable to Eurocurrency liabilities (as presently defined in Regulation D) or applicable to extensions of credit by the Purchaser the rate of interest on which is determined with regard to rates applicable to Eurocurrency liabilities. Without limiting the generality of the foregoing, the Reserve Requirement shall reflect any reserves required to be maintained by the Purchaser against any category of liabilities that includes deposits by reference to which the Adjusted One Month LIBOR Rate is to be determined.

10. So long as the Notes are outstanding or any amounts are due and owing to the Authority under this Purchase Contract, the Issuer shall neither pledge nor make any request for an advancement pursuant to Section 17b of the State School Aid Act of 1979, as amended, of any portion of its Pledged State Aid, October 2017 State School Aid, or State School Aid payable thereafter without the prior written consent of the Authority, by its Executive Director, which consent shall not be unreasonably withheld. The Issuer shall not, at any time prior to the maturity of the Notes, issue any other obligations pledging the Pledged State Aid ("Other Obligations") unless: (i) the Issuer shall have given prior written notice to the Authority of the Issuer's intent to issue any Other Obligations promptly after forming such intent; (ii) any Other Obligations shall mature after August 21, 2017, and (iii) any pledge of the Pledged State Aid as security for the payment of any Other Obligations shall be: (A) expressly subject to the prior right of interception set forth in this Purchase Contract; and (B) expressly subordinate, under written subordination terms satisfactory to the Authority and its counsel, to the Issuer's prior pledge of Pledged State Aid as security for the payment of the Notes. "Other Obligations" defined in this paragraph shall not include state aid notes, if any, issued by the Issuer as a separate series on August 22, 2016 and purchased by the Authority with proceeds from the State Aid Revenue Notes, Series 2016C-__ or Series 2016C-__, to be issued by the Authority pursuant to

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the Trust Indenture dated as of August 1, 2016. Any one or more of the foregoing restrictions set forth in this paragraph may be waived in writing by the Authority, by its Authorized Officer, in his or her sole and absolute discretion.

[*Note: If a Purchaser of the Authority's State Aid Revenue Notes, Series 2016C-__ or Series 2016C-__, requires particular provisions for determining the interest rate on the Notes or a default interest rate, such provisions will be modified, or added to, this Schedule I, as appropriate.*]

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EGRPS
EAST GRAND RAPIDS PUBLIC SCHOOLS

BOARD ENCLOSURE
June 9, 2016
Item No. 29

2016-2017
ADMINISTRATIVE AND TEACHER CONTRACTS
for Board of Education Approval – June 9, 2016

Administrative Staff:

Carlye Allen	Wealthy Elementary Principal
Anthony Morey	Middle School Principal (former EGRPS Wealthy Elementary Principal)

Certificated Staff:

Heather Carlson	High School Science Teacher
Catherine Vila	High School World Language Teacher
William Westers	High School World Language Teacher

2915 Hall Street SE • Grand Rapids, Michigan 49506
Telephone 616.235.3535 • Fax 616.235.3256 • www.egrps.org

Partners with CITY OF EAST GRAND RAPIDS A BETTER PLACE TO LIVE