

MT. VERNON COMMUNITY SCHOOL CORPORATION

PRELIMINARY DETERMINATION

RESOLUTION NO. 2022-36

WHEREAS, Mt. Vernon Community School Corporation (the "School Corporation") published a Notice of Preliminary Determination Hearings on October 7, 2022 in the Greenfield Daily Reporter with respect to Mt. Vernon Community School Corporation 2023 School Bus Replacement Plan which includes the acquisition of five school buses for 2023 (collectively, the "Plan"); and

WHEREAS, the preliminary determination hearing was held on October 17, 2022 ; and

WHEREAS, the School Corporation has made the following information available to the public at the public hearings: (a) the result of the Schools Corporation's current and projected annual debt service payments divided by the net assessed value of taxable property within the School Corporation, which is 0.0475%; (b) the result of (i) the sum of the School Corporation's outstanding long term debt plus the outstanding long term debt of other taxing units that include any of the territory of the School Corporation; divided by (ii) the net assessed value of taxable property within the School Corporation, which is 13.72%; now, therefore,

BE IT RESOLVED that the Board of School Trustees (the "Board") of the School Corporation preliminarily determines to incur debt and enter into a lease agreement for the Plan.

BE IT FURTHER RESOLVED that the lease agreement will be for a maximum term of 2 years with a maximum repayment of \$500,000. The maximum annual payment has been estimated based upon an estimated principal amount of debt of \$884,035.00, estimated interest rates ranging from 3.60%, and estimated total interest costs of \$32,000.00. The School Corporation's current debt service levy is \$23,590,680 and the current debt service rate is

\$1.1790. After the School Corporation enters into the proposed lease agreement and the debt is issued, the gross debt service levy will increase by a maximum of \$950,000 and the debt service rate will increase by a maximum of \$0.0475. However, as existing obligations mature, the anticipated net increase to the Debt Service Fund tax rate is expected to be \$0.00 above the current rate. The purpose of the lease agreement is to provide for the completion of the Plan. The Plan involves purchasing five new school buses.

BE IT FURTHER RESOLVED that the Secretary of the Board is hereby authorized and directed to publish the notice of adoption of this preliminary determination in accordance with Indiana law.

Adopted this 17th day of October, 2022.

AYE

ATTEST:

Secretary

NAY
