

**RESOLUTION ABATING THE TAX HERETOFORE LEVIED FOR THE YEAR 2004 TO PAY DEBT SERVICE ON UNLIMITED TAX GENERAL OBLIGATION BONDS (DEDICATED TAX REVENUES), SERIES 1997, OF THE BOARD OF EDUCATION OF THE CITY OF CHICAGO**

**WHEREAS**, the Board of Education of the City of Chicago (the "*Board*") has heretofore issued its Unlimited Tax General Obligation Bonds (Dedicated Tax Revenues), Series 1997, dated April 15, 1997 (the "*Series 1997 Bonds*"), pursuant to Resolution No. 97-0226-RS6, adopted by the Board on the 26th day of February, 1997 (the "*Bond Resolution*") and that certain Trust Indenture, dated as of April 15, 1997 (the "*Indenture*"), between the Board and Amalgamated Bank of Chicago (the "*Trustee*"); and

**WHEREAS**, pursuant to the Bond Resolution, the Board has levied a direct annual tax for the payment of the principal of and interest on the Series 1997 Bonds, and has directed the County Clerks of The Counties of Cook and DuPage, Illinois (the "*County Clerks*") to extend such taxes in amounts sufficient to pay such debt service as the same becomes due (the "*Pledged Taxes*") pursuant to a certificate entitled:

Notification and Direction for abatement of certain taxes levied for each of the years 1997 to 2026, inclusive, to pay principal of and interest on \$500,000,000 Unlimited Tax General Obligation Bonds (Dedicated Tax Revenues), Series 1997, of the Chicago School Reform Board of Trustees of the Board of Education of the City of Chicago, Illinois,

heretofore filed with each of the County Clerks (the "*Extension Certificates*"); and

**WHEREAS**, the Board has heretofore issued both its Unlimited Tax General Obligation Refunding Bonds (Dedicated Revenues), Series 2004A, and its Unlimited Tax General Obligation Refunding Bonds (Dedicated Revenues), Series 2004B a portion of the proceeds of which were applied to advance refund a portion of the Series 1997 Bonds prior to maturity; and

**WHEREAS**, Section 504(A)(ii) of the Indenture provides that once sufficient Pledged Revenues (as defined in the Indenture) have been deposited in the Deposit Sub-Account (as defined in the Indenture) in any calendar year in an amount sufficient to pay the interest on and the principal of the Series 1997 Bonds due during the Bond Year beginning on December 2 of such calendar year, the Trustee shall notify the Board of that fact and the Board shall take such actions as are necessary to abate the Pledged Taxes levied and to be extended for the then-current calendar year in full; and

**WHEREAS**, the Board has received the notice described in the preceding paragraph from the Trustee evidencing the sufficiency of the Pledged Revenues deposited into the Deposit Sub-Account to pay the interest on and the principal of the Series 1997 Bonds due during the Bond Year beginning December 2, 2004, and the Board hereby finds that it is necessary and in the best interests of the Board that the Pledged Taxes heretofore levied and to be extended for the year 2004 to pay such debt service on the Series 1997 Bonds be abated in full.

**NOW, THEREFORE, BE IT HEREBY RESOLVED by the Board of Education of the City of Chicago, as follows:**

1. *Abatement of Pledged Taxes.* The Pledged Taxes in the amount of \$17,860,280.00 heretofore levied for the year 2004 in the Bond Resolution authorizing the Series 1997 Bonds and to be extended pursuant to the Extension Certificates are hereby abated in full.
2. *Filing of Resolution.* Forthwith upon the adoption of this Resolution, the Secretary of the Board shall cause a certified copy hereof to be filed with the County Clerks of The Counties of Cook and DuPage, Illinois, and it shall be the duty of such officers to abate said Pledged Taxes levied and to be extended for the year 2004 in full, in accordance with the provisions hereof.
3. *Effective Date.* This Resolution shall be in full force and effect upon its adoption.