

February 25, 2004

**RESOLUTION ABATING THE TAX HERETOFORE LEVIED FOR THE YEAR 2003 TO PAY DEBT SERVICE  
ON UNLIMITED TAX GENERAL OBLIGATION BONDS (DEDICATED TAX REVENUES), SERIES 2000-01,  
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 2000A, dated July 20, 2000, (the "*Series 2000A Bonds*"); its Unlimited Tax General Obligation Bonds (Dedicated Tax Revenues), Series 2000B, dated September 7, 2000 (the "*Series 2000B Bonds*"); its Unlimited Tax General Obligation Bonds (Dedicated Tax Revenues), Series 2000C, dated September 7, 2000 (the "*Series 2000C Bonds*"); its Unlimited Tax General Obligation Bonds (Dedicated Tax Revenues), Series 2000D, dated September 7, 2000 (the "*Series 2000D Bonds*", together with the Series 2000A, the Series 2000B and the Series 2000C, the "*Series 2000 Bonds*") and its Unlimited Tax General Obligation Bonds (Dedicated Revenues), Series 2001A, dated February 1, 2001 (the "*Series 2001A Bonds*", together with the Series 2000 Bonds, the "*Series 2000-01 Bonds*", all pursuant to Resolution 00-0628-RS21, adopted by the Board on the 28<sup>th</sup> day of June 2000 (the "*Bond Resolution*") and a certain Trust Indenture, dated as of July 1, 2000 (the "*Series 2000A Indenture*"), between the Board and Amalgamated Bank of Chicago (the "*Trustee*"), securing the Series 2000A Bonds; a certain Trust Indenture, dated as of September 1, 2000 (the "*Series 2000 B Indenture*"), between the Board and the Trustee, securing the Series 2000B Bonds; a certain Trust Indenture, dated as of September 1, 2000 (the "*Series 2000 C Indenture*") between the Board and the Trustee, securing the Series 2000C Bonds; a certain Trust Indenture, dated as of September 1, 2000 (the "*Series 2000D Indenture*"), between the Board and the Trustee, securing the Series 2000D Bonds; and a certain Trust Indenture, dated as of February 1, 2001 (the "*Series 2001A Indenture*"), between the Board and Seaway National Bank of Chicago (the "*Series 2001A Trustee*"), securing the Series 2001A Bonds; 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 2000-01 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 thereto; and

**WHEREAS**, Section 5.4(A) of the Series 2000A Indenture provides that once sufficient Pledged Revenues (as defined in the Indenture) have been deposited in the Pledged Revenue 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 2000A Bonds due during the Bond Year beginning on December 2 of such prior 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**, Section 5.4(A) of the Series 2000B Indenture, Series 2000C Indenture and Series 2000D Indenture provides that once sufficient Pledged State Aid Revenues (as defined in each Indenture) have been deposited in the Deposit Sub-Account (as defined in each Indenture) in any calendar year in an amount sufficient to pay the interest on and the principal of the Series 2000B Bonds, the Series 2000C Bonds and the Series 2000D Bonds due during the Bond Year beginning on March 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**, Section 5.4(A) of the Series 2001A Indenture provides that once sufficient Pledged Revenues (as defined in the Indenture) have been deposited in the Pledged State Aid Revenues 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 2001A Bonds due during the Bond Year beginning on December 2 of such prior calendar year, the Series 2001A 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 notices described in the preceding three paragraphs from the Trustee and the Series 2001A Trustee evidencing the sufficiency of the respective Pledged Revenues and the Pledged State Aid Revenues deposited into the respective Deposit Sub-Accounts for calendar year 2003, 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 2003 to pay such debt service on the Series 2000-01 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 the Series 2000-01 Bonds Pledged Taxes.* The Pledged Taxes in the amount of \$30,000,000.00 heretofore levied for the year 2003 in the Bond Resolution and to be extended pursuant thereto 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, and it shall be the duty of such officers to abate said Pledged Taxes levied and to be extended for the year 2003 in full, in accordance with the provisions hereof.
3. *Effective Date.* This Resolution shall be in full force and effect upon its adoption.