

RESOLUTION LEVYING TAXES FOR THE FISCAL YEAR 2005-2006 FOR SCHOOL PURPOSES OF THE BOARD OF EDUCATION OF THE CITY OF CHICAGO

BE IT RESOLVED BY THE BOARD OF EDUCATION OF THE CITY OF CHICAGO as follows:

Section 1. Findings. The Board of Education of the City of Chicago does hereby find and declare as follows:

(a) The Board adopted on July 27, 2005, its Annual School Budget, which sets forth the appropriations and liabilities of the Board for its 2005-2006 Fiscal Year, which begins on July 1, 2005 and ends on June 30, 2006; and

(b) The Board requires to be levied, and it is necessary for the Board to levy, taxes in the amount of One Billion Seven Hundred and Forty Five Million Dollars (\$1,745,000,000) for its 2005-2006 Fiscal Year, as set forth in Section 2 of this Resolution.

Section 2. Levy. There are levied for the Board's 2005-2006 Fiscal Year, upon all taxable property in the City of Chicago, school taxes for the purpose of establishing and supporting free schools and defraying their expenses, for the following specific purposes:

(a) For educational purposes, including without limitation, in addition to general education purposes, including, as authorized before the adoption of Public Act 89-15, constructing, acquiring, leasing (other than from the Public Building Commission of Chicago), operating, maintaining, improving, repairing, and renovating land, buildings, furnishings, and equipment for school houses and buildings, and related incidental expenses; provision of special education; furnishing free textbooks and instructional aids and school supplies; establishing, equipping, maintaining, and operating supervised playgrounds under the control of the Board, school extracurricular activities, and stadia, social centers and summer swimming pool programs open to the public in connection with any public school; making an employer contribution to the Public School Teachers' Pension and Retirement Fund as required by Section 17-129 of the Illinois Pension Code, 40 ILCS 5/17-129; providing an agricultural science school, including site development and improvements, maintenance, repairs, and supplies; and student transportation expenses \$ 1,275,000,000

(b) For the purpose of providing revenue for the payment and expenses of operation and maintenance of Public Building Commission Projects as provided in the lease agreements between the Board and the Public Building Commission of Chicago \$ 323,275,000

For estimated loss and cost of collection and deferred collections \$ 11,725,000

Total \$ 335,000,000

(c) For the purpose of paying tort judgments and settlements; paying costs of insurance, individual or joint self-insurance (including reserves thereon), including all operating and administrative costs and expenses directly associated therewith, claims services and risk management directly attributable to loss prevention and loss reduction, legal services directly attributable to the insurance, self-insurance or joint self-insurance program, and educational, inspectional and supervisory services directly relating to loss prevention and loss reduction; discharging obligations under Section 34-18.1 of the School Code, 105 ILCS 5/34-18.1; paying the cost of risk management programs; establishing reserves for executed losses for any liability or loss as provided in 745 ILCS 10/9-107; and protection against and reduction of liability or loss as described above under Federal or State statutory or common law, the Workers' Compensation Act, Workers' Occupational Disease Act, and the Unemployment Insurance Act \$ 135,000,000

Any reductions in extensions required by the Property Tax Extension Limitation Law shall be as directed by the Board as provided in the Controller's Certificate, including as it may be amended from time to time, as provided in Section 34-54.1 of the School Code, 105 ILCS 5/34-54.1, to be filed with the County Clerks of the Counties of Cook and DuPage.

All taxes levied by this Resolution are in addition to any taxes levied for any previous fiscal year or for any lease rentals for the Public Building Commission of Chicago or any Bonds of the Board.

Section 3. Certificate. It is certified that the Board requires the taxes to be levied as provided in Section 2 of this Resolution upon all taxable property in the City of Chicago. The President and the Secretary of the Board are authorized and directed to certify to the County Clerks of the Counties of Cook and DuPage the total amount of the levy of such taxes for the Board for the Fiscal Year 2005-2006, as required by law, as set forth in this Resolution.

Section 4. Effectiveness. This Resolution is effective and in full force immediately upon its adoption.