

RESOLUTION ADOPTING THE AMENDED ANNUAL SCHOOL BUDGET FOR FISCAL YEAR 2013

WHEREAS, on August 22, 2012, pursuant to Section 34-43 of the Illinois School Code (the "Code"), the Board of Education of the City of Chicago (the "Board") adopted an Annual School Budget for Fiscal Year 2013; and

WHEREAS, on November 14, 2012, pursuant to Section 34-47 of the Code, the Board adopted an Amended Annual School Budget for Fiscal Year 2013 (referred to collectively with the Annual School Budget as the "Budget"); and

WHEREAS, pursuant to Section 34-47 of the Code the Board may further amend its budget by the same procedure provided for the adoption of the original budget; and

WHEREAS, the Board has proposed school actions and other district priorities; and

WHEREAS, the proposed school actions and priorities require additional capital appropriation authority in Fiscal Year 2013 above what was adopted by the Board on November 14, 2012; and

WHEREAS, the Board wishes to amend the capital Budget to provide the appropriation authority necessary to implement the proposed school actions and other district priorities;

NOW, THEREFORE, BE IT HEREBY RESOLVED BY THE BOARD OF EDUCATION OF THE CITY OF CHICAGO as follows:

Section 1. Findings. It is found, declared and determined as follows.

(a) Pursuant to section 34-43 of the Code, the Board has previously established standards by which its budgets shall be balanced in each fiscal year, consistent with the requirements of the Code. These standards and policies established by the Board in the August 22, 2012 resolution and maintained in the November 14, 2012 resolution approving the Budget remain in force and govern this Amended Capital Budget;

(b) The Amended Capital Budget was prepared in tentative form by the Board and was available for public inspection for at least fifteen days prior to adoption (to wit, since April 5, 2013) by having at least five copies of the tentative budget on file in the Office of the Board.

(c) On April 17, 2013 three public hearings were held concerning the adoption of the Amended Capital Budget; notice of such hearings having been given by publication in a newspaper of general circulation in the City of Chicago and on the www.cps.edu website.

Section 2. Budget Approval. The Amended Capital Budget is adopted.

Section 3. Official Intent. This Resolution is further intended to satisfy the "Official Intent Requirement of Treasury Regulations Section 1.150-2.

Section 4. The Project. The Board has determined to undertake the acquisition, construction reconstruction and rehabilitation of certain educational facilities, including, but not limited to the facilities identified in the Amended Capital Budget (the "Project").

Section 5. Reimbursement. The Board reasonably expects to be reimbursed for such expenditures with proceeds of its debt. The maximum principal amount of debt expected to be issued for the reimbursement of such expenditures is \$370,000,000 plus additional such amounts necessary to fund costs of issuance, underwriter's discount and all other appropriate and allowable expenses.

Section 6. Declaration. This declaration of official intent is consistent with the budgetary and financial circumstances of the Board.

Section 7. Filing. A copy of this Resolution shall be filed immediately in the office of the Secretary of the Board and shall be made available for public inspection in the manner required by law.

Section 8. Severability. To the extent that any prior resolution or policy of the Board is in conflict with the provisions of this Resolution, the provisions of this Resolution shall be controlling. If any section, paragraph, clause or provision of this Resolution shall be held invalid, the invalidity of such section, paragraph, clause, or provision shall not affect any of the other provisions of this Resolution.

Section 9. Effectiveness. This Resolution is effective immediately upon its adoption.