

**THE BOARD OF EDUCATION OF THE BOROUGH OF GLASSBORO,
IN THE COUNTY OF GLOUCESTER, NEW JERSEY**

RESOLUTION

**RESOLUTION OF THE BOARD OF EDUCATION OF THE
BOROUGH OF GLASSBORO, IN THE COUNTY OF
GLOUCESTER, NEW JERSEY EXPRESSING ITS
INTENTION TO REIMBURSE ITSELF FOR CERTAIN
EXPENDITURES RELATING TO VARIOUS CAPITAL
IMPROVEMENTS OUT OF THE PROCEEDS OF BONDS
TO BE HEREAFTER ISSUED BY THE SCHOOL DISTRICT**

BACKGROUND

WHEREAS, pursuant to Chapter 24 of Title 18A of the New Jersey Statutes, as amended and supplemented, *N.J.S.A. 18A:24-1 et seq.* ("School Bond Law"), and by virtue of certain proposals (collectively, the "Proposals") adopted by The Board of Education of the Borough of Glassboro, in the County of Gloucester, New Jersey ("Board" when referring to the governing body and "School District" when referring to the legal entity governed by the Board), on January 7, 2015 and approved by the voters of the School District at the special election held on March 10, 2015, the School District is authorized to issue school bonds in the aggregate principal amount of up to \$23,647,000 ("Bonds") to finance the local share of certain capital improvements set forth in the Proposal I and II (collectively, the "Project"); and

WHEREAS, the School District intends to incur expenditures for the costs of preparation, design, planning, acquisition, construction and installation of the Project including, without limitation, expenditures to certain of its consultants, architects, engineers, attorneys and others for services rendered in connection with the Project (collectively, the "Project Costs"); and

WHEREAS, the School District intends to pay such expenditures using temporarily available funds in anticipation of reimbursing such expenditures from the proceeds of the Bonds; and

WHEREAS, in accordance with the requirements of the Internal Revenue Code of 1986, as amended ("Code"), and the regulations promulgated thereunder including, without limitation, Income Tax Regulation §1.150-2(e), the School District now desires to express its intention to reimburse itself for such expenditures out of the proceeds of the Bonds.

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF EDUCATION OF THE BOROUGH OF GLASSBORO, IN THE COUNTY OF GLOUCESTER, NEW JERSEY, AS FOLLOWS:

Section 1. The Board hereby declares its reasonable expectation to reimburse the expenditures of Project Costs paid, and to be paid, by the School District prior to the date of issuance of the Bonds out of the proceeds of the Bonds which are to be issued by the School District after the date of this Resolution.

Section 2. The Board intends that the expenditures made by or on behalf of the School District with respect to the Project are to be permanently financed with the proceeds of the Bonds.

Section 3. The expenditures to be incurred by the School District to pay the Project Costs prior to the date of issuance of the Bonds will initially be paid from School District funds which are not permanently available for the Project.

Section 4. This Resolution is to be retained by the Board and made publicly available for inspection at the offices of the Board from the date hereof through the date of issuance of the Bonds.

Section 5. The Board authorizes and directs the Business Administrator/Board Secretary to designate the "original expenditures" in a written "reimbursement allocation", within the meanings of Income Tax Regulation §1.150-2(c)(2), that evidences the School District's use of proceeds to reimburse an original expenditure on the date of issue of the Bonds.

Section 6. All resolutions, or parts thereof, inconsistent herewith are hereby rescinded and repealed to the extent of any such inconsistency.

Section 7. This resolution shall take effect immediately upon adoption this 22nd day of April, 2015.