

**RESOLUTION PROVIDING FOR THE ISSUANCE OF UNLIMITED TAX GENERAL  
OBLIGATION BONDS (DEDICATED REVENUES) OF THE BOARD OF EDUCATION**

**AMOUNT NOT TO EXCEED \$225,000,000, FOR THE PURPOSE OF PAYING PART OF THE  
COSTS OF FINANCING CAPITAL IMPROVEMENTS AND REFINANCING OUTSTANDING BONDS**

WHEREAS, in accordance with the provisions of the Act, the School Board, on the 26th day of August, 1998, adopted a resolution (the "1998 Authorization") authorizing the issuance of alternate bonds, being general obligation bonds payable from any revenue source, as provided by the Act (the "1998 Alternate Bonds") in an amount not to exceed \$900,000,000; and

WHEREAS, pursuant to and in accordance with the Act and the 1998 Authorization, the Board caused to be published on September 4, 1998 in the *Chicago Sun-Times*, a newspaper of general circulation within the School District, a copy of the 1998 Authorization and a notice that the 1998 Alternate

Bonds are subject to a "back-door referendum" under the Act: and

taxes levied or to be levied against all the taxable property in the School District, without limitation as to rate or amount, pursuant to Section 3 of this Resolution, for the purpose of providing funds in addition to the Pledged Revenues, to pay the principal of and interest on the Bonds; and

WHEREAS, the Personal Property Replacement Tax Revenues, the Intergovernmental Agreement Revenues and the State Aid Revenues each constitute a "Governmental Revenue Source" as defined in Section 3 of the Act; and

WHEREAS, based on a report presented to this meeting and on file with the Secretary of the Board, the Board has determined that the Pledged Revenues will provide in each year an amount not less

than 1.25 times debt service on the Bonds and all other outstanding alternate bonds to be paid from such Pledged Revenues, which determination is supported by the most recent audit of the Board prepared by McGladrey & Pullen LLP which audit is for the fiscal year ended June 30, 2006 (the "2006 Audit") being

NOW, THEREFORE, Be It Hereby Resolved by the Chicago Board of Education of the Board of Education of the City of Chicago, as follows:

[REDACTED]

~~and the same shall be the same as the original. When issued, the Deeds shall be and forever remain~~

~~until said conditions the general obligation of the Deed, for the payment of which its full faith and credit~~

rates or rates shall not exceed the maximum permitted by law for obligations of the Board, but in no event

more than fifteen percent (15%) per annum, subject to the provisions of Section 4(d) hereof. In the case

of Variable Rate Bonds bearing interest at rates that are adjusted and reset from time to time by means of an auction process, each of the Designated Officials is hereby authorized to execute on behalf of the Board one or more agreements with such national banking associations, banks, trust companies, investment bankers or other financial institutions serving as auction agent, market agent or broker-dealer, shall be selected by a Designated Official reflecting the terms and provisions of such Bonds and

with the issuance of any refunding bonds meeting the requirements of this paragraph (h), either of the

Designated Officials may determine that such refunding bonds are issued under this Resolution and constitute "Bonds" for all purposes hereunder but do not constitute bonds issued under the 2006

paragraph (h), either Designated Official is hereby authorized to pledge as payment for said refunding

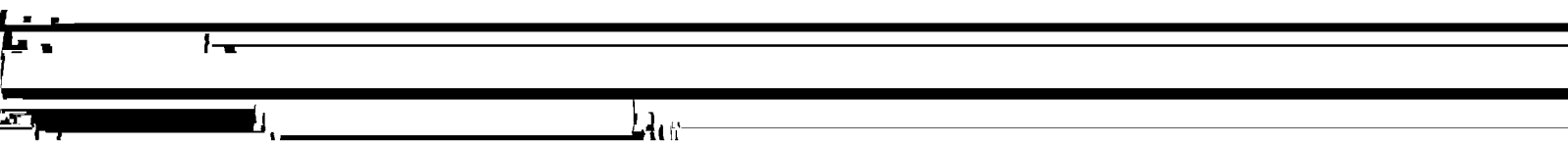
bonds any revenue sources identified in the original authorization pursuant to which such Refunded

(c) At the time and in the manner set forth in each Indenture, the Board shall direct the abatement of the Pledged Taxes in whole or in part.

(d) The certification of sale of the Bonds delivered by the Designated Official pursuant to



Section 4(a) hereof may provide for the allocation of all or a portion of the Pledged Taxes levied for any



year pursuant to this Resolution to the payment of the principal and redemption price of and interest on the Bonds.

**Section 4. Sale of the Bonds, Bond Purchase Agreements.**

(a) The Bonds shall be sold and delivered to the Underwriters designated by the Chief



(d) In connection with the sale of any of the Bonds, to provide additional security and liquidity

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

puruant to Section 3 hereof, with respect to such Bonds (iii) if an agreement other than the agreement in

to be executed and delivered as authorized in Section 5 hereof, a copy of such agreement; (xv) the

identity of and the consideration paid to the Underwriters in connection with such sale and (xvi) whether

(i) Pursuant to Section 7 of the Bond Authorization Act of the State of Illinois, either of the Designated Officials is hereby authorized to execute and deliver from time-to-time one or more agreements with counterparties selected by either of the Designated Officials for the purpose of providing

the Board with alternative interest costs with respect to the any one or more of the Bonds. Any such agreement to the extent practicable shall be in substantially the form of either the "Local Currency-Single

to secure the payment of the principal of and interest on the Bonds, and (ii) to the extent necessary, advising the County Collectors of the abatement of the Pledged Taxes. The Designated Officials are directed to file a certified copy of this Resolution with each of the County Collectors within ten (10) days of the passage hereof.

**Section 8. Tax-Exemption and Non-Arbitrage.** Each of the Designated Officials is hereby authorized to take any other actions and to execute any other documents and certificates necessary to

income tax purposes to ensure that such Bonds do not constitute "private activity bonds" "tax-exempt bonds"