

**School District of the City of Muskegon Heights
Receivership Transition Advisory Board Agenda
Wednesday, October 18, 2017, 4:00 PM**

2603 Leahy St
Muskegon Heights, MI 49444

I. CALL TO ORDER

- A. Roll Call
- B. Approval of RTAB Meeting Minutes
 - i. September 20, 2017 (attachment #1)

II. OLD BUSINESS

III. NEW BUSINESS

- A. News and Updates
- B. Monthly Reports (attachment #2)
 - i. Liabilities report (attachment #3)
 - ii. Cash flow projections
 - 1. Without Emergency Loan (attachment #4)
 - 2. With Emergency Loan (attachment #5)
 - iii. Comparison of budgeted revenue and expenditure to actual (attachment #6)
- C. Nomination and Appointment of RTAB Secretary
- D. Fourth Emergency Loan and TAN for Current Fiscal Year
 - i. Five Year Plan
 - 1. Without Emergency Loan (attachment #7)
 - 2. With Emergency Loan (attachment #8)
 - ii. RTAB Resolutions
 - 1. 2017 Emergency Loan Note (attachment #9)
 - 2. Issuance of Notes in Anticipation of Taxes Current Fiscal Year (attachment #10)
 - 3. Reinstatement of 2012 Emergency Loan (attachment #11)
 - 4. Reinstatement of 2013 Emergency Loan (attachment #12)
 - 5. Reinstatement of 2014 Emergency Loan (attachment #13)

IV. PUBLIC COMMENT

V. ADJOURNMENT

School District of the City of Muskegon Heights
Receivership Transition Advisory Board Meeting

Wednesday, September 20, 2017
Conference Room
2603 Leahy St.
Muskegon Heights, MI 49444

MINUTES

I. Call to Order

Chair Michael Wrobel called the meeting to order at 4:02p.m.

A. Roll Call

Members Present – 3

Dale Nesbary
John Schrier
Michael Wrobel

Members Absent – 2

Patrice Johnson
Clinton Todd

A quorum was present.

B. Approval of Minutes

Motion by Dr. Nesbary to approve the draft minutes of the RTAB's August 16, 2017 meeting as presented. Motion moved and seconded by Mr. Schrier. The RTAB approved the minutes of the August 16, 2017 meeting as presented.

II. Old Business

None

III. New Business

A. News and Updates

The new chair, Michael Wrobel, introduced himself to the Board. Chair Wrobel provided an update on potentially restructuring the district's liabilities under a fourth emergency loan.

B. Monthly Reports

i. Report Summary

Assistant Superintendent of Finance and Administration Mr. Lewis presented the summary report to the Board. Mr. Schrier asked about the timing of property tax receipts. Mr. Lewis answered that payments have all been received on time so far this year.

ii. Liabilities Report

Mr. Lewis reported the district intends to borrow from the School Bond Loan Fund in April or May. Discussion occurred regarding the payable to MDE.

iii. Cash Flow Projections

Mr. Lewis discussed potential changes that may occur to the cash flow. Chair Wrobel asked if any payment was scheduled for UIA. Mr. Lewis noted no payments are scheduled at this time and added that the District will have to use its own cash in addition to any refinancing of the amount owed.

iv. Comparison of Budgeted Revenue and Expenditure to Actual

Mr. Lewis reported the FY 2016-17 report should match what comes out in the audited financial statements. The draft report will be received Friday, September 22, making the district on track to submit the audit on time.

The payable from Highland Park has also been received.

IV. Public Comment

None

V. Adjournment

There being no further business, Chair Wrobel adjourned the meeting at 4:12p.m.



Muskegon Heights Public Schools

2603 Leahy Street • Muskegon Heights, MI 49444 • Phone 231-830-3221 Fax 231-830-3560

Date: October 11, 2017

To: Receivership Transition Advisory Board (RTAB)
Muskegon Heights Public Schools Board of Education

From: John Lewis, Assistant Superintendent

Re: Board Meeting Packet for October 18, 2017

Attached, please find the Muskegon Heights Public Schools Budget to Actual Revenue and Expenditure Report, Five-Year Financial Plans (with and without emergency loan proceeds), Cash Flow Statements (with and without emergency loan proceeds), and Liabilities Report for your review.

Budget to Actual Revenue and Expenditure Report

For this report, I have included the current YTD budgets to actual report for FY 2017/18. We now have financial statement drafts for the 2016/17 fiscal year, so including the prior year report is unnecessary as we know what the beginning year fund balance is and this figure is included in the 2017/18 report. I would also like to note that we are on target for completing our audit and Financial Information Database (FID) submission on time.

Cash Flow Statement

In the attachments that accompany this report, you will find two separate cash flow statements. As mentioned in prior meetings, the district is seeking financing for its outstanding ORS and UIA liabilities. For this reason, I have included cash scenarios based on whether or not the district is able to restructure this debt through new loans. In both scenarios, cash is moving in a positive direction.

Liabilities Report

Liabilities have again increased from the prior report due to interest and fees relating to the outstanding ORS and UIA balances.

Five-Year Financial Plan

This report is required by the Emergency Loan Board (ELB) and will most likely not be a recurring report in future board meetings. The district board approved this plan at its meeting on October 9, 2017. Much like the cash flow scenarios, we have a report with and without emergency loan proceeds. The plan *with* loan proceeds was the plan approved by the district board. As you can see, if the district is able to borrow the necessary funds, it will have a major effect on the fund balance of the general fund, essentially taking the district out of deficit. Without funding, the district will still be moving in a positive direction, but at a much slower pace while incurring continuous late fees and interest charges from its outstanding ORS and UIA balances.

Other Items to Note

In addition to these reports, the RTAB will need to vote on five (5) borrowing resolutions. Copies of these proposed resolutions are included in this packet. These resolutions are as follows:

- Authorizing Issuance of Notes in Anticipation of Taxes
- Authorizing Reinstatement of 2012 Emergency Loan
- Authorizing Reinstatement of 2013 Emergency Loan
- Authorizing Reinstatement of 2014 Emergency Loan
- Authorizing 2017 Emergency Loan

The approval of these resolutions by the RTAB will be *necessary* in order for the district to move forward with its debt refinancing.

Attachment #3

Fund	Rate	Description	Issuance Date	Original Amount	Term Length	Principal	Interest	Total Amount	Projected Maturity Date	As of Date
GF		ORS			Short			\$ 1,503,691.65	N/A	9/22/2017
GF		Payable to MDE - At-Risk Payback			Short			\$ 371,435.77	N/A	10/6/2017
GF		UIA			Short			\$ 946,651.16	N/A	10/6/2017
GF	2.45%	Emergency Loan #1 - 2012	8/16/2012	\$ 7,650,000.00	Long	\$ 7,130,000.00	\$ 2,554,125.00	\$ 9,684,125.00	11/1/2041	10/6/2017
GF	2.35%	Emergency Loan #2 - 2013	1/18/2013	\$ 3,500,000.00	Long	\$ 3,235,000.00	\$ 1,090,693.75	\$ 4,325,693.75	11/1/2041	10/6/2017
GF	3.45%	Emergency Loan #3 - 2014	4/28/2014	\$ 1,400,000.00	Long	\$ 1,400,000.00	\$ 1,001,535.00	\$ 2,401,535.00	4/3/2044	10/6/2017
GF	NA	2007 Energy Conservation Improvement Bonds	12/19/2007		Long	\$ 3,149,000.00	\$ -	\$ 3,149,000.00	12/19/2022	10/6/2017
DF	5.00%	2016 Refunding Bonds, Series A	3/29/2016		Long	\$ 13,710,000.00	\$ 4,638,671.89	\$ 18,348,671.89	5/1/2029	10/6/2017
DF	1.74%-2.61%	2016 Refunding Bonds, Series B	3/26/2016		Long	\$ 5,225,000.00	\$ 209,438.79	\$ 5,434,438.79	5/1/2021	10/6/2017
DF	3.41%	School Bond Loan Fund	Annual		Long	\$ 2,211.92	\$ 90.22	\$ 2,302.14	5/1/2035*	10/6/2017
DF	3.41%	School Loan Revolving Fund	Annual		Long	\$ 701,012.00	\$ 12,235.76	\$ 713,247.76	5/1/2035*	10/6/2017
				\$ 12,550,000.00		\$ 34,552,223.92	\$ 9,506,790.41	\$ 46,880,792.91		

Note: GF - General Fund (18 mill levy); DF - Debt Service Fund (13 mill levy)

*Indicates Mandatory Repayment Date

Liability

Usage Explanation:

- EL #1 Majority of proceeds used to retire SAN received in August 2011. Remainder used for final payrolls and other prior year expenses
 - EL #2 Legacy costs
 - EL #3 Legacy costs
- Total Emergency Loans issued: \$12,550,000

Projected Monthly Cash Flow - One Year Projection

Date
10/4/2017

Attachment #4

School District Muskegon Heights Public Schools	WITHOUT EL PROCEEDS
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	October 17	November 17	December 17	January 18	February 18	March 18	April 18	May 18	June 18	July 18	August 18	September 18
Beginning Balance	\$ 748,156	\$ 389,140	\$ 388,816	\$ 254,281	\$ 252,957	\$ 431,333	\$ 608,199	\$ 459,909	\$ 669,555	\$ 359,042	\$ 305,285	\$ 543,834
Estimated Receipts												
Taxes			\$ 56,720		\$ 180,000	\$ 180,000		\$ 210,540			\$ 240,000	\$ 40,000
Taxes - Tech Millage	\$ 15,000	\$ 12,432		\$ 6,511	\$ 27,000	\$ 25,000		\$ 1,500	\$ 21,187			\$ 15,000
Authorizer Fees	\$ 15,837	\$ 15,837	\$ 15,837	\$ 15,837	\$ 15,837	\$ 15,837	\$ 15,837	\$ 15,837	\$ 15,837	\$ 15,837	\$ 15,837	\$ 15,837
Note Proceeds												
TAN Proceeds												
Other Revenue	\$ 1,527	\$ 1,527	\$ 1,527	\$ 1,527	\$ 1,527	\$ 1,527	\$ 1,527	\$ 1,527	\$ 1,527	\$ 1,000	\$ 1,000	\$ 1,000
Total Available Funds	\$ 780,520	\$ 418,936	\$ 462,900	\$ 278,156	\$ 477,321	\$ 653,697	\$ 625,563	\$ 689,313	\$ 708,106	\$ 375,879	\$ 562,122	\$ 615,671
Less Estimated Expenditures:												
Payrolls	\$ 10,629	\$ 13,708	\$ 18,296	\$ 13,708	\$ 13,708	\$ 15,217	\$ 13,708	\$ 13,708	\$ 18,296	\$ 13,708	\$ 13,708	\$ 13,708
Other Expenditures	\$ 6,248	\$ 3,980	\$ 8,230	\$ 4,980	\$ 5,280	\$ 5,280	\$ 4,980	\$ 4,550	\$ 4,580	\$ 56,886	\$ 4,580	\$ 4,580
Emergency Loan Payment	\$ 359,504	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 146,966	\$ -	\$ -	\$ -	\$ -	\$ -
Tech Millage to PSA	\$ 15,000	\$ 12,432	\$ -	\$ 6,511	\$ 27,000	\$ 25,000	\$ -	\$ 1,500	\$ 21,187	\$ -	\$ -	\$ 15,000
ORS Repayment	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 305,000	\$ -	\$ -	\$ -
UIA Repayment												
TAN Set Asides												
Other Liens/Loans (Totals)	\$ -	\$ -	\$ 182,092	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Estimated Ending Balance	\$ 389,140	\$ 388,816	\$ 254,281	\$ 252,957	\$ 431,333	\$ 608,199	\$ 459,909	\$ 669,555	\$ 359,042	\$ 305,285	\$ 543,834	\$ 582,383

Expenses by Month

	Oct 17	Nov 17	Dec 17	Jan 18	Feb 18	Mar 18	Apr 18	May 18	Jun 18	Jul 18	Aug 18	Sep 18	Totals
Payrolls (including contracted staff)	\$ 10,629	\$ 13,708	\$ 18,296	\$ 13,708	\$ 13,708	\$ 15,217	\$ 13,708	\$ 13,708	\$ 18,296	\$ 13,708	\$ 13,708	\$ 13,708	\$ 172,104
Consumers - electric	\$ 500	\$ 500	\$ 500	\$ 500	\$ 500	\$ 500	\$ 500	\$ 800	\$ 800	\$ 800	\$ 800	\$ 800	\$ 7,500
DTE - natural gas	\$ 200	\$ 500	\$ 1,000	\$ 1,500	\$ 1,800	\$ 1,800	\$ 1,500	\$ 770	\$ 800	\$ 800	\$ 800	\$ 800	\$ 12,270
Waste & Water utility	\$ 220	\$ 220	\$ 220	\$ 220	\$ 220	\$ 220	\$ 220	\$ 220	\$ 220	\$ 220	\$ 220	\$ 220	\$ 2,640
Audit Fees	\$ 2,000												\$ 2,000
Legal Fees	\$ 1,728	\$ 1,160	\$ 1,160	\$ 1,160	\$ 1,160	\$ 1,160	\$ 1,160	\$ 1,160	\$ 1,160	\$ 1,160	\$ 1,160	\$ 1,160	\$ 14,488
Property Insurance										\$ 52,306			\$ 52,306
MAISD Tech Fee			\$ 3,750										\$ 3,750
Epicenter													\$ -
Bank Fees	\$ 600	\$ 600	\$ 600	\$ 600	\$ 600	\$ 600	\$ 600	\$ 600	\$ 600	\$ 600	\$ 600	\$ 600	\$ 7,200
Misc.	\$ 1,000	\$ 1,000	\$ 1,000	\$ 1,000	\$ 1,000	\$ 1,000	\$ 1,000	\$ 1,000	\$ 1,000	\$ 1,000	\$ 1,000	\$ 1,000	\$ 12,000
EL Loan Payments	\$359,504						\$146,966						\$ 506,470
ORS Repayment									\$305,000				\$ 305,000
Tech Millage Flowthrough	\$ 15,000	\$ 12,432	\$ -	\$ 6,511	\$ 27,000	\$ 25,000	\$ -	\$ 1,500	\$ 21,187	\$ -	\$ -	\$ 15,000	\$ 123,630
QZAB Energy Bonds			\$182,092										\$ 182,092
Totals	\$391,381	\$ 30,120	\$208,619	\$ 25,199	\$ 45,988	\$ 45,497	\$165,654	\$ 19,758	\$349,063	\$ 70,594	\$ 18,288	\$ 33,288	\$1,403,450

Projected Monthly Cash Flow - One Year Projection

Date
10/4/2017

Attachment #5

School District Muskegon Heights Public Schools	WITH EL PROCEEDS
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	October 17	November 17	December 17	January 18	February 18	March 18	April 18	May 18	June 18	July 18	August 18	September 18
Beginning Balance	\$ 748,156	\$ 389,140	\$ 312,131	\$ 95,818	\$ 94,494	\$ 272,870	\$ 449,737	\$ 448,412	\$ 658,058	\$ 453,087	\$ 399,330	\$ 637,879
Estimated Receipts												
Taxes			\$ 56,720		\$ 180,000	\$ 180,000		\$ 210,540			\$ 240,000	\$ 40,000
Taxes - Tech Millage	\$ 15,000	\$ 12,432		\$ 6,511	\$ 27,000	\$ 25,000		\$ 1,500	\$ 21,187			\$ 15,000
Authorizer Fees	\$ 15,837	\$ 15,837	\$ 15,837	\$ 15,837	\$ 15,837	\$ 15,837	\$ 15,837	\$ 15,837	\$ 15,837	\$ 15,837	\$ 15,837	\$ 15,837
Bond Proceeds		\$ 2,449,000										
TAN Proceeds												
Other Revenue	\$ 1,527	\$ 1,527	\$ 1,527	\$ 1,527	\$ 1,527	\$ 1,527	\$ 1,527	\$ 1,527	\$ 1,527	\$ 1,000	\$ 1,000	\$ 1,000
Total Available Funds	\$ 780,520	\$ 2,867,936	\$ 386,215	\$ 119,693	\$ 318,858	\$ 495,234	\$ 467,101	\$ 677,816	\$ 696,609	\$ 469,924	\$ 656,167	\$ 709,716
Less Estimated Expenditures:												
Payrolls	\$ 10,629	\$ 13,708	\$ 18,296	\$ 13,708	\$ 13,708	\$ 15,217	\$ 13,708	\$ 13,708	\$ 18,296	\$ 13,708	\$ 13,708	\$ 13,708
Other Expenditures	\$ 6,248	\$ 3,980	\$ 8,230	\$ 4,980	\$ 5,280	\$ 5,280	\$ 4,980	\$ 4,550	\$ 4,580	\$ 56,886	\$ 4,580	\$ 4,580
Emergency Loan Payment	\$ 359,504	\$ 12,079	\$ 81,778	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 199,459	\$ -	\$ -	\$ -
Tech Millage to PSA	\$ 15,000	\$ 12,432	\$ -	\$ 6,511	\$ 27,000	\$ 25,000	\$ -	\$ 1,500	\$ 21,187	\$ -	\$ -	\$ 15,000
ORS Repayment	\$ -	\$ 1,531,242	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
UIA Repayment	\$ -	\$ 982,363	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
TAN Set Asides												
Other Liens/Loans (Totals)	\$ -	\$ -	\$ 182,092	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Estimated Ending Balance	\$ 389,140	\$ 312,131	\$ 95,818	\$ 94,494	\$ 272,870	\$ 449,737	\$ 448,412	\$ 658,058	\$ 453,087	\$ 399,330	\$ 637,879	\$ 676,427

Expenses by Month

	Oct 17	Nov 17	Dec 17	Jan 18	Feb 18	Mar 18	Apr 18	May 18	Jun 18	Jul 18	Aug 18	Sep 18	Totals
Payrolls (including contracted staff)	\$ 10,629	\$ 13,708	\$ 18,296	\$ 13,708	\$ 13,708	\$ 15,217	\$ 13,708	\$ 13,708	\$ 18,296	\$ 13,708	\$ 13,708	\$ 13,708	\$ 172,104
Consumers - electric	\$ 500	\$ 500	\$ 500	\$ 500	\$ 500	\$ 500	\$ 500	\$ 800	\$ 800	\$ 800	\$ 800	\$ 800	\$ 7,500
DTE - natural gas	\$ 200	\$ 500	\$ 1,000	\$ 1,500	\$ 1,800	\$ 1,800	\$ 1,500	\$ 770	\$ 800	\$ 800	\$ 800	\$ 800	\$ 12,270
Waste & Water utility	\$ 220	\$ 220	\$ 220	\$ 220	\$ 220	\$ 220	\$ 220	\$ 220	\$ 220	\$ 220	\$ 220	\$ 220	\$ 2,640
Audit Fees	\$ 2,000												\$ 2,000
Legal Fees	\$ 1,728	\$ 1,160	\$ 1,160	\$ 1,160	\$ 1,160	\$ 1,160	\$ 1,160	\$ 1,160	\$ 1,160	\$ 1,160	\$ 1,160	\$ 1,160	\$ 14,488
Property Insurance										\$ 52,306			\$ 52,306
MAISD Tech Fee			\$ 3,750										\$ 3,750
Epicenter													\$ -
Bank Fees	\$ 600	\$ 600	\$ 600	\$ 600	\$ 600	\$ 600	\$ 600	\$ 600	\$ 600	\$ 600	\$ 600	\$ 600	\$ 7,200
Misc.	\$ 1,000	\$ 1,000	\$ 1,000	\$ 1,000	\$ 1,000	\$ 1,000	\$ 1,000	\$ 1,000	\$ 1,000	\$ 1,000	\$ 1,000	\$ 1,000	\$ 12,000
EL Loan Payments	\$359,504	\$ 12,079	\$ 81,778						\$199,459				\$ 652,820
ORS Repayment		\$1,531,242											\$1,531,242
UIA Payment		\$ 982,363											\$ 982,363
Tech Millage Flowthrough	\$ 15,000	\$ 12,432	\$ -	\$ 6,511	\$ 27,000	\$ 25,000	\$ -	\$ 1,500	\$ 21,187	\$ -	\$ -	\$ 15,000	\$ 123,630
QZAB Energy Bonds			\$182,092										\$ 182,092
Totals	\$391,381	\$2,555,805	\$290,397	\$ 25,199	\$ 45,988	\$ 45,497	\$ 18,688	\$ 19,758	\$243,523	\$ 70,594	\$ 18,288	\$ 33,288	\$3,758,406

Muskegon Heights Public Schools
 Revenues, Expenditures, and Fund Balance
 GENERAL FUND
 2017-18
 As of 10/6/17

	Budget 2017-18	Actuals to Date	Under/(Over) to Date
Beginning Fund Balance (Estimated)	\$ (2,430,766)	\$ (2,430,766)	
Revenue			
Property taxes	\$ 1,170,890	\$ 374,135	\$ 796,755
Oversight fees	\$ 174,210	\$ -	\$ 174,210
Transfers and Other	\$ 16,800	\$ 14,138	\$ 2,662
Total Revenue	\$ 1,361,900	\$ 388,273	
Expenditures			
Data Technology	\$ 4,250	\$ 223	\$ 4,027
Board of Education	\$ 27,060	\$ 11,495	\$ 15,565
Executive Administration	\$ 65,780	\$ 8,117	\$ 57,663
Business Services	\$ 99,300	\$ 23,836	\$ 75,464
Interest and Fees Expense	\$ 215,660	\$ 1,066	\$ 214,594
Unpaid Auction and Delinquent Tax Fees	\$ 50,000	\$ -	\$ 50,000
Building Services	\$ 82,680	\$ 60,051	\$ 22,629
District Technology	\$ 900	\$ 478	\$ 422
Emergency Loan Payments	\$ 506,470	\$ -	\$ 506,470
Transfers and Other	\$ 305,730	\$ 7,592	\$ 298,138
Total Expenditures	\$ 1,357,830	\$ 112,858	
Revenues Less Expenditures	\$ 4,070	\$ 275,416	
Projected Ending Fund Balance	\$ (2,426,696)	\$ (2,155,350)	

REVENUES	Description	2018 Actual
11-0111-0000-000-0000-000000-000000-	PROPERTY TAXES CURRENT	-366,543.75
11-0111-0000-100-0000-000000-000000-	OTHER TAXES	0.00
11-0121-0000-000-0000-000000-000000-	TECH MILLAGE FLOWTHROUGH	-7,591.73
11-0124-0000-000-0000-000000-000000-	PENALTY & INT ON DEL TAXES	0.00
11-0151-0000-000-0000-000000-000000-	EARNINGS ON INVEST & DEPOSITS	0.00
11-0191-0000-000-0000-000000-000000-	RENTALS	0.00
11-0199-0000-000-0000-000000-000000-	MISCELLANEOUS	0.00
11-0321-0000-000-0000-000000-000000-	PPT REIMBURSEMENT	0.00
11-0519-0000-001-0000-000000-000000-	3% AUTHORIZER FEE - MHPSA	0.00
11-0519-0000-100-0000-000000-000000-	SHARED BUSINESS SVCS	-14,137.86
		-388,273.34

EXPENDITURES	Description	2018 Actual	Sums
11-1-225-7410-840-0000-00000-000000-	LICENSING FEES & RENEWALS	99.00	
11-1-226-4220-899-0000-00000-000000-	COPY MACHINE	123.60	\$ 222.60
11-1-231-3170-000-0000-00000-000000-	LEGAL SERVICES	2,520.00	
11-1-231-3180-000-0000-00000-000000-	AUDIT SERVICES	8,025.00	
11-1-231-7410-000-0000-00000-000000-	DUES & FEES	950.00	\$ 11,495.00
11-1-232-3150-000-0000-00000-000000-	CONTRACTED SERVICES	8,117.04	
11-1-232-3210-000-0000-00000-000000-	COST OF TRAVEL (MILEAGE)	0.00	
11-1-232-3430-000-0000-00000-000000-	MAILING	0.00	
11-1-232-7910-000-0000-00000-000000-	MISCELLANEOUS	0.00	\$ 8,117.04
11-1-252-1620-033-0000-00000-000000-	ACCOUNTING SPECIALIST	16,153.83	
11-1-252-2130-000-0000-00000-000000-	HOSPITALIZATION	2,336.49	
11-1-252-2820-033-0000-00000-000000-	CONTRIB TO ST&LOC RETIRE FUNDS	4,043.09	
11-1-252-2830-033-0000-00000-000000-	EMPLOYER SOCIAL SECURITY	1,235.78	
11-1-252-2840-033-0000-00000-000000-	WORKMAN'S COMPENSATION	0.49	
11-1-252-3150-030-0000-00000-000000-	CONTRACTED SERVICES	0.00	
11-1-252-3220-030-0000-00000-000000-	TRAVEL & CONFERENCE	0.00	
11-1-252-5910-030-0000-00000-000000-	OFFICE SUPPLIES	66.51	\$ 23,836.19
11-1-252-7410-000-0000-00000-000000-	INTEREST & FEES EXPENSE	1,066.06	\$ 1,066.06
11-1-259-7610-000-0000-00000-000000-	TAXES ABATED & WRITTEN OFF	0.00	\$ -
11-1-261-3190-100-0000-00000-000000-	CONTRACTED SERVICES	2,542.00	
11-1-261-3410-000-0000-00000-000000-	TELEPHONE CHARGES	0.00	
11-1-261-3830-000-0000-00000-000000-	WATER & SEWAGE	364.82	
11-1-261-3840-000-0000-00000-000000-	WASTE & TRASH DISPOSAL	130.00	
11-1-261-3910-000-0000-00000-000000-	INSURANCE	53,206.00	
11-1-261-4110-000-0000-00000-000000-	LAND AND BLDGS-REPAIRS & MAINT	0.00	
11-1-261-5510-000-0000-00000-000000-	HEATING FUEL	760.23	
11-1-261-5520-000-0000-00000-000000-	ELECTRICITY	3,047.75	\$ 60,050.80
11-1-284-3410-000-0000-00000-000000-	CELL PHONE CHARGES	478.19	\$ 478.19
11-1-411-8910-000-0000-00000-000000-	TRANSFERS TO MHPSA	7,591.73	
11-1-511-7110-994-0000-00000-000000-	PRINCIPAL PMT - EMERGENCY LOAN	0.00	
11-1-511-7230-994-0000-00000-000000-	INTEREST PMT - EMERGENCY LOANS	0.00	\$ -
11-1-634-8110-000-0000-00000-000000-	QZAB TRANSFER - DEBT RETIREMEN	0.00	\$ 7,591.73
		\$ 112,857.61	\$ 112,857.61

Muskegon Heights Public Schools
 Revenues, Expenditures, and Fund Balance
 DEBT SERVICE - 2016 REFUNDING BONDS
 2017-18
 As of 10/6/17

	Actuals to Date
Beginning Fund Balance (Estimated)	\$ 236,108
Revenue	
Tax Revenues	\$ 406,121
SBLF/SLRF (State Bond Loan Programs)	\$ -
Total Revenue	\$ 406,121
Expenditures	
Tax Chargebacks & Auction Property	\$ -
Principal Payments	\$ -
Interest Payments	\$ -
Total Expenditures	\$ -
Revenues Less Expenditures	\$ 406,121
Projected Ending Fund Balance	\$ 642,229

Account	Description	2018 Actual
32-0111-0000-000-0000-000000-000000-	PROPERTY TAX LEVY	-406,120.95
32-0111-0000-100-0000-000000-000000-	OTHER TAXES-HSBF	0.00
32-0124-0000-000-0000-000000-000000-	PENALTY & INT ON DEL TAXES	0.00
32-0151-0000-000-0000-000000-000000-	EARNINGS ON INVESTMENTS-HSBF	-0.01
32-0321-0000-000-0000-000000-000000-	PPT REIMBURSEMENT	0.00
32-0591-0000-000-0000-000000-000000-	BOND PROCEEDS	0.00
32-0595-0000-000-0000-000000-000000-	STATE LOAN PROGRAM-HSBF	0.00
32-0596-0000-000-0000-000000-000000-	PROCEEDS FROM REFINANCING DEBT	0.00
32-0596-0000-001-0000-000000-000000-	PREMIUM ON REFUNDING BONDS	0.00
32-0599-9000-000-0000-000000-000000-	DUE TO/FROM	0.00
32-0631-0000-000-0000-000000-000000-	TRANSFER IN	0.00
		-406,120.96

Account	Description	2018 Actual
32-1-252-3180-000-0000-000000-000000-	AUDIT SERVICES	0.00
32-1-252-7410-000-0000-000000-000000-	PAYING AGENT FEES	0.00
32-1-259-3610-000-0000-000000-000000-	PRINTING	0.00
32-1-259-7610-000-0000-000000-000000-	TAXES ABATED & WRITTEN OFF	0.00
32-1-511-7110-000-0000-000000-000000-	PRINCIPAL - 2006 REF BDS	0.00
32-1-511-7230-000-0000-000000-000000-	INTEREST-HSBF	0.00
32-1-511-7310-000-0000-000000-000000-	OTHER BOND ISSUANCE COSTS	0.00
32-1-511-7330-000-0000-000000-000000-	BOND DISCOUNT	0.00
32-1-511-7410-000-0000-000000-000000-	PAYING AGENT FEES-HSBF	0.00
32-1-512-7320-000-0000-000000-000000-	PAYMENTS TO BOND ESCROW AGENT	0.00

Muskegon Heights Public Schools
Revenues, Expenditures, and Fund Balance
QZAB Fund
2017-18
As of 10/6/17

	Actuals to Date
Beginning Fund Balance	\$ 1,580,735
Revenue	
Earnings on Investment	\$ -
Transfers In	\$ -
Total Revenue	\$ -
Expenditures	
	\$ -
Total Expenditures	\$ -
Revenues Less Expenditures	\$ -
Projected Ending Fund Balance	\$ 1,580,735

Account	Description	2018 Actual
34-0151-0000-000-0000-000000-000000-	EARNINGS ON INVESTMENTS	0.00
34-0611-0000-000-0000-000000-000000-	QZAB TRANSFER	0.00

Muskegon Heights Public Schools
 Five Year Plan
 FY 2017-18 to FY 2021-2022
WITHOUT EMERGENCY LOAN PROCEEDS

	General Fund Budget				
	2017-18	2018-19	2019-20	2020-21	2021-22
Beginning Fund Balance	\$ (2,430,766)	\$ (2,426,696)	\$ (2,386,976)	\$ (2,333,436)	\$ (2,262,536)
Revenue					
Property taxes	\$ 1,170,890	\$ 1,194,300	\$ 1,218,190	\$ 1,242,550	\$ 1,267,400
Oversight fees	\$ 174,210	\$ 174,210	\$ 174,210	\$ 174,210	\$ 174,210
Transfers and Other	\$ 16,800	\$ 16,800	\$ 16,800	\$ 16,800	\$ 16,800
Total Revenue	\$ 1,361,900	\$ 1,385,310	\$ 1,409,200	\$ 1,433,560	\$ 1,458,410
Expenditures					
Data Technology	\$ 4,250	\$ 4,250	\$ 4,250	\$ 4,250	\$ 4,250
Board of Education	\$ 27,060	\$ 26,060	\$ 25,060	\$ 24,560	\$ 24,060
Executive Administration	\$ 65,780	\$ 65,780	\$ 65,780	\$ 65,780	\$ 65,780
Business Services	\$ 99,300	\$ 99,920	\$ 100,560	\$ 101,220	\$ 101,900
Interest and Fees Expense	\$ 215,660	\$ 200,060	\$ 206,670	\$ 214,930	\$ 224,340
Unpaid Auction and Delinquent Tax Fees	\$ 50,000	\$ 51,000	\$ 52,020	\$ 53,060	\$ 54,120
Building Services	\$ 82,680	\$ 83,060	\$ 83,440	\$ 83,840	\$ 84,250
District Technology	\$ 900	\$ 920	\$ 940	\$ 960	\$ 980
Emergency Loan Payments	\$ 506,470	\$ 506,340	\$ 506,220	\$ 500,770	\$ 505,340
Transfers and Other	\$ 305,730	\$ 308,200	\$ 310,720	\$ 313,290	\$ 315,910
Total Expenditures	\$ 1,357,830	\$ 1,345,590	\$ 1,355,660	\$ 1,362,660	\$ 1,380,930
Revenues Less Expenditures	\$ 4,070	\$ 39,720	\$ 53,540	\$ 70,900	\$ 77,480
Projected Ending Fund Balance	\$ (2,426,696)	\$ (2,386,976)	\$ (2,333,436)	\$ (2,262,536)	\$ (2,185,056)

REVENUES

		2017-18		2018-19		2019-20		2020-21		2021-22	
11-0111-0000-000-0000-000000-000000-	PROPERTY TAXES CURRENT	\$ 1,030,880.00	\$ 20,617.60	\$ 1,051,500.00	\$ 21,030.00	\$ 1,072,530.00	\$ 21,450.60	\$ 1,093,980.00	\$ 21,879.60	\$ 1,115,860.00	
11-0111-0000-100-0000-000000-000000-	OTHER TAXES	\$ 3,720.00	\$ 74.40	\$ 3,790.00	\$ 75.80	\$ 3,870.00	\$ 77.40	\$ 3,950.00	\$ 79.00	\$ 4,030.00	
11-0121-0000-000-0000-000000-000000-	TECH MILLAGE FLOWTHROUGH	\$ 123,630.00	\$ 2,472.60	\$ 126,100.00	\$ 2,522.00	\$ 128,620.00	\$ 2,572.40	\$ 131,190.00	\$ 2,623.80	\$ 133,810.00	
11-0124-0000-000-0000-000000-000000-	PENALTY & INT ON DEL TAXES	\$ 5,940.00	\$ 118.80	\$ 6,060.00	\$ 121.20	\$ 6,180.00	\$ 123.60	\$ 6,300.00	\$ 126.00	\$ 6,430.00	
11-0191-0000-000-0000-000000-000000-	RENTALS	\$ 6,800.00		\$ 6,800.00		\$ 6,800.00		\$ 6,800.00		\$ 6,800.00	
11-0199-0000-000-0000-000000-000000-	MISCELLANEOUS	\$ 10,000.00		\$ 10,000.00		\$ 10,000.00		\$ 10,000.00		\$ 10,000.00	
11-0321-0000-000-0000-000000-000000-	PPT REIMBURSEMENT	\$ 6,720.00	\$ 134.40	\$ 6,850.00	\$ 137.00	\$ 6,990.00	\$ 139.80	\$ 7,130.00	\$ 142.60	\$ 7,270.00	
11-0519-0000-001-0000-000000-000000-	3% AUTHORIZER FEE - MHPSA	\$ 174,210.00		\$ 174,210.00		\$ 174,210.00		\$ 174,210.00		\$ 174,210.00	
		\$ 1,361,900.00		\$ 1,385,310.00		\$ 1,409,200.00		\$ 1,433,560.00		\$ 1,458,410.00	

EXPENDITURES

	2017-18	2018-19	2019-20	2020-21	2021-22	
11-1-225-7410-840-0000-00000-000000-	LICENSING FEES & RENEWALS	\$ 3,750.00	\$ 3,750.00	\$ 3,750.00	\$ 3,750.00	\$ 3,750.00
11-1-226-4220-899-0000-00000-000000-	COPY MACHINE	\$ 500.00	\$ 500.00	\$ 500.00	\$ 500.00	\$ 500.00
11-1-231-3170-000-0000-00000-000000-	LEGAL SERVICES	\$ 13,920.00	\$ (1,000.00) \$ 12,920.00	\$ (1,000.00) \$ 11,920.00	\$ (500.00) \$ 11,420.00	\$ (500.00) \$ 10,920.00
11-1-231-3180-000-0000-00000-000000-	AUDIT SERVICES	\$ 10,000.00	\$ 10,000.00	\$ 10,000.00	\$ 10,000.00	\$ 10,000.00
11-1-231-7410-000-0000-00000-000000-	DUES & FEES	\$ 3,140.00	\$ 3,140.00	\$ 3,140.00	\$ 3,140.00	\$ 3,140.00
11-1-232-3150-000-0000-00000-000000-	CONTRACTED SERVICES	\$ 65,280.00	\$ 65,280.00	\$ 65,280.00	\$ 65,280.00	\$ 65,280.00
11-1-232-3210-000-0000-00000-000000-	COST OF TRAVEL (MILEAGE)	\$ -	\$ -	\$ -	\$ -	\$ -
11-1-232-3430-000-0000-00000-000000-	MAILING	\$ 500.00	\$ 500.00	\$ 500.00	\$ 500.00	\$ 500.00
11-1-232-7910-000-0000-00000-000000-	MISCELLANEOUS	\$ -	\$ -	\$ -	\$ -	\$ -
11-1-252-1620-033-0000-00000-000000-	ACCOUNTING SPECIALIST	\$ 60,000.00	\$ 60,000.00	\$ 60,000.00	\$ 60,000.00	\$ 60,000.00
11-1-252-2130-000-0000-00000-000000-	HOSPITALIZATION	\$ 18,780.00	\$ 619.74 \$ 19,400.00	\$ 640.20 \$ 20,040.00	\$ 661.32 \$ 20,700.00	\$ 683.10 \$ 21,380.00
11-1-252-2820-033-0000-00000-000000-	CONTRIB TO ST&LOC RETIRE FUNDS	\$ 15,260.00	\$ 15,260.00	\$ 15,260.00	\$ 15,260.00	\$ 15,260.00
11-1-252-2830-033-0000-00000-000000-	EMPLOYER SOCIAL SECURITY	\$ 4,590.00	\$ 4,590.00	\$ 4,590.00	\$ 4,590.00	\$ 4,590.00
11-1-252-2840-033-0000-00000-000000-	WORKMAN'S COMPENSATION	\$ 70.00	\$ 70.00	\$ 70.00	\$ 70.00	\$ 70.00
11-1-252-3150-030-0000-00000-000000-	CONTRACTED SERVICES	\$ -	\$ -	\$ -	\$ -	\$ -
11-1-252-3220-030-0000-00000-000000-	TRAVEL & CONFERENCE	\$ 200.00	\$ 200.00	\$ 200.00	\$ 200.00	\$ 200.00
11-1-252-5910-030-0000-00000-000000-	OFFICE SUPPLIES	\$ 400.00	\$ 400.00	\$ 400.00	\$ 400.00	\$ 400.00
11-1-252-7410-000-0000-00000-000000-	INTEREST & FEES EXPENSE	\$ 215,660.00	\$ 200,060.00	\$ 206,670.00	\$ 214,930.00	\$ 224,340.00
11-1-259-7610-000-0000-00000-000000-	TAXES ABATED & WRITTEN OFF	\$ 50,000.00	\$ 1,000.00 \$ 51,000.00	\$ 1,020.00 \$ 52,020.00	\$ 1,040.40 \$ 53,060.00	\$ 1,061.20 \$ 54,120.00
11-1-261-3190-100-0000-00000-000000-	CONTRACTED SERVICES	\$ 13,000.00	\$ 13,000.00	\$ 13,000.00	\$ 13,000.00	\$ 13,000.00
11-1-261-3410-000-0000-00000-000000-	TELEPHONE CHARGES	\$ 200.00	\$ 200.00	\$ 200.00	\$ 200.00	\$ 200.00
11-1-261-3830-000-0000-00000-000000-	WATER & SEWAGE	\$ 1,680.00	\$ 33.60 \$ 1,710.00	\$ 34.20 \$ 1,740.00	\$ 34.80 \$ 1,770.00	\$ 35.40 \$ 1,810.00
11-1-261-3840-000-0000-00000-000000-	WASTE & TRASH DISPOSAL	\$ 730.00	\$ 730.00	\$ 730.00	\$ 730.00	\$ 730.00
11-1-261-3910-000-0000-00000-000000-	INSURANCE	\$ 48,600.00	\$ 48,600.00	\$ 48,600.00	\$ 48,600.00	\$ 48,600.00
11-1-261-4110-000-0000-00000-000000-	LAND AND BLDGS-REPAIRS & MAINT	\$ 1,000.00	\$ 1,000.00	\$ 1,000.00	\$ 1,000.00	\$ 1,000.00
11-1-261-5510-000-0000-00000-000000-	HEATING FUEL	\$ 10,470.00	\$ 209.40 \$ 10,680.00	\$ 213.60 \$ 10,890.00	\$ 217.80 \$ 11,110.00	\$ 222.20 \$ 11,330.00
11-1-261-5520-000-0000-00000-000000-	ELECTRICITY	\$ 7,000.00	\$ 140.00 \$ 7,140.00	\$ 142.80 \$ 7,280.00	\$ 145.60 \$ 7,430.00	\$ 148.60 \$ 7,580.00
11-1-284-3410-000-0000-00000-000000-	CELL PHONE CHARGES	\$ 900.00	\$ 18.00 \$ 920.00	\$ 18.40 \$ 940.00	\$ 18.80 \$ 960.00	\$ 19.20 \$ 980.00
11-1-411-8910-000-0000-00000-000000-	TRANSFERS TO MHPSA	\$ 123,630.00	\$ 126,100.00	\$ 128,620.00	\$ 131,190.00	\$ 133,810.00
11-1-511-7110-994-0000-00000-000000-	PRINCIPAL PMT - EMERGENCY LOAN	\$ 210,000.00	\$ 215,000.00	\$ 220,000.00	\$ 220,000.00	\$ 230,000.00
11-1-511-7230-994-0000-00000-000000-	INTEREST PMT - EMERGENCY LOANS	\$ 296,470.00	\$ 291,340.00	\$ 286,220.00	\$ 280,770.00	\$ 275,340.00
11-1-634-8110-000-0000-00000-000000-	QZAB TRANSFER - DEBT RETIREMEN	\$ 182,100.00	\$ 182,100.00	\$ 182,100.00	\$ 182,100.00	\$ 182,100.00
		1,357,830.00	1,345,590.00	1,355,660.00	1,362,660.00	1,380,930.00

Muskegon Heights Public Schools
 Five Year Plan
 FY 2017-18 to FY 2021-2022
WITH EMERGENCY LOAN PROCEEDS

	General Fund Budget				
	2017-18	2018-19	2019-20	2020-21	2021-22
Beginning Fund Balance	\$ (2,430,766)	\$ 5,730	\$ 73,110	\$ 159,330	\$ 266,740
Revenue					
Property taxes	\$ 1,170,890	\$ 1,194,300	\$ 1,218,190	\$ 1,242,550	\$ 1,267,400
Oversight fees	\$ 174,210	\$ 174,210	\$ 174,210	\$ 174,210	\$ 174,210
Emergency Loan Proceeds	\$ 2,449,000				
Transfers and Other	\$ 30,930	\$ 16,800	\$ 16,800	\$ 16,800	\$ 16,800
Total Revenue	\$ 3,825,030	\$ 1,385,310	\$ 1,409,200	\$ 1,433,560	\$ 1,458,410
Expenditures					
Data Technology	\$ 4,250	\$ 4,250	\$ 4,250	\$ 4,250	\$ 4,250
Board of Education	\$ 27,060	\$ 26,060	\$ 25,060	\$ 24,560	\$ 24,060
Executive Administration	\$ 65,780	\$ 65,780	\$ 65,780	\$ 65,780	\$ 65,780
Business Services	\$ 99,300	\$ 99,920	\$ 100,560	\$ 101,220	\$ 101,900
Interest and Fees Expense	\$ 100,014	\$ 3,840	\$ 3,840	\$ 3,840	\$ 3,840
Unpaid Auction and Delinquent Tax Fees	\$ 50,000	\$ 51,000	\$ 52,020	\$ 53,060	\$ 54,120
Building Services	\$ 82,680	\$ 83,060	\$ 83,440	\$ 83,840	\$ 84,250
District Technology	\$ 900	\$ 920	\$ 940	\$ 960	\$ 980
Emergency Loan Payments	\$ 652,820	\$ 674,900	\$ 676,370	\$ 675,350	\$ 674,440
Transfers and Other	\$ 305,730	\$ 308,200	\$ 310,720	\$ 313,290	\$ 315,910
Total Expenditures	\$ 1,388,534	\$ 1,317,930	\$ 1,322,980	\$ 1,326,150	\$ 1,329,530
Revenues Less Expenditures	\$ 2,436,496	\$ 67,380	\$ 86,220	\$ 107,410	\$ 128,880
Projected Ending Fund Balance	\$ 5,730	\$ 73,110	\$ 159,330	\$ 266,740	\$ 395,620

REVENUES

		2017-18		2018-19		2019-20	
11-0111-0000-000-0000-000000-000000-	PROPERTY TAXES CURRENT	\$ 1,030,880.00	\$ 20,617.60	\$ 1,051,500.00	\$ 21,030.00	\$ 1,072,530.00	
11-0111-0000-100-0000-000000-000000-	OTHER TAXES	\$ 3,720.00	\$ 74.40	\$ 3,790.00	\$ 75.80	\$ 3,870.00	
11-0121-0000-000-0000-000000-000000-	TECH MILLAGE FLOWTHROUGH	\$ 123,630.00	\$ 2,472.60	\$ 126,100.00	\$ 2,522.00	\$ 128,620.00	
11-0124-0000-000-0000-000000-000000-	PENALTY & INT ON DEL TAXES	\$ 5,940.00	\$ 118.80	\$ 6,060.00	\$ 121.20	\$ 6,180.00	
11-0191-0000-000-0000-000000-000000-	RENTALS	\$ 6,800.00		\$ 6,800.00		\$ 6,800.00	
11-0199-0000-000-0000-000000-000000-	MISCELLANEOUS	\$ 10,000.00		\$ 10,000.00		\$ 10,000.00	
11-0321-0000-000-0000-000000-000000-	PPT REIMBURSEMENT	\$ 6,720.00	\$ 134.40	\$ 6,850.00	\$ 137.00	\$ 6,990.00	
11-0519-0000-001-0000-000000-000000-	3% AUTHORIZER FEE - MHPSA	\$ 174,210.00		\$ 174,210.00		\$ 174,210.00	
11-0519-0000-100-0000-000000-000000-	SHARED BUSINESS SVCS	\$ 14,130.00					
11-0591-0000-000-0000-000000-000000-	PROCEEDS FROM ISSUANCE OF BOND	\$ 2,449,000.00					
		\$ 3,825,030.00		\$ 1,385,310.00		\$ 1,409,200.00	

EXPENDITURES

	2017-18	2018-19	2019-20	2020-21	2021-22
11-1-225-7410-840-0000-00000-000000-	LICENSING FEES & RENEWALS	\$ 3,750.00	\$ 3,750.00	\$ 3,750.00	\$ 3,750.00
11-1-226-4220-899-0000-00000-000000-	COPY MACHINE	\$ 500.00	\$ 500.00	\$ 500.00	\$ 500.00
11-1-231-3170-000-0000-00000-000000-	LEGAL SERVICES	\$ 13,920.00	\$ (1,000.00) \$ 12,920.00	\$ (1,000.00) \$ 11,920.00	\$ (500.00) \$ 11,420.00
11-1-231-3180-000-0000-00000-000000-	AUDIT SERVICES	\$ 10,000.00	\$ 10,000.00	\$ 10,000.00	\$ 10,000.00
11-1-231-7410-000-0000-00000-000000-	DUES & FEES	\$ 3,140.00	\$ 3,140.00	\$ 3,140.00	\$ 3,140.00
11-1-232-3150-000-0000-00000-000000-	CONTRACTED SERVICES	\$ 65,280.00	\$ 65,280.00	\$ 65,280.00	\$ 65,280.00
11-1-232-3210-000-0000-00000-000000-	COST OF TRAVEL (MILEAGE)	\$ -	\$ -	\$ -	\$ -
11-1-232-3430-000-0000-00000-000000-	MAILING	\$ 500.00	\$ 500.00	\$ 500.00	\$ 500.00
11-1-232-7910-000-0000-00000-000000-	MISCELLANEOUS	\$ -	\$ -	\$ -	\$ -
11-1-252-1620-033-0000-00000-000000-	ACCOUNTING SPECIALIST	\$ 60,000.00	\$ 60,000.00	\$ 60,000.00	\$ 60,000.00
11-1-252-2130-000-0000-00000-000000-	HOSPITALIZATION	\$ 18,780.00	\$ 619.74 \$ 19,400.00	\$ 640.20 \$ 20,040.00	\$ 661.32 \$ 20,700.00
11-1-252-2820-033-0000-00000-000000-	CONTRIB TO ST&LOC RETIRE FUNDS	\$ 15,260.00	\$ 15,260.00	\$ 15,260.00	\$ 15,260.00
11-1-252-2830-033-0000-00000-000000-	EMPLOYER SOCIAL SECURITY	\$ 4,590.00	\$ 4,590.00	\$ 4,590.00	\$ 4,590.00
11-1-252-2840-033-0000-00000-000000-	WORKMAN'S COMPENSATION	\$ 70.00	\$ 70.00	\$ 70.00	\$ 70.00
11-1-252-3150-030-0000-00000-000000-	CONTRACTED SERVICES	\$ -	\$ -	\$ -	\$ -
11-1-252-3220-030-0000-00000-000000-	TRAVEL & CONFERENCE	\$ 200.00	\$ 200.00	\$ 200.00	\$ 200.00
11-1-252-5910-030-0000-00000-000000-	OFFICE SUPPLIES	\$ 400.00	\$ 400.00	\$ 400.00	\$ 400.00
11-1-252-7410-000-0000-00000-000000-	INTEREST & FEES EXPENSE	\$ 100,014.11	\$ 3,840.00	\$ 3,840.00	\$ 3,840.00
11-1-259-7610-000-0000-00000-000000-	TAXES ABATED & WRITTEN OFF	\$ 50,000.00	\$ 1,000.00 \$ 51,000.00	\$ 1,020.00 \$ 52,020.00	\$ 1,040.40 \$ 53,060.00
11-1-261-3190-100-0000-00000-000000-	CONTRACTED SERVICES	\$ 13,000.00	\$ 13,000.00	\$ 13,000.00	\$ 13,000.00
11-1-261-3410-000-0000-00000-000000-	TELEPHONE CHARGES	\$ 200.00	\$ 200.00	\$ 200.00	\$ 200.00
11-1-261-3830-000-0000-00000-000000-	WATER & SEWAGE	\$ 1,680.00	\$ 33.60 \$ 1,710.00	\$ 34.20 \$ 1,740.00	\$ 34.80 \$ 1,770.00
11-1-261-3840-000-0000-00000-000000-	WASTE & TRASH DISPOSAL	\$ 730.00	\$ 730.00	\$ 730.00	\$ 730.00
11-1-261-3910-000-0000-00000-000000-	INSURANCE	\$ 48,600.00	\$ 48,600.00	\$ 48,600.00	\$ 48,600.00
11-1-261-4110-000-0000-00000-000000-	LAND AND BLDGS-REPAIRS & MAINT	\$ 1,000.00	\$ 1,000.00	\$ 1,000.00	\$ 1,000.00
11-1-261-5510-000-0000-00000-000000-	HEATING FUEL	\$ 10,470.00	\$ 209.40 \$ 10,680.00	\$ 213.60 \$ 10,890.00	\$ 217.80 \$ 11,110.00
11-1-261-5520-000-0000-00000-000000-	ELECTRICITY	\$ 7,000.00	\$ 140.00 \$ 7,140.00	\$ 142.80 \$ 7,280.00	\$ 145.60 \$ 7,430.00
11-1-284-3410-000-0000-00000-000000-	CELL PHONE CHARGES	\$ 900.00	\$ 18.00 \$ 920.00	\$ 18.40 \$ 940.00	\$ 18.80 \$ 960.00
11-1-411-8910-000-0000-00000-000000-	TRANSFERS TO MHPSA	\$ 123,630.00	\$ 126,100.00	\$ 128,620.00	\$ 131,190.00
11-1-511-7110-994-0000-00000-000000-	PRINCIPAL PMT - EMERGENCY LOAN	\$ 267,000.00	\$ 315,000.00	\$ 324,000.00	\$ 331,000.00
11-1-511-7230-994-0000-00000-000000-	INTEREST PMT - EMERGENCY LOANS	\$ 385,820.00	\$ 359,900.00	\$ 352,370.00	\$ 344,350.00
11-1-634-8110-000-0000-00000-000000-	QZAB TRANSFER - DEBT RETIREMEN	\$ 182,100.00	\$ 182,100.00	\$ 182,100.00	\$ 182,100.00
		1,388,534.11	1,317,930.00	1,322,980.00	1,326,150.00
					1,329,530.00

	EL#1	EL#2	EL#3	New EL#4	New EL#5
Principal (Before 11/1/17)	\$ 7,130,000.00	\$ 3,235,000.00	\$ 1,400,000.00	\$ 920,000.00	\$ 1,529,000.00
Principal (After 11/1/17)	\$ 6,990,000.00	\$ 3,165,000.00	\$ 1,400,000.00		

Debt Service	EL#1		EL#2		EL#3		New EL#4		New EL#5		
	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	
Escrow Requirement (Closing)	\$ 58,228.33		\$ 25,340.83		\$ 16,408.77						
12/15/2017	\$ 50,464.56		\$ 21,962.06		\$ 13,953.33						
6/15/2018	\$ 84,342.50	\$ 183,000.00	\$ 38,011.25	\$ 84,000.00	\$ 24,150.00		\$ 19,893.42		\$ 33,062.01		\$ 552,839.13
12/15/2018	\$ 85,100.75		\$ 37,024.25		\$ 24,150.00		\$ 12,684.66		\$ 21,081.35		
6/15/2019	\$ 85,100.75	\$ 216,000.00	\$ 37,024.25	\$ 99,000.00	\$ 24,150.00		\$ 12,615.34		\$ 20,966.15		\$ 674,897.50
12/15/2019	\$ 82,454.75		\$ 35,861.00		\$ 24,150.00		\$ 12,684.66		\$ 21,081.35		
6/15/2020	\$ 82,454.75	\$ 222,000.00	\$ 35,861.00	\$ 102,000.00	\$ 24,150.00		\$ 12,650.00		\$ 21,023.75		\$ 676,371.26
12/15/2020	\$ 79,735.25		\$ 34,662.50		\$ 24,150.00		\$ 12,650.00		\$ 21,023.75		
6/15/2021	\$ 79,735.25	\$ 227,000.00	\$ 34,662.50	\$ 104,000.00	\$ 24,150.00		\$ 12,615.34		\$ 20,966.15		\$ 675,350.74
12/15/2021	\$ 76,954.50		\$ 33,440.50		\$ 24,150.00		\$ 12,684.66		\$ 21,081.35		
6/15/2022	\$ 76,954.50	\$ 232,000.00	\$ 33,440.50	\$ 106,000.00	\$ 24,150.00		\$ 12,615.34		\$ 20,966.15		\$ 674,437.50

RESOLUTION AUTHORIZING 2017 EMERGENCY LOAN NOTE OF
MUSKEGON HEIGHTS PUBLIC SCHOOLS

Receivership Transition Advisory Board for the School District of the City of Muskegon Heights, Muskegon County, Michigan (the "Board")

A _____ meeting of the Board was held in the _____, within the boundaries of Muskegon Heights Public Schools, Muskegon County, Michigan (the "Issuer"), on the _____ day of _____, 2017, at _____ o'clock in the ____m.

The meeting was called to order by _____, Chairperson.

Present: Members

Absent: Members

The following preamble and resolution were offered by Member _____ and supported by Member _____:

WHEREAS:

1. The Emergency Municipal Loan Act, 1980 PA 243, as amended (the "Act"), permits the Local Emergency Financial Assistance Loan Board (the "ELB") to issue emergency loans to municipalities, including general powers school districts, and authorizes the State of Michigan to issue debt and securities for such emergency loans; and

2. The Issuer has at times operated under the name of the "School District of the City of Muskegon Heights" and the Issuer is a general powers school district; and

3. The school board of the Issuer has established a financial and operating plan for the Issuer and the Issuer's school board has determined that it is necessary and in the best interest of the Issuer to make application to the ELB to issue a 2017 Emergency Loan Note, 2017-18 Series I (the "2017 Note"), including a loan evidenced by the 2017 Note (the "2017 Loan"); and

4. Pursuant to Section 23(1) of the Act 436, Public Acts of Michigan, 2012, as amended, the Local Financial Stability and Choice Act, this Board has been appointed to monitor the affairs of the Issuer until the Issuer's receivership is terminated; and

5. This Board determines that it is in the best interest of the Issuer to consider issuance of the 2017 Loan as proposed by the Issuer's school board; and

6. Attached to this resolution as Attachment 1 is the Issuer's Resolution Authorizing 2017 Emergency Loan Note (the "Resolution"), which authorizes the issuance of the 2017 Loan.

NOW, THEREFORE, BE IT RESOLVED THAT:

1. This Board hereby authorizes and approves the issuance of the 2017 Loan, as provided in the Resolution in substantially the form attached hereto as Attachment 1, and authorizes the Issuer to undertake all actions necessary and prudent to facilitate that restructuring.

2. All resolutions and parts of resolutions conflicting with this resolution are rescinded.

Ayes: Members

Nays: Members

Resolution declared adopted.

Secretary, Receivership Transition Advisory Board

I, the undersigned, the duly qualified and acting Secretary of the Receivership Transition Advisory Board for the School District of the City of Muskegon Heights, Muskegon County, Michigan, do hereby certify that the foregoing is a true and complete copy of a resolution adopted by the Board at a _____ meeting held on _____, 2017, the original of which is a part of the Board's minutes. The undersigned also certifies that notice of the meeting was given to the public pursuant to the "Open Meetings Act" (Act 267 Public Acts of Michigan, 1976, as amended).

Secretary, Receivership Transition Advisory Board

CJI/klg

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ATTACHMENT 1

[A copy of the Resolution Authorizing
2017 Emergency Loan Note follows this page]

RESOLUTION AUTHORIZING 2017 EMERGENCY LOAN NOTE

Muskegon Heights Public Schools, Muskegon County, Michigan

A regular board meeting of the board of education of the school district (the "School Board") was held in the Board of Education, within the boundaries of the school district, on the 2nd day of October, 2017, at 6 o'clock in the p.m.

The meeting was called to order by Trinell Scott, President.

Present: Members Trinell Scott, Peggy Selmon, Marjorie Cook and Mark Glover

Absent: Members Franklin Brewer, Marianne Darnell and Estelita Rankin

The following preamble and resolution were offered by Member Marjorie Cook and supported by Member Mark Glover:

WHEREAS:

1. The Muskegon Heights Public Schools, Muskegon County, Michigan ("School District") is a general powers school district under the Revised School Code, 1976 PA 451, MCL 380.1, *et seq.*, as amended ("Act 451"), and has the powers conferred upon the School District by Act 451, the State Constitution of 1963 ("Constitution"), and other applicable law; and
2. The Emergency Municipal Loan Act, 1980 PA 243, MCL 141.931, *et seq.*, as amended ("Act 243"), authorizes municipalities, including school districts, to borrow money and the State of Michigan ("State") to issue debt and securities as emergency loans; and
3. The School District is a municipality under Act 243 with the power to borrow money and issue evidences of indebtedness for repayment of obligations, including, but not limited to, money advanced or previously advanced and approved or previously approved for advancement under The School Aid Act of 1979, 1979 PA 94, MCL 388.1601, *et seq.*, as amended ("Act 94"), or money borrowed under Section 1225 of Act 451; and
4. The Revised Municipal Finance Act, 2001 PA 34, MCL 141.2101, *et seq.*, as amended ("Act 34"), authorizes the borrowing of money and the issuance of certain debt and securities, provides for tax levies, authorizes the issuance of debt and securities, and generally governs municipal finance practices in the State; and
5. The School District is a municipality under Act 34 with the power to issue securities such as bonds, notes, contracts, obligations or other similar instruments; and
6. Act 451 allows school districts to levy taxes and Section 11a of Act 451 allows school districts to use the proceeds to repay an emergency loan under Act 243; and
7. The School Board has the power to exercise on behalf of the School District all authority and responsibilities affecting the School District that are prescribed by law; and
8. The School Board has determined that there exists or will exist a deficit in the School District's general fund for the 2017-2018 fiscal year; and

9. The School Board has submitted a five-year plan to balance future expenditures with anticipated revenues; and

10. As part of the financial and operating plan adopted for the School District, the School Board has determined that it is necessary and in the best interest of the School District to make a new application to the Local Emergency Financial Assistance Loan Board ("ELB") to borrow an additional sum of not to exceed \$2,449,000, to be evidenced by new notes issued in one or more series; and

11. An additional emergency loan to the School District under Act 243 will enable the School Board to cause public educational services to continue to be provided to residents of the School District, allow for the repayment of existing School District debt obligations, and assure the fiscal accountability of the School District; and

12. Pursuant to Act 451, Act 243, and Act 34, the School District may borrow money for permitted purposes and may issue notes or other evidences of indebtedness; and

13. Under Act 451, Act 243, and Act 34, the School Board may approve the issuance of municipal securities to finance the deficit within the School District and pay necessary expenditures of the School District; and

14. Under Act 451, Act 243, Act 34, and Act 94, the School Board may authorize the issuance of municipal securities, the resolution may contain an irrevocable provision for the levying of a tax within the applicable authorized constitutional and statutory limitations in order to repay the municipal security from the receipt of the taxes, the resolution may contain an irrevocable provision authorizing the withholding of all delinquent payments due on each municipal security from State money appropriated to the School District, including, but not limited to, money appropriated under Act 94, and the funds may be applied to the repayment of principal of or interest on each municipal security; and

15. The School Board seeks to make certain determinations for, and on behalf of, and in the best interest of the School District in writing, to be filed and included with all other documentation of any emergency loan under Act 243; and

16. The School Board asserts that a proposed loan will assist the School District in resolving, at least partially, fiscal stress within the School District; and

17. The School District is in the process of making application to issue one or more tax anticipation notes authorized under Act 34; and

18. The School District is subject to a consent agreement under the Local Financial Stability and Choice Act, 2012 PA 436, MCL 141.1541, *et seq.*, and that loan authorization is necessary to implement a financial and operating plan under that act.

NOW, THEREFORE, BE IT RESOLVED THAT:

1. The Superintendent of Schools (the "Superintendent") or the individual acting in the capacity of chief school business official of the School District shall submit an application to the ELB requesting a loan in an amount not to exceed \$2,449,000, or such part of that amount authorized by the Michigan Department of Treasury, for which one or more notes of the School District shall be issued as evidence of the loan.

2. The President, Vice President, Secretary or Treasurer of the School Board and the Superintendent or chief business official, and any other official or employee of the School District or other individual authorized by the School Board (when applicable) (each an "Authorized Officer") are authorized and ordered to take action or execute documents and certificates as necessary or desirable and in the best interest of the School District in connection with the delivery of the notes authorized by this order and resolution and the School District's receipt of the proceeds of the loans authorized by this order and resolution.

3. Notes of the School District designated "Emergency Loan Note (General Obligation - Limited Tax), 2017-18 Series I" (each a "Note"), shall be issued in one or more series, with sequential series references as determined by an Authorized Officer, each in an amount determined by an Authorized Officer, not to exceed \$2,449,000, in the aggregate, not including any series issued prior to the date of this resolution (each a "Loan" and collectively, the "Loans"). The Notes are issued on a *pari passu* basis with the prior notes of the issuer dated August 16, 2012, January 18, 2013, and April 28, 2014, maturing November 1, 2041, November 1, 2041 and April 30, 2044, respectively, which prior notes may be restructured. Each Note shall evidence the obligation of the School District to repay the applicable Loan to the State under Act 243. Each Note shall be dated as of the date of delivery of the Note to the State. Each Note shall bear interest from the date of delivery of the Note and shall be payable as to principal and interest on the dates and in the amounts, at the rates, and subject to redemption before maturity, as determined by an Authorized Officer; provided that the final maturity shall not exceed 30 years from the applicable date of issuance, and the interest rates, or the maximum interest rate if issued on a variable rate basis, shall not exceed ten percent (10%). Principal and interest on each Note shall be payable to the State Treasurer.

4. Each Note shall be a limited tax general obligation of the School District, and the full faith and credit of the School District shall be pledged to the payment of the principal of and interest on the Note as and when due. The Note shall be payable out of the general funds of the School District, including collection of ad valorem taxes the School District may levy on property within the geographic boundaries of the School District under Section 1211 of Act 451, within constitutional and statutory limitations. As additional security for the payments when due and owing under each Note, the School District pledges, and acknowledges the State's statutory right to withhold, the amount of all delinquent payments due on each Note from State money appropriated to the School District, including, but not limited to, money appropriated under Act 94, and authorizes the State to withhold the funds and apply the funds to the repayment of principal of or interest on any Note delinquent according to the terms of the Note.

5. An Authorized Officer shall execute each Note on behalf of the School District, and upon acknowledgment of receipt of the principal amount of the applicable Loan, the fully executed applicable Note shall be delivered to the ELB as agent for the State.

6. Each Note shall be in substantially the form attached to this resolution as Exhibit A with changes as approved by an Authorized Officer not inconsistent with the terms of this resolution.

7. The School District also acknowledges that there will be conditions of the Loan and agrees to comply with the requirements of the ELB's Order of Approval of Loan ("ELB Order") as approved by an Authorized Officer not inconsistent with this resolution. Once accepted, the terms and conditions of the ELB Order shall be binding on the School District.

8. The proceeds of each Loan shall be disbursed in accordance with a Use of Proceeds of Emergency Loan Table to be completed by an Authorized Officer at the time of issuance of the Loan.

9. This School Board hereby appoints Thrun Law Firm, P.C., as legal counsel for the purpose of issuing the Note and the Loan and acknowledges that said counsel has represented to the School Board that it does not represent any other party in this transaction associated with the issuance of the Note or the Loan; however, Thrun Law Firm, P.C. periodically represents certain agencies of the State of Michigan and other potential parties to this transaction in other matters unrelated to this transaction.

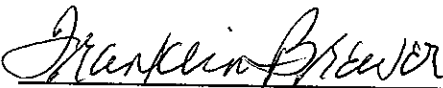
10. This School Board hereby appoints the firm of Robert W. Baird & Co. as Municipal Advisor for the purpose of issuing the Note and the Loan.

11. All resolutions and parts of resolutions conflicting with this resolution are rescinded.

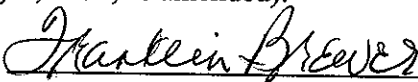
Ayes: Members 4

Nays: Members 0

Resolution declared adopted.


Secretary, Board of Education

I, the undersigned, the duly qualified and acting Secretary of the Board of Education of Muskegon Heights Public Schools, Muskegon County, Michigan, do hereby certify that the foregoing is a true and complete copy of a resolution adopted by the School Board at a regular meeting held on October 2, 2017, the original of which is a part of the School Board's minutes. The undersigned also certifies that notice of the meeting was given to the public pursuant to the "Open Meetings Act" (Act 267 Public Acts of Michigan, 1976, as amended).


Secretary, Board of Education

CJI/kmh

EXHIBIT A

UNITED STATES OF AMERICA
STATE OF MICHIGAN
COUNTY OF MUSKEGON
MUSKEGON HEIGHTS PUBLIC SCHOOLS

EMERGENCY LOAN NOTE
(General Obligation - Limited Tax)
2017-18 Series I

Registered Owner: State of Michigan
Principal Amount: \$ _____
Date of Original Issue: _____, 2017

The MUSKEGON HEIGHTS PUBLIC SCHOOLS, County of Muskegon, State of Michigan (the "Issuer"), acknowledges itself to owe and for value received hereby promises to pay to the State of Michigan the Principal Amount specified above, in lawful money of the United States of America, in ___ consecutive annual installments as set forth on the attached Exhibit A, incorporated herein by reference, unless modified by written agreement of the State Treasurer each on November 1 in each of the years 20__ to 20__, inclusive, unless prepaid in whole or in part prior thereto as hereinafter provided, with interest on the unpaid principal balance hereof from the Date of Original Issue specified above or such later date to which interest has been paid, until paid, at the rates per annum determined as set forth herein, payable first on _____ 1, 20__ and semi-annually on each _____ 1 and _____ 1 thereafter. Both the principal of and interest on this note are payable at the Office of the State Treasurer in Lansing, Michigan, or such other place as may be designated in writing to the Issuer by the State Treasurer. In the event that an installment for the Principal Amount or interest due on _____ or _____ in any year falls on a Saturday, Sunday or any day in which banks in Michigan are generally not open, such payment shall be due on the next succeeding business day.

From the Date of Original Issue specified above, this note shall bear interest at the rate of ___% per annum. Interest on this note shall be computed on the basis of a 365- or 366-day year and the actual number of days elapsed.

This note is issued on the Date of Original Issue specified above in the name of the Issuer by the duly qualified and elected Board of Education of the Issuer under Act No. 243, Public Acts of 1980, as amended ("*Act 243*"), pursuant to a resolution approved by such Board of Education on _____, 2017, to evidence the obligation of the Issuer to repay an emergency loan made to it by the State of Michigan for the purpose of enabling the Issuer to meet its financial obligations.

The Issuer shall have the right to pay at any time or times prior to maturity, without penalty or premium, all or any portion of this note. Prepayments shall be credited to principal payments in direct order of maturity.

In addition, should the State Treasurer require the Issuer to enter into a Tax Intercept Agreement as described below, on each _____ commencing _____, 20__, or on the next succeeding business day or such later date as described in the Tax Intercept Agreement, the Issuer shall have the obligation to prepay, without penalty or premium, an aggregate principal amount equal to the net amount on deposit in the Account (as defined in such Tax Intercept Agreement) as of the preceding business day, less an amount equal to the operating expenses retained by the Issuer as approved from time to time by the State Treasurer. Prepayments shall be credited to principal payments in inverse order of maturity.

This note and the interest hereon are payable, as a first budget obligation, from any funds of the Issuer available therefor including but not limited to any delinquent taxes payable to the Issuer from the County of Muskegon, State of Michigan's delinquent tax revolving fund, or from general ad valorem taxes imposed on all taxable property in the Issuer, and the Issuer is required, if necessary, to levy ad valorem taxes on all taxable property in the Issuer for the payment thereof, subject to applicable constitutional and statutory tax rate limitations.

The maturity of principal of and accrued and unpaid interest on this note may be accelerated by the State Treasurer on behalf of the State of Michigan upon the occurrence and during the continuance of any Event of Default under this note. Each of the following shall constitute an "Event of Default" under this note: (A) non-payment of any principal of or interest on this note, when due; and (B) failure of the Issuer to comply with the terms of paragraph 2 of the Funding Conditions Memorandum dated the date hereof between the Issuer and the State of Michigan.

The Issuer shall pledge to the State Treasurer a sufficient amount of the proceeds of the operating taxes levied for the Issuer and the delinquencies thereon that is necessary to pay the principal of and interest on this note, when due. At the sole discretion of and upon notice by the State Treasurer, the Issuer shall enter into a Tax Intercept Agreement with The Bank of New York Mellon Trust Company, N.A., located in Detroit, Michigan, as depository (the "*Depository*"), the City of Muskegon Heights (the "Local Government") and the County Treasurer of the County of Berrien to provide for the payment to the Depository by such Local Government and County Treasurer of such operating taxes and the delinquencies thereon collected by them on behalf of the Issuer after the date of such agreement. As additional security for payment of this note and in the event of the delinquency of the Issuer in paying required principal of or interest on this note, the State Treasurer is authorized to intercept up to but not more than all delinquent amounts of principal and interest due on this note from state school aid payments to the Issuer otherwise required to be made to the Issuer pursuant to the provisions of the State School Aid Act, Act No. 94, Public Acts of 1979, as amended, and said intercepted state school aid payments shall be applied by the State Treasurer against said delinquent payments. The Issuer's pledge of the proceeds of operating taxes and state aid payments described in this paragraph shall be subordinate to all state aid notes and tax anticipation notes sold to the Michigan Finance Authority, regardless of the date of issue. However, this current pledge of operating taxes and state aid payments shall be senior to pledges for payment of state aid notes or lines of credit issued after the date of this note and sold to all other parties that are not the Michigan Finance Authority. This note is issued on a *pari passu* basis with the prior notes of the issuer dated August 16, 2012, January 18, 2013, and April 28, 2014, maturing November 1, 2041, November 1, 2041, and April 30, 2044, respectively, which prior notes may be restructured.

If required by the State Treasurer pursuant to the immediately preceding paragraph, the Issuer shall enter into a Depository Agreement related to the Tax Intercept Agreement with the Depository to

It is hereby certified and recited that all acts, conditions and things required by law to be done, precedent to and in the issuance of this note, exist and have been done and performed in regular and due form and time as required by law, and that the total indebtedness of the Issuer, including this note, does not exceed any constitutional or statutory debt limitation.

MUSKEGON HEIGHTS PUBLIC SCHOOLS
COUNTY OF MUSKEGON
STATE OF MICHIGAN

By _____

Its:

RESOLUTION AUTHORIZING 2017 TAX ANTICIPATION NOTE OF
MUSKEGON HEIGHTS PUBLIC SCHOOLS

Receivership Transition Advisory Board for the School District of the City of Muskegon Heights, Muskegon County, Michigan (the "Board")

A _____ meeting of the Board was held in the _____, within the boundaries of Muskegon Heights Public Schools, Muskegon County, Michigan (the "Issuer"), on the _____ day of _____, 2017, at _____ o'clock in the ____m.

The meeting was called to order by _____, Chairperson.

Present: Members

Absent: Members

The following preamble and resolution were offered by Member _____ and supported by Member _____:

WHEREAS:

1. The Revised Municipal Finance Act, 2001 PA 34, as amended (the "Act"), permits the Issuer to issue tax anticipation notes for cash flow purposes; and
2. The school board of the Issuer has established a financial and operating plan for the Issuer and the Issuer's school board has determined that it is necessary and in the best interest of the Issuer to make application to the Emergency Financial Assistance Loan Board (the "ELB") to issue a 2017 Emergency Loan Note, 2017-18 Series I (the "2017 Note"), including a loan evidenced by the 2017 Note (the "2017 Loan"); and
3. In order for the Issuer to obtain the 2017 Loan, the Issuer must have issued or attempted to issue a tax anticipation note or a state aid note; and
4. Pursuant to Section 23(1) of the Act 436, Public Acts of Michigan, 2012, as amended, the Local Financial Stability and Choice Act, this Board has been appointed to monitor the affairs of the Issuer until the Issuer's receivership is terminated; and
5. This Board determines that it is in the best interest of the Issuer to consider issuance of the tax anticipation note as a part of its plan to obtain the 2017 Loan; and
6. Attached to this resolution as Attachment 1 is the Issuer's Resolution Authorizing Issuance of Notes in Anticipation of Taxes - Current Fiscal Year (the "Resolution").

NOW, THEREFORE, BE IT RESOLVED THAT:

1. This Board hereby authorizes and approves the issuance of the tax anticipation note, as provided in the Resolution in substantially the form attached hereto as Attachment 1, and authorizes the Issuer to undertake all actions necessary and prudent to facilitate that issuance.

2. All resolutions and parts of resolutions conflicting with this resolution are rescinded.

Ayes: Members

Nays: Members

Resolution declared adopted.

Secretary, Receivership Transition Advisory Board

I, the undersigned, the duly qualified and acting Secretary of the Receivership Transition Advisory Board for the School District of the City of Muskegon Heights, Muskegon County, Michigan, do hereby certify that the foregoing is a true and complete copy of a resolution adopted by the Board at a _____ meeting held on _____, 2017, the original of which is a part of the Board's minutes. The undersigned also certifies that notice of the meeting was given to the public pursuant to the "Open Meetings Act" (Act 267 Public Acts of Michigan, 1976, as amended).

Secretary, Receivership Transition Advisory Board

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ATTACHMENT 1

[A copy of the Resolution Authorizing Issuance of Notes in Anticipation of Taxes - Current Fiscal Year follows this page]

**RESOLUTION AUTHORIZING ISSUANCE OF NOTES
IN ANTICIPATION OF TAXES -
CURRENT FISCAL YEAR**

Muskegon Heights Public Schools, Muskegon County, Michigan (the "Issuer")

A regular meeting of the board of education of the Issuer (the "Board") was held in the Board of Education, within the boundaries of the Issuer, on the 2nd day of October, 2017, at 6 o'clock in the p.m.

The meeting was called to order by Trinell Scott, President.

Present: Members Trinell Scott, Peggy Selmon, Marjorie Cook and Mark Glover

Absent: Members Franklin Brewer, Marianne Darnell and Estelita Rankin

The following preamble and resolution were offered by Member Mark Glover and supported by Member Marjorie Cook:

WHEREAS, it is hereby determined that it is necessary to borrow a sum not to exceed the amount shown in paragraph 1 of Exhibit A in anticipation of the collection of the operating taxes for the current fiscal year beginning July 1, 2017 (the "Current Fiscal Year"), which taxes are described in paragraph 2 of Exhibit A (the "Pledged Taxes"), for the purpose of obtaining funds to meet operating expenses and payroll, as authorized by Act No. 34, Public Acts of Michigan of 2001, as amended (the "Act"); and

WHEREAS, the Act authorizes the borrowing of money in anticipation of the collection of the Pledged Taxes for the Current Fiscal Year after the Pledged Taxes have become due and payable in an amount not to exceed 75% of the Pledged Taxes which remain to be collected or for the Current Fiscal Year before the Pledged Taxes become due and payable in the amount not to exceed 50% of the operating tax levy for the preceding fiscal year; and

WHEREAS, the Pledged Taxes for the Current Fiscal Year are not due and payable, and the amount of the tax levy of the Issuer for operating expenditures for the preceding fiscal year ending June 30, 2017 is as shown in paragraph 3 of Exhibit A; and

WHEREAS, the Issuer has issued notes in anticipation of the Pledged Taxes for the Current Fiscal Year in the amount shown in paragraph 8 of Exhibit A; and

WHEREAS, it is necessary to obtain either qualified status or prior approval of the issuance of the Notes from the Michigan Department of Treasury (the "Department"); and

WHEREAS, the process of soliciting bids by publishing a notice of sale as specified in Section 309(2) of the Act, is prohibitively more expensive than obtaining bids through the distribution of a solicitation for bids.

NOW, THEREFORE, BE IT RESOLVED THAT:

1. Based upon expense considerations associated with publishing a notice of sale, as specified in Section 309(2) of the Act, the Board authorizes the distribution of a solicitation for bids, without publication, to obtain bids under the terms specified herein.

2. The Issuer shall borrow for the above purposes a sum not to exceed the amount shown in paragraph 1 of Exhibit A, the final amount to be determined by the officer designated in paragraph 4 of Exhibit A or designee who shall be a member of the administrative staff or board of education of the Issuer (the "Authorized Officer") prior to the sale of the notes (the "Notes"), or such part thereof as the Department may approve, if prior approval is necessary, and issue the general obligation Notes of the Issuer therefor in anticipation of the collection of Pledged Taxes for the Current Fiscal Year.

3. The Notes shall bear interest from their dated date until paid at a rate not exceeding six percent (6%) per annum, shall be dated as set forth in paragraph 5 of Exhibit A, and shall be due and payable on the date shown in paragraph 6 of Exhibit A, which is the estimated time of collection of a sufficient amount of the Pledged Taxes for the Current Fiscal Year to pay the Notes in full. The Notes shall be payable in lawful money of the United States of America at or by a bank or trust company in the State of Michigan qualified to act as paying agent as shall be designated by the original purchaser of the Notes. The original purchaser of the Notes may also designate a co-paying agent or agents, which may be located outside of Michigan. The Notes shall be in such denominations as the purchaser shall specify, unless otherwise specified in the Solicitation for Bids. The Notes shall not be subject to redemption prior to maturity.

4. The form of the Notes shall be in substantially the form set forth and attached hereto as Exhibit B.

5. The Issuer hereby irrevocably covenants to levy a tax for operating purposes in the Current Fiscal Year, so that the Pledged Taxes will be in an amount not less than the amount set forth in paragraph 11 of Exhibit A, and hereby appropriates a sufficient amount of the Pledged Taxes to repay the principal and interest on the Notes. From the first collections of the Pledged Taxes, there shall be set aside in a separate depository account a portion of each dollar collected which is not less than 125% of the percentage that the principal amount of the Notes bears to the Pledged Taxes until the amount set aside is sufficient for such payment. The Issuer reserves the right to issue additional notes of equal standing with the Notes as to the Pledged Taxes, subject to the limitations provided by law.

6. The full faith and credit of the Issuer is hereby irrevocably pledged for payment of principal and interest on the Notes and in case of the insufficiency of the Pledged Taxes, the Issuer shall pay the Notes from any funds legally available therefor, and, if necessary, levy sufficient taxes on all taxable property within the Issuer's geographic boundaries for the payment thereof, subject to applicable constitutional and statutory tax rate limitations.

7. The President and Secretary of the Board of Education shall execute the Notes on behalf of the Issuer and the executed Notes shall be delivered to the Treasurer who shall cause the Notes to be delivered to the purchaser thereof upon the receipt of the purchase price therefor.

The Vice President, Treasurer or Superintendent may execute the Notes instead of either the President or Secretary. The foregoing officials are hereby authorized to execute and deliver a temporary note or notes and exchange, when available, final printed notes therefor at the request of the original purchaser.

8. The Notes shall be sold by a bid opening following the distribution of a Solicitation for Bids as described below. The Authorized Officer or designee shall determine the minimum purchase price for the Notes which shall be not less than the price specified in paragraph 7 of Exhibit A, shall fix the date of such sale, and shall cause the distribution of the solicitation for bids, which shall be substantially in the form set forth in Exhibit C. The Authorized Officer or designee is further authorized to approve the specific interest rate to be borne by the Notes, not exceeding the maximum rate authorized herein, the purchase price of the Notes, not less than the price specified in paragraph 7 of Exhibit A of the principal amount of the Notes, and other terms and conditions relating to the Notes and the sale thereof, provided that when more than one bid is received in response to the solicitation, such Note or Notes shall be awarded to the lowest responsible bidder. The Authorized Officer or designee is directed to execute a certificate accepting the interest rate and purchase price of the Notes on behalf of the Issuer.

9. The Issuer hereby covenants for the benefit of all holders of the Notes to comply with all requirements of the Internal Revenue Code of 1986, as amended (the "Code"), that must be satisfied subsequent to the issuance of the Notes in order that the interest thereon be or continue to be excluded from gross income for federal income taxation purposes, including, but not limited to, requirements relating to the rebate of arbitrage earnings, if applicable, and the expenditure and investment of Note proceeds and monies deemed to be Note proceeds. The Authorized Officer or designee shall designate the Notes as "qualified tax-exempt obligations" for purposes of deduction of interest expense by financial institutions under the Code, if applicable.

10. If the Issuer has not achieved qualified status under the Act, the Authorized Officer or designee is hereby authorized to make application to the Department for and on behalf of the Issuer for an order approving the issuance of the Notes, if applicable, and to pay any applicable fee therefor.

11. The President, Vice President, Superintendent and Authorized Officer or designee are further authorized to execute any documents or certificates necessary to complete the transaction including, but not limited to, any certificates relating to federal or state securities laws, rules or regulations.

12. Within fifteen (15) business days after issuance of the Notes, the Board hereby authorizes and directs the Authorized Officer or designee to cause to be filed with the Michigan Department of Treasury any and all documentation required subsequent to the issuance of the Notes, along with any statutorily required fee.


13. The financial consulting firm of Robert W. Baird & Co., is hereby appointed as financial consultants to the Issuer with reference to the issuance of the Notes herein authorized.

14. All resolutions and parts of resolutions insofar as they conflict with the provisions of this resolution be and the same are hereby rescinded.


Ayes: Members

Nays: Members

Resolution declared adopted.


Secretary, Board of Education

The undersigned duly qualified and acting Secretary of the Board of Education of Muskegon Heights Public Schools, Muskegon County, Michigan, hereby certifies that the foregoing constitutes a true and complete copy of a resolution adopted by the Board at a regular meeting held on October 2, 2017, the original of which is part of the Board's minutes. The undersigned further certifies that notice of the meeting was given to the public pursuant to the provisions of the "Open Meetings Act" (Act 267, Public Acts of Michigan, 1976, as amended).


Secretary, Board of Education

CJI/ttt

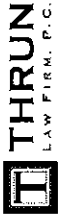


EXHIBIT A

1. Amount of borrowing not to exceed: \$250,000
2. Pledged Taxes due and payable: December 1, 2017
3. Taxes levied for the preceding fiscal year ending June 30, 2017 :

Due July 1, 2016 : \$ _____

Due December 1, 2016: \$ _____
4. Authorized Officer: Superintendent, President or Vice President of the Board of Education, Assistant Superintendent or individual acting in the capacity of the school business official.
5. Date of Notes: November 1, 2017, or date of delivery
6. Notes due and payable: April 2, 2018, or such other date as shall be determined by the Authorized Officer.
7. Purchase Price: Not less than 100% of the principal amount of the Notes.
8. Amount of Notes, NOT including this borrowing, issued in anticipation of the Pledged Taxes: \$ NONE.
9. Total amount of tax-exempt obligations NOT including this borrowing issued or to be issued in this calendar year: \$ _____.
10. Five percent (5%) of estimated fiscal year 2016-2017 operating expenses: \$ _____.
11. Pledged Taxes shall be levied in an amount not less than 200% of the amount of the Notes together with the principal of other notes issued in anticipation of the Pledged Taxes for the Next Succeeding Fiscal Year.

EXHIBIT B

**UNITED STATES OF AMERICA
STATE OF MICHIGAN
COUNTY OF MUSKEGON
MUSKEGON HEIGHTS PUBLIC SCHOOLS
TAX ANTICIPATION NOTE
(GENERAL OBLIGATION - LIMITED TAX)**

Rate

**Maturity Date
January 1, 2017**

Date of Original Issue

REGISTERED OWNER:

PRINCIPAL AMOUNT:

Muskegon Heights Public Schools, County of Muskegon, State of Michigan (the "Issuer"), for value received, hereby promises to pay to the Registered Owner specified above, or registered assigns, the Principal Amount specified above on the Maturity Date specified above, with interest thereon from the date hereof until paid at the Rate specified above based on a 360-day year, 30-day month, on presentation and surrender of this note (the "Note") at _____, Michigan (the "Paying Agent").

This Note is not subject to redemption prior to maturity.

This Note is issued under the provisions of Act 34, Public Acts of Michigan, 2001, as amended, in anticipation of the collection of operating taxes for the fiscal year beginning July 1, 2017, which are due and payable on December 1, 2017, and an irrevocable appropriation of a sufficient amount of such taxes has been made for the payment of this Note, together with the interest thereon.

The Issuer has designated this Note as a "Qualified Tax-Exempt Obligation" for the purpose of deduction of interest expense by financial institutions under the provisions of the Internal Revenue Code of 1986, as amended.

It is hereby certified and recited that all acts, conditions and things required by law, precedent to and in the issuance of this Note, have been done, exist and have happened in regular and due time and form as required by law, and that the total indebtedness of the Issuer, including this Note, does not exceed any constitutional or statutory limitation.

IN WITNESS WHEREOF, Muskegon Heights Public Schools, County of Muskegon, State of Michigan, by its Board of Education, has caused this Note to be signed in the name of the Issuer by its President and Secretary, as of January 1, 2017.

Muskegon Heights Public Schools
County of Muskegon
State of Michigan

By Form Only - Not for Execution
President

And Form Only - Not for Execution
Secretary

EXHIBIT C

SOLICITATION FOR BIDS

\$250,000

**MUSKEGON HEIGHTS PUBLIC SCHOOLS
COUNTY OF MUSKEGON
STATE OF MICHIGAN**

**TAX ANTICIPATION NOTES
(GENERAL OBLIGATION - LIMITED TAX)**

Unconditional and firm bids for the purchase of the above Tax Anticipation Notes (the "Notes") will be received by Muskegon Heights Public Schools, Muskegon County, Michigan (the "Issuer"), at the administrative offices of the Issuer, 2603 Leahy Street, Muskegon Heights, Michigan 49444-2121, on ___ day of _____, 20___, until ___ o'clock in the ___m., prevailing Eastern Time, at which time and place said bids will be publicly opened and read. Award of Notes will be made on behalf of the Issuer by an authorized officer of the Issuer on that date.

FAXED BIDS: Bidders may submit signed bids via facsimile transmission to the Issuer at (231) 830-3560 provided that the faxed bids are received prior to the time and date fixed for receipt of bids. Bidders submitting faxed bids bear the full risk of failed or untimely transmission of their bids. Bidders are encouraged to confirm the timely receipt of their full and complete bids by telephoning the Issuer at (231) 830-3221.

NOTE DETAILS; INTEREST RATE; PAYING AGENT AND PAYING AGENT FEES; AND DENOMINATION: The Notes will be dated November 1, 2017, or date of delivery, will mature April 2, 2018, and will bear interest at a rate not exceeding six percent (6%) per annum. Interest upon the Notes will be calculated on a 360-day year, 30-day month. Both principal and interest will be payable at a bank or trust company located in the State of Michigan to be designated by the original purchaser of the Notes, which paying agent qualifies as such under the statutes of the State of Michigan or of the Federal Government. The purchaser may also designate a co-paying agent or agents, similarly qualified, which may be located outside of Michigan. Paying agent fees, if any, are to be paid by the purchaser of the Notes. The Notes shall be issued in denominations as designated at the option of the purchaser.

PRIOR REDEMPTION: The Notes shall not be subject to redemption prior to maturity.

AWARD OF NOTES: For the purpose of awarding the Notes, the interest cost of each unconditional and firm bid will be computed on a 360-day year, 30-day month basis by determining, at the rate specified therein, the total dollar value of all interest on the Notes from _____, 20___, to their maturity and deducting therefrom any premium. Any net premium bid on the Notes shall not result in a purchase price in excess of ___% of the par value of the Notes. The Notes will be awarded to the bidder whose unconditional and firm bid on the above computation produces the lowest dollar interest cost to the Issuer. No proposal for the

purchase of less than all the Notes or at a price less than their par value will be considered. Any and all fees or charges of the bidder must be incorporated into the rate.

PURPOSE AND SECURITY: The Notes are issued in anticipation of the receipt of operating taxes due and payable on December 1, 2017. The Board of Education has voted and pledged as security for the tax note borrowing to levy taxes on December 1, 2017 for operating purposes in an amount not less than 200% of the amount of this tax note borrowing. The Issuer is required to set aside in a separate depository account a portion of each dollar of said operating taxes collected, which is not less than 125% of the percentage that the principal amount of the Notes bears to the amount of the operating taxes for the fiscal year ending June 30, 2017. In case of the insufficiency of the taxes pledged for the payment thereof, the Issuer is required to pay the Notes from any funds legally available therefor including subsequent tax levies of the Issuer. The Issuer does not have the power to levy taxes for the payment of the Notes in excess of its constitutional and statutory tax rate limits.

The rights or remedies of noteholders may be affected by bankruptcy laws or other creditors' rights legislation now existing or hereafter enacted.

ADDITIONAL BORROWING: The Issuer reserves the right to borrow additional monies to meet operating expenses and payroll. Any future borrowing against operating taxes will be secured by a lien equal in standing to the lien herein created against such operating taxes.

LEGAL OPINION: Bids shall be conditioned upon the unqualified opinion of Thrun Law Firm, P.C., attorneys of East Lansing, Michigan, note counsel, which opinion will be furnished without expense to the purchaser prior to the delivery thereof approving the legality of the Notes.

TAX MATTERS: In the opinion of Note counsel, assuming continued compliance by the Issuer with certain requirements of the Internal Revenue Code of 1986, as amended (the "Code"), interest on the Notes is excluded from gross income for federal income tax purposes, as described in the opinion, and the Notes and interest thereon are excluded from taxable income for State of Michigan income tax purposes. Further, the Note and the interest thereon are subject to inheritance and estate taxes and taxes on gains realized from the sale, payment or other disposition thereof. The Issuer has designated the Notes as "**QUALIFIED TAX-EXEMPT OBLIGATIONS**" within the meaning of the Code and has covenanted to comply with those requirements of the Code necessary to continue the exclusion of interest on the Notes from gross income for federal income tax purposes.

CERTIFICATE REGARDING "ISSUE PRICE": The successful bidder will be required to furnish, prior to the delivery of the Notes, a certificate in a form acceptable to note counsel as to the "issue price" of the Notes within the meaning of Section 1273 of the Internal Revenue Code of 1986, as amended. By submitting a bid, the bidder represents to the Issuer that it intends to hold the Notes for its own account with no present intention to reoffer the Notes unless the bidder has notified Note counsel, in writing, at least 72 hours before the bid deadline that the bidder intends to reoffer the Notes.

CLOSING DOCUMENTS: Drafts of all closing documents, including the form of Note and note counsel's legal opinion, may be requested from Thrun Law Firm, P.C. Final closing documents will be in substantially the same form as the drafts provided. Closing documents will

not be modified at the request of a bidder, regardless of whether the bidder's proposal is accepted.

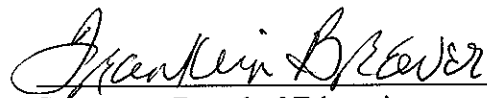
DELIVERY OF NOTES: The Issuer shall furnish notes ready for execution at its expense. Notes will be delivered without expense to the purchaser at a place located within the State of Michigan to be mutually agreed upon between the purchaser and the Issuer. Delivery can also be made outside the State of Michigan, but at the EXPENSE of the PURCHASER. The usual closing documents, including a certificate that no litigation is pending affecting the issuance of the Notes, will be delivered at the time of delivery of the Notes. Accrued interest to the date of delivery of the Notes, if any, shall be paid by the purchaser at the time of delivery. Payment for the Notes shall be made in Federal Reserve Funds.

BIDDER CERTIFICATION - NOT "IRAN-LINKED BUSINESS": By submitting a bid, the bidder shall be deemed to have certified that it is not an "Iran-Linked Business" as defined in Act 517, Public Acts of Michigan, 2012; MCL 129.311, et seq.

FURTHER INFORMATION may be obtained from Robert W. Baird & Co., Lansing, Michigan, _____, _____, _____, telephone: _____.

THE RIGHT IS RESERVED TO REJECT ANY OR ALL BIDS.

The bids should be plainly marked "Proposal for Muskegon Heights Public Schools Tax Anticipation Notes".



Secretary, Board of Education

RESOLUTION AUTHORIZING RESTRUCTURING
OF THE 2012 EMERGENCY LOAN NOTE OF
MUSKEGON HEIGHTS PUBLIC SCHOOLS

Receivership Transition Advisory Board for the School District of the City of Muskegon Heights, Muskegon County, Michigan (the "Board")

A _____ meeting of the Board was held in the _____, within the boundaries of Muskegon Heights Public Schools, Muskegon County, Michigan (the "Issuer"), on the _____ day of _____, 2017, at _____ o'clock in the ____m.

The meeting was called to order by _____, Chairperson.

Present: Members

Absent: Members

The following preamble and resolution were offered by Member _____ and supported by Member _____:

WHEREAS:

1. The Emergency Municipal Loan Act, 1980 PA 243, as amended (the "Act"), permits the Local Emergency Financial Assistance Loan Board (the "ELB") to restructure payments but not the outstanding principal balance or interest on certain loans, including the loan to the Issuer designated as Emergency Loan Note, 2012-13 Series I (the "2012 Note"), including the loan evidenced by the 2012 Note (the "2012 Loan"); and
2. The Issuer has at times operated under the name of the "School District of the City of Muskegon Heights"; and
3. The school board of the Issuer has established a financial and operating plan for the Issuer and the Issuer's school board has determined that it is necessary and in the best interest of the Issuer to make application to the ELB to restructure the 2012 Loan as permitted by the Act; and
4. This Board determines that it is in the best interest of the Issuer to consider restructuring the 2012 Loan as proposed by the Issuer's school board; and
5. Pursuant to Section 23(1) of the Act 436, Public Acts of Michigan, 2012, as amended, the Local Financial Stability and Choice Act, this Board has been appointed to monitor the affairs of the Issuer until the Issuer's receivership is terminated; and
6. Attached to this resolution as Attachment 1 is the Issuer's Resolution Authorizing Restatement of 2012 Emergency Loan Note (the "Resolution"), which authorizes the pursuit of restructuring of the 2012 Loan.

NOW, THEREFORE, BE IT RESOLVED THAT:

1. This Board hereby authorizes and approves the restructuring of the 2012 Loan, as provided in the Resolution in substantially the form attached hereto as Attachment 1, and authorizes the Issuer to undertake all actions necessary and prudent to facilitate that restructuring.

2. All resolutions and parts of resolutions conflicting with this resolution are rescinded.

Ayes: Members

Nays: Members

Resolution declared adopted.

Secretary, Receivership Transition Advisory Board

I, the undersigned, the duly qualified and acting Secretary of the Receivership Transition Advisory Board for the School District of the City of Muskegon Heights, Muskegon County, Michigan, do hereby certify that the foregoing is a true and complete copy of a resolution adopted by the Board at a _____ meeting held on _____, 2017, the original of which is a part of the Board's minutes. The undersigned also certifies that notice of the meeting was given to the public pursuant to the "Open Meetings Act" (Act 267 Public Acts of Michigan, 1976, as amended).

Secretary, Receivership Transition Advisory Board

CJI/klg

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ATTACHMENT 1

[A copy of the Resolution Authorizing Restatement of 2012
Emergency Loan Note follows this page]

RESOLUTION AUTHORIZING RESTATEMENT OF 2012 EMERGENCY LOAN NOTE

Muskegon Heights Public Schools, Muskegon County, Michigan

A regular board meeting of the board of education of the school district (the "School Board") was held in the Board of Education, within the boundaries of the school district, on the 2nd day of October, 2017, at 6 o'clock in the p.m.

The meeting was called to order by Trinell Scott, President.

Present: Members Trinell Scott, Peggy Selmon, Marjorie Cook and Mark Glover

Absent: Members Franklin Brewer, Marianne Darnell and Estelita Rankin

The following preamble and resolution were offered by Member Mark Glover and supported by Member Trinell Scott:

WHEREAS:

1. The Muskegon Heights Public Schools, Muskegon County, Michigan ("School District") is a general powers school district under the Revised School Code, 1976 PA 451, MCL 380.1, *et seq.*, as amended ("Act 451"), and has the powers conferred upon the School District by Act 451, the State Constitution of 1963 ("Constitution"), and other applicable law; and

2. The Emergency Municipal Loan Act, 1980 PA 243, MCL 141.931, *et seq.*, as amended ("Act 243"), authorizes municipalities, including school districts, to borrow money and the State of Michigan ("State") to issue debt and securities as emergency loans, as well as to renegotiate terms and restructure payments of outstanding loans; and

3. The School District is a municipality under Act 243 with the power to borrow money and issue evidences of indebtedness for repayment of obligations, including, but not limited to, money advanced or previously advanced and approved or previously approved for advancement under The School Aid Act of 1979, 1979 PA 94, MCL 388.1601, *et seq.*, as amended ("Act 94"), or money borrowed under Section 1225 of Act 451; and

4. The Revised Municipal Finance Act, 2001 PA 34, MCL 141.2101, *et seq.*, as amended ("Act 34"), authorizes the borrowing of money and the issuance of certain debt and securities, provides for tax levies, authorizes the issuance of debt and securities, and generally governs municipal finance practices in the State; and

5. The School District is a municipality under Act 34 with the power to issue securities such as bonds, notes, contracts, obligations or other similar instruments; and

6. Pursuant to Act 243, on August 16, 2012, the School District issued its Emergency Loan Note, 2012-13 Series I ("2012 Note") under the name of "School District of the City of Muskegon Heights," an assumed name under which the School District does business from time to time, and which note currently is outstanding and in full force and effect in accordance with its terms;

7. Act 243 empowers the Local Emergency Financial Assistance Loan Board ("ELB") to restructure payments, but not the outstanding principal balance or interest, on certain loans, including the loan evidenced by the 2012 Note ("2012 Loan"), subject to conditions set forth in Act 243; and

8. As part of the financial and operating plan adopted for the School District, the School Board has determined that it is necessary and in the best interest of the School District to make application to the ELB to restructure the 2012 Loan as permitted by Act 243 (the "Restructuring"); and

9. The School Board has the power to exercise on behalf of the School District all authority and responsibilities affecting the School District that are prescribed by law; and

10. The School District is subject to a consent agreement under the Local Financial Stability and Choice Act, 2012 PA 436, MCL 141.1541, *et seq.*, and that loan authorization is necessary to implement a financial and operating plan under that act.

NOW, THEREFORE, BE IT RESOLVED THAT:

1. The Superintendent of Schools (the "Superintendent") or the chief business official of the School District shall submit an application to the ELB requesting approval for the Restructuring of the 2012 Loan by the ELB as authorized by this resolution, which Restructuring shall be evidenced by an amended and restated note which shall be exchanged for the 2012 Note.

2. The President, Vice President, Secretary or Treasurer of the School Board and the Superintendent or chief business official, in consultation with the School District's Municipal Advisor, as defined herein, and any other official or employee of the School District or other individual authorized by the School Board (when applicable) to act on behalf of the School District for this purpose (each an "Authorized Officer") are authorized and ordered to take action, negotiate terms and execute documents and certificates as necessary or desirable and in the best interest of the School District in connection with the restructuring of the 2012 Loan by the School Board.

3. The Authorized Officer or her or his designee is hereby authorized to negotiate, approve and execute any additional agreement, instruments or other documents directly with the Michigan Department of Treasury, which are deemed necessary by the Authorized Officer, in order to satisfy any terms and conditions set forth by the ELB and the Michigan Department of Treasury.

4. An Authorized Officer, on behalf of the School District, shall execute any amended and restated 2012 Note, or a replacement for the 2012 Note, as may be necessary or desirable in order to accomplish the Restructuring of the 2012 Loan by the ELB. Restructured notes of the School District designated "Amended and Restated Emergency Loan Note (General Obligation - Limited Tax), 2012-13 Series I" (each a "Restructured Note"), shall be issued in one or more series in substantially the form attached hereto as Exhibit A to replace the 2012 Note, with sequential series references as determined by an Authorized Officer, each in an amount determined by an Authorized Officer, not to exceed the principal amount of the 2012 Loan, in the aggregate (each a "Restructured Loan" and collectively, the "Restructured Loans"). The Restructured Notes are issued on a *pari passu* basis with the prior emergency loan notes of the Issuer originally dated January 18, 2013 and April 28, 2014, and a new emergency loan expected to be issued in November 2017, maturing November 1, 2041 and April 30, 2044, and expected to mature on June 15, 2047, respectively, some or all of which themselves may be restructured. Each Restructured Note shall evidence the obligation of the School District to repay the applicable Restructured Loan to the State under Act 243. The

Restructured Note shall be delivered to the ELB as agent for the State in exchange for the School District's receipt of the referenced 2012 Note marked "CANCELED"; and the Authorized Officer is authorized and directed then to destroy such canceled note.

5. Each Restructured Note shall be dated as of the date of delivery of the Restructured Note to the State. Each Restructured Note shall bear interest from the date of delivery of the Restructured Note and shall be payable as to principal and interest on the dates and in the amounts, at the rates, and subject to redemption before maturity, as determined by an Authorized Officer; provided that the final maturity shall not be later than June 15, 2042, and the interest rates, or the maximum interest rate if issued on a variable rate basis, shall not exceed 2.45% per annum. Principal and interest on each Restructured Note shall be payable to the State Treasurer.

6. Each Restructured Note shall be a limited tax general obligation of the School District, and the full faith and credit of the School District shall be pledged to the payment of the principal of and interest on the Restructured Note as and when due. The Restructured Note shall be payable out of the general funds of the School District, including collection of ad valorem taxes the School District may levy on property within the geographic boundaries of the School District under Section 1211 of Act 451, within constitutional and statutory limitations. As additional security for the payments when due and owing under each Restructured Note, the School District pledges, and acknowledges the State's statutory right to withhold, the amount of all delinquent payments due on each Restructured Note from State money appropriated to the School District, including, but not limited to, money appropriated under Act 94, and authorizes the State to withhold the funds and apply the funds to the repayment of principal of or interest on any Restructured Note delinquent according to the terms of the Restructured Note.

7. An Authorized Officer shall execute each Restructured Note on behalf of the School District, and upon acknowledgment of receipt of the principal amount of the applicable Loan, the fully executed applicable Restructured Note shall be delivered to the ELB as agent for the State.

8. Each Restructured Note shall be in substantially the form attached to this resolution as Exhibit A with changes as approved by an Authorized Officer not inconsistent with the terms of this resolution.

9. The School District also acknowledges that there may be conditions of the Restructured Loan and agrees to comply with the requirements of the ELB's Order of Approval of Loan ("ELB Order") as approved by an Authorized Officer not inconsistent with this resolution. Once accepted, the terms and conditions of any associated ELB Order shall be binding on the School District.

10. This School Board hereby appoints Thrun Law Firm, P.C., as legal counsel for the purpose of issuing the Restructured Note and the Restructured Loan and acknowledges that said counsel has represented to the School Board that it does not represent any other party in this transaction associated with the issuance of the Restructured Note or the Restructured Loan; however, Thrun Law Firm, P.C. periodically represents certain agencies of the State of Michigan and other potential parties to this transaction in other matters unrelated to this transaction.

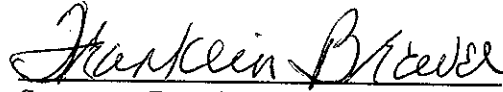
11. This School Board hereby appoints the firm of Robert W. Baird & Co. as Municipal Advisor for the purpose of issuing the Restructured Note and the Restructured Loan.

12. All resolutions and parts of resolutions conflicting with this resolution are rescinded.

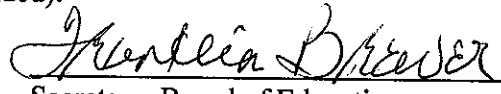
Ayes: Members 4

Nays: Members 0

Resolution declared adopted.


Secretary, Board of Education

I, the undersigned, the duly qualified and acting Secretary of the Board of Education of Muskegon Heights Public Schools, Muskegon County, Michigan, do hereby certify that the foregoing is a true and complete copy of a resolution adopted by the Board at regular meeting held on October 2, 2017, the original of which is a part of the Board's minutes. The undersigned also certifies that notice of the meeting was given to the public pursuant to the "Open Meetings Act" (Act 267 Public Acts of Michigan, 1976, as amended).


Secretary, Board of Education

CJI/kmh

In addition, should the State Treasurer require the Issuer to enter into a Tax Intercept Agreement as described below, on each _____ commencing _____, 20__, or on the next succeeding business day or such later date as described in the Tax Intercept Agreement, the Issuer shall have the obligation to prepay, without penalty or premium, an aggregate principal amount equal to the net amount on deposit in the Account (as defined in such Tax Intercept Agreement) as of the preceding business day, less an amount equal to the operating expenses retained by the Issuer as approved from time to time by the State Treasurer. Prepayments shall be credited to principal payments in inverse order of maturity.

This note and the interest hereon are payable, as a first budget obligation, from any funds of the Issuer available therefor including but not limited to any delinquent taxes payable to the Issuer from the County of Muskegon, State of Michigan's delinquent tax revolving fund, or from general ad valorem taxes imposed on all taxable property in the Issuer, and the Issuer is required, if necessary, to levy ad valorem taxes on all taxable property in the Issuer for the payment thereof, subject to applicable constitutional and statutory tax rate limitations.

The maturity of principal of and accrued and unpaid interest on this note may be accelerated by the State Treasurer on behalf of the State of Michigan upon the occurrence and during the continuance of any Event of Default under this note. Each of the following shall constitute an "Event of Default" under this note: (A) non-payment of any principal of or interest on this note, when due; and (B) failure of the Issuer to comply with the terms of paragraph 2 of the Funding Conditions Memorandum dated the date hereof between the Issuer and the State of Michigan.

The Issuer shall pledge to the State Treasurer a sufficient amount of the proceeds of the operating taxes levied for the Issuer and the delinquencies thereon that is necessary to pay the principal of and interest on this note, when due. At the sole discretion of and upon notice by the State Treasurer, the Issuer shall enter into a Tax Intercept Agreement with The Bank of New York Mellon Trust Company, N.A., located in Detroit, Michigan, as depository (the "**Depository**"), the City of Muskegon Heights (the "Local Government") and the County Treasurer of the County of Muskegon to provide for the payment to the Depository by such Local Government and County Treasurer of such operating taxes and the delinquencies thereon collected by them on behalf of the Issuer after the date of such agreement. As additional security for payment of this note and in the event of the delinquency of the Issuer in paying required principal of or interest on this note, the State Treasurer is authorized to intercept up to but not more than all delinquent amounts of principal and interest due on this note from state school aid payments to the Issuer otherwise required to be made to the Issuer pursuant to the provisions of the State School Aid Act, Act No. 94, Public Acts of 1979, as amended, and said intercepted state school aid payments shall be applied by the State Treasurer against said delinquent payments. The Issuer's pledge of the proceeds of operating taxes and state aid payments described in this paragraph shall be subordinate to all state aid notes and tax anticipation notes sold to the Michigan Finance Authority, regardless of the date of issue. However, this current pledge of operating taxes and state aid payments shall be senior to pledges for payment of state aid notes or lines of credit issued after the date of this note and sold to all other parties that are not the Michigan Finance Authority. This note is issued on a *pari passu* basis with the prior notes of the issuer originally dated January 18, 2013, April 28, 2014 and November __, 2017, and maturing November 1, 2041, April 30, 2044 and _____, respectively, whether in their original form or as restructure as provided under Act 243.

If required by the State Treasurer pursuant to the immediately preceding paragraph, the Issuer shall enter into a Depository Agreement related to the Tax Intercept Agreement with the Depository

to provide for the manner in which the revenue from taxes collected will be deposited for use to repay the principal and interest due on this note.

While this note is outstanding, the Issuer has the right to issue to one or more financial institutions or to the Michigan Finance Authority one or more tax anticipation notes pursuant to Act 34, Public Acts of Michigan, 2001, as amended, and additional notes only to the State of Michigan in order to obtain additional emergency loans for the purpose of enabling the Issuer to meet its financial obligations.

Except as state law may require, the limited tax, full faith, credit and resources of the Issuer are hereby pledged for the payment of the principal and interest on this note. This note is payable primarily from ad valorem taxes, which will be levied within the authorized constitutional and statutory tax limitations of the Issuer and an irrevocable appropriation of a sufficient amount of such taxes will be made each year as a first operating budget obligation for the payment of the principal of and interest on this note as due, subordinate to all first liens on said funds pledged for the payment of state aid notes or tax anticipation notes sold to the Michigan Finance Authority, further subordinate to any first liens on said funds pledged for the payment of state aid notes, lines of credit or tax anticipation notes issued prior to the date of this note and sold to parties other than the Michigan Finance Authority, and subordinate to any statutory obligation to set aside operating tax collections for any tax anticipation notes issued subsequent to this note. If taxes are insufficient to pay this note when due, the Issuer has pledged to use any and all other resources available for the payment of this note. The Issuer does not have the power to levy taxes for the payment of this note in excess of its constitutional or statutory tax rate limitations. The Issuer may issue additional bonds or notes of equal standing only upon the approval of the State Treasurer.

The Issuer covenants that it shall perform and meet all requirements imposed upon the Issuer as a result of receiving this loan pursuant to Act 243 until this note is paid in full.

The Issuer waives presentment, demand, notice of dishonor, protest and notice of non-payment with respect to this note.

It is hereby certified and recited that all acts, conditions and things required by law to be done, precedent to and in the issuance of this note, exist and have been done and performed in regular and due form and time as required by law, and that the total indebtedness of the Issuer, including this note, does not exceed any constitutional or statutory debt limitation.

MUSKEGON HEIGHTS PUBLIC SCHOOLS
COUNTY OF MUSKEGON
STATE OF MICHIGAN

By _____

Its: _____

RESOLUTION AUTHORIZING RESTRUCTURING
OF THE 2013 EMERGENCY LOAN NOTE OF
MUSKEGON HEIGHTS PUBLIC SCHOOLS

Receivership Transition Advisory Board for the School District of the City of Muskegon Heights, Muskegon County, Michigan (the "Board")

A _____ meeting of the Board was held in the _____, within the boundaries of Muskegon Heights Public Schools, Muskegon County, Michigan (the "Issuer"), on the _____ day of _____, 2017, at _____ o'clock in the ____m.

The meeting was called to order by _____, Chairperson.

Present: Members

Absent: Members

The following preamble and resolution were offered by Member _____ and supported by Member _____:

WHEREAS:

1. The Emergency Municipal Loan Act, 1980 PA 243, as amended (the "Act"), permits the Local Emergency Financial Assistance Loan Board (the "ELB") to restructure payments but not the outstanding principal balance or interest on certain loans, including the loan to the Issuer designated as Emergency Loan Note, 2012-13 Series II (the "2013 Note"), including the loan evidenced by the 2013 Note (the "2013 Loan"); and

2. The Issuer has at times operated under the name of the "School District of the City of Muskegon Heights"; and

3. The school board of the Issuer has established a financial and operating plan for the Issuer and the Issuer's school board has determined that it is necessary and in the best interest of the Issuer to make application to the ELB to restructure the 2013 Loan as permitted by the Act; and

4. This Board determines that it is in the best interest of the Issuer to consider restructuring the 2013 Loan as proposed by the Issuer's school board; and

5. Pursuant to Section 23(1) of the Act 436, Public Acts of Michigan, 2012, as amended, the Local Financial Stability and Choice Act, this Board has been appointed to monitor the affairs of the Issuer until the Issuer's receivership is terminated; and

6. Attached to this resolution as Attachment 1 is the Issuer's Resolution Authorizing Restatement of 2013 Emergency Loan Note (the "Resolution"), which authorizes the pursuit of restructuring of the 2013 Loan.

NOW, THEREFORE, BE IT RESOLVED THAT:

1. This Board hereby authorizes and approves the restructuring of the 2013 Loan, as provided in the Resolution in substantially the form attached hereto as Attachment 1, and authorizes the Issuer to undertake all actions necessary and prudent to facilitate that restructuring.

2. All resolutions and parts of resolutions conflicting with this resolution are rescinded.

Ayes: Members

Nays: Members

Resolution declared adopted.

Secretary, Receivership Transition Advisory Board

I, the undersigned, the duly qualified and acting Secretary of the Receivership Transition Advisory Board for the School District of the City of Muskegon Heights, Muskegon County, Michigan, do hereby certify that the foregoing is a true and complete copy of a resolution adopted by the Board at a _____ meeting held on _____, 2017, the original of which is a part of the Board's minutes. The undersigned also certifies that notice of the meeting was given to the public pursuant to the "Open Meetings Act" (Act 267 Public Acts of Michigan, 1976, as amended).

Secretary, Receivership Transition Advisory Board

CJI/klg

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ATTACHMENT 1

[A copy of the Resolution Authorizing Restatement of 2013
Emergency Loan Note follows this page]

RESOLUTION AUTHORIZING RESTATEMENT OF 2013 EMERGENCY LOAN NOTE

Muskegon Heights Public Schools, Muskegon County, Michigan

A regular board meeting of the board of education of the school district (the "School Board") was held in the Board of Education, within the boundaries of the school district, on the 2nd day of October, 2017, at 6 o'clock in the p.m.

The meeting was called to order by Trinell Scott, President.

Present: Members Trinell Scott, Peggy Selmon, Marjorie Cook and Mark Glover

Absent: Members Franklin Brewer, Marianne Darnell, Estelita Rankin

The following preamble and resolution were offered by Member Mark Glover and supported by Member Marjorie Cook:

WHEREAS:

1. The Muskegon Heights Public Schools, Muskegon County, Michigan ("School District") is a general powers school district under the Revised School Code, 1976 PA 451, MCL 380.1, *et seq.*, as amended ("Act 451"), and has the powers conferred upon the School District by Act 451, the State Constitution of 1963 ("Constitution"), and other applicable law; and
2. The Emergency Municipal Loan Act, 1980 PA 243, MCL 141.931, *et seq.*, as amended ("Act 243"), authorizes municipalities, including school districts, to borrow money and the State of Michigan ("State") to issue debt and securities as emergency loans, as well as to renegotiate terms and restructure payments of outstanding loans; and
3. The School District is a municipality under Act 243 with the power to borrow money and issue evidences of indebtedness for repayment of obligations, including, but not limited to, money advanced or previously advanced and approved or previously approved for advancement under The School Aid Act of 1979, 1979 PA 94, MCL 388.1601, *et seq.*, as amended ("Act 94"), or money borrowed under Section 1225 of Act 451; and
4. The Revised Municipal Finance Act, 2001 PA 34, MCL 141.2101, *et seq.*, as amended ("Act 34"), authorizes the borrowing of money and the issuance of certain debt and securities, provides for tax levies, authorizes the issuance of debt and securities, and generally governs municipal finance practices in the State; and
5. The School District is a municipality under Act 34 with the power to issue securities such as bonds, notes, contracts, obligations or other similar instruments; and
6. Pursuant to Act 243, on January 18, 2013, the School District issued its Emergency Loan Note, 2012-13 Series II ("2013 Note") under the name of "School District of the City of Muskegon Heights," an assumed name under which the School District does business from time to time, and which note currently is outstanding and in full force and effect in accordance with its terms;

7. Act 243 empowers the Local Emergency Financial Assistance Loan Board ("ELB") to restructure payments, but not the outstanding principal balance or interest, on certain loans, including the loan evidence by the 2013 Note ("2013 Loan"), subject to conditions set forth in Act 243; and

8. As part of the financial and operating plan adopted for the School District, the School Board has determined that it is necessary and in the best interest of the School District to make application to the ELB to restructure the 2013 Loan as permitted by Act 243 (the "Restructuring"); and

9. The School Board has the power to exercise on behalf of the School District all authority and responsibilities affecting the School District that are prescribed by law; and

10. The School District is subject to a consent agreement under the Local Financial Stability and Choice Act, 2012 PA 436, MCL 141.1541, *et seq.*, and that loan authorization is necessary to implement a financial and operating plan under that act.

NOW, THEREFORE, BE IT RESOLVED THAT:

1. The Superintendent of Schools (the "Superintendent") or the chief business official of the School District shall submit an application to the ELB requesting approval for the Restructuring of the 2013 Loan by the ELB as authorized by this resolution, which Restructuring shall be evidenced by an amended and restated note which shall be exchanged for the 2013 Note.

2. The President, Vice President, Secretary or Treasurer of the School Board and the Superintendent or chief business official, in consultation with the School District's Municipal Advisor, as defined herein, and any other official or employee of the School District or other individual authorized by the School Board (when applicable) to act on behalf of the School District for this purpose (each an "Authorized Officer") are authorized and ordered to take action, negotiate terms and execute documents and certificates as necessary or desirable and in the best interest of the School District in connection with the restructuring of the 2013 Loan by the School Board.

3. The Authorized Officer or her or his designee is hereby authorized to negotiate, approve and execute any additional agreement, instruments or other documents directly with the Michigan Department of Treasury, which are deemed necessary by the Authorized Officer, in order to satisfy any terms and conditions set forth by the ELB and the Michigan Department of Treasury.

4. An Authorized Officer, on behalf of the School District, shall execute any amended and restated 2013 Note, or a replacement for the 2013 Note, as may be necessary or desirable in order to accomplish the Restructuring of the 2013 Loan by the ELB. Restructured notes of the School District designated "Amended and Restated Emergency Loan Note (General Obligation - Limited Tax), 2012-13 Series II" (each a "Restructured Note"), shall be issued in one or more series in substantially the form attached hereto as Exhibit A to replace the 2013 Note, with sequential series references as determined by an Authorized Officer, each in an amount determined by an Authorized Officer, not to exceed the principal amount of the 2013 Loan, in the aggregate (each a "Restructured Loan" and collectively, the "Restructured Loans"). The Restructured Notes are issued on a *pari passu* basis with the prior emergency loan notes of the Issuer originally dated August 16, 2012 and April 28, 2014, and a new emergency loan expected to be issued in November 2017, maturing November 1, 2041 and April 30, 2044, and expected to mature on June 15, 2047, respectively, some or all of which themselves may be restructured. Each Restructured Note shall evidence the obligation of the School District to repay the applicable Restructured Loan to the State under Act 243. The

Restructured Note shall be delivered to the ELB as agent for the State in exchange for the School District's receipt of the referenced 2013 Note marked "CANCELED"; and the Authorized Officer is authorized and directed then to destroy such canceled note.

5. Each Restructured Note shall be dated as of the date of delivery of the Restructured Note to the State. Each Restructured Note shall bear interest from the date of delivery of the Restructured Note and shall be payable as to principal and interest on the dates and in the amounts, at the rates, and subject to redemption before maturity, as determined by an Authorized Officer; provided that the final maturity shall not be later than June 15, 2042, and the interest rates, or the maximum interest rate if issued on a variable rate basis, shall not exceed 2.35% per annum. Principal and interest on each Restructured Note shall be payable to the State Treasurer.

6. Each Restructured Note shall be a limited tax general obligation of the School District, and the full faith and credit of the School District shall be pledged to the payment of the principal of and interest on the Restructured Note as and when due. The Restructured Note shall be payable out of the general funds of the School District, including collection of ad valorem taxes the School District may levy on property within the geographic boundaries of the School District under Section 1211 of Act 451, within constitutional and statutory limitations. As additional security for the payments when due and owing under each Restructured Note, the School District pledges, and acknowledges the State's statutory right to withhold, the amount of all delinquent payments due on each Restructured Note from State money appropriated to the School District, including, but not limited to, money appropriated under Act 94, and authorizes the State to withhold the funds and apply the funds to the repayment of principal of or interest on any Restructured Note delinquent according to the terms of the Restructured Note.

7. An Authorized Officer shall execute each Restructured Note on behalf of the School District, and upon acknowledgment of receipt of the principal amount of the applicable Loan, the fully executed applicable Restructured Note shall be delivered to the ELB as agent for the State.

8. Each Restructured Note shall be in substantially the form attached to this resolution as Exhibit A with changes as approved by an Authorized Officer not inconsistent with the terms of this resolution.

9. The School District also acknowledges that there may be conditions of the Restructured Loan and agrees to comply with the requirements of the ELB's Order of Approval of Loan ("ELB Order") as approved by an Authorized Officer not inconsistent with this resolution. Once accepted, the terms and conditions of any associated ELB Order shall be binding on the School District.

10. This School Board hereby appoints Thrun Law Firm, P.C., as legal counsel for the purpose of issuing the Restructured Note and the Restructured Loan and acknowledges that said counsel has represented to the School Board that it does not represent any other party in this transaction associated with the issuance of the Restructured Note or the Restructured Loan; however, Thrun Law Firm, P.C. periodically represents certain agencies of the State of Michigan and other potential parties to this transaction in other matters unrelated to this transaction.

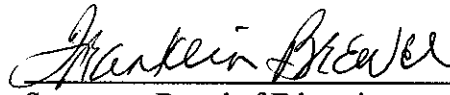
11. This School Board hereby appoints the firm of Robert W. Baird & Co. as Municipal Advisor for the purpose of issuing the Restructured Note and the Restructured Loan.

12. All resolutions and parts of resolutions conflicting with this resolution are rescinded.

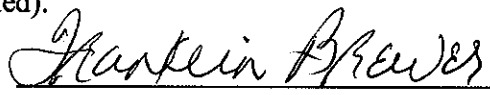
Ayes: Members 4

Nays: Members 0

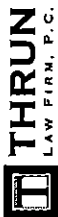
Resolution declared adopted.


Secretary, Board of Education

I, the undersigned, the duly qualified and acting Secretary of the Board of Education of Muskegon Heights Public Schools, Muskegon County, Michigan, do hereby certify that the foregoing is a true and complete copy of a resolution adopted by the Board at regular meeting held on October 2, 2017, the original of which is a part of the Board's minutes. The undersigned also certifies that notice of the meeting was given to the public pursuant to the "Open Meetings Act" (Act 267 Public Acts of Michigan, 1976, as amended).


Secretary, Board of Education

CJI/kmh



In addition, should the State Treasurer require the Issuer to enter into a Tax Intercept Agreement as described below, on each _____ commencing _____, 20____, or on the next succeeding business day or such later date as described in the Tax Intercept Agreement, the Issuer shall have the obligation to prepay, without penalty or premium, an aggregate principal amount equal to the net amount on deposit in the Account (as defined in such Tax Intercept Agreement) as of the preceding business day, less an amount equal to the operating expenses retained by the Issuer as approved from time to time by the State Treasurer. Prepayments shall be credited to principal payments in inverse order of maturity.

This note and the interest hereon are payable, as a first budget obligation, from any funds of the Issuer available therefor including but not limited to any delinquent taxes payable to the Issuer from the County of Muskegon, State of Michigan's delinquent tax revolving fund, or from general ad valorem taxes imposed on all taxable property in the Issuer, and the Issuer is required, if necessary, to levy ad valorem taxes on all taxable property in the Issuer for the payment thereof, subject to applicable constitutional and statutory tax rate limitations.

The maturity of principal of and accrued and unpaid interest on this note may be accelerated by the State Treasurer on behalf of the State of Michigan upon the occurrence and during the continuance of any Event of Default under this note. Each of the following shall constitute an "Event of Default" under this note: (A) non-payment of any principal of or interest on this note, when due; and (B) failure of the Issuer to comply with the terms of paragraph 2 of the Funding Conditions Memorandum dated the date hereof between the Issuer and the State of Michigan.

The Issuer shall pledge to the State Treasurer a sufficient amount of the proceeds of the operating taxes levied for the Issuer and the delinquencies thereon that is necessary to pay the principal of and interest on this note, when due. At the sole discretion of and upon notice by the State Treasurer, the Issuer shall enter into a Tax Intercept Agreement with The Bank of New York Mellon Trust Company, N.A., located in Detroit, Michigan, as depository (the "*Depository*"), the City of Muskegon Heights (the "Local Government") and the County Treasurer of the County of Muskegon to provide for the payment to the Depository by such Local Government and County Treasurer of such operating taxes and the delinquencies thereon collected by them on behalf of the Issuer after the date of such agreement. As additional security for payment of this note and in the event of the delinquency of the Issuer in paying required principal of or interest on this note, the State Treasurer is authorized to intercept up to but not more than all delinquent amounts of principal and interest due on this note from state school aid payments to the Issuer otherwise required to be made to the Issuer pursuant to the provisions of the State School Aid Act, Act No. 94, Public Acts of 1979, as amended, and said intercepted state school aid payments shall be applied by the State Treasurer against said delinquent payments. The Issuer's pledge of the proceeds of operating taxes and state aid payments described in this paragraph shall be subordinate to all state aid notes and tax anticipation notes sold to the Michigan Finance Authority, regardless of the date of issue. However, this current pledge of operating taxes and state aid payments shall be senior to pledges for payment of state aid notes or lines of credit issued after the date of this note and sold to all other parties that are not the Michigan Finance Authority. This note is issued on a *pari passu* basis with the prior notes of the issuer originally dated August 16, 2012, April 28, 2014 and November __, 2017, and maturing _____, April 30, 2044 and _____, respectively, whether in their original form or as restructure as provided under Act 243.

If required by the State Treasurer pursuant to the immediately preceding paragraph, the Issuer shall enter into a Depository Agreement related to the Tax Intercept Agreement with the Depository

to provide for the manner in which the revenue from taxes collected will be deposited for use to repay the principal and interest due on this note.

While this note is outstanding, the Issuer has the right to issue to one or more financial institutions or to the Michigan Finance Authority one or more tax anticipation notes pursuant to Act 34, Public Acts of Michigan, 2001, as amended, and additional notes only to the State of Michigan in order to obtain additional emergency loans for the purpose of enabling the Issuer to meet its financial obligations.

Except as state law may require, the limited tax, full faith, credit and resources of the Issuer are hereby pledged for the payment of the principal and interest on this note. This note is payable primarily from ad valorem taxes, which will be levied within the authorized constitutional and statutory tax limitations of the Issuer and an irrevocable appropriation of a sufficient amount of such taxes will be made each year as a first operating budget obligation for the payment of the principal of and interest on this note as due, subordinate to all first liens on said funds pledged for the payment of state aid notes or tax anticipation notes sold to the Michigan Finance Authority, further subordinate to any first liens on said funds pledged for the payment of state aid notes, lines of credit or tax anticipation notes issued prior to the date of this note and sold to parties other than the Michigan Finance Authority, and subordinate to any statutory obligation to set aside operating tax collections for any tax anticipation notes issued subsequent to this note. If taxes are insufficient to pay this note when due, the Issuer has pledged to use any and all other resources available for the payment of this note. The Issuer does not have the power to levy taxes for the payment of this note in excess of its constitutional or statutory tax rate limitations. The Issuer may issue additional bonds or notes of equal standing only upon the approval of the State Treasurer.

The Issuer covenants that it shall perform and meet all requirements imposed upon the Issuer as a result of receiving this loan pursuant to Act 243 until this note is paid in full.

The Issuer waives presentment, demand, notice of dishonor, protest and notice of non-payment with respect to this note.

It is hereby certified and recited that all acts, conditions and things required by law to be done, precedent to and in the issuance of this note, exist and have been done and performed in regular and due form and time as required by law, and that the total indebtedness of the Issuer, including this note, does not exceed any constitutional or statutory debt limitation.

MUSKEGON HEIGHTS PUBLIC SCHOOLS
COUNTY OF MUSKEGON
STATE OF MICHIGAN

By _____

Its: _____

RESOLUTION AUTHORIZING RESTRUCTURING
OF THE 2014 EMERGENCY LOAN NOTE OF
MUSKEGON HEIGHTS PUBLIC SCHOOLS

Receivership Transition Advisory Board for the School District of the City of Muskegon Heights, Muskegon County, Michigan (the "Board")

A _____ meeting of the Board was held in the _____, within the boundaries of Muskegon Heights Public Schools, Muskegon County, Michigan (the "Issuer"), on the _____ day of _____, 2017, at _____ o'clock in the ____m.

The meeting was called to order by _____, Chairperson.

Present: Members

Absent: Members

The following preamble and resolution were offered by Member _____ and supported by Member _____:

WHEREAS:

1. The Emergency Municipal Loan Act, 1980 PA 243, as amended (the "Act"), permits the Local Emergency Financial Assistance Loan Board (the "ELB") to restructure payments but not the outstanding principal balance or interest on certain loans, including the loan to the Issuer designated as Emergency Loan Note, 2013-14 Series I (the "2014 Note"), including the loan evidenced by the 2014 Note (the "2014 Loan"); and

2. The Issuer has at times operated under the name of the "School District of the City of Muskegon Heights"; and

3. The school board of the Issuer has established a financial and operating plan for the Issuer and the Issuer's school board has determined that it is necessary and in the best interest of the Issuer to make application to the ELB to restructure the 2014 Loan as permitted by the Act; and

4. This Board determines that it is in the best interest of the Issuer to consider restructuring the 2014 Loan as proposed by the Issuer's school board; and

5. Pursuant to Section 23(1) of the Act 436, Public Acts of Michigan, 2012, as amended, the Local Financial Stability and Choice Act, this Board has been appointed to monitor the affairs of the Issuer until the Issuer's receivership is terminated; and

6. Attached to this resolution as Attachment 1 is the Issuer's Resolution Authorizing Restatement of 2014 Emergency Loan Note (the "Resolution"), which authorizes the pursuit of restructuring of the 2014 Loan.

NOW, THEREFORE, BE IT RESOLVED THAT:

1. This Board hereby authorizes and approves the restructuring of the 2014 Loan, as provided in the Resolution in substantially the form attached hereto as Attachment 1, and authorizes the Issuer to undertake all actions necessary and prudent to facilitate that restructuring.

2. All resolutions and parts of resolutions conflicting with this resolution are rescinded.

Ayes: Members

Nays: Members

Resolution declared adopted.

Secretary, Receivership Transition Advisory Board

I, the undersigned, the duly qualified and acting Secretary of the Receivership Transition Advisory Board for the School District of the City of Muskegon Heights, Muskegon County, Michigan, do hereby certify that the foregoing is a true and complete copy of a resolution adopted by the Board at a _____ meeting held on _____, 2017, the original of which is a part of the Board's minutes. The undersigned also certifies that notice of the meeting was given to the public pursuant to the "Open Meetings Act" (Act 267 Public Acts of Michigan, 1976, as amended).

Secretary, Receivership Transition Advisory Board

CJI/klg

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ATTACHMENT 1

[A copy of the Resolution Authorizing Restatement of 2014
Emergency Loan Note follows this page]

RESOLUTION AUTHORIZING RESTATEMENT OF 2014 EMERGENCY LOAN NOTE

Muskegon Heights Public Schools, Muskegon County, Michigan

A regular board meeting of the board of education of the school district (the "School Board") was held in the Board of Education, within the boundaries of the school district, on the 2nd day of October, 2017, at 6 o'clock in the p.m.

The meeting was called to order by Trinell Scott, President.

Present: Members Trinell Scott, Peggy Selmon, Marjorie Cook and Mark Glover

Absent: Members Franklin Brewer, Marianne Darnell and Estelita Rankin

The following preamble and resolution were offered by Member Marjorie Cook and supported by Member Mark Glover:

WHEREAS:

1. The Muskegon Heights Public Schools, Muskegon County, Michigan ("School District") is a general powers school district under the Revised School Code, 1976 PA 451, MCL 380.1, *et seq.*, as amended ("Act 451"), and has the powers conferred upon the School District by Act 451, the State Constitution of 1963 ("Constitution"), and other applicable law; and

2. The Emergency Municipal Loan Act, 1980 PA 243, MCL 141.931, *et seq.*, as amended ("Act 243"), authorizes municipalities, including school districts, to borrow money and the State of Michigan ("State") to issue debt and securities as emergency loans, as well as to renegotiate terms and restructure payments of outstanding loans; and

3. The School District is a municipality under Act 243 with the power to borrow money and issue evidences of indebtedness for repayment of obligations, including, but not limited to, money advanced or previously advanced and approved or previously approved for advancement under The School Aid Act of 1979, 1979 PA 94, MCL 388.1601, *et seq.*, as amended ("Act 94"), or money borrowed under Section 1225 of Act 451; and

4. The Revised Municipal Finance Act, 2001 PA 34, MCL 141.2101, *et seq.*, as amended ("Act 34"), authorizes the borrowing of money and the issuance of certain debt and securities, provides for tax levies, authorizes the issuance of debt and securities, and generally governs municipal finance practices in the State; and

5. The School District is a municipality under Act 34 with the power to issue securities such as bonds, notes, contracts, obligations or other similar instruments; and

6. Pursuant to Act 243, on April 28, 2014, the School District issued its Emergency Loan Note, 2013-14 Series I ("2014 Note") under the name of "School District of the City of Muskegon Heights," an assumed name under which the School District does business from time to time, and which note currently is outstanding and in full force and effect in accordance with its terms;

7. Act 243 empowers the Local Emergency Financial Assistance Loan Board ("ELB") to restructure payments, but not the outstanding principal balance or interest, on certain loans, including the loan evidenced by the 2014 Note ("2014 Loan"), subject to conditions set forth in Act 243; and

8. As part of the financial and operating plan adopted for the School District, the School Board has determined that it is necessary and in the best interest of the School District to make application to the ELB to restructure the 2014 Loan as permitted by Act 243 (the "Restructuring"); and

9. The School Board has the power to exercise on behalf of the School District all authority and responsibilities affecting the School District that are prescribed by law; and

10. The School District is subject to a consent agreement under the Local Financial Stability and Choice Act, 2012 PA 436, MCL 141.1541, *et seq.*, and that loan authorization is necessary to implement a financial and operating plan under that act.

NOW, THEREFORE, BE IT RESOLVED THAT:

1. The Superintendent of Schools (the "Superintendent") or the chief business official of the School District shall submit an application to the ELB requesting approval for the Restructuring of the 2014 Loan by the ELB as authorized by this resolution, which Restructuring shall be evidenced by an amended and restated note which shall be exchanged for the 2014 Note.

2. The President, Vice President, Secretary or Treasurer of the School Board and the Superintendent or chief business official, in consultation with the School District's Municipal Advisor, as defined herein, and any other official or employee of the School District or other individual authorized by the School Board (when applicable) to act on behalf of the School District for this purpose (each an "Authorized Officer") are authorized and ordered to take action, negotiate terms and execute documents and certificates as necessary or desirable and in the best interest of the School District in connection with the restructuring of the 2014 Loan by the School Board.

3. The Authorized Officer or her or his designee is hereby authorized to negotiate, approve and execute any additional agreement, instruments or other documents directly with the Michigan Department of Treasury, which are deemed necessary by the Authorized Officer, in order to satisfy any terms and conditions set forth by the ELB and the Michigan Department of Treasury.

4. An Authorized Officer, on behalf of the School District, shall execute any amended and restated 2014 Note, or a replacement for the 2014 Note, as may be necessary or desirable in order to accomplish the Restructuring of the 2014 Loan by the ELB. Restructured notes of the School District designated "Amended and Restated Emergency Loan Note (General Obligation - Limited Tax), 2013-14 Series I" (each a "Restructured Note"), shall be issued in one or more series in substantially the form attached hereto as Exhibit A to replace the 2014 Note, with sequential series references as determined by an Authorized Officer, each in an amount determined by an Authorized Officer, not to exceed the principal amount of the 2014 Loan, in the aggregate (each a "Restructured Loan" and collectively, the "Restructured Loans"). The Restructured Notes are issued on a *pari passu* basis with the prior emergency loan notes of the Issuer originally dated August 16, 2012 and January 18, 2013, and a new emergency loan expected to be issued in November 2017, maturing November 1, 2041 and November 1, 2041, and expected to mature on June 15, 2047, respectively, some or all of which themselves may be restructured. Each Restructured Note shall evidence the obligation of the School District to repay the applicable Restructured Loan to the State under Act

243. The Restructured Note shall be delivered to the ELB as agent for the State in exchange for the School District's receipt of the referenced 2014 Note marked "CANCELED"; and the Authorized Officer is authorized and directed then to destroy such canceled note.

5. Each Restructured Note shall be dated as of the date of delivery of the Restructured Note to the State. Each Restructured Note shall bear interest from the date of delivery of the Restructured Note and shall be payable as to principal and interest on the dates and in the amounts, at the rates, and subject to redemption before maturity, as determined by an Authorized Officer; provided that the final maturity shall not be later than June 15, 2043, and the interest rates, or the maximum interest rate if issued on a variable rate basis, shall not exceed 3.45% per annum. Principal and interest on each Restructured Note shall be payable to the State Treasurer.

6. Each Restructured Note shall be a limited tax general obligation of the School District, and the full faith and credit of the School District shall be pledged to the payment of the principal of and interest on the Restructured Note as and when due. The Restructured Note shall be payable out of the general funds of the School District, including collection of ad valorem taxes the School District may levy on property within the geographic boundaries of the School District under Section 1211 of Act 451, within constitutional and statutory limitations. As additional security for the payments when due and owing under each Restructured Note, the School District pledges, and acknowledges the State's statutory right to withhold, the amount of all delinquent payments due on each Restructured Note from State money appropriated to the School District, including, but not limited to, money appropriated under Act 94, and authorizes the State to withhold the funds and apply the funds to the repayment of principal of or interest on any Restructured Note delinquent according to the terms of the Restructured Note.

7. An Authorized Officer shall execute each Restructured Note on behalf of the School District, and upon acknowledgment of receipt of the principal amount of the applicable Loan, the fully executed applicable Restructured Note shall be delivered to the ELB as agent for the State.

8. Each Restructured Note shall be in substantially the form attached to this resolution as Exhibit A with changes as approved by an Authorized Officer not inconsistent with the terms of this resolution.

9. The School District also acknowledges that there may be conditions of the Restructured Loan and agrees to comply with the requirements of the ELB's Order of Approval of Loan ("ELB Order") as approved by an Authorized Officer not inconsistent with this resolution. Once accepted, the terms and conditions of any associated ELB Order shall be binding on the School District.

10. This School Board hereby appoints Thrun Law Firm, P.C., as legal counsel for the purpose of issuing the Restructured Note and the Restructured Loan and acknowledges that said counsel has represented to the School Board that it does not represent any other party in this transaction associated with the issuance of the Restructured Note or the Restructured Loan; however, Thrun Law Firm, P.C. periodically represents certain agencies of the State of Michigan and other potential parties to this transaction in other matters unrelated to this transaction.

11. This School Board hereby appoints the firm of Robert W. Baird & Co. as Municipal Advisor for the purpose of issuing the Restructured Note and the Restructured Loan.

12. All resolutions and parts of resolutions conflicting with this resolution are rescinded.

Ayes: Members 4

Nays: Members 0

Resolution declared adopted.


Secretary, Board of Education

I, the undersigned, the duly qualified and acting Secretary of the Board of Education of Muskegon Heights Public Schools, Muskegon County, Michigan, do hereby certify that the foregoing is a true and complete copy of a resolution adopted by the Board at regular meeting held on October 2, 2017, the original of which is a part of the Board's minutes. The undersigned also certifies that notice of the meeting was given to the public pursuant to the "Open Meetings Act" (Act 267 Public Acts of Michigan, 1976, as amended).


Secretary, Board of Education

CJI/kmh

EXHIBIT A

UNITED STATES OF AMERICA
STATE OF MICHIGAN
COUNTY OF MUSKEGON
MUSKEGON HEIGHTS PUBLIC SCHOOLS

AMENDED AND RESTATED EMERGENCY LOAN NOTE
(General Obligation - Limited Tax)
2013-14 Series I

Registered Owner: State of Michigan
Principal Amount: \$ _____
Date of Original Issue: _____, 2017

The MUSKEGON HEIGHTS PUBLIC SCHOOLS, County of Muskegon, State of Michigan (the "Issuer"), acknowledges itself to owe and for value received hereby promises to pay to the State of Michigan the Principal Amount specified above, in lawful money of the United States of America, in ___ consecutive _____ installments as set forth on the attached Exhibit A, incorporated herein by reference, unless modified by written agreement of the State Treasurer each on November 1 in each of the years _____ to _____, inclusive, unless prepaid in whole or in part prior thereto as hereinafter provided, with interest on the unpaid principal balance hereof from the Date of Original Issue specified above or such later date to which interest has been paid, until paid, at the rates per annum determined as set forth herein, payable first on _____ 1, _____ and semi-annually on each _____ 1 and _____ 1 thereafter. Both the principal of and interest on this note are payable at the Office of the State Treasurer in Lansing, Michigan, or such other place as may be designated in writing to the Issuer by the State Treasurer. In the event that an installment for the Principal Amount or interest due on _____ or _____ in any year falls on a Saturday, Sunday or any day in which banks in Michigan are generally not open, such payment shall be due on the next succeeding business day.

From the Date of Original Issue specified above, this note shall bear interest at the rate of _____% per annum. Interest on this note shall be computed on the basis of a 365- or 366-day year and the actual number of days elapsed.

This note is issued on the Date of Original Issue specified above in the name of the Issuer by the duly qualified and elected Board of Education of the Issuer under Act No. 243, Public Acts of 1980, as amended ("Act 243"), pursuant to a resolution approved by such Board of Education on _____, 2017, to evidence the obligation of the Issuer and to amend, restate and supersede entirely the \$ _____ Emergency Loan Note (General Obligation - Limited Tax) 20__ Series __, having a Date of Original Issue of _____, 20__ that was issued by the Issuer under Act 243 pursuant to a resolution adopted by the Board of Education of the Issuer on _____ 20__).

The Issuer shall have the right to pay at any time or times prior to maturity, without penalty or premium, all or any portion of this note. Prepayments shall be credited to principal payments in direct order of maturity.

In addition, should the State Treasurer require the Issuer to enter into a Tax Intercept Agreement as described below, on each _____ commencing _____, 20__, or on the next succeeding business day or such later date as described in the Tax Intercept Agreement, the Issuer shall have the obligation to prepay, without penalty or premium, an aggregate principal amount equal to the net amount on deposit in the Account (as defined in such Tax Intercept Agreement) as of the preceding business day, less an amount equal to the operating expenses retained by the Issuer as approved from time to time by the State Treasurer. Prepayments shall be credited to principal payments in inverse order of maturity.

This note and the interest hereon are payable, as a first budget obligation, from any funds of the Issuer available therefor including but not limited to any delinquent taxes payable to the Issuer from the County of Muskegon, State of Michigan's delinquent tax revolving fund, or from general ad valorem taxes imposed on all taxable property in the Issuer, and the Issuer is required, if necessary, to levy ad valorem taxes on all taxable property in the Issuer for the payment thereof, subject to applicable constitutional and statutory tax rate limitations.

The maturity of principal of and accrued and unpaid interest on this note may be accelerated by the State Treasurer on behalf of the State of Michigan upon the occurrence and during the continuance of any Event of Default under this note. Each of the following shall constitute an "Event of Default" under this note: (A) non-payment of any principal of or interest on this note, when due; and (B) failure of the Issuer to comply with the terms of paragraph 2 of the Funding Conditions Memorandum dated the date hereof between the Issuer and the State of Michigan.

The Issuer shall pledge to the State Treasurer a sufficient amount of the proceeds of the operating taxes levied for the Issuer and the delinquencies thereon that is necessary to pay the principal of and interest on this note, when due. At the sole discretion of and upon notice by the State Treasurer, the Issuer shall enter into a Tax Intercept Agreement with The Bank of New York Mellon Trust Company, N.A., located in Detroit, Michigan, as depository (the "*Depository*"), the City of Muskegon Heights (the "Local Government") and the County Treasurer of the County of Muskegon to provide for the payment to the Depository by such Local Government and County Treasurer of such operating taxes and the delinquencies thereon collected by them on behalf of the Issuer after the date of such agreement. As additional security for payment of this note and in the event of the delinquency of the Issuer in paying required principal of or interest on this note, the State Treasurer is authorized to intercept up to but not more than all delinquent amounts of principal and interest due on this note from state school aid payments to the Issuer otherwise required to be made to the Issuer pursuant to the provisions of the State School Aid Act, Act No. 94, Public Acts of 1979, as amended, and said intercepted state school aid payments shall be applied by the State Treasurer against said delinquent payments. The Issuer's pledge of the proceeds of operating taxes and state aid payments described in this paragraph shall be subordinate to all state aid notes and tax anticipation notes sold to the Michigan Finance Authority, regardless of the date of issue. However, this current pledge of operating taxes and state aid payments shall be senior to pledges for payment of state aid notes or lines of credit issued after the date of this note and sold to all other parties that are not the Michigan Finance Authority. This note is issued on a *pari passu* basis with the prior notes of the issuer originally dated August 16, 2012, January 18, 2013, and November __, 2017, and maturing _____, November 1, 2041, and _____, respectively, whether in their original form or as restructure as provided under Act 243.

If required by the State Treasurer pursuant to the immediately preceding paragraph, the Issuer shall enter into a Depository Agreement related to the Tax Intercept Agreement with the Depository

to provide for the manner in which the revenue from taxes collected will be deposited for use to repay the principal and interest due on this note.

While this note is outstanding, the Issuer has the right to issue to one or more financial institutions or to the Michigan Finance Authority one or more tax anticipation notes pursuant to Act 34, Public Acts of Michigan, 2001, as amended, and additional notes only to the State of Michigan in order to obtain additional emergency loans for the purpose of enabling the Issuer to meet its financial obligations.

Except as state law may require, the limited tax, full faith, credit and resources of the Issuer are hereby pledged for the payment of the principal and interest on this note. This note is payable primarily from ad valorem taxes, which will be levied within the authorized constitutional and statutory tax limitations of the Issuer and an irrevocable appropriation of a sufficient amount of such taxes will be made each year as a first operating budget obligation for the payment of the principal of and interest on this note as due, subordinate to all first liens on said funds pledged for the payment of state aid notes or tax anticipation notes sold to the Michigan Finance Authority, further subordinate to any first liens on said funds pledged for the payment of state aid notes, lines of credit or tax anticipation notes issued prior to the date of this note and sold to parties other than the Michigan Finance Authority, and subordinate to any statutory obligation to set aside operating tax collections for any tax anticipation notes issued subsequent to this note. If taxes are insufficient to pay this note when due, the Issuer has pledged to use any and all other resources available for the payment of this note. The Issuer does not have the power to levy taxes for the payment of this note in excess of its constitutional or statutory tax rate limitations. The Issuer may issue additional bonds or notes of equal standing only upon the approval of the State Treasurer.

The Issuer covenants that it shall perform and meet all requirements imposed upon the Issuer as a result of receiving this loan pursuant to Act 243 until this note is paid in full.

The Issuer waives presentment, demand, notice of dishonor, protest and notice of non-payment with respect to this note.

It is hereby certified and recited that all acts, conditions and things required by law to be done, precedent to and in the issuance of this note, exist and have been done and performed in regular and due form and time as required by law, and that the total indebtedness of the Issuer, including this note, does not exceed any constitutional or statutory debt limitation.

MUSKEGON HEIGHTS PUBLIC SCHOOLS
COUNTY OF MUSKEGON
STATE OF MICHIGAN

By _____

Its: _____