

## BONDING PROPOSAL

Shall Freeland Community School District, Saginaw, Midland and Bay Counties, Michigan, borrow the sum of not to exceed Twenty-Two Million Three Hundred Ninety-Five Thousand Dollars (\$22,395,000) and issue its general obligation unlimited tax bonds in series therefor, for the purpose of:

erecting, furnishing, and equipping additions to and remodeling, furnishing and refurbishing, and equipping and re-equipping school buildings; acquiring and installing instructional technology in school buildings; erecting and equipping a bus garage; purchasing school buses; and developing, improving, and equipping athletic fields, playgrounds, and sites?

The following is for informational purposes only:

The estimated millage that will be levied for the proposed bonds in 2016 is 3.29 mills (\$3.29 on each \$1,000 of taxable valuation). The maximum number of years any series of bonds may be outstanding, exclusive of any refunding, is sixteen (16) years. The estimated simple average annual millage anticipated to be required to retire this bond debt is 4.00 mills (\$4.00 on each \$1,000 of taxable valuation).

The school district does not expect to borrow from the State to pay debt service on the bonds. The total amount of qualified bonds currently outstanding is \$5,495,000. The total amount of qualified loans currently outstanding is \$-0-. The estimated computed millage rate may change based on changes in certain circumstances.

(Pursuant to State law, expenditure of bond proceeds must be audited, and the proceeds cannot be used for repair or maintenance costs, teacher, administrator or employee salaries, or other operating expenses.)