

EXHIBIT B

PRELIMINARY DETERMINATION RESOLUTION

WHEREAS, Sunman-Dearborn Community School Corporation (the "School Corporation") published a Notice of Preliminary Determination Hearings on July 23, 2019 in the *Dearborn County Register* and in the *Herald-Tribune* and mailed such notice to the Dearborn County Clerk and any organizations requesting such notice as provided in Indiana Code § 6-1.1-20-3.5 with respect to the renovation of and improvements to the East Central High School, Sunman-Dearborn Middle School and Bright Elementary School, North Dearborn Elementary School and Sunman Elementary School, including site improvements and the purchase of equipment and technology (the "Project"); and

WHEREAS, the first preliminary determination hearing was held on August 8, 2019 and the second preliminary determination hearing was held on August 15, 2019 in accordance with the notice and the law of the State of Indiana (the "State"); now, therefore,

WHEREAS, the School Corporation has made the following information available to the public at the public hearings: (a) the result of the School Corporation's current and projected annual debt service payments divided by the net assessed value of taxable property within the School Corporation; (b) the result of (i) the sum of the School Corporation's outstanding long term debt plus the outstanding long term debt of other taxing units that include any of the territory of the School Corporation; divided by (ii) the net assessed value of taxable property within the School Corporation; and

BE IT RESOLVED that the Board of School Trustees (the "Board") of the School Corporation preliminarily determines to issue bonds and enter into a lease agreement for the Project.

BE IT FURTHER RESOLVED that the lease agreement will be for a maximum term of 22 years with a maximum annual lease rental of \$4,860,000. The maximum annual lease rental has been estimated based upon an estimated principal amount of bonds of \$48,000,000, estimated interest rates ranging from 2.60% to 4.35%, and estimated total interest costs of \$24,776,840. The School Corporation's current debt service levy is \$5,390,060 and the current debt service rate is \$0.4928. After the School Corporation enters into the proposed lease agreement and the bonds are issued, the debt service levy will increase by a maximum of \$4,860,000 and the debt service rate will increase by a maximum of \$0.4443. However, as existing obligations mature, the anticipated increase to the Debt Service Fund tax rate is expected to be \$0.00. The purpose of the lease agreement is to provide for the completion of the Project. The Project involves the opening of new school facility space; however, the new school facility space will be more efficient than the school facility space which is being replaced. Therefore, the School Corporation does not expect to incur an increase to operate such new facility space.

BE IT FURTHER RESOLVED that the Secretary of the Board is hereby authorized and directed to publish the notice of adoption of this preliminary determination in accordance with Indiana law.

BE IT FURTHER RESOLVED that Secretary of the Board is hereby authorized to submit any required information to the Dearborn County Clerk, including any revisions to the form of the public question, as required by the Department of Local Government Finance.

Passed and adopted this 15th day of August, 2019.

President, Board of School Trustees

Secretary, Board of School Trustees