

NORTH MASON SCHOOL DISTRICT NO. 403
MASON AND KITSAP COUNTIES, WASHINGTON

CAPITAL PROJECTS LEVIES

RESOLUTION NO. 3-G-09

A RESOLUTION of the Board of Directors of North Mason School District No. 403, Mason and Kitsap Counties, Washington, providing for the submission to the qualified electors of the district at a special election to be held therein on May 19, 2009, of a proposition to authorize the district to levy an additional tax to provide a total of \$3,557,528 for the District's Capital Projects Fund for construction, modernization and remodeling of existing facilities to meet the current and future educational programs for its students, such levies to be made for four years commencing in 2009 for collection in the school years from 2009-2010 through 2013-2014.

ADOPTED MARCH 26, 2009

Prepared by:

K&L PRESTON GATES ELLIS LLP
Seattle, Washington

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WHEREAS, the educational facilities of North Mason School District No. 403, Mason and Kitsap Counties, Washington (the "District"), are in need of construction, modernization and remodeling to meet the current and future educational programs for its students; and

WHEREAS, funds available to the District will be insufficient to enable the District to implement such projects; and

WHEREAS, in order to support the cost of these projects as found necessary by the Board of Directors, it is deemed advisable that the District levy a tax upon all the taxable property within the District in excess of the annual tax the District is permitted by law to levy without a vote of the people, such levy to be made for four years commencing in 2009 for collection in the school years from 2009-2010 through 2013-2014, inclusive, as authorized by Article VII, Section 2 of the State Constitution and RCW 84.52.053; and

WHEREAS, the question of whether or not such excess tax may be levied must be submitted to the qualified electors of the District for their ratification or rejection; and

WHEREAS, the conditions here and above set forth require the holding of a special election in the District;

NOW THEREFORE, BE IT RESOLVED BY THE BOARD OF DIRECTORS OF NORTH MASON SCHOOL DISTRICT NO. 403, MASON AND KITSAP COUNTIES, WASHINGTON as follows:

Section 1. Finding. It is hereby found and declared that the welfare of the students and other residents of the District requires the District to carry out the improvements hereinafter provided.

Section 2. Authorization of Improvements. The District shall construct, remodel and modernize its educational facilities by undertaking capital improvements to the facilities of the District. Such construction on remodeling and modernization shall include but not be limited to:

- Repair and replace major heating and ventilation systems throughout the district;
- Remove the berms around North Mason High School and repair/replace the exterior surface and the roof drainage system;
- Replace the fresh and grey water pumps throughout the district;
- Add electrical circuits and capacity throughout the district;
- Purchase and install six portable classrooms for North Mason High School;
- Replace hot water systems at Belfair Elementary School and Belfair Middle School;
- Provide for improved security in several buildings, including district transportation;
- Repair and upgrade the Hawkins gymnasium.

The District shall make other capital expenditures as found necessary by the Board of Directors. The District may repay any obligations hereafter incurred for the foregoing purposes. If available funds are sufficient, the District shall acquire, construct, equip and make other capital improvements to the facilities of the District, all as the Board of Directors finds necessary;

provided that such funds may be used only to support the construction, modernization, replacement, and remodeling of school facilities.

If the District shall determine that it has become impracticable to accomplish any of such improvements or portions thereof by reason of changed conditions or needs, incompatible development, costs substantially in excess of those estimated, or acquisition by a superior governmental authority, the District shall not be required to accomplish such improvement and may apply levy proceeds as set forth in this section. If any or all of the improvements have been completed, or their completion duly provided for, or their completion found to be impractical, the District may apply the levy proceeds or any portion thereof to other portions of the improvements or to other capital purposes of the District, as the District in its discretion shall determine. Notwithstanding any provision of this resolution to the contrary, levy proceeds may only be used to support the construction, modernization or remodeling of school facilities or implementation of the District's technology facilities plan.

Section 3. Authorization of Levies. It is hereby found and declared that best interests of the District require the District to submit the proposition whether the District shall make the Capital Projects Fund levies for their ratification or rejection at a special election to be held on May 19, 2009. For the purpose of providing funds necessary for the needs described in Section 2 above, the Mason County Auditor, as ex-officio supervisor of elections in Mason County, is hereby requested to find the existence of such an emergency and to call and conduct such special election to be held by all mail-in ballot within the District on such day and to submit to the qualified electors of the District for their approval or rejection, a proposition providing for tax levies for the Capital Projects Fund for four years, commencing in 2009, producing dollar amounts at estimated tax rates per thousand dollars of assessed value to produce such amounts,

in excess of the maximum amount tax levy permitted by law to be levied within the District without a vote of the electors, all as follows:

- A. \$889,282, said levy to be made in 2009 for collection in 2010;
- B. \$889,282, said levy to be made in 2010 for collection in 2011;
- C. \$889,282, said levy to be made in 2011 for collection in 2012; and
- D. \$889,282, said levy to be made in 2012 for collection in 2013.

The estimated levy rate depends upon the final dollar amount of assessed value of the property within the District. At this time, based upon information provided by the Mason County Assessor's office, the estimated levy rate for the 2009 levy is \$0.49 per thousand dollars of assessed valuation, the estimated levy rate for the 2010 levy is \$0.49 per thousand dollars of assessed valuation, the estimated levy rate for the 2011 levy is \$0.49 per thousand dollars of assessed valuation, and the estimated levy rate for the 2012 levy is \$0.49 per thousand dollars of assessed valuation. The exact levy rate shall be adjusted based upon the actual assessed value of the property within the District at the time of the levy.

Section 4. Approval of Form of Ballot. The Secretary of the Board of Directors is hereby authorized and directed to certify said proposition to the Mason County Auditor, as ex-officio supervisor of elections in Mason County, substantially in the following form:

PROPOSITION NO. _____

NORTH MASON SCHOOL DISTRICT NO. 403

CAPITAL PROJECTS LEVIES

The Board of Directors of North Mason School District No. 403 adopted Resolution #3-G-09 concerning a proposition for capital levies. This proposition authorizes the repair and renovation of existing facilities; and authorizes the following excess levies for such purposes on all taxable property within the District:

Collection Years	Approximate Levy Rate/\$1,000 Assessed Value	Levy Amount
2010	\$0.49	\$ 889,382
2011	\$0.49	\$ 889,382
2012	\$0.49	\$ 889,382
2013	\$0.49	\$ 889,382

all as provided in District Resolution No. 3-G-09. Should this proposition be approved?

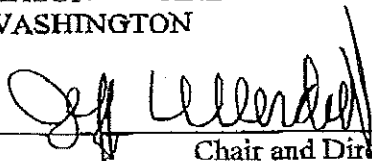
YES

NO

The Secretary of the Board of Directors of the District is hereby authorized and directed to deliver certified copies of this resolution to the Mason County Auditor.

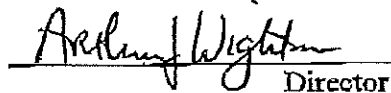
ADOPTED by the Board of Directors of North Mason School District No. 403, Mason and Kitsap Counties, Washington, at a regular meeting thereof, held this 26th day of March, 2009.

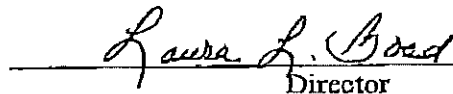
NORTH MASON SCHOOL DISTRICT NO. 403,
MASON AND KITSAP COUNTIES,
WASHINGTON


Chair and Director


Director


Director


Director


Director

ATTEST:


Secretary, Board of Directors

CERTIFICATE

I, the undersigned, Secretary of the Board of Directors of North Mason School District No. 403, Mason and Kitsap Counties, Washington (the "District"), and keeper of the records of the Board of Directors (the "Board"), DO HEREBY CERTIFY:

1. That the attached resolution is a true and correct copy of Resolution No. 3-G-09 of the Board (the "Resolution"), duly adopted at a regular meeting thereof held on the 26th day of March, 2009.

2. That said meeting was duly convened and held in all respects in accordance with law, and to the extent required by law, due and proper notice of such meeting was given; that a legal quorum was present throughout the meeting and a legally sufficient number of members of the Board voted in the proper manner for the adoption of the Resolution; that all other requirements and proceedings incident to the proper adoption of the Resolution have been duly fulfilled, carried out and otherwise observed; and that I am authorized to execute this certificate.

IN WITNESS WHEREOF, I have hereunto set my hand this 26th day of March, 2009.



Secretary, Board of Directors

NOTICE
NORTH MASON SCHOOL DISTRICT NO. 403
MASON AND KITSAP COUNTIES, WASHINGTON

May 19, 2009

NOTICE IS HEREBY GIVEN that on May 19, 2009, a special election will be held by mail ballot in the above-named school district for the submission to the qualified electors of said school district of the following proposition:

PROPOSITION NO. _____

NORTH MASON SCHOOL DISTRICT NO. 403

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2013	\$0.49	\$ 889,382

all as provided in District Resolution No. 3-G-09. Should this proposition be approved?

YES

NO

Mason County Auditor

OFFICIAL BALLOT
 NORTH MASON SCHOOL DISTRICT NO. 403
 MASON AND KITSAP COUNTIES, WASHINGTON
 May 19, 2009

INSTRUCTIONS TO VOTERS: To vote in favor of the following proposition, place a cross (X) in the square opposite the words "YES"; to vote against the following proposition, place a cross (X) in the square opposite the words "NO."

PROPOSITION NO. _____

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2012	\$0.49	\$ 889,382
2013	\$0.49	\$ 889,382

all as provided in District Resolution No. 3-G-09. Should this proposition be approved?

YES

NO