1443 (Rev. 01-19)

GRETCHEN WHITMER
GOVERNOR

STATE OF MICHIGAN
DEPARTMENT OF TREASURY
LANSING

RECEIVED
FEB 11 2019

RACHAEL EUBANKS
STATE TREASURER

February 1, 2019

Mr. Jason J. Kennedy, Superintendent
Ludington Area School District
809 E. Tinkham Ave.
Ludington, MI 49431

Dear Mr. Kennedy:

In accordance with Act No. 92 of the Public Acts of 2005, I am hereby authorizing preliminary qualification of the district's bond issue as described in the application numbered SBL/53-040-4-K12-07-01 dated January 7, 2019 covering the attached ballot proposition.

Michigan Compiled Laws 211.24f, 380.1361 and 388.1928 require ballot propositions for new bonding proposals to include certain mandatory information. We encourage your district to also provide taxpayers in your school district with information about the school district's participation in the Michigan School Bond Qualification and Loan Program.

This preliminary qualification is hereby authorized for an election to be held on May 7, 2019. The authorization is based on the current interest maturity schedule included in the bond application.

Sincerely,

Deborah M. Roberts

For Rachael Eubanks
State Treasurer

Attachment

cc/enc: Jeffrey J. Soles, Thrun Law Firm, P.C.
Jesse R. Nelson, H. J. Umbaugh & Associates

Mr. Jason J. Kennedy, Superintendent
February 1, 2019
Attachment

LUDINGTON AREA SCHOOL DISTRICT
BONDING PROPOSAL

Shall Ludington Area School District, Mason County, Michigan, borrow the sum of not to exceed One Hundred Million Nine Hundred Thirty-Five Thousand Dollars ($100,935,000) and issue its general obligation unlimited tax bonds therefor, in one or more series, for the purpose of:

> erecting, furnishing, and equipping a new elementary school building; erecting, furnishing, and equipping additions to the middle/high school building; remodeling, equipping and re-equipping, and furnishing and refurnishing school buildings; acquiring, installing, and equipping or re-equipping school buildings for instructional technology; erecting a new team room and concession building for ball fields; purchasing school buses; and preparing, developing, improving, and equipping playgrounds, athletic fields and facilities, and sites?

The following is for informational purposes only:

The estimated millage that will be levied for the proposed bonds in 2019, under current law, is 2.32 mills ($2.32 on each $1,000 of taxable valuation) for a 1.71 mills net increase over the prior year's levy. The maximum number of years the bonds of any series may be outstanding, exclusive of any refunding, is thirty (30) years. The estimated simple average annual millage anticipated to be required to retire this bond debt is 2.58 mills ($2.58 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 $-0-. 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.)