NESSON PUBLIC SCHOOL DISTRICT NO. 2
WILLIAMS AND DIVIDE COUNTIES, NORTH DAKOTA

INITIAL RESOLUTION FOR GENERAL OBLIGATION BUILDING FUND BONDS

BE IT RESOLVED by the School Board (the "Board"), that it is necessary and expedient for the Nesson Public School District No. 2, Williams and Divide Counties, North Dakota (the "School District"), to issue its General Obligation Building Fund Bonds (the "Bonds") pursuant to North Dakota Century Code ("N.D.C.C.") Section 21-03-07(7) as hereafter described:

1. The maximum amount of the Bonds proposed to be issued is $6,500,000.

2. The purpose for which the Bonds are proposed to be issued is to provide funds, together with any other funds available, to construct a multi-purpose space, new locker rooms, and relocation of the weight room to further support student activities and facility use.

3. The assessed valuation of all taxable property in the School District, as defined in Section 21-03-01, N.D.C.C., is $661,634,685 as last finally equalized for the year 2025.

4. The total amount of bonded indebtedness of the School District, all issued for school building purposes is $9,728,705.

5. The School District intends to issue the $6,500,000 General Obligation Building Fund Bonds resulting in a millage of 6.11 mills, equal to $6.11 on each $1,000 of taxable valuation for the first taxable year after the Bonds are issued.

BE IT FURTHER RESOLVED that the principal of, premium, if any, and interest to be paid on the Bonds shall be paid from that portion of the tax levy authorized by Section 57-15-16, N.D.C.C. (School Building Fund Levy), as necessary for such payments, and, in the event the Bonds are issued, the tax levy authorized by Section 57-15-16 shall be dedicated to the repayment of principal of, premium if any, and interest on the Bonds.

BE IT FURTHER RESOLVED that any owner of taxable property within the School District may, within 60 days after publication of this Resolution, file with the Business Manager a written protest against the issuance of the Bonds, describing the property which is the subject of the protest. If the Board finds such protests to have been signed by the owners of taxable property having an assessed valuation equal to five percent (5%) or more of the assessed valuation of all taxable property within the School District, as last finally equalized, all further proceedings under this Resolution are barred.

BE IT FURTHER RESOLVED that the Business Manager is hereby authorized and directed to cause this Resolution to be published in the official newspaper of the School District, and that the Business Manager is further authorized and directed to post this Resolution on the website of the School District during the 60-day protest period.

BE IT FURTHER RESOLVED that the School District hereby declares its intent to be reimbursed for all, or part of the expenditures made for the construction of the project from the proceeds of tax-exempt bonds to be issued by the School District.

Dated: July 15, 2026.

NESSON PUBLIC SCHOOL DISTRICT NO. 2 **Attest:**

_____ _____
President, School Board Business Manager

The governing body of the School District acted on the foregoing resolution at a properly noticed meeting held in Ray, North Dakota, on July 15, 2026, with the motion for adoption made by _____ and seconded by _____, and the roll call vote on the motion was as follows:

"Aye" _____

"Nay" _____

Absent _____

Abstain _____