RESOLUTION 15 - 2026

INDIANAPOLIS PUBLIC EDUCATION CORPORATION BOARD

RESOLUTION RATIFYING TAX ANTICIPATION WARRANTS ISSUED THROUGH THE ADVANCE FUNDING PROGRAM OF THE INDIANA BOND BANK

WHEREAS, the Indiana General Assembly established the Indiana Bond Bank in 1984 and the Advanced Funding Program in 1989 that allows political subdivisions such as school corporations to utilize short-term financial tools called tax anticipation warrants ("**Warrants**") to bridge cash-flow gaps before biannual distribution of property taxes.

WHEREAS, through Resolution No. 8092, on December 18, 2025 (attached hereto as **Exhibit A** and incorporated by reference herein), the Board of School Commissioners for the City of Indianapolis ("**IPS**") determined the need existed to utilize Warrants in 2026 and authorized the issuance of the Warrants through the 2026 Advance Funding Program (the "**Program**").

WHEREAS, IPS represents that it included in its levy for calendar year 2026 an amount to cover anticipated Warrants and related interest payments.

WHEREAS, under Resolution No. 8092, any debt incurred through Warrants would be repaid through the property tax levy assessed by IPS in calendar year 2026.

WHEREAS, pursuant to Indiana Code § 6-1.1-17-5, tax levies for a calendar year are established no later than November 1 of the prior year, and the tax levy for calendar year 2026 was required to be fixed no later than November 1, 2025.

WHEREAS, to incur debt, however, IPS must exercise the authorization granted by Resolution No. 8092 and close on the financing before receiving funds from the Indiana Bond Bank.

WHEREAS, in March 2026, the Indiana General Assembly through House Enrolled Act 1423 (2026) created the Indianapolis Public Education Corporation ("**IPEC**") for the public purpose of establishing a unified student transportation, school property, and school performance system within the geographic boundaries of IPS to maximize efficient use of taxpayer resources, respects the decision making of public schools with the boundaries of IPS, and creates the best conditions for student learning and success.

WHEREAS, IPEC could not set any levy for calendar year 2026 since it did not exist on or before November 1, 2025.

WHEREAS, the Indiana General Assembly established proper approvals for incurring of debt. Indiana Code § 20-25-4-23(a) (added through House Enrolled Act 1423 (2026)) says, "Notwithstanding any other law, after March 31, 2026, the school city [*i.e.*, IPS] may not issue bonds or otherwise incur indebtedness payable in whole or in part from a pledge of property tax revenue, excise tax revenue, or local income tax revenue."

WHEREAS, Indiana Code § 20-25-4-23(b) provides, "The public education corporation may issue bonds, enter into leases, or otherwise incur indebtedness after March 31, 2026, and before July 1, 2027, only if the board established by IC 20-25-3-1 [*i.e.*, Board of School Commissioner for IPS] first adopts a resolution approving the issuance of the bonds, entering into the lease, or incurring of indebtedness."

WHEREAS, IPS in December 2025 through Resolution No. 8092 approved incurring of indebtedness, and the Warrant indebtedness in Resolution No. 8092 would be repaid through the property tax levy set by IPS prior to November 1, 2025.

NOW THEREFORE, BE IT RESOLVED by the Board of Indianapolis Public Education Corporation Board as follows:

1. The prior recitals of this Resolution are incorporated by reference herein.

2. According to Resolution No. 8092, any Warrant Purchase Agreement related thereto, or any other agreement reflected indebtedness approved by Resolution No. 8092 is repaid through revenues from the 2026 calendar year levy fixed by IPS and upon the terms set by Resolution No. 8092.

3. IPEC approves the issuance of the second series of Warrants, with a closing anticipated in September 2026, authorized through Resolution No. 8092, so long as (a) full repayment of the Warrants are paid from revenues from the calendar year 2026 levy fixed by IPS and (b) IPS remits full payment of all Warrants authorized by Resolution No. 8092 no later than December 31, 2026.

4. The Board further authorizes, empowers and directs the (Acting) Executive Director to take all actions necessary to effectuate the intent of this Resolution in accordance with this Resolution and to execute all documents pursuant to this Resolution, and to take all other lawful action necessary to implement and enforce this Resolution.

ADOPTED this 12th day of August, 2026, by a majority of the Board of Indianapolis Public Education Corporation in a public meeting.

David Harris
Chairperson

Attest:

Patricia Castañeda
Secretary