

ORDER AUTHORIZING THE USE OF UNSPENT BOND PROCEEDS FOR A PURPOSE OTHER THAN THE SPECIFIC PURPOSES FOR WHICH THE PAINT CREEK INDEPENDENT SCHOOL DISTRICT UNLIMITED TAX SCHOOL BUILDING BONDS, SERIES 2025 WERE AUTHORIZED

WHEREAS, the Board of Trustees (the “Board”) of the Paint Creek Independent School District (the “District”) called an election (the “Election”) for the purpose of obtaining the approval of the resident, qualified electors in the District of the issuance bonds for the following purposes: (i) the construction, acquisition, rehabilitation, renovation, expansion and equipment of housing for teachers (to include any necessary or related removal of existing facilities with respect to the foregoing) (the “Proposition A Authorized Purposes”), and (ii) the construction, acquisition, rehabilitation, renovation, expansion and equipment of school facilities and the purchase of new school buses (the “Proposition B Authorized Purposes”);

WHEREAS, the Election was held on November 5, 2024, in accordance with the Constitution and laws of the State of Texas, including the Texas Election Code;

WHEREAS, the Board canvassed the Election returns and found that the resident, qualified electors in the District authorized the issuance of bonds for the Proposition A Authorized Purposes and the Proposition B Authorized Purposes;

WHEREAS, the District issued its Paint Creek Independent School District Unlimited Tax School Building Bonds, Series 2025 (the “Bonds”) and exhausted all of the voted authorization provided by the Election through the issuance of the Bonds;

WHEREAS, the Board has determined and does hereby determine that it is in the best interests of the District to use the remaining Bond proceeds originally intended for Proposition A Authorized Purposes for Proposition B Authorized Purposes, including, but not limited to, using such remaining proceeds for facility upgrades, transportation projects (including for agricultural sciences), school ground improvements, and safety improvements (including cameras for buses and campuses) (collectively, the “New Projects”);

WHEREAS, aside from the New Projects, all of the Proposition A Authorized Purposes authorized at the Election have either been abandoned or have been accomplished (either by expending funds or by allocating sufficient funds to pending projects);

WHEREAS, Section 45.1105, Texas Education Code sets forth a process for using Bond proceeds for a purpose other than the specific purposes for which the Bonds were authorized if the specific purposes are accomplished or abandoned and the Board holds a meeting that complies with Section 45.1105, Texas Education Code’s requirements;

WHEREAS, the Board does hereby determine that it has complied with the requirements 45.1105, Texas Education Code in that it has provided requisite notice and has provided an opportunity for the public to address the Board on the matters described herein; and

WHEREAS, in view of the above, the Board now desires to authorize the use of Bond proceeds for the New Projects.

NOW, THEREFORE, BE IT ORDERED BY THE BOARD OF TRUSTEES OF THE PAINT CREEK INDEPENDENT SCHOOL DISTRICT:

Section 1. Incorporation of Recitals. The recitals of this Order are hereby incorporated by this reference as if set forth fully herein.

Section 2. Authorization to Spend Bond Proceeds. The Board hereby authorizes the use of remaining Bond proceeds for the New Projects.

Section 3. Open Meetings Act and Section 45.1105, Texas Education Code. It is hereby officially found and determined that the meeting at which this Order was adopted was open to the public, and public notice of the time, place, and purpose of said meeting was given, all as required by the Open Meetings Law, Chapter 551, Texas Government Code, as amended. Further, it is hereby found and determined that notice of such meeting included a statement that the Board of Trustees would consider the use of unspent Bond proceeds for a purpose other than the specific purposes for which the Bonds were authorized in accordance with the requirements of Section 45.1105, Texas Education Code. The Board also hereby finds and determines that it provided the public with sufficient opportunity to address the Board on the question of using the unspent bond proceeds for a purpose other than the specific purposes for which the Bonds were authorized in accordance with the requirements of Section 45.1105, Texas Education Code.

Section 4. Effective Date. This Order shall be in full force and effect from and upon its adoption.

Section 5. Severability. If any section, paragraph, clause, or provision of this Order shall for any reason be held to be invalid or unenforceable, the invalidity or unenforceability of such section, paragraph, clause or provision shall not affect any of the remaining provisions of this Order.

Section 6. Recitals. The recitals to this Order are hereby approved by the Board and incorporated into and made a part of this Order.

Section 7. Repealer. All orders, resolutions and ordinances, or parts thereof, inconsistent herewith are hereby repealed to the extent of such inconsistency.

PASSED AND APPROVED this 17th, November, 2025.

A handwritten signature in blue ink, appearing to read "Dave Pendegast", written over a horizontal line.

President, Board of Trustees

A handwritten signature in blue ink, appearing to read "J. D. Harrell", written over a horizontal line.

Secretary, Board of Trustees