

## EXECUTIVE SUMMARY

### **Proposed Unlimited Tax School Building Bonds, Series 2014**

October 13, 2014

- The Series 2014 bonds will provide for the issuance of up to \$170,000,000 for new construction.
- The amortization length of the new bonds will not exceed 30 years.
- Under current market conditions, the interest rate on the new bonds is conservatively estimated to be 4.75% or better.
- With the sale of the Series 2014 bonds, the District's remaining voted authorization approved by the voters on May 10, 2014 will total \$605 million.
- Principal amortization / pay back / retirement will be structured annually in accordance with the useful life of the assets being financed from the bond proceeds.
- The bonds will be sold as Current Interest Bonds. Capital Appreciation Bonds are not included.
- The Texas Education Agency has approved the bonds to be guaranteed by the Texas Permanent School Fund Guarantee Program. Standard and Poor's and Moody's Investor Service are expected to assign ratings of "AAA" and "Aaa" respectively to the Series 2014 bonds based on the Permanent School Fund Guarantee and review the District's current underlying credit ratings of "AA+" and "Aa1".
- The sale of the bonds is expected to occur as early as the week of November 10<sup>th</sup>, which will provide for a bond closing and transfer of funds to the District's construction fund account by December 9<sup>th</sup>.
- Refunding bonds are not expected to be included with the November bond sale. The District will continue to monitor market conditions and has the ability to make the necessary adjustments prior to the bond sale if needed.

### November 2014 Bond Sale Project List

Project	Budget	Projected to be Paid December 2104 to June 2015
Reedy H.S.	\$ 83,103,764	\$ 14,155,743
Trent Middle School	\$ 25,279,236	\$ 8,820,700
Norris Elementary	\$ 16,172,560	\$ 12,586,000
Lebannon H.S.	\$ 86,751,992	\$ 35,923,730
High School # 10	\$ 91,221,515	\$ 3,101,557
Pearson Middle School	\$ 29,993,250	\$ 15,975,689
Elementary # 39	\$ 16,065,000	\$ 1,786,400
Elementary # 40	\$ 16,883,125	\$ 1,786,400
Career and Technology Center Addition	\$ 13,671,737	\$ 6,531,369
Centennial H.S. Fine Arts Addition	\$ 600,000	\$ 233,475
Lawler Middle School	\$ 30,735,940	\$ 8,398,604
Barrow Transportation Center Rebuild	\$ 864,000	\$ 720,000
Memorial Stadium and Natatorium Expansion	\$ 4,000,000	\$ 3,760,000
Architectural Fees	\$ 29,285,224	\$ 6,466,751
Furniture and Equipment (New Campuses)	\$ 8,500,000	\$ 8,500,000
Facility Maintenance	\$ 7,500,000	\$ 4,500,000
Job Order Contracts	\$ 2,000,000	\$ 1,000,002
Lighting Retrofit Project	\$ 2,500,000	\$ 1,250,000
Technology Upgrades	\$ 9,500,000	\$ 9,500,000
Security System Upgrades	\$ 1,500,000	\$ 784,926
Buses	\$ 2,300,000	\$ 2,300,000
Land		\$ 30,000,000
Contingency		\$ 2,918,654
Estimated Balance as of December 2014		\$ (11,000,000)
<b>TOTAL</b>	<b>\$ 478,427,343</b>	<b>\$ 170,000,000</b>