



DATE: July 14, 2025

TITLE: **Sale of General Obligation Capital Facilities Bonds**

TYPE: Action

PRESENTER: Todd Lechtenberg, Executive Director of Finance & Operations

Background:

Austin Public Schools (APS) has engaged PMA Securities to manage all district investments and project financing, including debt obligations. APS approved at the November 2024 board meeting to move forward with the energy savings project. APS received approval from MDE to use capital facilities bonds to fund this project and had a rating call on June 18, 2025.

Rationale:

PMA Securities managed the sale of the capital facilities bonds, and we received 7 bids with true interest costs ranging from 3.6840% to 3.7354%. Our primary estimates on March 24, 2025, were that total principal and interest for the project was going to \$4,039,367 but with the lowest bid being at 3.6840%, our total principal and interest cost will be \$3,521,816. This is a savings of \$517,551 over 15 years.

Recommendation:

We are recommending that Austin School Board approve the resolution to award the capital facilities bonds to TD Securities.