



BOARD OF SCHOOL TRUSTEES
KELLER INDEPENDENT SCHOOL DISTRICT

10E. Action

Date: January 29, 2009

SUBJECT: APPROVAL OF PARAMETERS FOR BOND SALE

BOARD GOAL: All systems in the Keller Independent School District will be effective, efficient, and accountable in support of the district's mission

FISCAL NOTE: Sale of bonds pursuant to November 2008 resolution.

Background Information:

- District administration [Dr. Veitenheimer, Mark Youngs and Kent Morrison] are seeking authority from the Board to conduct the sale of bonds approved by the voters in November 2008 under conditions approved by the Board.

Administrative Considerations:

The conditions for the Parameter Bond Sale are as follows:

- Maximum interest rate = 5.50%
- Minimum savings on refunding = 2.00%
- Aggregate principal of issue = \$142,300,000 (new money) + \$36,400,000 (refunding) = \$178,700,000
- Final maturity date = February 15, 2035
- Expiration of authorization = 120 days
- Syndicate = Morgan Keegan, Senior Underwriter (40%), RBC (20%), Southwest Securities (20%), Bank of America (20%)
- Paying Agent = Regions Bank
- With or without the State of Texas Permanent School Fund Guarantee

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The administration recommends that the Board of Trustees authorize the District Administration to sell bonds approved by the voters in November 2008 pursuant to the above conditions.

Respectfully submitted,

R. Mark Youngs
Deputy Superintendent