

School District 97  
(Oak Park), Cook County,  
Illinois

Financing  
Update

October 13, 2016

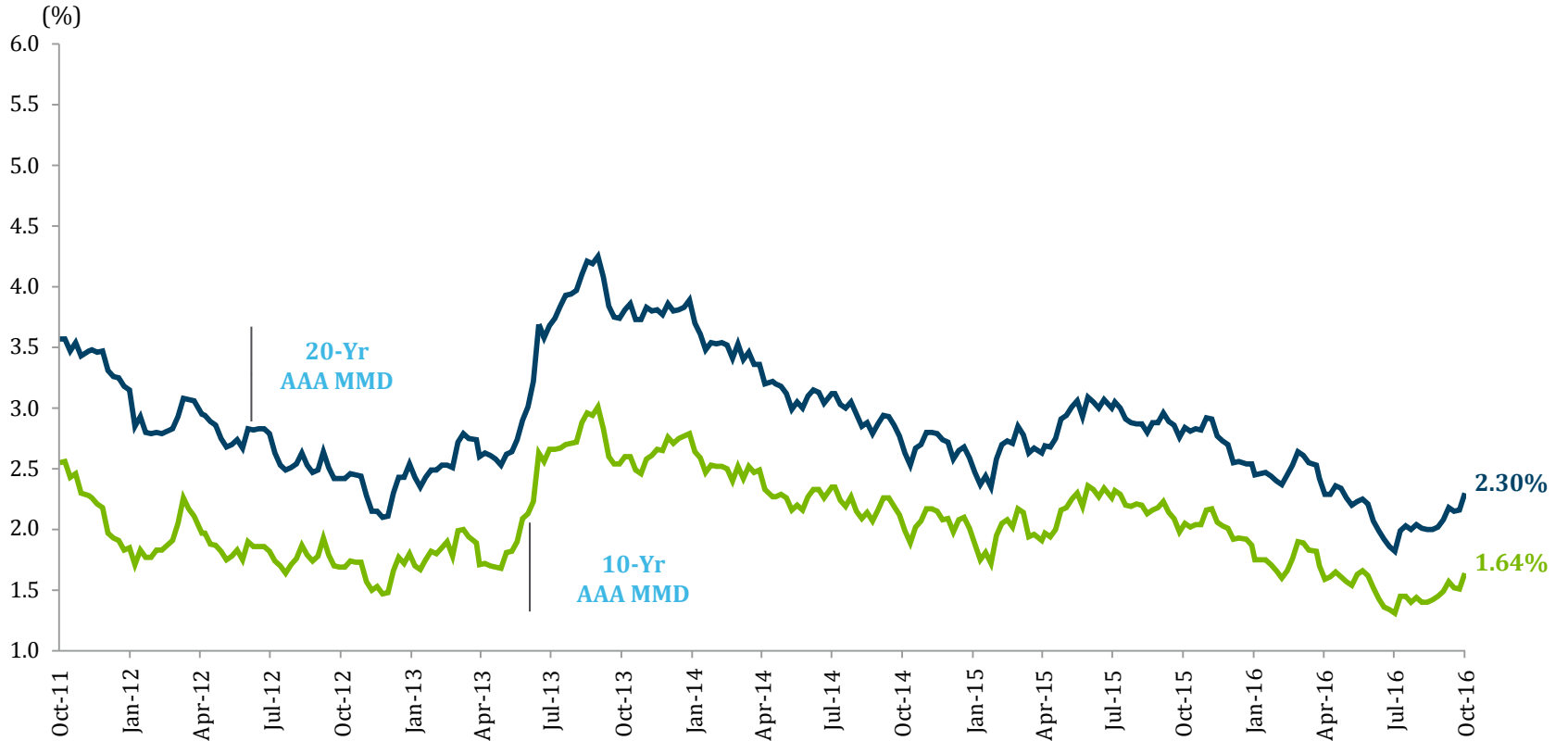
Elizabeth M. Hennessy,  
Managing Director  
312.364.8955

*William Blair*

# Market Overview

# Historical AAA MMD Interest Rates

AAA Municipal Market Data (“MMD”) During the Past Five Years



Note: Reflects market conditions as of October 7, 2016

Source: Thomson Financial

# Outstanding Debt

# Debt Limit

2015 Equalized Assessed Valuation	1,334,441,513
Times 6.9%	6.90%
Gross Debt Limit	92,076,464
Less: Outstanding Principal	17,100,000
<b>Net Debt Limit</b>	<b>74,976,464</b>

# Working Cash Fund Bond Limit

2015 Equalized Assessed Valuation	1,334,441,513
Maximum Education Fund Tax Rate	3.50%
Subtotal	46,705,453
Plus Corporate and Personal Property Replacement Taxes	1,279,488
Subtotal	47,984,941
Times 85%	85%
Gross Working Cash Fund Bond Limit	40,787,200
Less: Outstanding Working Cash Fund Balance	5,820,000
<b>Net Working Cash Fund Bonding Limit</b>	<b>34,967,200</b>

# Outstanding Debt Service

DATED ISSUE SERIES ORIGINAL PAR CALL DATE FINAL MATURITY PAYING AGENT:	December 17, 2014				December 12, 2013				December 28, 2011				May 1, 1999				
	Amount	Coupon	Interest	Total	Amount	Coupon	Interest	Total	Amount	Coupon	Interest	Total	Amount	Coupon	Interest	Total	
	G.O. LIMITED TAX SCHOOL BOND 2014 \$3,475,000 Non-Callable 1/1/2018 Amalgamated Bank & Trust 312-822-8525				G.O. LIMITED TAX SCHOOL BOND 2013 \$2,980,000 Non-Callable 1/1/2017 Amalgamated Bank & Trust 312-822-8525				G.O. LIMITED TAX SCHOOL BOND 2011 \$5,060,000 NON-CALLABLE 1/1/2017 Amalgamated Bank & Trust 312-822-8525				G.O. SCHOOL BONDS 1999 B \$38,345,000 NON-CALLABLE 12/1/2018 US Bank (Formerly LaSalle) (312) 904-2973				
07/01/16			52,125	52,125			28,875	28,875			6,300	6,300	6/1/2016	-		507,600	507,600
01/01/17	845,000	3.00%	52,125	897,125	1,925,000	3.00%	28,875	1,953,875	420,000	3.00%	6,300	426,300	12/1/2016	3,440,000	9.00%	507,600	3,947,600
07/01/17			39,450	39,450									6/1/2017	-		352,800	352,800
01/01/18	2,630,000	3.00%	39,450	2,669,450									12/1/2017	3,750,000	9.00%	352,800	4,102,800
07/01/18													6/1/2018	-		184,050	184,050
01/01/19													12/1/2018	4,090,000	9.00%	184,050	4,274,050
07/01/19													6/1/2019				
<b>TOTAL</b>	<b>\$3,475,000</b>		<b>\$183,150</b>	<b>\$3,658,150</b>	<b>\$1,925,000</b>		<b>\$57,750</b>	<b>\$1,982,750</b>	<b>\$420,000</b>		<b>\$12,600</b>	<b>\$432,600</b>		<b>\$11,280,000</b>		<b>\$2,088,900</b>	<b>\$13,368,900</b>
<b>\$5,820,000</b>	Purpose: \$3.665M Working Cash				Purpose: \$3.085M Working Cash				Purpose: \$5.2M Working Cash				Purpose: \$45.8M Referendum Middle Schools and Partial Refunding of Series 1993 Bonds				

# Outstanding Debt Service

	PER FISCAL YEAR	FISCAL YEAR	PER LEVY YEAR	LEVY YEAR
07/01/16	<b>7,620,077</b>	<b>2016</b>		
01/01/17			<b>7,819,800</b>	<b>2015</b>
07/01/17	<b>7,617,150</b>	<b>2017</b>		
01/01/18			<b>7,164,500</b>	<b>2016</b>
07/01/18	<b>6,956,300</b>	<b>2018</b>		
01/01/19			<b>4,458,100</b>	<b>2017</b>
07/01/19	<b>4,274,050</b>	<b>2019</b>		

TOTAL                      \$26,467,577                      \$19,442,400

Note: 7/1 payments are accrued back to the prior fiscal year ending 6/30.



# Non-Referendum Financing Options

# Non-Referendum Limited Bonds

- The District can issue bonds without a referendum to fund capital projects, if the debt service payments fit within the District’s Debt Service Extension Base (DSEB) (\$3,475,813). DSEB grows with CPI annually.
- The types of limited bonds the District can issue include:

Working Cash Fund Bonds	Life Safety Bonds	Funding Bonds
<ul style="list-style-type: none"> <li>✓ Can be used either for capital or operating;</li> <li>✓ requires a petition period and public hearing</li> </ul>	<ul style="list-style-type: none"> <li>✓ Proceeds must be used for life safety projects only which are approved by the Board of Education, State and Regional Superintendent of Schools;</li> <li>✓ requires public hearing</li> </ul>	<ul style="list-style-type: none"> <li>✓ Can be used to refund debt obligations of the District such as lease or debt certificates;</li> <li>✓ requires petition period and public hearing</li> </ul>

- Limited Bonds do not negatively impact the operating funds of the District.
- They are paid through the bond and interest tax levy up to the Debt Service Extension Base as described above.
- Best practice is to amortize bonds quickly to reduce interest cost and allow flexibility for future projects.

# Non-Referendum Bonds

- The District has approved life safety work to be completed in summer 2017 of approximately \$6M
- The District also has approved a classroom addition to Holmes School and district-wide life safety requirements to be completed in the summers of 2018 and 2019
- The following option shows funding these improvements with non-referendum DSEB bonds issued in December 2016 and December 2017 (working cash)
- The District has room in its Debt Service Extension Base in levy year 2016 and thereafter to pay off additional bonds
- Because each issue is under \$10M in a calendar year it is bank qualified; Bank qualified bonds receive lower interest rates than non-bank qualified bonds by approximately .10%-.15%
- The debt for this \$16M of bonds can be repaid over 5 years DEPENDING on future building needs as required

# Currently Outstanding Debt Service

## School District Number 97 (Oak Park)

### Summary of Outstanding Debt Service Tax Rate

Current

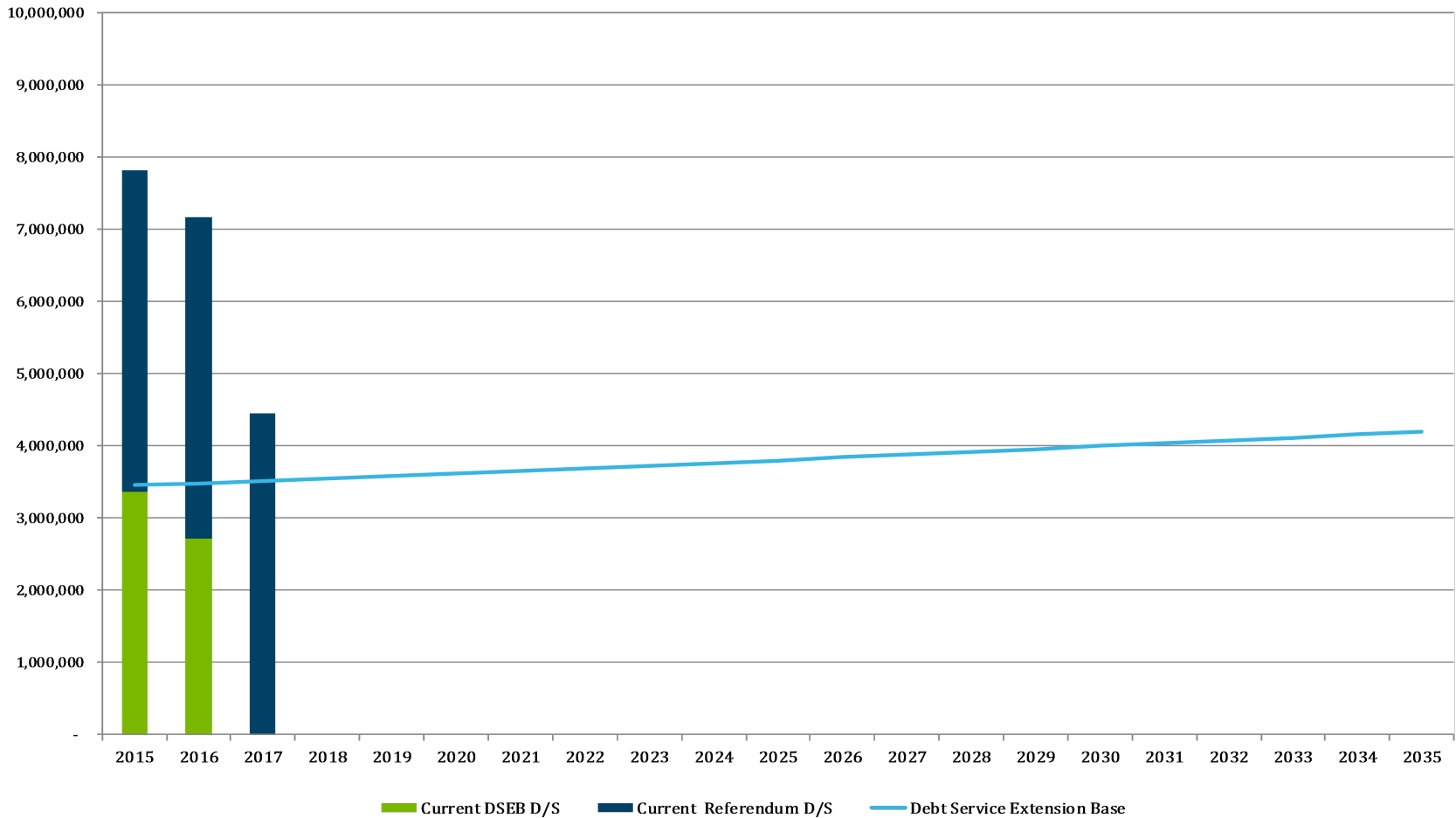
Tax Year	Equalized Assessed Value	Debt Service Extension Base	CPI Growth	Current DSEB D/S	Remaining DSEB Capacity	Current Referendum D/S	Total Debt Service	Debt Service Tax Rate
2015	1,334,441,513	3,451,651	0.80%	3,364,600	87,051	4,455,200	7,819,800	0.586
2016	1,334,441,513	3,475,813	0.70%	2,708,900	766,913	4,455,600	7,164,500	0.537
2017	1,334,441,513	3,510,571	1.00%	-	3,510,571	4,458,100	4,458,100	0.334
2018	1,334,441,513	3,545,677	1.00%	-	3,545,677	-	-	0.000
2019	1,334,441,513	3,581,134	1.00%	-	3,581,134	-	-	0.000
2020	1,334,441,513	3,616,945	1.00%	-	3,616,945	-	-	0.000
2021	1,334,441,513	3,653,114	1.00%	-	3,653,114	-	-	0.000
2022	1,334,441,513	3,689,646	1.00%	-	3,689,646	-	-	0.000
2023	1,334,441,513	3,726,542	1.00%	-	3,726,542	-	-	0.000
2024	1,334,441,513	3,763,807	1.00%	-	3,763,807	-	-	0.000
2025	1,334,441,513	3,801,445	1.00%	-	3,801,445	-	-	0.000
2026	1,334,441,513	3,839,460	1.00%	-	3,839,460	-	-	0.000
2027	1,334,441,513	3,877,855	1.00%	-	3,877,855	-	-	0.000
2028	1,334,441,513	3,916,633	1.00%	-	3,916,633	-	-	0.000
2029	1,334,441,513	3,955,799	1.00%	-	3,955,799	-	-	0.000
2030	1,334,441,513	3,995,357	1.00%	-	3,995,357	-	-	0.000
2031	1,334,441,513	4,035,311	1.00%	-	4,035,311	-	-	0.000
2032	1,334,441,513	4,075,664	1.00%	-	4,075,664	-	-	0.000
2033	1,334,441,513	4,116,421	1.00%	-	4,116,421	-	-	0.000
2034	1,334,441,513	4,157,585	1.00%	-	4,157,585	-	-	0.000
2035	1,334,441,513	4,199,161	1.00%	-	4,199,161	-	-	0.000
				6,073,500		13,368,900	19,442,400	

# Currently Outstanding Debt Service

## School District Number 97 (Oak Park)

Current Outstanding Debt by Type

(DSEB v. ULT)



# \$6M Limited Bonds Series 2016 (Summer 2017)

## School District Number 97 (Oak Park)

### Summary of Outstanding Debt Service Tax Rate

\$6mm DSEB Bonds, December 2016

Tax Year	Equalized Assessed Value	Debt Service Extension Base	CPI Growth (2)	Non Referendum (Limited Tax)			Remaining DSEB Capacity	Referendum Total ULT D/S	Total Proposed Debt Service	Proposed B&I Tax Rate
				Current DSEB D/S	Proposed Series 2016 Debt Service	Total DSEB D/S				
2015	1,334,441,513	3,451,651	0.80%	3,364,600		3,364,600	87,051	4,455,200	7,819,800	0.586
2016	1,334,441,513	3,475,813	0.70%	2,708,900	766,278	3,475,178	635	4,455,600	7,930,778	0.594
2017	1,334,441,513	3,510,571	1.00%	-	1,405,700	1,405,700	2,104,871	4,458,100	5,863,800	0.439
2018	1,334,441,513	3,545,677	1.00%	-	1,408,950	1,408,950	2,136,727	-	1,408,950	0.106
2019	1,334,441,513	3,581,134	1.00%	-	1,406,000	1,406,000	2,175,134	-	1,406,000	0.105
2020	1,334,441,513	3,616,945	1.00%	-	1,404,000	1,404,000	2,212,945	-	1,404,000	0.105
2021	1,334,441,513	3,653,114	1.00%	-	-	-	3,653,114	-	-	0.000
2022	1,334,441,513	3,689,646	1.00%	-	-	-	3,689,646	-	-	0.000
2023	1,334,441,513	3,726,542	1.00%	-	-	-	3,726,542	-	-	0.000
2024	1,334,441,513	3,763,807	1.00%	-	-	-	3,763,807	-	-	0.000
2025	1,334,441,513	3,801,445	1.00%	-	-	-	3,801,445	-	-	0.000
2026	1,334,441,513	3,839,460	1.00%	-	-	-	3,839,460	-	-	0.000
2027	1,334,441,513	3,877,855	1.00%	-	-	-	3,877,855	-	-	0.000
2028	1,334,441,513	3,916,633	1.00%	-	-	-	3,916,633	-	-	0.000
2029	1,334,441,513	3,955,799	1.00%	-	-	-	3,955,799	-	-	0.000
2030	1,334,441,513	3,995,357	1.00%	-	-	-	3,995,357	-	-	0.000
2031	1,334,441,513	4,035,311	1.00%	-	-	-	4,035,311	-	-	0.000
2032	1,334,441,513	4,075,664	1.00%	-	-	-	4,075,664	-	-	0.000
2033	1,334,441,513	4,116,421	1.00%	-	-	-	4,116,421	-	-	0.000
2034	1,334,441,513	4,157,585	1.00%	-	-	-	4,157,585	-	-	0.000
2035	1,334,441,513	4,199,161	1.00%	-	-	-	4,199,161	-	-	0.000
				6,073,500	6,390,928	12,464,428		13,368,900	25,833,328	

All in True Interest Cost as of October 13, 2016: 1.98%  
 Proceeds: 6,000,000

(2) CPI is assumed to grow at 1.0% from LY 2017 on

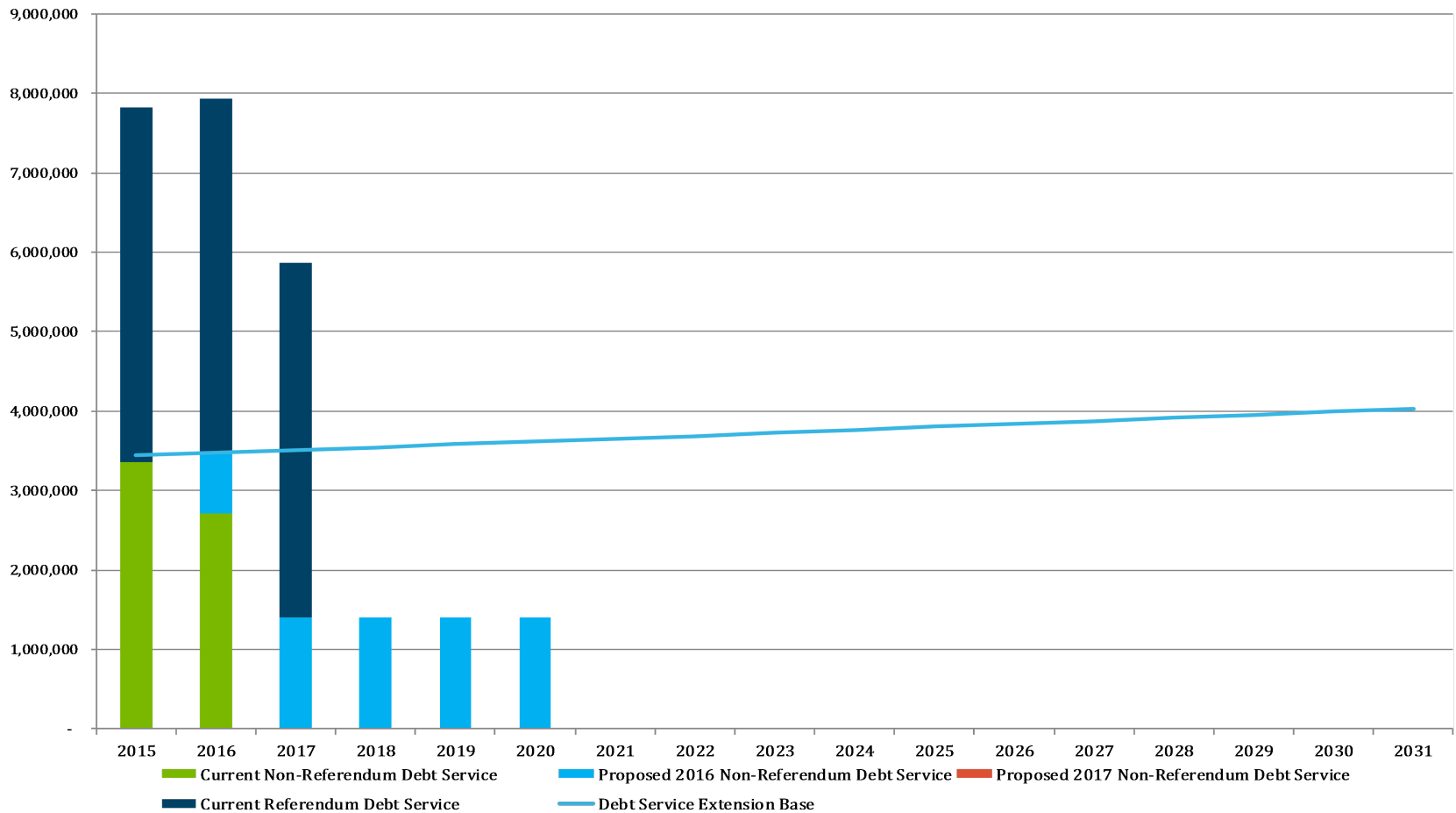
William Blair & Company, LLC

# \$6M Limited Bonds Series 2016 (Summer 2017)

## School District Number 97 (Oak Park)

Outstanding and Proposed Debt by Type

\$6mm DSEB Bonds, December 2016



# \$10M Limited Bonds Series 2017 (Summers 2018, 2019)

## School District Number 97 (Oak Park)

### Summary of Outstanding Debt Service Tax Rate

\$6mm DSEB Bonds, December 2016 and \$10mm in December 2017

Tax Year	Equalized Assessed Value	Debt Service Extension Base	CPI Growth (2)	Non Referendum (Limited Tax)				Remaining DSEB Capacity	Referendum Total ULT D/S	Total Proposed Debt Service	Proposed B&I Tax Rate
				Current DSEB D/S	Proposed Series 2016 Debt Service	Proposed Series 2017 Debt Service	Total DSEB D/S				
2015	1,334,441,513	3,451,651	0.80%	3,364,600			3,364,600	87,051	4,455,200	7,819,800	0.586
2016	1,334,441,513	3,475,813	0.70%	2,708,900	766,278	-	3,475,178	635	4,455,600	7,930,778	0.594
2017	1,334,441,513	3,510,571	1.00%	-	1,405,700	1,859,643	3,265,343	245,228	4,458,100	7,723,443	0.579
2018	1,334,441,513	3,545,677	1.00%	-	1,408,950	1,908,350	3,317,300	228,377	-	3,317,300	0.249
2019	1,334,441,513	3,581,134	1.00%	-	1,406,000	1,935,200	3,341,200	239,934	-	3,341,200	0.250
2020	1,334,441,513	3,616,945	1.00%	-	1,404,000	1,978,000	3,382,000	234,945	-	3,382,000	0.253
2021	1,334,441,513	3,653,114	1.00%	-	-	3,026,400	3,026,400	626,714	-	3,026,400	0.227
2022	1,334,441,513	3,689,646	1.00%	-	-	-	-	3,689,646	-	-	0.000
2023	1,334,441,513	3,726,542	1.00%	-	-	-	-	3,726,542	-	-	0.000
2024	1,334,441,513	3,763,807	1.00%	-	-	-	-	3,763,807	-	-	0.000
2025	1,334,441,513	3,801,445	1.00%	-	-	-	-	3,801,445	-	-	0.000
2026	1,334,441,513	3,839,460	1.00%	-	-	-	-	3,839,460	-	-	0.000
2027	1,334,441,513	3,877,855	1.00%	-	-	-	-	3,877,855	-	-	0.000
2028	1,334,441,513	3,916,633	1.00%	-	-	-	-	3,916,633	-	-	0.000
2029	1,334,441,513	3,955,799	1.00%	-	-	-	-	3,955,799	-	-	0.000
2030	1,334,441,513	3,995,357	1.00%	-	-	-	-	3,995,357	-	-	0.000
2031	1,334,441,513	4,035,311	1.00%	-	-	-	-	4,035,311	-	-	0.000
2032	1,334,441,513	4,075,664	1.00%	-	-	-	-	4,075,664	-	-	0.000
2033	1,334,441,513	4,116,421	1.00%	-	-	-	-	4,116,421	-	-	0.000
2034	1,334,441,513	4,157,585	1.00%	-	-	-	-	4,157,585	-	-	0.000
2035	1,334,441,513	4,199,161	1.00%	-	-	-	-	4,199,161	-	-	0.000
				6,073,500	6,390,928	10,707,593	23,172,021		13,368,900	36,540,921	

All in True Interest Cost as of October 13, 2016: 1.98% 2.13%  
 Proceeds: 6,000,000 10,000,000

(2) CPI is assumed to grow at 1.0% from LY 2017 on

William Blair & Company, LLC

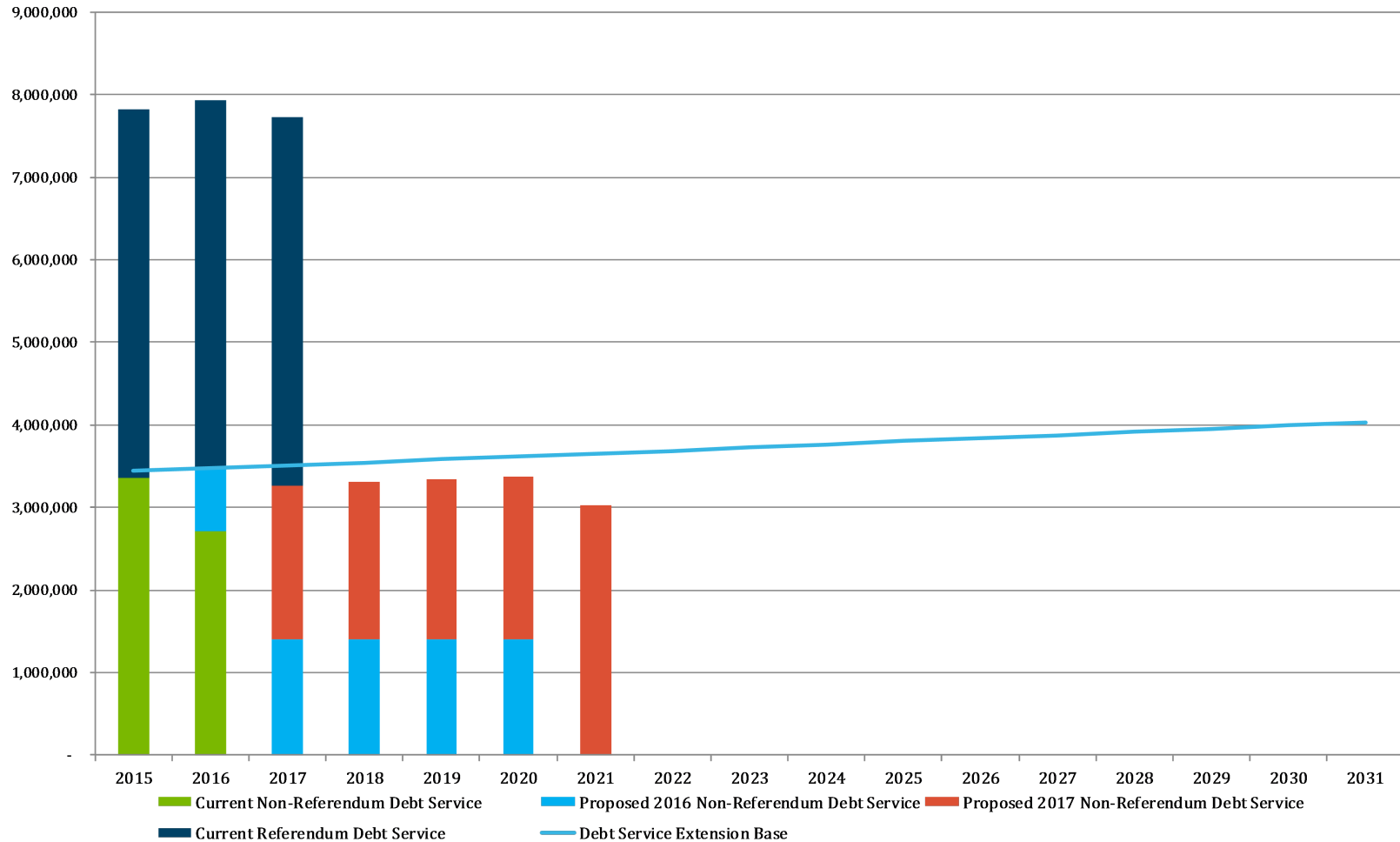


# \$10M Limited Bonds Series 2017 (Summers 2018, 2019)

## School District Number 97 (Oak Park)

Outstanding and Proposed Debt by Type

\$6mm DSEB Bonds, December 2016 and \$10mm in December 2017



# Proposed Financing Schedule

# Proposed Financing Schedule

October 2016						
S	M	T	W	T	F	S
						1
2	3	4	5	6	7	8
9	10	11	12	13	14	15
16	17	18	19	20	21	22
23	24	25	26	27	28	29
30	31					

November 2016						
S	M	T	W	T	F	S
		1	2	3	4	5
6	7	8	9	10	11	12
13	14	15	16	17	18	19
20	21	22	23	24	25	26
27	28	29	30			

December 2016						
S	M	T	W	T	F	S
				1	2	3
4	5	6	7	8	9	10
11	12	13	14	15	16	17
18	19	20	21	22	23	24
25	26	27	28	29	30	31

<u>Date</u>	<u>Activity</u>	<u>Responsibility</u>	<u>Status</u>
<b>Regular Meeting 13-Oct-16</b>	Discuss plan of financing for Holmes School, mandated life safety projects	District	
18-Oct-16	Resolution of Intent sent to District to be included in Board Packet	C&C	
Week of October 10	Gather data for Preliminary Official Statements (POS)	WBC	
<b>Regular Meeting 25-Oct-16</b>	Pass Resolution of Intent to issue working cash bonds and set public hearing for regular meeting regarding working cash and life safety bonds	District	
	Approve Life Safety Amendments	District	
Week of October 24	Distribute Preliminary Official Statement (POS) for Review	All Parties	
26-Oct-16	Publish Resolution of Intent in The Oak Leaves beginning back door period	WBC	
26-Oct-16	Publish Bond Hearing Notice in The Oak Leaves (Must appear in the paper more than 7 days, but no more than 30 days prior to the Public Hearing.)	WBC	
31-Oct-16	Comments due on POS and Revised POS Distributed	All Parties	
Week of November 7th	Rating Agency Meeting/Conference Call Moody's	District/WBC	

# Proposed Financing Schedule (continued)

October 2016							November 2016							December 2016						
S	M	T	W	T	F	S	S	M	T	W	T	F	S	S	M	T	W	T	F	S
						1			1	2	3	4	5					1	2	3
2	3	4	5	6	7	8	6	7	8	9	10	11	12	4	5	6	7	8	9	10
9	10	11	12	13	14	15	13	14	15	16	17	18	19	11	12	13	14	15	16	17
16	17	18	19	20	21	22	20	21	22	23	24	25	26	18	19	20	21	22	23	24
23	24	25	26	27	28	29	27	28	29	30				25	26	27	28	29	30	31
30	31																			

<u>Date</u>	<u>Activity</u>	<u>Responsibility</u>	<u>Status</u>
11-Nov-16	Post Notice of Public Hearing at District Office	District	
<b>Regular Meeting 15-Nov-16</b>	Public Hearing on Issuance of Bonds	District/WBC	
21-Nov-16	Receive Bond Rating/Due Diligence Call on POS	All Parties	
22-Nov-16	Mail POS to potential investors	WBC	
25-Nov-16	Petition period expires	District	
29-Nov-16	Bond Resolutions delivered to District for inclusion in the Board packets	C&C	
<b>Regular Meeting 6-Dec-16</b>	Approval of the parameters Bond Resolution delegating the final pricing to the Assistant Superintendent for Business and the Board Representative	District	
Week of December 5th	Price Bonds (Bank Qualified) with approval of Board Delegates assuming appropriate market conditions	All Parties	
20-Dec-16	Close bond issue, District invests proceeds	All Parties	
<b>Oak Park School District 97</b> <b>William Blair &amp; Company, Underwriter</b> <b>Chapman and Cutler, Bond Counsel/Disclosure Counsel</b>		<b>District</b> <b>WBC</b> <b>C&amp;C</b>	

\* Preliminary, subject to change

# Notice and Disclaimers

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Additional information is available upon request.