



# Oak Park Elementary School District 97

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**TO:** Dr. Albert G. Roberts, Superintendent of Schools

**FROM:** Therese M. O'Neill, Assistant Superintendent for Finance & Operations

**RE:** Annual DSEB (Debt Service Extension Base) – FY 2015 (Series 2014)

**DATE:** September 9, 2014

As we anticipate our annual DSEB borrowing, Elizabeth Hennessy from William Blair will be present at our Tuesday, September 9, 2014 meeting to walk us through her attached presentation. Included in this presentation is a timetable calling for the Board to adopt a resolution of intent to issue working cash bonds which has been scheduled for our September 23, 2014 meeting. A public hearing date of October 21 has been established on this calendar and at the November 4 meeting, the Board will be presented a parameters bond resolution for approval.

tmo

attachment (1)

tmo

Oak Park School District  
97, Cook County, Illinois

Elizabeth M. Hennessy  
William Blair &  
Company, LLC

(312) 364-8955

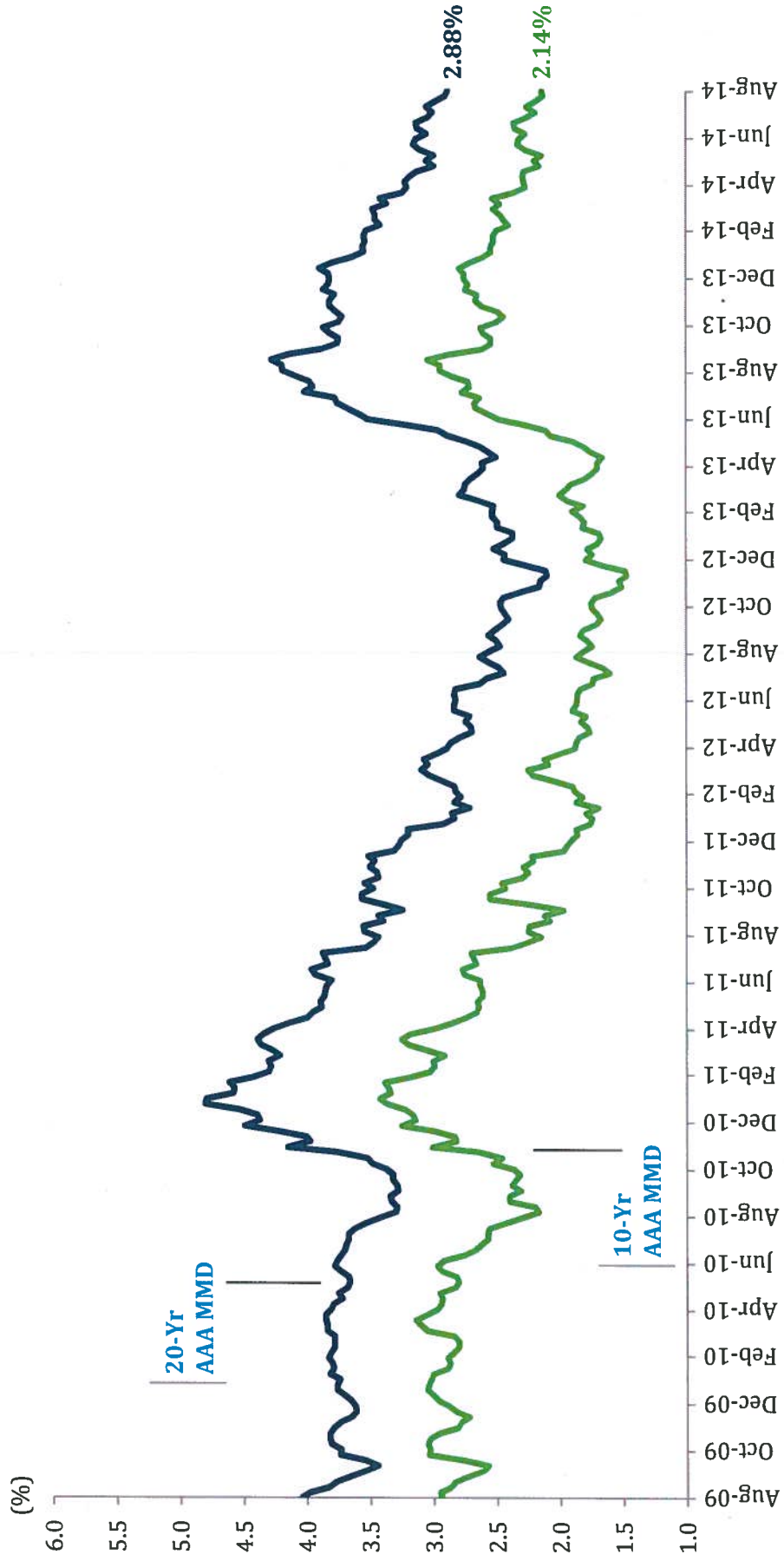
[ehennessy@williamblair.com](mailto:ehennessy@williamblair.com)

September 9, 2014

*William Blair*

# Historical AAA MMD Interest Rates

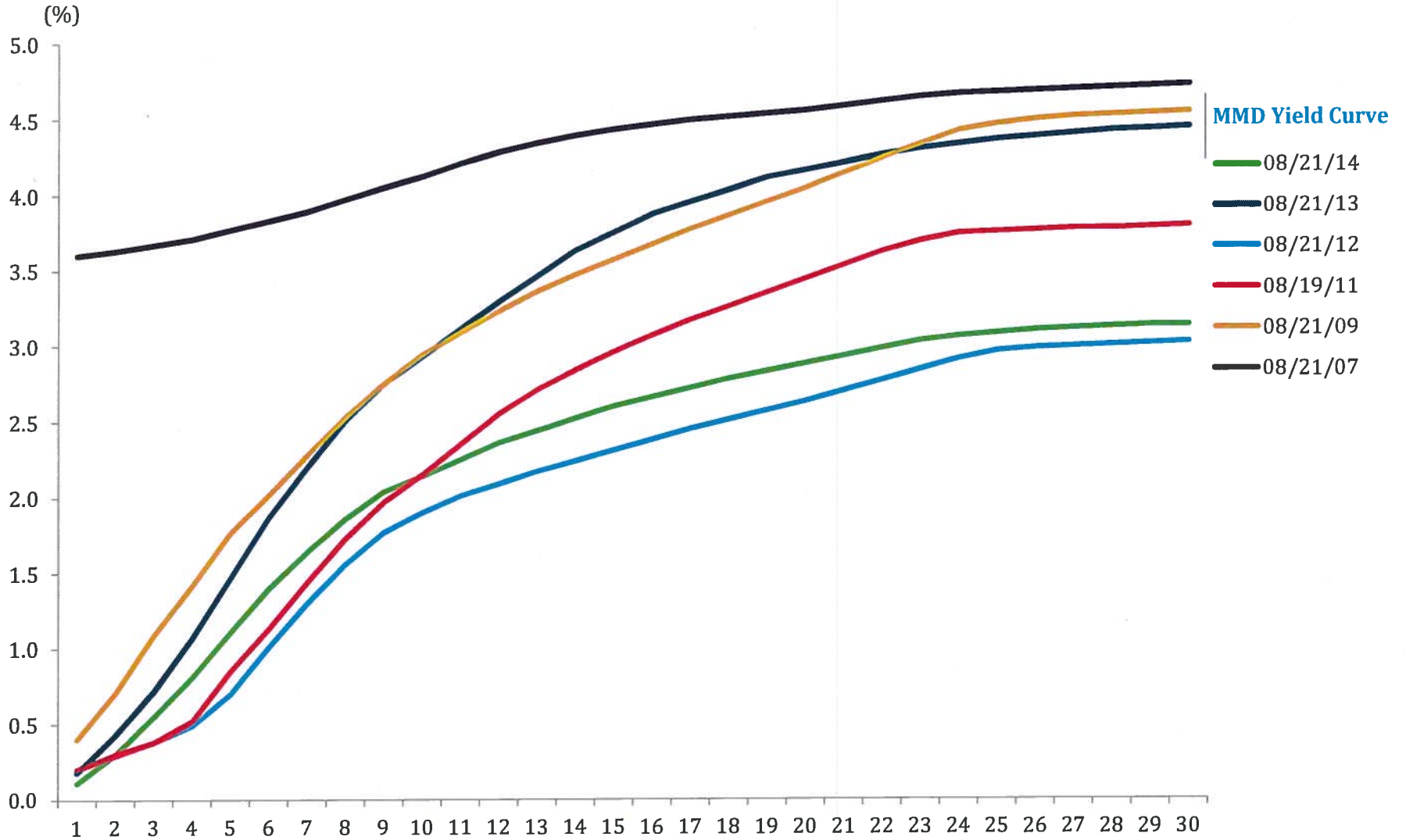
AAA Municipal Market Data ("MMD") During the Past Five Years



Note: Reflects market conditions as of August 21, 2014  
Source: Thomson Financial

# Municipal Yield Curve Comparison

AAA MMD Curves During the Past Seven Years



Note: Reflects market conditions as of August 21, 2014  
Source: Thomson Financial

# 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 (\$3,424,257 ) in levy year 2014. This amount *increases* with CPI annually.
- The types of limited bonds the District can issue include:

## Working Cash Fund Bonds

- ✓ Can be used either for capital or operating; requires a petition period and public hearing

## Life Safety Bonds

- ✓ Proceeds must be used for life safety projects only which are approved by the State and Regional Superintendent of Schools; requires public hearing

## Funding Bonds

- ✓ Can be used to refund debt obligations of the District such as lease or debt certificates; requires petition period and public hearing

# Currently Outstanding Debt Service

Non-Referendum Bond Vision Projects												
Levy Year	Equalized Assessed Valuation	% Change	Debt Service Extension Base	CPI Factor for DSEB	\$5.2M Final	\$3.6M Final	\$3.085M	Outstanding	Remaining Debt Service Capacity	\$45.8M	Proposed	Debt Tax Rate
					Series 2011 Tax Exempt Debt Service	Series 2012 Tax Exempt Debt Service	Series 2013 Tax Exempt Debt Service	Non-Referendum Debt Service		Series 1999B Referendum Debt Service	Total Debt Service	
Project Timing - Summer					2012	2013	2014					
2013	1,369,216,060	-7%	3,373,653	1.7%	2,220,150	962,600	182,223	3,364,973	8,679	4,454,700	7,819,673	0.57
2014	1,369,216,060	0%	3,424,257	1.5%	1,150,750	1,045,450	1,051,700	3,247,900	176,357	4,454,150	7,702,050	0.56
2015	1,369,216,060	0%	3,475,621	1.5%	432,600		1,982,750	2,415,350	1,060,271	4,455,200	6,870,550	0.50
2016	1,369,216,060	0%	3,527,756	1.5%				0	3,527,756	4,455,600	4,455,600	0.33
2017	1,369,216,060	0%	3,580,672	1.5%				0	3,580,672	4,458,100	4,458,100	0.33
2018	1,369,216,060	0%	3,634,382	1.5%					3,634,382		0	0.00
2019	1,369,216,060	0%	3,688,898	1.5%					3,688,898		0	0.00
2020	1,410,292,542	3%	3,744,231	1.5%					3,744,231		0	0.00
2021	1,410,292,542	0%	3,800,395	1.5%					3,800,395		0	0.00
2022	1,410,292,542	0%	3,857,401	1.5%					3,857,401		0	0.00
2023	1,452,601,318	3%	3,915,262	1.5%					3,915,262		0	0.00
2024	1,452,601,318	0%	3,973,991	1.5%					3,973,991		0	0.00
2025	1,452,601,318	0%	4,033,600	1.5%					4,033,600		0	0.00
2026	1,496,179,358	3%	4,094,104	1.5%					4,094,104		0	0.00
2027	1,496,179,358	0%	4,155,516	1.5%					4,155,516		0	0.00
2028	1,496,179,358	0%	4,217,849	1.5%					4,217,849		0	0.00
2029	1,541,064,738	3%	4,281,116	1.5%					4,281,116		0	0.00
2030	1,541,064,738	0%	4,345,333	1.5%					4,345,333		0	0.00
2031	1,541,064,738	0%	4,410,513	1.5%					4,410,513		0	0.00
2032	1,587,296,680	3%	4,476,671	1.5%					4,476,671		0	0.00
2033	1,587,296,680	0%	4,543,821	1.5%					4,543,821		0	0.00
2034	1,587,296,680	0%	4,611,978	1.5%					4,611,978		0	0.00
2035	1,634,915,581	3%	4,681,158	1.5%					4,681,158		0	0.00
2036	1,634,915,581	0%	4,751,375	1.5%					4,751,375		0	0.00
2037	1,634,915,581	0%	4,822,646	1.5%					4,822,646		0	0.00
2038	1,683,963,048	3%	4,894,986	1.5%					4,894,986		0	0.00
<b>Total Debt Service Cost</b>					<b>\$3,803,500</b>	<b>\$2,008,050</b>	<b>\$3,216,673</b>	<b>\$9,028,223</b>		<b>\$22,277,750</b>	<b>\$31,305,973</b>	
<b>True Interest Cost:</b>					<b>1.33%</b>	<b>1.08%</b>	<b>1.08%</b>					

# Proposed \$3.59M Limited Tax Bonds, Series 2013

Levy Year	Equalized Assessed Valuation	% Change	Debt Service Extension Base	CPI Factor for DSEB	Outstanding Non-Referendum Debt Service	Proposed \$6.613M		Proposed Non-Referendum Debt Service	Remaining Debt Service Capacity	\$45.8M Series 1999B Referendum Debt Service	Proposed Total Debt Service	Debt Tax Rate
						\$3.591M Series 2014 Tax Exempt Debt Service	\$3.021M Series 2017 Tax Exempt Debt Service					
<b>Project Timing - Summer</b>												
2013	1,369,216,060	-7%	3,373,653	1.7%	3,364,973			3,364,973	8,679	4,454,700	7,819,673	0.57
2014	1,369,216,060	0%	3,424,257	1.5%	3,247,900	111,638		3,359,538	64,720	4,454,150	7,813,688	0.57
2015	1,369,216,060	0%	3,475,621	1.5%	2,415,350	543,050		2,958,400	517,221	4,455,200	7,413,600	0.54
2016	1,369,216,060	0%	3,527,756	1.5%		3,084,850		3,084,850	442,906	4,455,600	7,540,450	0.55
2017	1,369,216,060	0%	3,580,672	1.5%			3,085,433	3,085,433	495,239	4,458,100	7,543,533	0.55
2018	1,369,216,060	0%	3,634,382	1.5%			0	0	3,634,382		0	0.00
2019	1,369,216,060	0%	3,688,898	1.5%			0	0	3,688,898		0	0.00
2020	1,410,292,542	3%	3,744,231	1.5%			0	0	3,744,231		0	0.00
2021	1,410,292,542	0%	3,800,395	1.5%			0	0	3,800,395		0	0.00
2022	1,410,292,542	0%	3,857,401	1.5%			0	0	3,857,401		0	0.00
2023	1,452,601,318	3%	3,915,262	1.5%			0	0	3,915,262		0	0.00
2024	1,452,601,318	0%	3,973,991	1.5%			0	0	3,973,991		0	0.00
2025	1,452,601,318	0%	4,033,600	1.5%			0	0	4,033,600		0	0.00
2026	1,496,179,358	3%	4,094,104	1.5%			0	0	4,094,104		0	0.00
2027	1,496,179,358	0%	4,155,516	1.5%			0	0	4,155,516		0	0.00
2028	1,496,179,358	0%	4,217,849	1.5%			0	0	4,217,849		0	0.00
2029	1,541,064,738	3%	4,281,116	1.5%			0	0	4,281,116		0	0.00
2030	1,541,064,738	0%	4,345,333	1.5%			0	0	4,345,333		0	0.00
2031	1,541,064,738	0%	4,410,513	1.5%			0	0	4,410,513		0	0.00
2032	1,587,296,680	3%	4,476,671	1.5%			0	0	4,476,671		0	0.00
2033	1,587,296,680	0%	4,543,821	1.5%			0	0	4,543,821		0	0.00
2034	1,587,296,680	0%	4,611,978	1.5%			0	0	4,611,978		0	0.00
2035	1,634,915,581	3%	4,681,158	1.5%			0	0	4,681,158		0	0.00
2036	1,634,915,581	0%	4,751,375	1.5%			0	0	4,751,375		0	0.00
2037	1,634,915,581	0%	4,822,646	1.5%			0	0	4,822,646		0	0.00
2038	1,683,963,048	3%	4,894,986	1.5%			0	0	4,894,986		0	0.00
<b>Total Debt Service Cost</b>					<b>\$9,028,223</b>	<b>\$3,739,538</b>	<b>\$3,085,433</b>	<b>\$15,853,194</b>		<b>\$22,277,750</b>	<b>\$38,130,944</b>	
<b>True Interest Cost:</b>						<b>1.15%</b>	<b>1.20%</b>					

# Proposed Financing Schedule

<u>Date</u>	<u>Activity</u>	<u>Responsibility</u>	<u>Status</u>
Regular Meeting 9-Sep-14	Discuss plan of financing	District/WBC	
16-Sep-14	Resolution of Intent sent to District to be included in Board Packet	C&C	
Regular Meeting 23-Sep-14	Pass Resolution of Intent to issue working cash bonds and set public hearing for regular meeting regarding working cash fund bonds	District/WBC	
24-Sep-14	Publish Resolution of Intent in The Oak Leaves beginning back door period	WBC	
1-Oct-14	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	
Week of October 14	Gather data for Preliminary Official Statements (POS)	WBC	
17-Oct-14	Post Notice of Public Hearing at District Office	District	
Week of October 21st	Distribute Preliminary Official Statement (POS) for Review	All Parties	
24-Oct-14	Back door period expires	District	
Regular Meeting 21-Oct-14	Public Hearing on Issuance of Bonds	District/WBC	



# Proposed Financing Schedule (continued)

<u>Date</u>	<u>Activity</u>	<u>Responsibility</u>	<u>Status</u>
Week of October 27th	Rating Agency Meeting/Conference Call Moody's	District/WBC	
28-Oct-14	Mail POS to potential investors	WBC	
28-Oct-14	Bond Resolutions delivered to District for inclusion in the Board packets	C&C	
Regular Meeting 4-Nov-14	Approve parameters bond resolution authorizing bond sale with approval of Board President and Assistant Superintendent for Business	District/WBC	
Week of November 10	Price Bonds with approval of Board Delegates	District/WBC	
11-Nov-14 Ongoing	Process documentation	C&C/WBC	
20-Nov-13	Mail Final Official Statement & Closing Memo	WBC	
30-Nov-13	Close bond issue	All Parties	
<b>Oak Park School District Number 97</b>		<b>District</b>	
<b>William Blair &amp; Company, Underwriter</b>		<b>WBC</b>	
<b>Chapman and Cutler, Bond Counsel/Disclosure Counsel</b>		<b>C&amp;C</b>	

\*Preliminary, subject to change.

# Notice and Disclaimer

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*William Blair*

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