

McKinney Independent School District

#1 Duvall Street, McKinney, Texas 75069

To: Board of Trustees

From: Shawn Pratt, Superintendent

Subject: Consider all matters incident and related to the issuance and sale of "McKinney Independent School District Unlimited Tax School Building and Refunding Bonds, Series 2025", including the adoption of an order authorizing the issuance of such bonds, establishing parameters for the sale and issuance of such bonds and delegating certain matters to authorized District officials.

Date: May 12, 2025

McKinney ISD voters approved the \$275,000,000 2021 Bond Authorization in May of 2021. Issuances are estimated to be as follows:

#1 August 2021 - \$92,000,000 Complete	
#2 August 2022 - \$72,000,000 Complete	
#3 August 2023 - \$18,000,000 Complete	Total - \$275,000,000
#4 August 2024 - \$59,000,000 Complete	
#5 August 2025 - \$34,000,000	

Based on current interest rates, scheduled payments on existing debt and estimated taxable values, the District is recommending issuance #5 of the 2021 Bond Authorization that wouldn't exceed the current I&S Tax Rate of \$0.37. Under a Parameter Bond Order, Board delegates final pricing authority to Superintendent, Assistant Superintendent or CFO. Bond sale parameters are as follows:

Maximum Principal Amount = \$58,555,000

New = \$34,000,000 Refunding = \$24,555,000

Maximum True Interest Cost = 6.00%

Minimum Saving Threshold = \$1,500,000 of Gross Debt Service

Expiration of Authority = 180 days

Impact Statement: Issuance #5 of the 2021 Bond Authorization.

It is recommended: That the Parameters Bond Order be approved as presented.

Resource Person(s): Marlene Harbeson, CFO

Respectfully submitted,
Shawn Pratt
Superintendent

Dr. Dennis Womack
Assistant Superintendent