



# UNITED INDEPENDENT SCHOOL DISTRICT AGENDA ACTION ITEM

**TOPIC:** Approval of An Order Authorizing the Issuance of United Independent School District Public Property Finance Contractual Obligations, Series 2020; Entering a Bond Purchase Agreement and a Paying Agent/Registrar Agreement; Delegating to certain District Administrative Staff and Officials the Authority to Approve all Final Terms of the Contractual Obligations; and Other Matters Related Thereto

**SUBMITTED BY:** Laida P. Benavides, CPA **OF:** Division of Finance

**APPROVED FOR TRANSMITTAL TO SCHOOL BOARD:** \_\_\_\_\_

**DATE ASSIGNED FOR BOARD CONSIDERATION:** July 1, 2020

**RECOMMENDATION:**

Consider Order Authorizing the Issuance of United Independent School District Public Property Finance Contractual Obligations, Series 2020; Entering a Bond Purchase Agreement and a Paying Agent/Registrar Agreement and Approving Other Matters Incident and Related Thereto.

**RATIONALE:**

United ISD, Financial Advisory firm, Tijerina Galvan Lawrence LLC, will coordinate with the financing working group to receive bids for the issuance of Public Property Finance Contractual Obligations (PPFCOs), Series 2020. The bid that provides the best value to the District, terms of the most favorable effective interest rate, will be recommended by the District staff.

**BUDGETARY INFORMATION:**

The issuance of PPFCOs for the purpose of purchasing microcomputers, laptops, tablets, audio/visual equipment, software, cases and other electronic and technical devices, including support services and accessories.

**BOARD POLICY REFERENCE AND COMPLIANCE:**



Presentation to United Independent School District  
Plan of Finance  
July 1, 2020





# Series 2020 PPFCO's Project List



Project	Amount
Computers	\$ 85,100.00
Large Desktop Mintor	1,012.00
Laptops	20,501.00
Printers	24,271.59
Printers	1,815.10
Chromebooks	578,523.60
Projectors and Sound Systems	111,594.00
Dell Latitude 5310 2-in1	6,387.50
Android Tablets & Cases	10,674.75
Airwatch (3 year)	249,200.58
Microsoft Office Licenses	8,216.12
Extreme Wireless Security Identity & Access 1200 End-System License	89,244.76
Extreme Wireless Security EW Software Subscriptions 1-year	42,095.44
Service United 5Pk	10,780.00
iPad - 10.2 inch Wi-Fi 128 GB 10 Pack	3,057,600.00
Mac Mini	5,517.00
iPad Cases STM Dux Shell 10 pack	210,600.00
APS Custom iPad Deploy offsite svcs USD	50,700.00
Project Coordination	2,720.00
Project Engineering	2,040.00
Configuration Services for Mac Mini	969.00
Apple Case OS Support - One Year	7,998.00
Apple Professional Learning One Day (Leadership)	4,132.50
Apple Professional Learning Two Day (Capacity Team Building)	12,825.00
Apple Professional Learning Three Day (Coaching and Ongoing Support)	27,787.50
Chromebooks	1,439,750.00
Google Mgmt	150,475.00
Cases	108,875.00
Asset Tagging	27,625.00
<b>Total</b>	<b>\$ 6,349,030.44</b>





# Limited Maintenance Tax Debt Pro Forma Debt Service Requirements



**Sources:**

Par Amount	\$ 6,420,000
	<u>\$ 6,420,000</u>
<b>Uses:</b>	
Project Fund Deposit	\$ 6,349,030
Cost of Issuance	70,970
	<u>\$ 6,420,000</u>

**Assumptions:**

Delivery Date:	8/19/2020
Par Amount:	\$6,420,000
Project Fund:	\$6,349,030
Term:	4.50 Years
TIC <sup>(1)</sup> :	1.25%

## Pro Forma Debt Service Requirements

FYE	Currently Outstanding Limited Maintenance Tax Debt Service Requirements			PPF Contractual Obligations, Series 2020 <sup>(1)</sup>			Total Debt Service Requirements	% of Principal Retired
	Principal	Interest	Total	Principal	Interest	Total		
8/31	\$ 2,965,000	\$ 883,106	\$ 3,848,106	\$ 1,255,000	\$ 71,515	\$ 1,326,515	\$ 5,174,620	
2020	3,010,000	809,509	3,819,509	1,265,000	56,656	1,321,656	5,141,165	
2021	3,095,000	734,662	3,829,662	1,285,000	40,719	1,325,719	5,155,381	
2022	3,200,000	653,084	3,853,084	1,300,000	24,563	1,324,563	5,177,647	
2023	3,260,000	563,925	3,823,925	1,315,000	8,219	1,323,219	5,147,144	
2024	3,435,000	467,141	3,902,141	-	-	-	3,902,141	74.94%
2025	1,040,000	376,250	1,416,250	-	-	-	1,416,250	
2026	1,090,000	323,000	1,413,000	-	-	-	1,413,000	
2027	1,150,000	267,000	1,417,000	-	-	-	1,417,000	
2028	940,000	214,750	1,154,750	-	-	-	1,154,750	
2029	1,000,000	166,250	1,166,250	-	-	-	1,166,250	90.35%
2030	1,045,000	115,125	1,160,125	-	-	-	1,160,125	
2031	1,090,000	67,200	1,157,200	-	-	-	1,157,200	
2032	1,135,000	22,700	1,157,700	-	-	-	1,157,700	100.00%
2033	\$ 27,455,000	\$ 5,663,702	\$ 33,118,702	\$ 6,420,000	\$ 201,671	\$ 6,621,671	\$ 39,740,372	

<sup>(1)</sup> Shown at a preliminary private placement rate of 1.25% for purposes of illustration as of 6/23/20. Preliminary, subject to change.





# Timetable Schedule of Events



## Wednesday, July 1, 2020 Board meeting, present Plan of Finance and Reimbursement Resolution.

July 2020						
Sun	Mon	Tue	Wed	Thu	Fri	Sat
			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	

Thursday, July 2, 2020 Private Placement Agent sends out draft of private placement memorandum to Working Group for comments.

Friday, July 3, 2020 Comments due back to Private Placement Agent on first draft of placement memorandum from Working Group.

Monday, July 6, 2020 Private Placement Agent sends final version of private placement memorandum to prospective banks.

Friday, July 10, 2020 Placement Agent contacts potential bidders to confirm receipt, answers any outstanding questions, and gauges interest in District's financing.

Tuesday, July 14, 2020 Placement Agent polls frequent bidders to determine actual interest for financing.

Tuesday, July 21, 2020 Placement Agent receives final interest rate quotes from banks. Financial Advisor tabulates results. District provides verbal award pending formal approval by the School Board.

## Wednesday, July 22, 2020 Board meeting, presentation of Final Competitive Bid results and approval of sale.

Thursday, July 23, 2020 Submit document to Texas Attorney General.

Friday, August 14, 2020 Obtain Attorney General's approval of the Obligations.

Wednesday, August 19, 2020 Closing.

August 2020						
Sun	Mon	Tue	Wed	Thu	Fri	Sat
						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					

September 2020						
Sun	Mon	Tue	Wed	Thu	Fri	Sat
		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			

### Holidays

### Important Working Group Dates

\*Preliminary, subject to change.





# Working Group Participants



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Issuer	United ISD
Financial Advisor	TGL Financial Consulting
Bond Counsel	J. Cruz & Associates Winstead PC
Purchaser/ Paying Agent	TBD
Placement Agent	TBD





## Legal Disclaimer



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