

# Executive Summary

## Prepared for Board of Trustees Meeting

### July 24, 2018

## Review of Preliminary Financing Plan for Proposed \$450 Million Bond Sale from the 2018 Bond Program

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### Board Goal:

VI. Growth, Change & Fiscal Responsibility... In pursuit of excellence, the district will:

- b. create and continuously modify strategies to mitigate increasing stresses on our children, our schools, and our community.

### Purpose of Report

Present proposed financing plan for the Series 2018 Bonds to fund the construction and renovation of various facilities as detailed in the Bond Program.

### Objectives

- Comply with the “50 Cent Debt Test”, without the use of Capital Appreciation Bonds
- Meet the needs of the District’s growing student enrollment for school facilities and the expectations of taxpayers
- Minimize the District’s total interest cost within approved Debt Management strategies
- Maximize the District’s future bond capacity for capital improvements

### Operational Impact

- Bonds will be sold with a fixed rate to “lock-in” the historically attractive interest rates currently available
- Bonds will be structured to maintain an I & S tax rate of 48 cents
- Bonds are repaid over a 30 year period and are structured to allow the District to prepay the bonds prior to scheduled maturity

### Results

The following is a representative listing of the parameters recommended to be used for the sale of the District’s Series 2018 Bonds:

1. A maximum of \$450,000,000 may be issued
2. The true interest cost rate does not exceed 4.50%
3. The final maturity may not exceed August 15, 2048
4. The District must complete the sale on or prior to December 31, 2018