



Overview of Proposed 2025 Refunding Program – Issuance of Unlimited Tax Refunding Bonds, Series 2025-C

Tuesday, October 14, 2025



Savings from District's Debt Management Practices

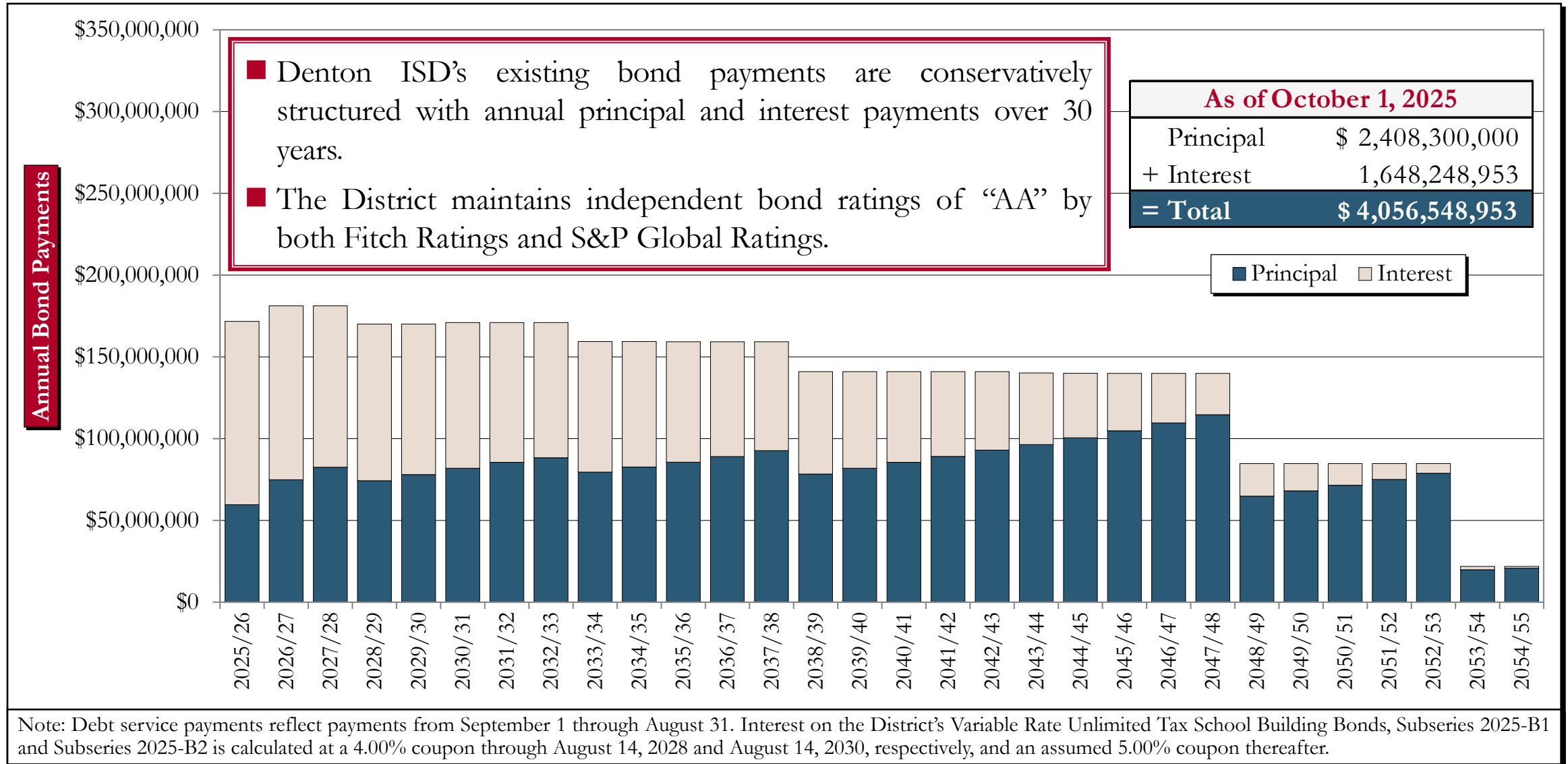
- ❑ Denton Independent School District (“DISD” or the “District”) has actively deployed various debt management practices to lower the borrowing costs of taxpayers. Such actions have reduced the cost of voter-approved bonds and provided District taxpayers with more than **\$325.9 million** of direct savings since year 2005!

- ❖ \$188,961,491 – Bond Refundings
- ❖ \$ 81,843,600 – Prepayment of Bonds
- ❖ \$ 44,900,268 – Lower Interest Rates from Prudent Use of Variable Rate Put Bonds
- ❖ \$ 10,210,166 – Use of Synthetic Debt Structures

\$325,915,525 – Total Savings to Taxpayers



Dollar Amount and Structure of District's Existing Bonds





Summary of Existing and Callable Unlimited Tax Bonds

- ❑ Denton ISD currently has \$2,017,775,000 of outstanding callable bonds eligible to be repaid or refinanced prior to maturity, as summarized within the table below.

Denton ISD - Summary of Callable Unlimited Tax Bonds Outstanding - October 1, 2025						
Issue Description	Call Date	Principal Amount Outstanding	Principal Amount Callable	Callable Maturities	Final Maturity	Coupons: Callable Maturities
Unlimited Tax School Building Bonds, Series 2015-A	Any Date	\$ 2,105,000	\$ 2,105,000	2026	2026	5.000%
Unlimited Tax Refunding Bonds, Series 2016	02/15/2026	112,705,000	112,705,000	2026 - 2031; 2034 - 2038	2038	3.000% - 5.000%
Unlimited Tax School Building Bonds, Series 2018 [2027 Call]	08/15/2027	286,815,000	272,890,000	2028 - 2048	2048	3.000% - 5.000%
Unlimited Tax School Building Bonds, Series 2018 [2028 Call]	08/15/2028	75,000,000	75,000,000	2044 - 2048	2048	4.000%
Variable Rate Unlimited Tax School Building Bonds, Subseries 2025-B1	08/15/2028	97,705,000	97,705,000	2044 - 2055	2055	Variable
Unlimited Tax School Building Bonds, Series 2020	08/15/2029	210,150,000	175,705,000	2030 - 2048	2048	1.750% - 5.000%
Unlimited Tax Refunding Bonds, Taxable Series 2020-A	08/15/2030	265,580,000	226,185,000	2031 - 2045	2045	1.577% - 2.556%
Variable Rate Unlimited Tax School Building Bonds, Subseries 2025-B2	08/15/2030	97,635,000	97,635,000	2044 - 2055	2055	Variable
Unlimited Tax Refunding Bonds, Taxable Series 2021	08/15/2031	85,715,000	20,225,000	2032 - 2033	2033	1.967% - 2.067%
Unlimited Tax Refunding Bonds, Series 2022-A	08/15/2031	26,730,000	12,070,000	2032 - 2035	2035	4.000% - 5.000%
Unlimited Tax Refunding Bonds, Series 2022-B	08/15/2031	24,005,000	18,725,000	2032 - 2035	2035	3.000% - 5.000%
Unlimited Tax School Building Bonds, Series 2023	08/15/2033	930,480,000	798,095,000	2034 - 2053	2053	5.000%
Unlimited Tax Refunding Bonds, Series 2024	08/15/2033	22,670,000	3,035,000	2034	2034	5.000%
Unlimited Tax School Building Bonds, Series 2025-A	08/15/2035	171,005,000	105,695,000	2036 - 2044	2044	5.000%
Totals	---	\$2,408,300,000	\$ 2,017,775,000	---	---	---

- ❑ DISD's Unlimited Tax Refunding Bonds, Series 2016 (the "Series 2016 Bonds") become callable on February 15, 2026 and, pursuant to Federal tax law, the District may refund such bonds on or after November 17, 2025.



Potential Bond Refunding Opportunity – Series 2016 Bonds

- ❑ The tables below summarize the savings currently available to Denton ISD by refunding its Series 2016 Bonds at a lower interest rate (net of all costs).

Summary of Estimated Refunding Results	
Par Amount of Refunded Bonds	\$ 96,855,000
Interest Rate on Refunded Bonds	4.36%
"All-In" True Interest Cost on Refunding Bonds	3.06%
Total Debt Service Savings	\$ 6,276,150
Present Value Debt Service Savings	5,272,065
Present Value Debt Service Savings (% of Refunded Bonds)	5.44%
Escrow Yield (SLGS)	4.16%
Positive/(Negative) Arbitrage	\$ 302,356

Sensitivity Analysis	
Total Savings @ Current Market Rates Plus 0.25%	\$ 5,093,650
Total Savings @ Current Market Rates Minus 0.25%	7,442,650
Total Savings @ Current Market Rates Minus 0.50%	8,593,150

Summary of Refunded Bonds			
Series	Maturities	Par Amount	Call Date
2016 (Refunding)	2026 - 2031; 2034 - 2036	\$ 96,855,000	02/15/2026
Total Refunded Bonds		\$ 96,855,000	

Summary of Annual Savings (Level Savings Structure)			
Year	Refunded Debt Service	Refunding Debt Service	Estimated Savings
2025/26	\$ 16,610,000	\$ 16,610,000	\$ -
2026/27	16,577,250	15,775,000	802,250
2027/28	15,050,500	14,250,250	800,250
2028/29	13,157,000	12,352,000	805,000
2029/30	16,491,250	15,691,250	800,000
2030/31	16,882,750	16,079,500	803,250
2031/32	790,200	859,750	(69,550)
2032/33	790,200	859,750	(69,550)
2033/34	6,790,200	5,989,750	800,450
2034/35	6,840,200	6,038,250	801,950
2035/36	7,763,600	6,961,500	802,100
Totals	\$ 117,743,150	\$ 111,467,000	\$ 6,276,150



“Parameters Bond Order” – Proposed 2025 Refunding Program

- ❑ As previously utilized for prior bond sales, Denton ISD’s Board of Trustees may adopt a “Parameters Bond Order” designating the ability to approve the issuance of its Unlimited Tax Refunding Bonds, Series 2025-C (the “Series 2025-C Refunding Bonds”) to the District’s Administration if each of the established parameters is met.
 - ❑ The Board of Trustees may consider a “Parameters Bond Order” at its Tuesday, October 14, 2025 Board meeting and the following is a representative listing of the primary parameters we would currently recommend for the Series 2025-C Refunding Bonds:
 - 1) The proposed 2025 Refunding Program produces a “Present Value Debt Service Savings” ratio of at least **4.00%** – Equates to a minimum savings of approximately **\$4,600,000** (net of all costs);
 - 2) Maximum principal amount of Series 2025-C Refunding Bonds to be issued – **\$112,705,000** (The principal amount of the eligible Series 2016 Bonds that may potentially provide a savings, if refunded);
 - 3) Maximum “All-In” True Interest Rate (must not exceed) – **3.75%**;
 - 4) Final maturity of the Series 2025-C Refunding Bonds – **August 15, 2038** (The same final maturity as the eligible Series 2016 Bonds to be refunded at a savings); and
 - 5) The Refunding Program must be completed prior to **October 13, 2026** (i.e., 1 year).
 - ❑ Unless each parameter listed above can be achieved, the Series 2025-C Refunding Bonds will not be issued until additional direction is received from the District.
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Preliminary Timetable – Proposed 2025 Refunding Program

October 2025						
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 2025						
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 2025						
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			

January 2026						
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

Board Meeting

Closing – Receipt of Funds

Preliminary Timetable – Proposed 2025 Refunding Program	
Date*	Action Necessary
October 14, 2025	Board Meeting – Discuss proposed 2025 Refunding Program and consider a “Parameters Bond Order” authorizing the issuance of the Series 2025-C Bonds.
October 24, 2025	Completion of all actions necessary to sell the Series 2025-C Bonds (i.e. Preliminary Official Statement is completed, the Permanent School Fund guarantee is received, obtain bond ratings, etc.).
To Be Determined	Bond Sale – Pricing of the Series 2025-C pursuant to specified parameters and the District’s Administration approves the necessary legal documents – Interest rates and savings locked-in at this time.
November 18, 2025	Closing – Proposed 2025 Refunding Program is completed and Denton ISD begins paying the lower interest rate on the Series 2025-C Bonds.
* Preliminary, subject to change.	



Questions

