

RAYMOND JAMES®

TO: Mr. Mark Sheahan, Interim Business Manager
Mr. Pat King, Director of Finance

FROM: Elizabeth Hennessy, Raymond James

DATE: November 5, 2019 and updated December 20, 2019

RE: Parameters Bond Resolution

The District will consider a parameters bond resolution authorizing the issuance of the remaining \$27.5M general obligation school building bonds authorized by the voters in April of 2017 at its November 26, 2019 Board meeting. The District issued \$27,890,000 par amount of bonds in February of 2020 resulting \$30M of bond proceeds. Therefore, of the \$57,500,000 authorized, proceeds of \$27,500,000 remains to be issued. The parameters resolution authorizes the District to proceed with the bond sale within certain financial parameters with no further Board action and based upon final approval by Board delegates; the Board President and the Director of Finance.

The parameters include a repayment of bonds through January 1, 2030 with a maximum levy of \$3.3M, maximum principal amount of \$3.2M and maximum coupon rate of 5.0%. The proposed financing schedule allows for the final bond sale to occur in either December 2019 or January 2020 based on market conditions. In order to access the 2019 tax levy for debt service the bond issue must be completed and closed prior to February 28, 2020. The proposed debt structure extends the annual payments at the same level as the Series 1999B Bonds which matured in the 2017 levy year and is consistent with the referendum message. The proposed debt structure is shown in the graph below:

\$30M ULTGO Bonds in Feb 2019 and \$27.5M ULTGO Bonds in Feb 2020

Tax Year	Equalized Assessed Value	Current DSEB D/S	Abatement	Total DSEB D/S	Remaining DSEB Capacity	\$57.5M Referendum (Unlimited Tax)				Total Proposed Debt Service	Proposed Tax Rate
						Referendum Current	FINAL Feb 2019 \$30M Ref D/S	Proposed Jan 2020 \$27.5M Ref D/S	Referendum Total		
						ULT D/S	Debt Service	Net Debt Service	ULT D/S		
2018	1,592,506,276	1,412,301	(1,412,301)	-	3,623,330	-	4,436,378	-	4,436,378	4,436,378	0.279
2019	1,592,506,276	1,417,070	-	1,417,070	2,275,104	-	1,075,063	3,168,171	4,243,233	5,660,303	0.355
2020	1,592,506,276	1,416,271	-	1,416,271	2,331,285	-	1,075,063	3,169,250	4,244,313	5,660,584	0.355
2021	1,592,506,276	-	-	-	3,803,769	-	1,075,063	3,166,000	4,241,063	4,241,063	0.266
2022	1,592,506,276	-	-	-	3,860,826	-	1,075,063	3,167,750	4,242,813	4,242,813	0.266
2023	1,592,506,276	-	-	-	3,918,738	-	1,075,063	3,164,000	4,239,063	4,239,063	0.266
2024	1,592,506,276	-	-	-	3,977,519	-	1,075,063	3,164,750	4,239,813	4,239,813	0.266
2025	1,592,506,276	-	-	-	4,037,182	-	1,075,063	3,164,500	4,239,563	4,239,563	0.266
2026	1,592,506,276	-	-	-	4,097,740	-	1,075,063	3,168,000	4,243,063	4,243,063	0.266
2027	1,592,506,276	-	-	-	4,159,206	-	1,075,063	3,164,750	4,239,813	4,239,813	0.266
2028	1,592,506,276	-	-	-	4,221,594	-	1,800,063	2,514,750	4,314,813	4,314,813	0.271
2029	1,592,506,276	-	-	-	4,284,918	-	4,438,813	-	4,438,813	4,438,813	0.279
2030	1,592,506,276	-	-	-	4,349,192	-	4,433,813	-	4,433,813	4,433,813	0.278
2031	1,592,506,276	-	-	-	4,414,429	-	4,435,563	-	4,435,563	4,435,563	0.279
2032	1,592,506,276	-	-	-	4,480,646	-	4,438,313	-	4,438,313	4,438,313	0.279
2033	1,592,506,276	-	-	-	4,547,856	-	4,435,425	-	4,435,425	4,435,425	0.279
2034	1,592,506,276	-	-	-	4,616,073	-	4,437,425	-	4,437,425	4,437,425	0.279
2035	1,592,506,276	-	-	-	4,685,314	-	822,825	-	822,825	822,825	0.052
2036	1,592,506,276	-	-	-	4,755,594	-	-	-	-	-	0.000
2037	1,592,506,276	-	-	-	4,826,928	-	-	-	-	-	0.000
2038	1,592,506,276	-	-	-	4,899,332	-	-	-	-	-	0.000
						-	43,354,178	31,011,921	74,366,099	77,199,439	
						Total Interest Cost: 3.56% 1.98% 3.09%					
						Proceeds: 30,000,000 27,500,000 57,500,000					
						Final 2019 Proposed 2020 Total Referendum					

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The updated financing schedule is shown below:

<u>Date</u>	<u>Activity</u>	<u>Responsibility</u>	<u>Status</u>
FORC Meeting Thursday, October 10, 2019	Update on Financing Options, review 2019 Tax Levy and draft Financial Projections	RJ/District	Done
Regular Meeting Tuesday, October 29, 2019	Board reviews FORC recommendation and update on Facilities	District	Done
Tuesday, November 5, 2019	Receive parameters bond resolution authorizing \$27.5M remaining referendum approved bonds	C&C	Done
Board Retreat Saturday, November 9, 2019	Review parameters bond resolution authorizing \$27.5M referendum approved bond issue	District	Done
Tuesday, December 31, 2019	Receive parameters bond resolution authorizing \$27.5M remaining referendum approved bonds	C&C	
Regular Meeting Tuesday, January 7, 2020	Approve parameters bond resolution authorizing \$27.5M with final approval by Board delegates including Board President and Business Manager	District	
	Board receives/accepts FY2019 audited financial statements	District	
Wednesday, January 8, 2020	Distribute Preliminary Official Statement for Review	All Parties	
Wednesday, January 8, 2020	Review Bond Rating Agency Presentation	District/RJ	
Tuesday, January 14, 2020	Rating Agency Presentation with Moody's Investor Services	All Parties	
Wednesday, January 15, 2020	Receive comments on Preliminary Official Statement	All Parties	
Tuesday, January 21, 2020	Receive Bond Rating	District	
Tuesday, January 21, 2020	Due Diligence Call on POS and receive District 15(c) 212 sign off on POS	All Parties	
Wednesday, January 22, 2020	Mail Final Preliminary Official statement	RJ	
Monday, January 27th (subject to change)	Review Preliminary Pricing with District officials	District/RJ	
Tuesday, January 28th (subject to change)	Price bonds assuming appropriate market conditions with final approval of Board Delegates	All Parties	
Ongoing	Process documentation	All Parties	
Tuesday, February 4, 2020	Finalize Official Statement and mail to investors	RJ	
Regular Meeting Monday, February 10, 2020	Update Board on Bond Sale results	District/RJ	
Wednesday, February 12, 2020	Close bond issue, District invests proceeds	All Parties	
Oak Park School District 97		District	
Raymond James, Underwriter		RJ	
Chapman and Cutler, Bond Counsel/Disclosure Counsel		C&C	

* Preliminary, subject to change

Pease let me know if you have any questions.

