

**BOARD OF EDUCATION
BEEVILLE INDEPENDENT SCHOOL DISTRICT**

Agenda Item No. _____

Date: March 21, 2006

Subject: Refinancing of the Series 2002 Bonds
March 1, 2006

Submitted by: Linda O'Connell
Related Pages: 1

Supt's Approval: _____

ACTION

BACKGROUND INFORMATION:

The refunding transaction under consideration will replace a portion of the Series 2002 Bonds that carry an interest rate of 4.80% with a Series 2006 Bonds carrying an interest rate of approximately 4.02%. This produces a total net savings of approximately \$438,168 or \$20,865 per year. The State's IFA program funds approximately 66% of the District's annual debt service and the District would have an annual savings of approximately \$6,885. This transaction would affect the 2006-07 budget.

ITEMS ADDRESSED:

Passing the order authorizing the issuance of refunding bonds Series 2006.

RECOMMENDED ACTION:

None

BUDGETARY INFORMATION:

None

Beeville Independent School District
Refunding Analysis for the Series 2002 Bonds

Savings Summary

Issue	<u>2002</u>	<u>2006</u>
Amount	9,485,000	9,485,000
Interest Rate	4.80%	4.02%
Net Savings		438,168
Average Annual Savings *		20,865
Present Value Savings		297,048
Present Value Saving Ratio		3.13%

* The State funds approximately 66% of the annual debt service through their IFA program.

The District would have a savings of \$6,885 per year.

Updated on: 3/6/2006

J Steve Elliott
Victor Quiroga, Jr.
Southwest Securities
San Antonio, Texas
800 -292-0237