



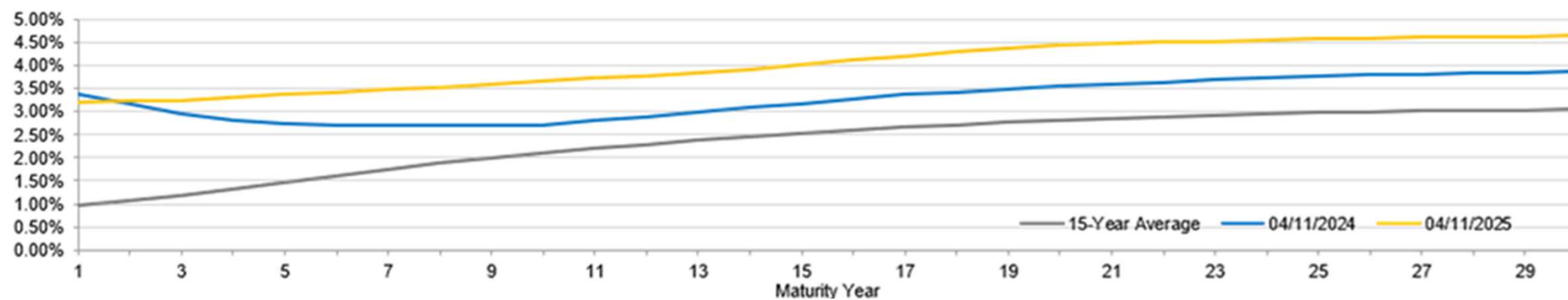
Splendora ISD

BOND FACTORS

Current Bond Market



	MMD Yields			
	04/14/25	04/07/25	Weekly Change	YTD Change
2Y	3.23%	2.45%	+78bps	+41bps
5Y	3.37%	2.59%	+78bps	+50bps
10Y	3.66%	2.97%	+69bps	+62bps
30Y	4.64%	3.99%	+65bps	+74bps



Recent MMD Movement





Recent Bond Ratings

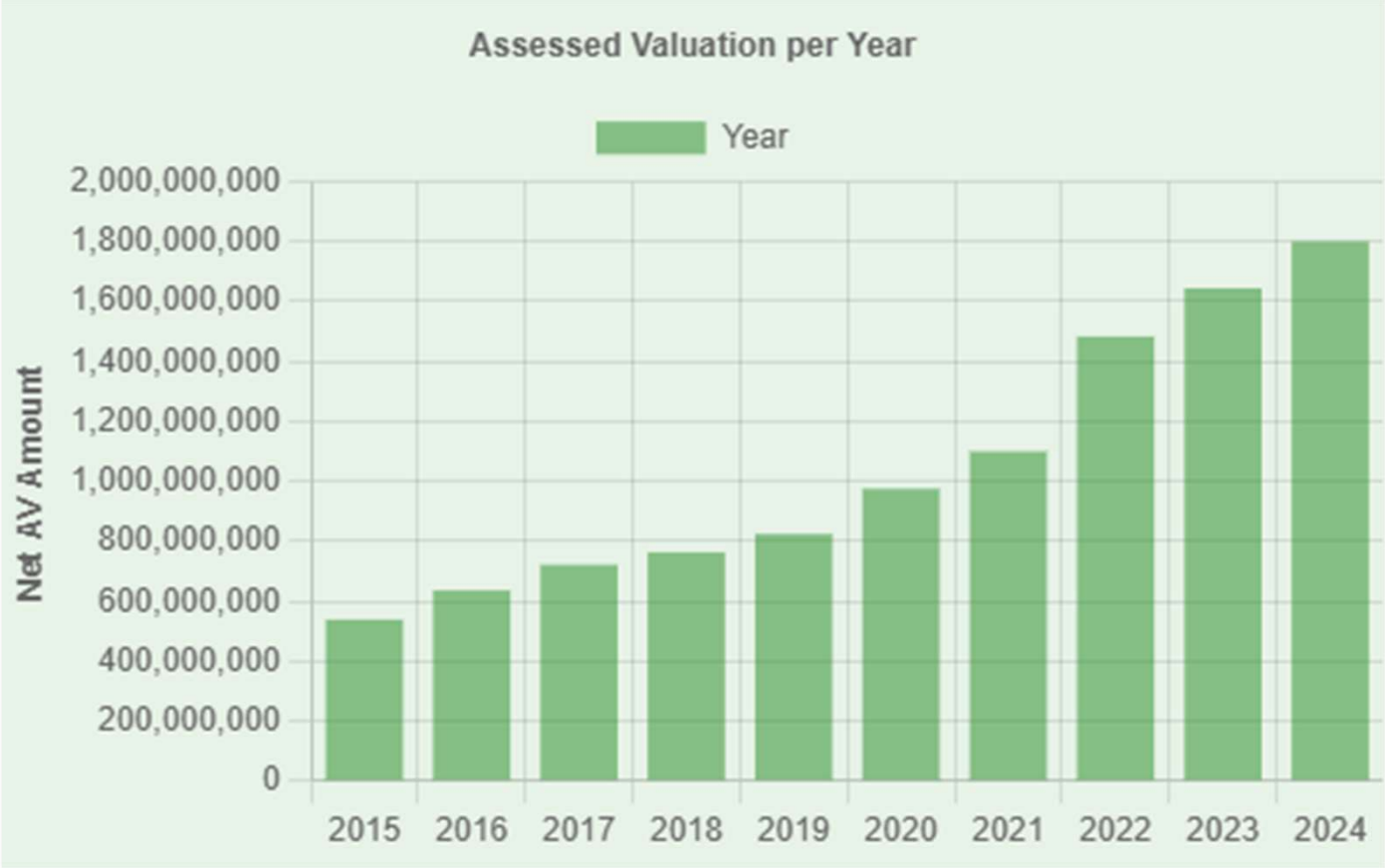
- AAA based on the Permanent School Fund Bond Guarantee Program (BGP)
- A+ underlying credit rating assigned by S&P Global Ratings
- S&P cites the following credit factors in their April 2024 letter:
 - Almost 27% assessed valuation growth annually over the last 5 years
 - Continued economic growth has resulted in sustained revenue growth
 - Very strong fund balance
 - As enrollment numbers continue to grow, debt burden will remain high



Review of Bond Election Parameters

- \$150,000,000 of facility and capital improvements
- No tax rate increase – maintains current I&S tax rate of \$0.50
- Bonds sold and amortized based on the following:
 - Amortized based on type of asset being built/acquired
 - Sold as assessed valuation growth supports additional bonded debt
 - Maintain I&S fund balance
 - Assumes factors such as a 98% tax collection rate & access to BGP

Taxable Value History



Tax Collection & Fund Balance History

Fiscal Year Ended	Total Tax Rate	Percent Collections ^(A)		Fund Balance
		<u>Current</u>	<u>Total</u>	
06/30/20	\$ 1.49840	94.56%	98.62%	\$ 376,239
06/30/21	1.40510	96.26%	100.94%	654,795
06/30/22	1.40552	95.71%	99.02%	265,164
06/30/23	1.38810	94.84%	97.28%	3,241,880
06/30/24	1.21220	<u>94.96%</u>	<u>99.43%</u>	4,754,790
		<u>95.27%</u>	<u>99.06%</u>	
06/30/25	\$ 1.25520	(In Process of Collection)		4,754,790

^(A) Excludes penalties and interest.

Source: District's Audited Financial Statements and Montgomery Central Appraisal District. Certified values are subject to change throughout the year as contested values are resolved and the Montgomery Central Appraisal District update records.

Tax Rate Breakdown

	<u>2024/25</u>	<u>2023/24</u>	<u>2022/23</u>	<u>2021/22</u>	<u>2020/21</u>	<u>2019/20</u>
Local Maintenance	\$0.75520	\$0.75700	\$0.94290	\$0.96030	\$0.97510	\$1.06840 ^(A)
Interest and Sinking	<u>0.50000</u>	<u>0.45520</u>	<u>0.44520</u>	<u>0.44522</u>	<u>0.43000</u>	<u>0.43000</u>
Total	<u>\$1.25520</u>	<u>\$1.21220</u>	<u>\$1.38810</u>	<u>\$1.40552</u>	<u>\$1.40510</u>	<u>\$1.49840</u>

^(A) Beginning in year 2019/20, the District's maintenance and operations tax rate became subject to compression pursuant to House Bill 3 that was enacted during the 2019 legislative session.

Source: District's Audited Financial Statements and District records.

Yearly Summary

Year	Total
Prior	\$1,900,000
2025	\$1,845,000
2026	\$20,840,000
2028	\$825,000
2029	\$7,340,000
2033	\$140,575,000
Total	\$173,325,000

Callable Bonds by Year



Bond Program Analysis

- Preliminary taxable values show nearly a 16% increase YoY
- Sine die is June 2nd and certain bills may impact the bond program
 - SB 4 related to the additional state aid after homestead exemption
 - SB 4 & 23 related to the State homestead exemption and frozen levies for 65+ homesteads
 - HB 19 provisions could be inserted to other bills (i.e. a 20% cap on future issuances)