

ATTACHMENT NO. X-D

ATTACHMENT NO. X-D:                      Bond Restructuring Discussion

Suggested Motion:                              Hear the Information

Recommended Action:                              Board Discussion

Mr. Andy Arndt from Baird Financial will be present to provide additional detail and to answer any questions.

The Board to discuss and provide direction if they wish to move forward with restructuring the larger bond. The resolution could be approved at the next Regular Board meeting. Mr. Arndt has confirmed we will still have the opportunity for savings by blending the fees for both bonds.

**Outstanding Bonded Debt (Principal and Interest)**

Levy Year	Payment Date - January 1	Debt Service Outstanding Series 2003 Bonds (1)	Debt Service Outstanding Series 2006 Bonds (2)	Debt Service Outstanding Series 2007A Bonds (3)	Debt Service Outstanding Series 2008B Bonds (4)	Total Debt Service on Outstanding Bonds (5)	Planned Abatements Using CDB Money	Planned Future Net Levies After Abatements	Debt Service Outstanding Series 2008A Bonds (6)
2015	2017	\$ 2,060,000	\$ 810,000	\$ ---	\$ ---	\$ 2,870,000	(\$ 500,000)	\$ 2,370,000	\$ 115,425
2016	2018	2,155,000	1,075,000	---	---	3,230,000	(600,000)	2,630,000	113,225
2017	2019	2,250,000	1,210,000	---	---	3,460,000	(700,000)	2,760,000	116,025
2018	2020	2,350,000	1,365,000	---	---	3,715,000	(900,000)	2,815,000	116,975
2019	2021	2,460,000	1,525,000	---	---	3,985,000	(1,100,000)	2,885,000	117,588
2020	2022	2,570,000	1,700,000	---	---	4,270,000	(1,400,000)	2,870,000	117,863
2021	2023	2,685,000	2,955,000	---	---	5,640,000	(2,400,000)	3,240,000	117,800
2022	2024	---	6,050,000	---	---	6,050,000	(2,450,000)	3,600,000	117,400
2023	2025	---	---	3,640,000	2,970,000	6,610,000	(2,892,473)	3,717,527	116,663
2024	2026	---	---	---	455,000	455,000	(328,577)	126,423	115,588
2025	2027	---	---	---	---	---	---	---	114,175
2026	2028	---	---	---	---	---	---	---	117,425
<b>TOTAL</b>		<b>\$16,530,000</b>	<b>\$16,690,000</b>	<b>\$3,640,000</b>	<b>\$3,425,000</b>	<b>\$40,285,000</b>	<b>(\$13,271,050)</b>	<b>\$27,013,950</b>	<b>\$1,396,150</b>

- (1) Capital Appreciation School Bonds, Series 2003, dated January 7, 2003
- (2) General Obligation Capital Appreciation School Building Bonds, Series 2006, dated December 29, 2006
- (3) General Obligation Capital Appreciation School Building Bonds, Series 2007A, dated February 1, 2007
- (4) General Obligation Capital Appreciation School Building Bonds, Series 2008B, dated September 25, 2008
- (5) Excludes the Series 2008A Bonds which are not subject to any statutory debt limitation and which are currently being paid from a source other than the dedicated bond and interest levy
- (6) Alternate Revenue Source Bonds, which are not subject to statutory debt limitation and which are currently being paid from a source other than the dedicated bond and interest levy

***Hypothetical Restructuring and Resulting Bond Structure (1)(2)***

Levy Year	Payment Date - January 1	Existing B&I Payments	Less: Planned Abatements	Existing B&I Levies	Less: Bonds Refunded	Plus: New Issue	Hypothetical New Structure (3)
2015	2017	\$ 2,870,000	(\$ 500,000)	\$ 2,370,000	(\$ 35,000)	\$ 28,437	\$2,365,178
2016	2018	3,230,000	(600,000)	2,630,000	(180,000)	134,700	2,557,950
2017	2019	3,460,000	(700,000)	2,760,000	(310,000)	134,700	2,557,950
2018	2020	3,715,000	(900,000)	2,815,000	(365,000)	134,700	2,557,950
2019	2021	3,985,000	(1,100,000)	2,885,000	(435,000)	134,700	2,557,950
2020	2022	4,270,000	(1,400,000)	2,870,000	(420,000)	134,700	2,557,950
2021	2023	5,640,000	(2,400,000)	3,240,000	(790,000)	134,700	2,557,950
2022	2024	6,050,000	(2,450,000)	3,600,000	(1,150,000)	134,700	2,557,950
2023	2025	6,610,000	(2,892,473)	3,717,527	(1,265,000)	134,700	2,560,477
2024	2026	455,000	(328,577)	126,423		2,459,700	2,554,373
2025	2027					2,229,950	2,554,400
2026	2028						
2027	2029						
2028	2030						
2029	2031						
2030	2032						
2031	2033						
2032	2034						
2033	2035						
2034	2036						
<b>TOTAL</b>		<b>\$40,285,000</b>	<b>(\$13,271,050)</b>	<b>\$27,013,950</b>	<b>(\$4,950,000)</b>	<b>\$5,795,687</b>	<b>\$27,940,078</b>

Goals Achieved:

- Ascending Bond & Interest Levies are Flattened
- Debt is extended by 1 year
- Due to low interest rates, cost would be approx. \$900,000 over the next 12 years
- Debt is fully repaid in 2027

- (1) The District's authority to issue refunding bonds at any time
- (2) This information is based upon market conditions as of August 17, 2016 and is subject to change – also, as of this date, the District could generate approximately \$4,000,000 of Working Cash proceeds to be used for capital projects
- (3) These levies could potentially be lowered; the result would be further extending the debt