Proposed 2019 Bond Referendum and Future Bonding Capacity

Bryan Independent School District

February 14, 2019

BRYAN
INDEPENDENT
SCHOOL DISTRICT
www.bryanisd.org

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Bonding Overview

Proposed Bonds Structured for No Tax Rate Increase

- Bryan Independent School District (the “District”) is considering holding a bond election in May 2019 in the amount of $12,000,000.

- The proposed bond issuance would be structured to amortize over a 10 year period and would not require a tax rate increase.

- Assuming the $12 million bond referendum in May is successful, the District would have additional bonding capacity of $125 million without a tax rate increase.

- The capacity analysis assumes the bonds would be issued in roughly equal portions during calendar years 2020 and 2021.

Bonding Capacity Model Assumptions

Overview

- Bond issuances:
  - Series 2019 Issuance of $12,000,000 to be amortized over a 10 year period
  - Series 2020 Issuance of $60,000,000 to be amortized over a 25 year period
  - Series 2021 Issuance of $65,000,000 to be amortized over a 25 year period
  - Note: A small portion of the proposed issuances may be issued as a variable rate bond, callable at any time, to assist in managing the I&S Tax Rate.

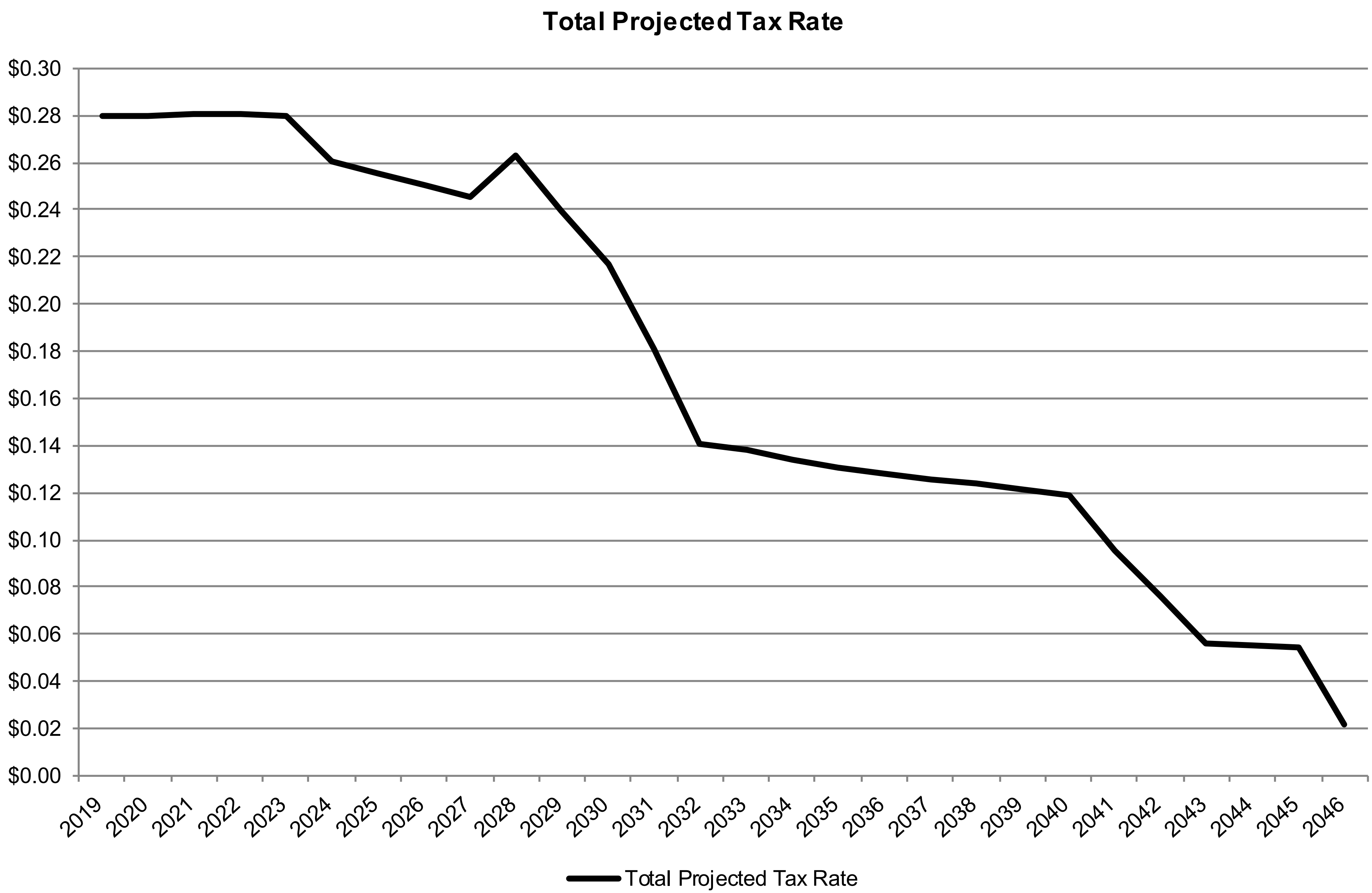
- Interest Rates:
  - Current market interest rates plus 100 basis points

- Assessed Value Growth
  - 4% growth in FY 2020 & FY 2021
  - 3% growth in FY 2022 & FY 2023
  - 2% growth thereafter

- Includes bond prepayment of the Series 2008 Bonds in the amount of $1.1 million scheduled for February 15, 2019.

Projected I&S Tax Rate

Assumes 4.00% Growth FY2020 & FY2021 and 3.00% Growth FY2022 & FY2023; 2.00% thereafter



Specialized Public Finance Inc.
Financial Advisory Services

Projected Annual Debt Service
Current interest rates +100 basis points

May 2019 Bond Election Timeline

February						
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		

March						
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						

April						
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				

May						
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	

Friday, February 15, 2019	Last day for governing body to adopt the Order calling the Bond Election.
Thursday, April 4, 2019	Last day for eligible voters who are not yet registered to submit their applications for registration.
Monday, April 15, 2019	Last day to post election order, Notice of Election and contents of proposition on the issuer's website, if website is maintained.
Monday, April 22, 2019	First day for Early Voting.
Tuesday, April 30, 2019	Last day for Early Voting.
Saturday, May 4, 2019	Election Day.