



Serving

BOND REFUNDING BRIEFING

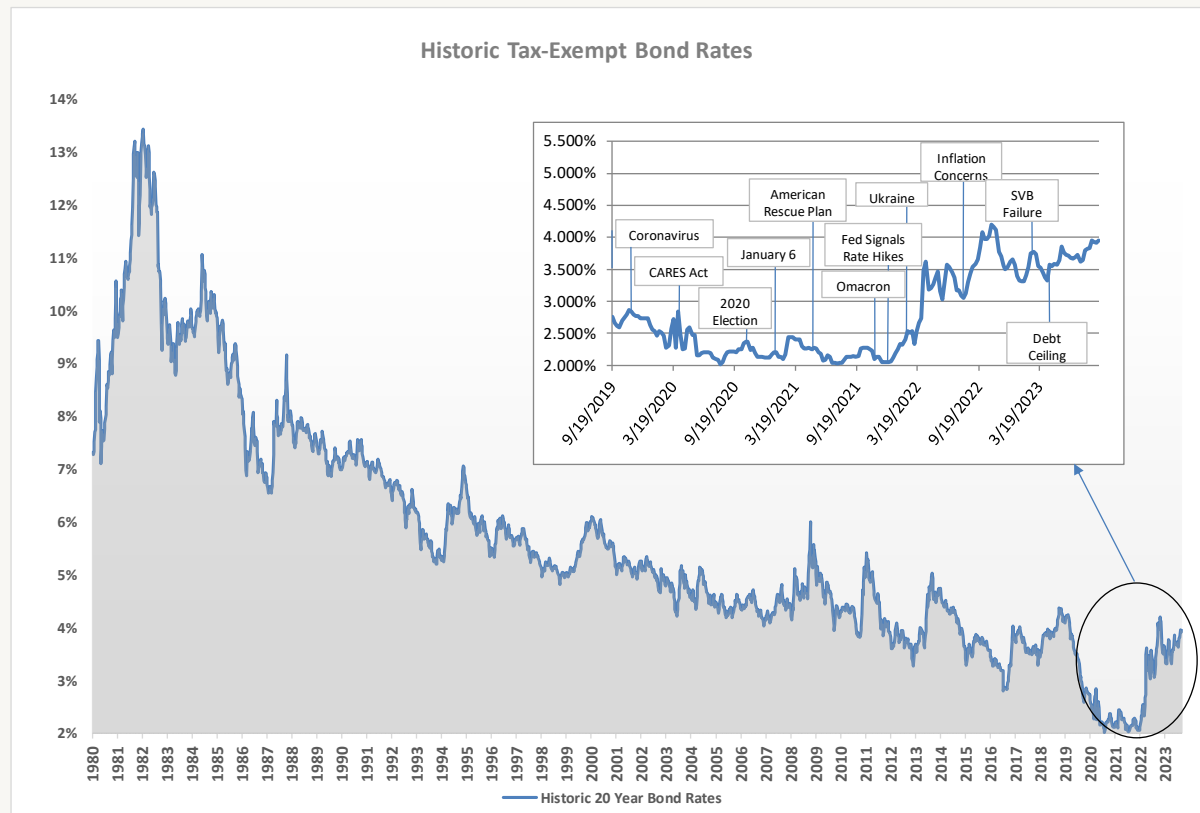
SEPTEMBER 28, 2023

Discussion Topics

- I. Bond Market Update
- II. Bond Refunding Goals
- III. Preliminary Refunding Results
- IV. Key Decision Points and Next Steps

I Bond Market Update

1. While there continues to be upward pressure on interest rates, municipal bond interest rates remain low relative to long-term history.
2. This is still a good time to refinance eligible bonds to provide savings to District taxpayers.
3. Volatility warrants prudent planning.



II Refunding Goals

- Evaluate and potentially refund the District's 2013 UTGO Bonds, if a refunding would result in significant interest savings for taxpayers
 - Tax-exempt bonds – this is the first opportunity to refund this issue using tax-exempt bonds under current Federal tax laws
 - Minimum present value savings of 3.00% of the bonds being refunded (\$644,000 net of all costs)
- Target savings to meet District goals
 - Minimize savings in 2023 and 2024 to manage Debt Service Fund Balance
- Update that credit rating from Moody's Investors Service
 - Current rating "A1"
- Participate in the Washington State School District Credit Enhancement Program ("State Guarantee Program")
 - Current rating "Aaa"

III Preliminary Refunding Results

Refunding Bond Candidates

Bonds Issued:	2013
Principal Amount of Refunding Candidates:	\$21,465,000
Callable Maturities:	2024-2038
Average Coupon:	4.91%
Call Date:	6/1/2022



Projected Refunding Results

Date of Analysis	9/18/23
Dated Date of Refunding	11/14/23
Interest Rates	Current
Maturities Included	All
Principal Amount of New Bonds	\$19,850,000
Final Maturity	12/1/2038
True Interest Cost	4.00%
Total Savings – Net of costs	\$1,974,000
Present Value of Savings as % of Old Bonds	6.80%



IV Key Decision Points and Next Steps

AUGUST						
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		

SEPTEMBER						
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

OCTOBER						
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				

NOVEMBER						
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		

Board Meeting
 Board Study Session
 Holiday
 Bond Sale

Date	Event	Responsibility
September	Finalize bond sale goals	District, FA, UW
September - October	Develop legal and other documents	District, BC, UW, FA
September 28	Conference call with rating agency Brief Board on refunding plan Board consideration of Bond Resolution	District, FA, UW District, FA District Board
October 24	Financing Team commences bond sale if refunding goals may be met Update Board on results	District, FA, UW, BC District, FA
November 13	Bond closing	BC, UW

Contact Information:



Mark Prussing, CPA | Executive Director
2500 NE 65 Avenue, Vancouver, WA 98661
Direct Line (360) 713-3355 | Administration (360) 750-7500
mark.prussing@esd112.org