



Serving

BOND REFUNDING RESULTS

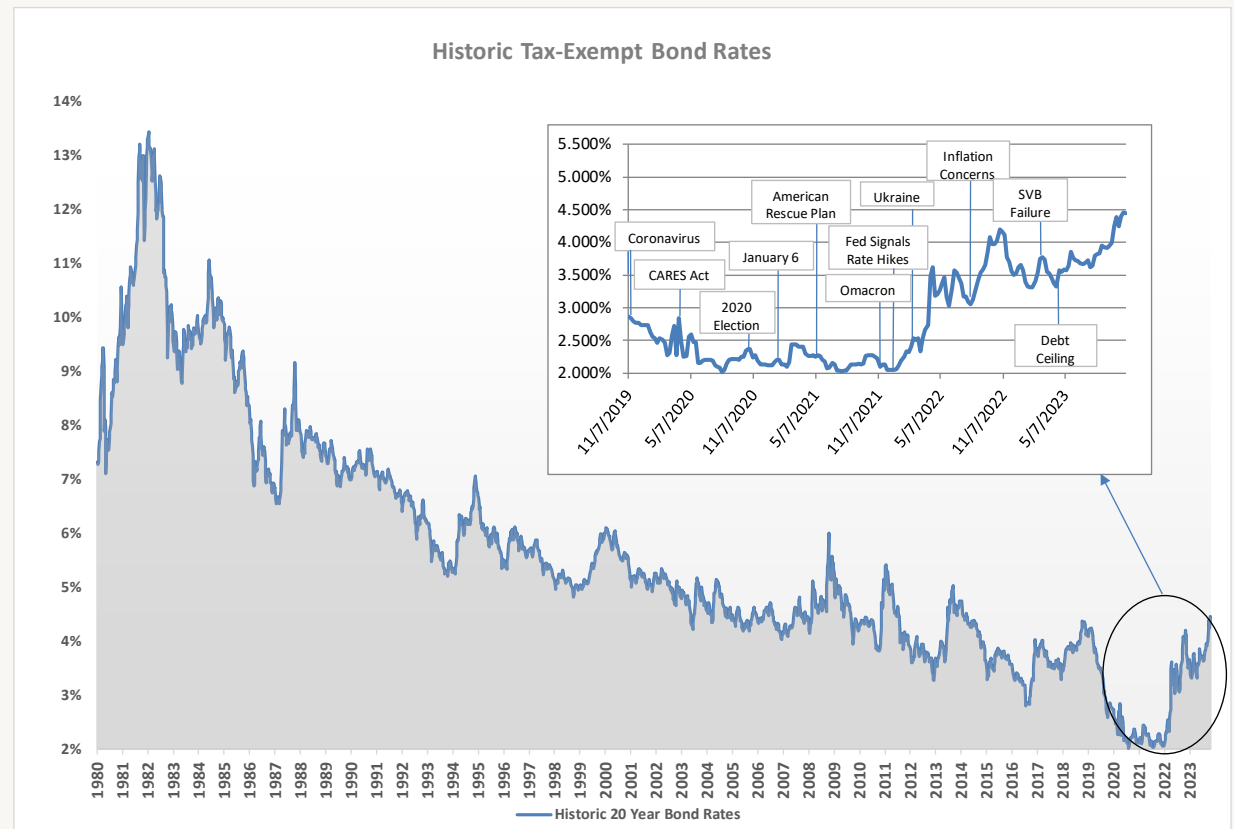
NOVEMBER 3, 2023

DISCUSSION TOPICS

- I. Bond Market Update
- II. Bond Refunding Goals
- III. Refunding Results
- IV. Next Steps

I BOND MARKET UPDATE

1. Interest rates have risen significantly in the last month as inflation concerns persist.
2. On the day originally set for the sale, the projected savings were not sufficient to meet the minimum savings target.
3. The Federal Reserve Board decision to pause rate hikes for November, combined with a lower-than-expected jobs report led to a market rally on Friday, lowering borrowing rates
4. The finance team moved quickly to take advantage of the dip in rates to lock in savings.



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 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

Refunding Results

Date of Analysis	11/3/23
Dated Date of Refunding	11/16/23
Interest Rates	Actual
Maturities Included	All
Principal Amount of New Bonds	\$19,850,000
Final Maturity	12/1/2038
True Interest Cost	4.22%
Total Savings – Net of costs	\$1,503,899.62
Present Value of Savings as % of Old Bonds	5.04%

IV 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 November 3	Financing Team commences bond sale if refunding goals may be met Update Board on results	District, FA, UW, BC District, FA
November 16	Bond closing	BC, UW

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