



Funding Mechanisms

What do we already have?

- \$2.3M from the last bond issuance that was earmarked for Health Life Safety projects could be available for Future Ready Projects

Current Debt Service

- \$16.07M that will be paid in full in FY 2022

Projected Gross Debt Capacity (FY19)

- \$96.9M (6.9% x EAV)

Funding Options

- Referendum to acquire bonds (requires >50% voter approval)
 - Nov 6, 2018 (Board resolution by August 20)
 - April 2, 2019 (Board resolution by January 14)
- Lease Certificates
 - Funded out of operating funds over life of the certificate
- Alternate Revenue Bonds
 - Funded out of operating funds over life of the bonds (not considered in debt capacity)



Funding Mechanisms

If there is a referendum, how much can be borrowed without increasing the FY18 debt payment, causing minimal impact on the bond and interest tax levy?

- November 2018
 - Issue bonds at once to borrow up to \$62.7 M (annual debt service maintained at \$5.16 M)
 - Issue bonds over 3 years to borrow up to \$70 M (annual debt service maintained at \$5.16 M)
- April 2019
 - Issue bonds at once to borrow up to \$56.7 M (annual debt service maintained at \$4.52 M)
 - Issue bonds over 3 years to borrow up to \$70 M (annual debt service maintained at \$5.16 M)

All options above allow for borrowing proceeds within our existing payment levels based on expected interest rates and recent bond sales