

**BACKGROUND, Thursday, October 27, 2016  
4:30 p.m. Special School Board Meeting  
Williams Administrative Building, Board Room**

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**ITEM 2 – Presentation by Toby Morris, Dougherty & Company, LLC**

**Background:** Toby Morris from Dougherty & Company, LLC will present information on the issuance of 2016 and 2017 capital outlay certificates. He will also explain the resolutions that were passed at the October 11<sup>th</sup> board meeting.

**ITEM 3 – Authorize Sale of 2016 Capital Outlay Certificates**

**Background:** Mr. Morris has had the opportunity to review the sale of bonds and he believes that it is in our best interest to sell the bonds ASAP. The True Interest Cost for fixed interest for 20 years is 2.49%. They are callable in eight years.

Interest only in 2017 to accommodate cash flow. First principle payment is August 2018 which will fall into FY 2019 budget.

There are some premium bonds but the premium is netted back to the District so after costs of issuance you will net out \$9.995M. In order to have cash flow for construction Mr. Morris feels this is the best route to net out as much as possible without having an impact on rates.