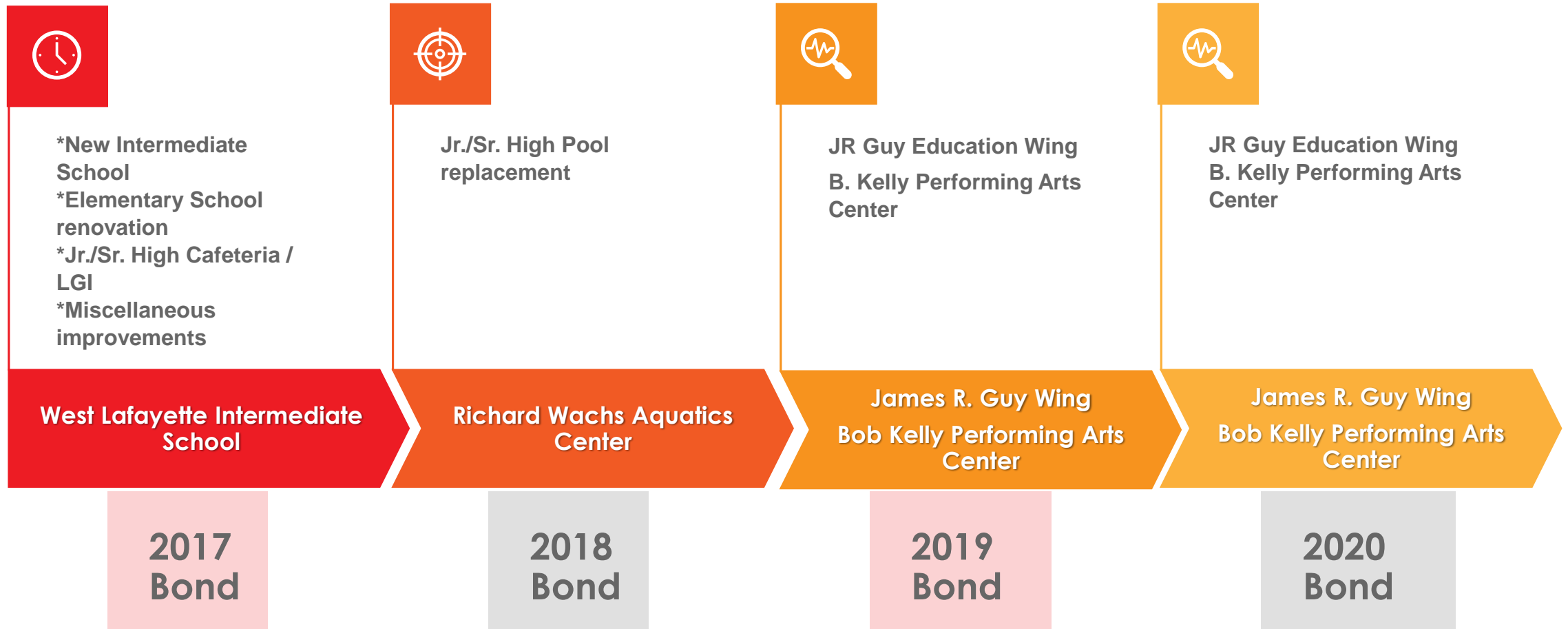


Summary of Construction Projects and Bonds

October 4, 2021



Summary of Construction Projects and Bonds

<u>Source of Funds</u>	<u>2017 Bond</u>	<u>2018 Bond</u>	<u>2019 Bond</u>	<u>2020 Bond</u>	<u>Total</u>
Bond Issues	46,495,000	15,000,000	14,955,000	7,450,000	83,900,000
Bond Premiums	8,115,029	2,384,505	621,911	178,074	11,299,519
Underwriters Disc.	(102,289)	(39,062)	(71,206)	-	(212,557)
Earned interest	982,467	419,921	205,254	20,995	1,628,637
Total Source	<u>55,490,207</u>	<u>17,765,364</u>	<u>15,710,959</u>	<u>7,649,069</u>	<u>96,615,599</u>
Use of Funds(through August 31)	<u>51,838,133</u>	<u>16,494,701</u>	<u>15,710,904</u>	<u>1,760,413</u>	<u>85,804,151</u>
Invoices and pay applications yet to process (projected)	124,496	130,198		3,969,119	4,223,813
Total use of Funds(projected)	<u>51,962,629</u>	<u>16,624,899</u>	<u>15,710,904</u>	<u>5,729,532</u>	<u>90,027,964</u>
Total Available Funds(projected)	3,527,578	1,140,465	55	1,919,537	6,587,635

WEST LAFAYETTE COMMUNITY SCHOOL CORPORATION

SUMMARY OF BOND SALES

	2017 Bonds	2018 Bonds	2019 Bonds	2020 Bonds
Borrowing Amount	\$46,495,000	\$15,000,000	\$14,955,000	\$7,450,000
Dated Date	July 11, 2017	June 26, 2018	July 16, 2019	May 28, 2020
Method of Sale	Negotiated Sale	Competitive Sale - 7 Bids Received	Competitive Sale - 5 Bids Received	Competitive Sale - 4 Bids Received
True Interest Cost (1)	3.064%	3.600%	2.895%	2.666%
Net Bond Premium Generated (2)	\$8,012,740	\$2,345,443	\$550,705	\$178,074
Call Date	July 15, 2027	July 15, 2028	July 15, 2029	July 15, 2030

(1) True Interest Cost captures the present value cost of a financing that factors the future debt payments, bond premium and the underwriter's discount.

(2) Represents the original issue premium generated less the underwriter's discount.

2017 BOND

West Lafayette Intermediate School

Elementary School renovation

Junior/Senior High Cafeteria / LGI

Miscellaneous Improvements

		<u>2017 BOND</u>
<u>SOURCE OF FUNDS:</u>		
Bond Issues		46,495,000
Bond Premiums		8,115,029
Underwriters Discount		(102,289)
Earned Interest/Dividends		982,467
Fund Transfers		0
TOTAL SOURCE OF FUNDS		55,490,208
<u>USE OF FUNDS:</u>		
Bond Issuance Expense		75,016
Bond Interest Expense		1,858,487
Professional Fees		384,938
Financial Advisor/Trustee Fees	77,629	
Legal	252,309	
Consulting	55,000	
Construction Costs		49,219,692
Architect - Master Plan	263,750	
HS Chiller	1,070,459	
HS Orchestra Pit Lift	257,663	
HS Athletic Building	6,760	
JrSrHS Renovation	139,613	
JrSr HS Pool Addition	711,386	
JrSr HS Café Renovation	3,773,105	
JrSrHS JGEC		
B KELLY PAC		
Happy Hollow ES Renovation	189,250	
Cumberland ES Renovation	16,184,026	
WL Intermediate School	26,623,680	
TOTAL USE OF FUNDS		51,538,133
Subtotals		3,952,075
Debt Service Activity:		
Funds Transferred to WLCSC for Debt		(300,000)
INVOICES AND PAY APPLICATIONS REMAINING (Projected)		(124,496)
TOTAL FUNDS AVAILABLE		3,527,578

2018 BOND

Junior / Senior High Pool Replacement

		<u>2018 BOND</u>
<u>SOURCE OF FUNDS:</u>		
Bond Issues		15,000,000
Bond Premiums		2,384,505
Underwriters Discount		(39,062)
Earned Interest/Dividends		419,921
Fund Transfers		
TOTAL SOURCE OF FUNDS		17,765,364
<u>USE OF FUNDS:</u>		
Bond Issuance Expense		55,950
Bond Interest Expense		1,205,336
Professional Fees		274,372
Financial Advisor/Trustee Fees	116,911	
Legal	157,462	
Consulting		
Construction Costs		14,959,042
Architect - Master Plan	0	
HS Chiller	0	
HS Orchestra Pit Lift	0	
HS Athletic Building	0	
JrSrHS Renovation	467,902	
JrSr HS Pool Addition	14,399,675	
JrSr HS Café Renovation	0	
JrSrHS JGEC	0	
B KELLY PAC	0	
Happy Hollow ES Renovation	0	
Cumberland ES Renovation	91,466	
WL Intermediate School	0	
TOTAL USE OF FUNDS		16,494,701
Subtotals		1,270,663
Debt Service Activity:		
Funds Transferred to WLCSC for Debt		
INVOICES AND PAY APPLICATIONS REMAINING (Projected)		(130,198)
TOTAL FUNDS AVAILABLE		1,140,465

2019 BOND

James R. Guy Wing

Bob Kelly Performing Arts Center

		<u>2019 BOND</u>
<u>SOURCE OF FUNDS:</u>		
Bond Issues		14,955,000
Bond Premiums		621,911
Underwriters Discount		(71,206)
Earned Interest/Dividends		205,254
Fund Transfers		
TOTAL SOURCE OF FUNDS		15,710,959
<u>USE OF FUNDS:</u>		
Bond Issuance Expense		157,695
Bond Interest Expense		256,229
Professional Fees		71,600
Financial Advisor/Trustee Fees	15,810	
Legal	55,790	
Consulting		
Construction Costs		15,225,380
Architect - Master Plan	0	
HS Chiller	0	
HS Orchestra Pit Lift	0	
HS Athletic Building	0	
JrSrHS Renovation	575,085	
JrSr HS Pool Addition	261,517	
JrSr HS Café Renovation	0	
JrSrHS JGEC	9,826,036	
B KELLY PAC	4,560,291	
Happy Hollow ES Renovation	2,452	
Cumberland ES Renovation	0	
WL Intermediate School	0	
TOTAL USE OF FUNDS		15,710,904
Subtotals		55
Debt Service Activity:		
Funds Transferred to WLCSC for Debt		0
TOTAL FUNDS AVAILABLE		55

2020 BOND

James R. Guy Wing

Bob Kelly Performing Arts Center

		<u>2020 BOND</u>
<u>SOURCE OF FUNDS:</u>		
Bond Issues		7,450,000
Bond Premiums		178,074
Underwriters Discount		0
Earned Interest/Dividends		20,995
Fund Transfers		
TOTAL SOURCE OF FUNDS		7,649,068
<u>USE OF FUNDS:</u>		
Bond Issuance Expense		89,768
Bond Interest Expense		132,608
Professional Fees		78,138
Financial Advisor/Trustee Fees	5,277	
Legal	72,861	
Consulting		
Construction Costs		1,459,900
Architect - Master Plan	0	
HS Chiller	0	
HS Orchestra Pit Lift	0	
HS Athletic Building	0	
JrSrHS Renovation	23,213	
JrSr HS Pool Addition	74,605	
JrSr HS Café Renovation	0	
JrSrHS JGEC	222,879	
B KELLY PAC	1,139,203	
Happy Hollow ES Renovation	0	
Cumberland ES Renovation	0	
WL Intermediate School	0	
TOTAL USE OF FUNDS		1,760,413
Subtotals		5,888,655
Debt Service Activity:		
Funds Transferred to WLCSC for Debt		0
INVOICES AND PAY APPLICATIONS REMAINING (Projected)		(3,969,119)
TOTAL FUNDS AVAILABLE		1,919,537

Construction Project Summary

Construction Project Cost Estimates		<u>JrSr HS Pool Add'n/Renov</u>	<u>Jr/Sr HS JRGuy EW</u>	<u>B Kelly PAC</u>	<u>New Elementary WLIS</u>	<u>Cumberlan d Elementary</u>	<u>JrSr HS Café Renov.</u>	<u>Other Projects</u>	<u>TOTALS</u>
Hard Costs		14,412,488	11,424,633	8,010,812	23,695,000	14,266,449	3,323,183	1,218,953	76,351,518
Soft Costs/Contingency		978,977	875,065	362,405	3,720,500	1,142,000	224,892		7,303,839
		15,391,465	12,299,698	8,373,217	27,415,500	15,408,449	3,548,075	1,218,953	83,655,357
Payments to-date									
Architectural and Engineering Fees		703,977			1,520,500	625,449	108,892	1,096,313	4,055,131
Misc. Project Costs - Inspections/Surveys/testing, etc.		6,818	6,926		459,732	758,223	33,139	471,378	1,736,216
Furniture Fixtures & Equipment (FF&E)		416,013		49,672	1,269,083	218,969	149,678	24,000	2,127,416
State & Local Building Permit Fees					5,300	9,618	1,235		16,153
Construction Costs		14,320,375	10,041,989	5,649,822	23,369,065	14,663,233	3,480,160	1,404,455	72,929,098
Total - Payments to Date		15,447,183	10,048,915	5,699,494	26,623,680	16,275,492	3,773,105	2,996,146	80,864,014

Considerations for Use of Surplus Funds

Per statute, bond surplus funds must be used toward debt reduction unless there is a related construction need related to the original purpose stated in the 1028 hearing.

Options for use of surplus funds

- 1. Consider additional related improvements needed that qualify**
- 2. Provide additional revenue to the debt service fund for lease/rental payments**

Bond refunding considerations

- For municipal bonds, a 10 year call date is typical.
- Statute does not permit prepayment of principal before the call date
- A refunding process called Defeasance is possible before the call date if the rates provide adequate savings to warrant this process
- Refunding typically generates more savings closer to the call date of the bonds.

WEST LAFAYETTE COMMUNITY SCHOOL CORPORATION

COMPARISON OF REFUNDING SAVINGS

<u>Issuance Year</u>	<u>Average Annual Savings</u>			
	<u>2017 Bonds (1)</u>	<u>2018 Bonds (2)</u>	<u>2019 Bonds (3)</u>	<u>2020 Bonds (4)</u>
2022	\$56,161	\$14,419	(\$97,520)	(\$73,232)
2023	130,493	41,018	(78,009)	(64,640)
2024	213,511	72,608	(57,889)	(55,557)
2025	303,651	108,908	(32,826)	(46,247)
2026	404,490	149,472	(4,826)	(34,124)
2027	550,653	194,877	26,627	(20,620)
2028		263,705	63,226	(5,291)
2029			126,109	13,157
2030				47,309

(1) Estimated taxable rates for issuance in 2022-2026 range from 1.59%-1.89%. Estimated tax-exempt rate for issuance in 2027 is 1.31%.

(2) Estimated taxable rates for issuance in 2022-2027 range from 1.68%-2.08%. Estimated tax-exempt rate for issuance in 2028 is 1.38%.

(3) Estimated taxable rates for issuance in 2022-2028 range from 1.83%-2.34%. Estimated tax-exempt rate for issuance in 2029 is 1.51%.

(4) Estimated taxable rates for issuance in 2022-2029 range from 1.82%-2.42%. Estimated tax-exempt rate for issuance in 2030 is 1.48%.

Note: Assumes a closing date in April of each year.

WEST LAFAYETTE COMMUNITY SCHOOL CORPORATION

COMPARISON OF REFUNDING SAVINGS

<u>Issuance Year</u>	<u>Net Present Value Savings</u>			
	<u>2017 Bonds (1)</u>	<u>2018 Bonds (2)</u>	<u>2019 Bonds (3)</u>	<u>2020 Bonds (4)</u>
2022	1.74%	1.31%	-9.58%	-14.17%
2023	4.00%	3.60%	-7.42%	-12.05%
2024	6.48%	6.17%	-5.31%	-9.92%
2025	9.12%	8.88%	-2.92%	-7.86%
2026	12.03%	11.68%	-0.38%	-5.53%
2027	16.35%	14.64%	2.18%	-3.12%
2028		19.18%	4.94%	-0.77%
2029			9.45%	1.88%
2030				6.35%

(1) Estimated taxable rates for issuance in 2022-2026 range from 1.59%-1.89%. Estimated tax-exempt rate for issuance in 2027 is 1.31%.

(2) Estimated taxable rates for issuance in 2022-2027 range from 1.68%-2.08%. Estimated tax-exempt rate for issuance in 2028 is 1.38%.

(3) Estimated taxable rates for issuance in 2022-2028 range from 1.83%-2.34%. Estimated tax-exempt rate for issuance in 2029 is 1.51%.

(4) Estimated taxable rates for issuance in 2022-2029 range from 1.82%-2.42%. Estimated tax-exempt rate for issuance in 2030 is 1.48%.

Note: Assumes a closing date in April of each year.

Summary

- There is projected to be surplus bond funds when the construction projects are completed
- Statute requires surplus bond funds to be used towards debt unless there are other related projects to be completed that are in line with the original 1028 hearings for the bonds.
- Refunding of the bonds may be possible in the future depending on interest rate savings with the Defeasance process.