

## **NOTICE OF ADOPTION OF PRELIMINARY DETERMINATION**

Notice is hereby given pursuant to Indiana Code § 6-1.1-20-3.1 that the Board of School Trustees (the "Board") of Tippecanoe School Corporation (the "School Corporation") did, on June 9, 2021, make a preliminary determination to issue bonds and enter into a lease (the "Lease") for the construction of a new Operations Center and related facility improvements including site work and the purchase of equipment and technology (the "Project"). The Lease will be for a maximum term of 22 years with a maximum annual Lease rental of \$2,000,000. The maximum annual Lease rental has been estimated based upon an estimated principal amount of bonds of \$10,250,000, estimated interest rates ranging from 1.00% to 5.00%, and total estimated interest costs of \$4,530,000.

As required by Indiana Code § 6-1.1-20-3.1(b)(1), the following information was available to the public at the public hearings on the preliminary determination: (i) the School Corporation's current and projected annual debt service payments divided by the net assessed value of taxable property within the School Corporation, which is 0.48%; and (ii) the sum of the School Corporation's outstanding long term debt plus the outstanding long term debt of other taxing units that include any other territory of the School Corporation divided by the net assessed value of taxable property within the School Corporation, which is 4.99%.

The School Corporation's current debt service levy is \$19,226,172 and the current rate is \$0.4082. After the School Corporation enters into the proposed Lease and the bonds are issued, the debt service levy will increase by a maximum of \$2,000,000 and the debt service rate will increase by a maximum of \$0.0425. However, as existing obligations mature, the anticipated increase to the Debt Service Fund tax rate is expected to be \$0.00.

The estimated amount of the School Corporation's debt service levy and rate that will result during the following 10 years if the School Corporation enters into the lease and issues the

bonds, after considering any changes that will occur to the debt service levy and rate during that period on account of any outstanding bonds or lease obligations that will mature or terminate during that period:

<u>Year</u>	<u>Estimated Total Debt Service Levy</u>	<u>Estimated Total Debt Service Rate</u>
2021	\$19,226,172	0.4082
2022	19,607,354	0.4081
2023	17,405,944	0.3552
2024	15,316,375	0.3064
2025	10,642,245	0.2087
2026	9,853,568	0.1895
2027	9,202,911	0.1735
2028	9,222,932	0.1739
2029	9,224,744	0.1739
2030	9,225,646	0.1739
2031	9,228,794	0.1740

The Project involves the opening of new square footage space; however, the new facility space will be more efficient than the facility space which is being replaced. Therefore, the School Corporation expects to not annually incur a significant increase to operate such new square footage. The purpose of the Lease and the bonds is to provide for the Project.

Any owners of real property within the School Corporation or registered voters residing within the School Corporation who want to initiate a petition and remonstrance process against the proposed Lease payments or the issuance of the bonds must file a petition that complies with Indiana Code § 6-1.1-20-3.1 subdivisions (4) and (5) not later than 30 days after the first publication of this notice.

Dated June 17, 2021.

/s/ Board of School Trustees  
*Tippecanoe School Corporation*