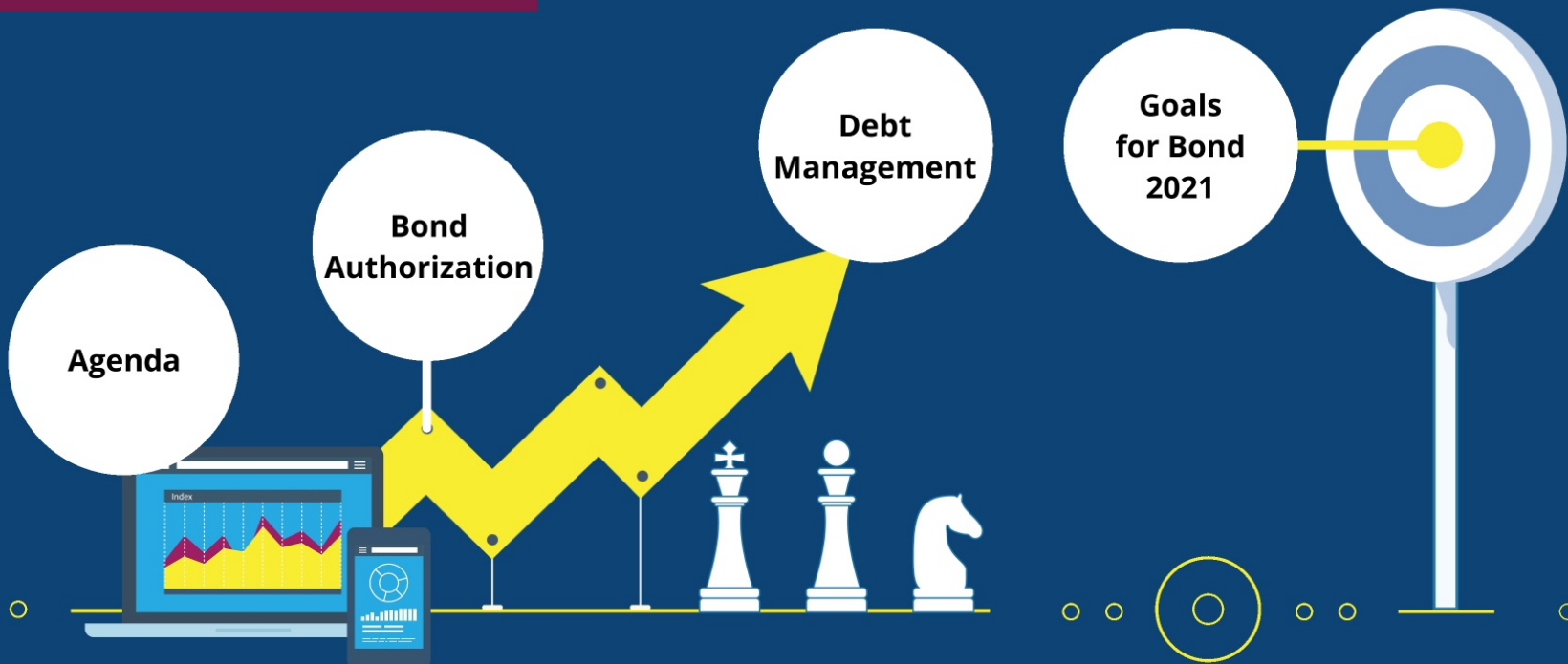


2021

Bond - Debt

Zack Boles,
Assistant Superintendent of
Finance



Agenda

- Bond Authorization & Issuance
 - Project Timeline - Cash Flows
- Debt Management
 - Tax Rate Control

Bond Authorization

Voter approval is an authorization for the District to issue bonds, but is not a requirement that all of the authorized amount be sold immediately.

**Project
Timelines**

**Cash Flow
Needs**

**Cy-Fair ISD
Example**

Project Timelines

- Timelines for completion of each project are developed based on input from architects and project managers
- Building timelines
 - Elementary/Intermediate - 14 months
 - Junior High - 26 months
 - High School - 32 months



Cash Flow Needs

- Develop of a cash flow schedule based on the project timelines.
 - Initial planning, permitting, and site development - \$\$
 - Building envelope - \$\$\$\$\$
- Driving factor for when to sell bonds



Cy-Fair ISD

- **\$1.7 Billion bond authorization passed in 2019**
 - **6 year Bond Program Schedule**
 - **\$300 million bond issuance each year**
 - **Maximum increase to I&S tax rate of \$0.03**

Debt Management

How do we issue a large amount of debt, while keeping the total tax rate flat?

**Financial
Advisor**

**Parameter
Sale**

**Debt
Structure**

Financial Advisor

Tomball ISD works directly with a financial advisor for the following:

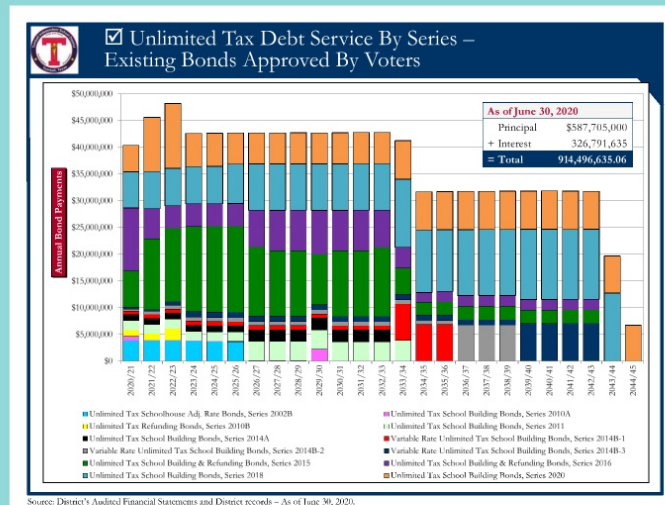
- Evaluation of Tax Rate impact
- Debt Structure - Average Maturities/ Call Dates
- Refunding Opportunities
- Underwriter Selection
- Rating Agencies

Parameter Order

A Parameter Order must be approved by the Board of Trustees, and authorizes the following:

- Issuance of Bonds - maximum amount
- Flexibility on Issuance Date - 180 days
 - Evaluation of market conditions for best pricing opportunity.

Debt Structure



Goals for Bond 2021

- Address the current and future needs of the District
 - Don't limit those needs to a dollar amount
- Keep the total tax rate flat

2021

Bond - Debt

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