



Contact:

Jeff Robert

717 N. Harwood St.

Suite 3400

Dallas, Texas 75201

214.953.8744

[jeff.robert@hilltopsecurities.com](mailto:jeff.robert@hilltopsecurities.com)



\$400,000,000 Series 2023 Bond Parameter Order

June 26, 2022

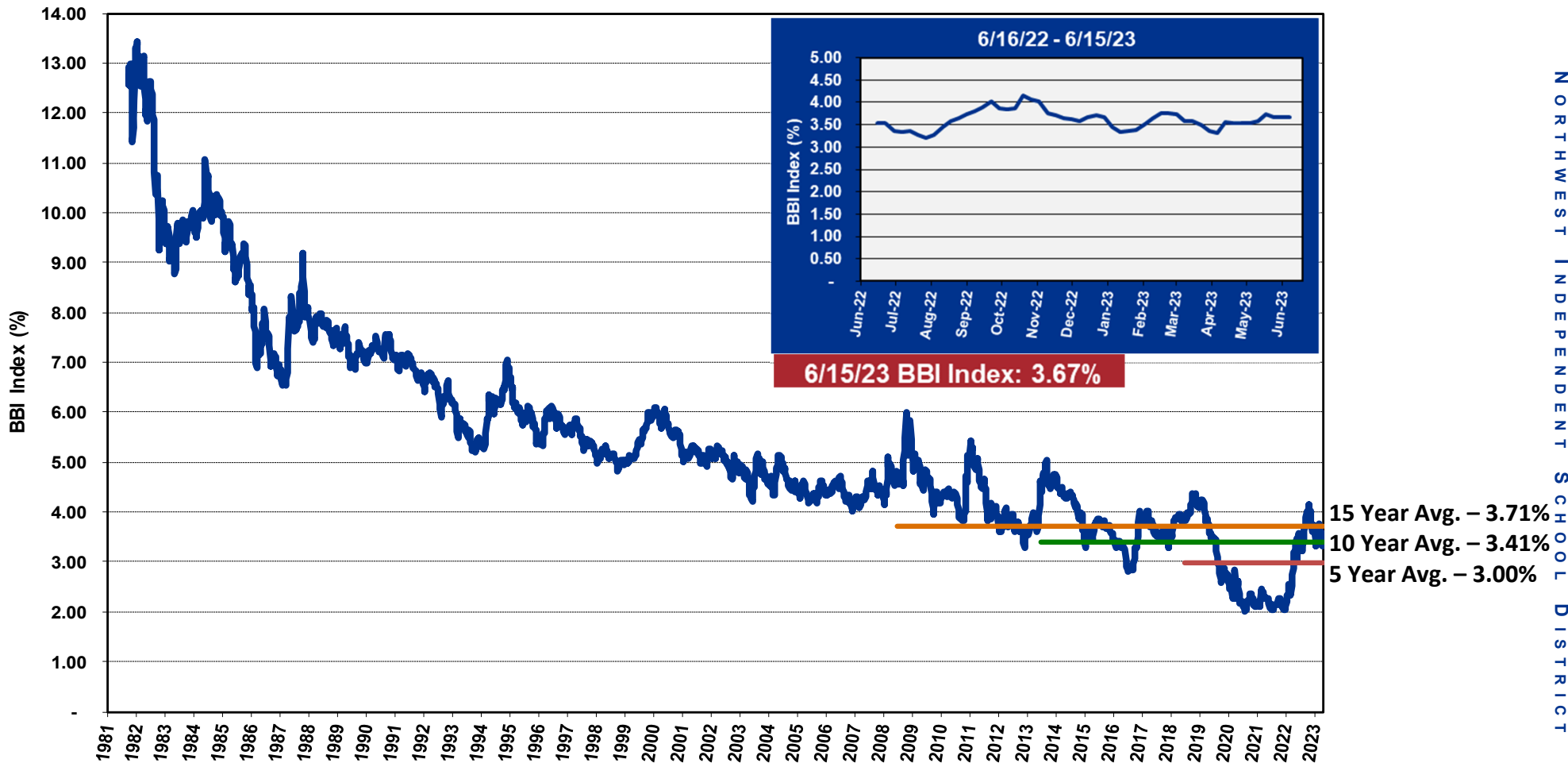
*Northwest Independent School District*

- Tax Exempt Interest Rates – 20 Yr Bond Buyer Index
- Bond Issuance Summary/Projections
- Parameter Order Info
- Proposed Parameters
- Projected Schedule of Events – Series 2023

# Tax Exempt Interest Rates – Bond Buyer 20 Yr GO Index



## Bond Buyer 20 Year GO Index September 1981 - June 15, 2023



NORTHWEST INDEPENDENT SCHOOL DISTRICT

Bond Buyer 20 Year GO Index is a weekly index estimating the composite yield on 20 general obligation bonds rated "A" or better.

*This graph depicts historical interest rates. Future interest rates are dependent upon many factors such as, but not limited to, interest rate trends, tax rates, the supply and demand of short term securities, changes in laws, rules and regulations, as well as changes in credit quality and rating agency considerations. The effect of changes in such factors individually or in any combination could materially affect the relationships and effective interest rates. These results should be viewed with these potential changes in mind as well as the understanding that there may be interruptions in the short term market or no market may exist at all.*

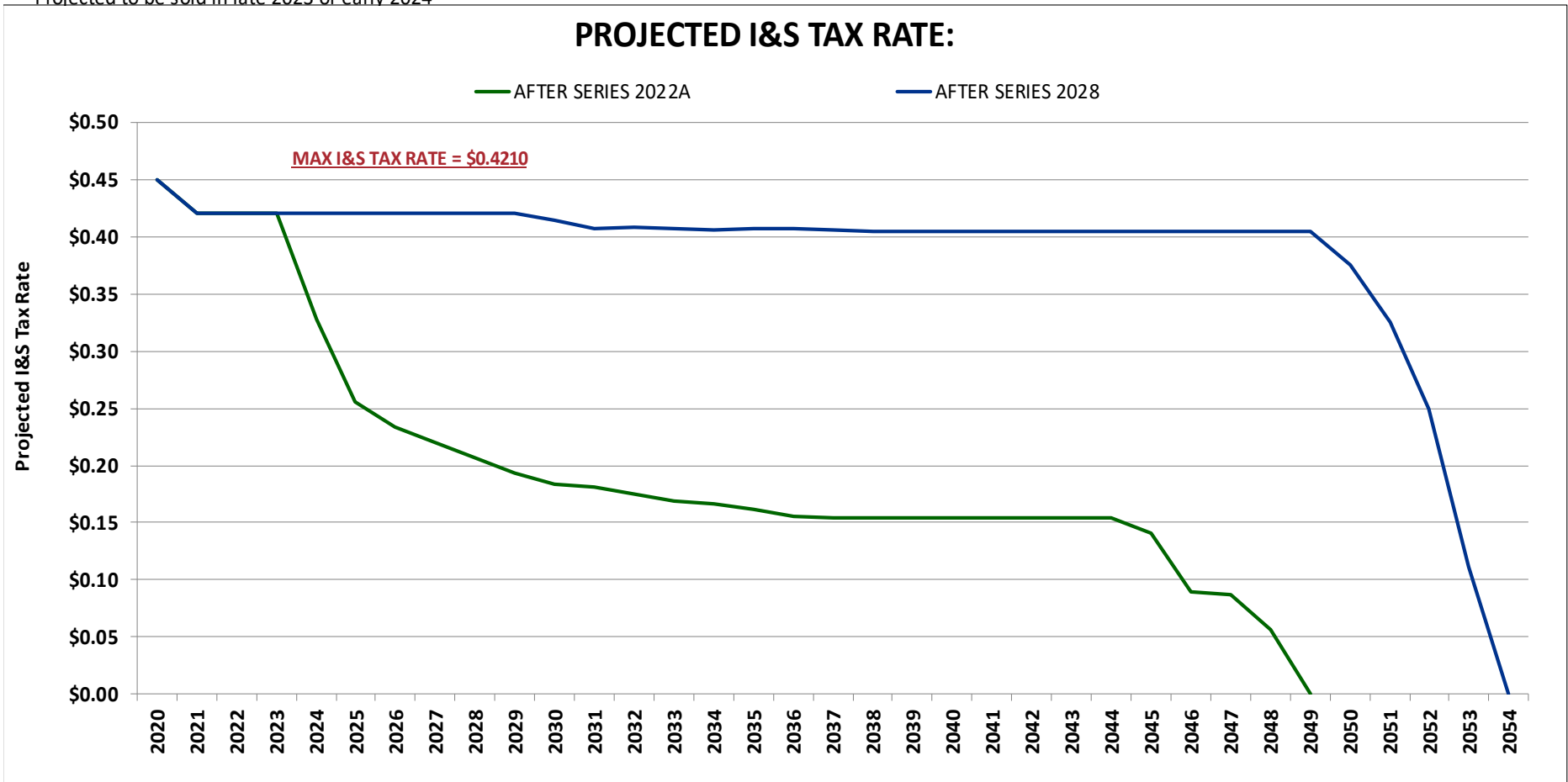
# Bond Issuance Summary/Projections



	1	2	3	4	5	6	7	8	9	10
	FINAL	FINAL	FINAL	PROJECTED	PROJECTED	PROJECTED	PROJECTED	PROJECTED	PROJECTED	PROJECTED
Authorization Series	Series 2021	Series 2022	Series 2022A	Series 2023	Series 2024	Series 2025	Series 2026	Series 2027	Series 2028	Series 2028
Amounts	25 Yr @ 2.367%	25 Yr @ 3.717%	25 Yr @ 4.727%	25 Yr @ 5.00%	25 Yr @ 5.00%	25 Yr @ 5.00%	25 Yr @ 5.00%	25 Yr @ 5.00%	25 Yr @ 5.00%	25 Yr @ 5.00%
<b>\$ 737,500,000</b>	\$200,000,000	\$200,000,000	\$150,000,000	\$187,500,000 *						
<b>\$ 1,995,500,000</b>				\$300,000,000	\$300,000,000	\$375,000,000	\$375,000,000	\$350,000,000	\$295,500,000	

\* - Projected to be sold in late 2023 or early 2024

## PROJECTED I&S TAX RATE:



NORTHWEST INDEPENDENT SCHOOL DISTRICT

# Parameter Bond Order



- Allowed Under Section 1371 Texas Government Code
- Board delegates final pricing authority to Board selected Pricing Officers – *District Administration Officials*
- Board establishes and approves bond sale parameters within Parameter Order:
  - Maximum Interest Rate – *True Interest Cost (TIC)*
  - Maximum Principal Amount of Issue – *Not-to-exceed amount*
  - Final Maturity Date
  - Expiration of Delegated Authority
- **Delegated Pricing Officers can only approve bond issue if Board parameters are met**

# Proposed Ser 2022A Parameters Included in Bond Order



- Delegated Pricing Officers: **Superintendent &/or CFO**
- Maximum Principal Amount : **\$400,000,000**
- Maximum True Interest Cost: **5.50%**
- Final Maturity Date: **2/15/49**
- Delegation Expiration: **365 Days**

**Delegated Pricing Officers can only approve transaction if these parameters are met**

# Projected Schedule of Events – NISD Series 2023



## PARTICIPANTS:

- DS** = District Staff
- SB** = School Board
- FA** = Financial Advisor
- BC** = Bond Counsel
- RA** = Rating Agencies
- UC** = Underwriters' Counsel
- UW** = Underwriting Syndicate
- TEA** = Texas Education Agency

Jun-23						
S	M	T	W	T	F	S
				1	2	3
4	5	6	7	8	9	10
11	12	13	14	15	16	17
18	19	20	21	22	23	24
25	26	27	28	29	30	

Jul-23						
S	M	T	W	T	F	S
						1
2	3	4	5	6	7	8
9	10	11	12	13	14	15
16	17	18	19	20	21	22
23	24	25	26	27	28	29
30	31					

Aug-23						
S	M	T	W	T	F	S
		1	2	3	4	5
6	7	8	9	10	11	12
13	14	15	16	17	18	19
20	21	22	23	24	25	26
27	28	29	30	31		

Participants
FA
<b>SB, DS</b> , FA, BC
FA
<b>DS</b> , FA, RA
<b>DS</b> , FA, BC, UC, UW
TEA
RA
DS, FA
<b>DS</b> , FA, BC, UC, UW
FA
<b>DS</b> , FA, UW, UC
<b>DS</b> , BC, FA

Date	Event
22-Jun-23 Thursday	Permanent School Fund Guarantee ("PSF") application submitted
<b>26-Jun-23</b> Monday	<b>NISD School Board considers approval of \$400,000,000 Bond Parameter Order</b>
10-Jul-23 Monday	Draft Preliminary Official Statement ("POS") distributed to Financing Team for comments
WEEK OF 7/10 - 7/13	Rating Agency calls with Moody's and Fitch
17-Jul-23 Monday	Financial Advisor receives POS comments from Financing Team
24-Jul-23 Monday	District receives PSF Guarantee approval letter
25-Jul-23 Tuesday	District receives ratings from Rating Agencies
25-Jul-23 Tuesday	District receives Certified Taxable Values from Denton, Tarrant & Wise CCAD's
25-Jul-23 Tuesday	Diligence session/call between District Staff, Financial Advisor, Bond Counsel, Underwriters & Underwriter's Counsel to address comments and questions related to POS
27-Jul-23 Thursday	POS Posted on I-Deal
<b>2-Aug-23</b> Wednesday	<b><u>BOND PRICING</u>: NISD Series 2023 principal structure and interest rates finalized/fixe</b>
<b>29-Aug-23</b> Tuesday	<b><u>BOND CLOSING</u>: NISD Series 2023 receives AG Approval and funds are delivered</b>

\* - Preliminary, subject to change