



Issue Paper #16: Updated Bond Financing Scenarios (Revised January 31, 2017)

1. Background

Following Bond Advisory Committee Meeting #3, District staff worked with its bond advisor (Piper Jaffray) to update the bond financing scenario based on input received from the Committee. The attached tables reflect updated financing scenarios based on the following assumptions:

- Districtwide Assessed Value will increase by the following factors over the bond period:
 - Year 1 (2018/19) +4.2%
 - Year 2 (2019/20) +4.3%
 - Year 3 (2020/21) +4.4%
 - Year 4 (2021/22) +4.4%
 - Years 5 through 20 +3.5% annually

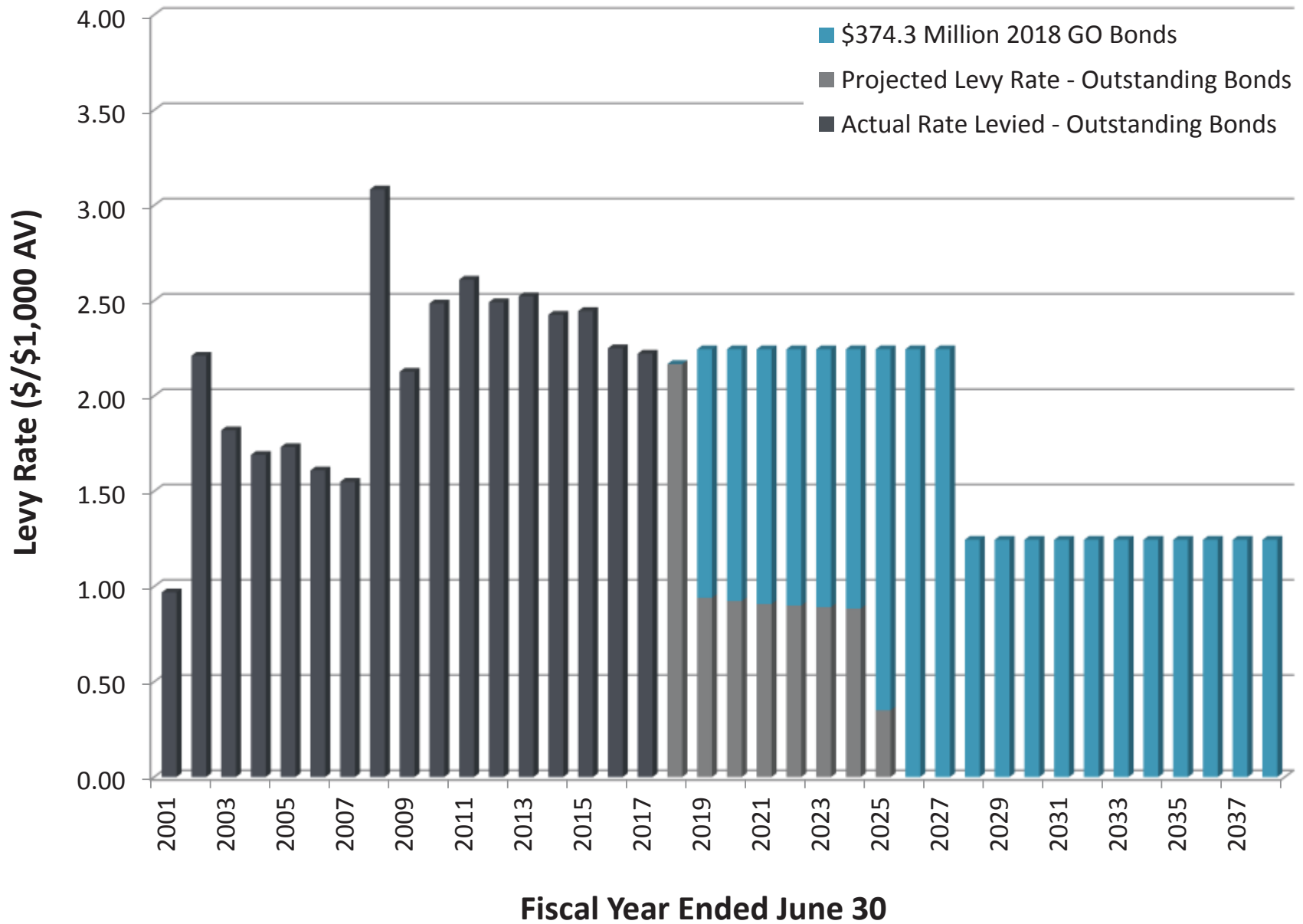
- Three bond rates were evaluated:
 - Bond Package A: \$2.24 / \$1000 AV (maintain current rate). Bond rate drops to \$1.24 / \$1000 AV in 2028
 - Bond Package B: \$2.24 / \$1000 AV (maintain current rate). Bond rate drops to \$1.41 / \$1000 AV in 2028
 - Bond Package C: \$2.50 / \$1000 AV. Bond rate drops to \$1.50 / \$1000 AV in 2028

- The initial bond rate was held constant for the first 9 years (as opposed to the first 7 years)

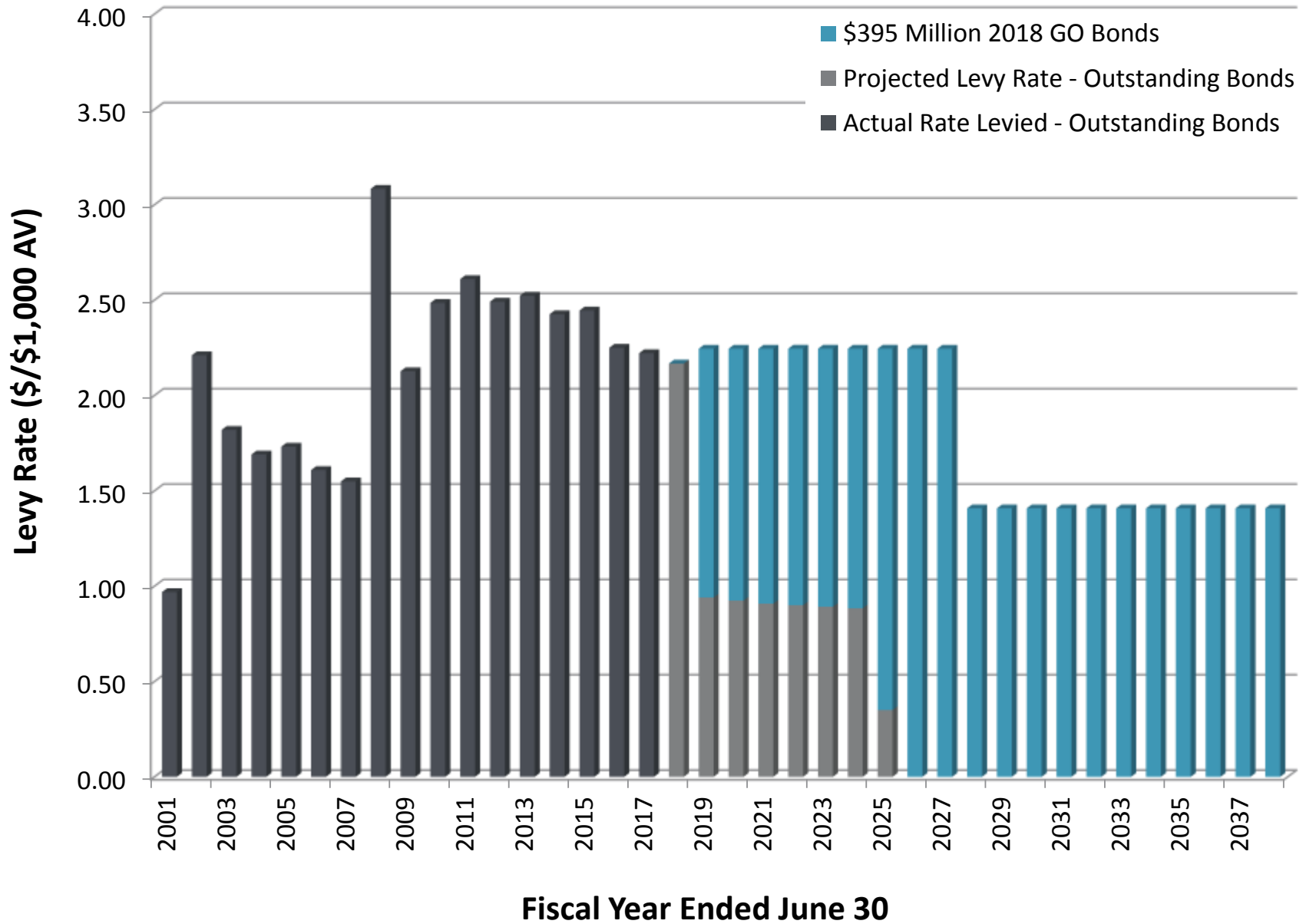
Results:

- 1) Bond Package A results in an overall bond program of \$374.4 million.
- 2) Bond Package B results in an overall bond program of \$395.0 million.
- 3) Bond Package C results in an overall bond program of \$442.6 million.

HILLSBORO SCHOOL DISTRICT NO. 1J
 General Obligation Bonds, Series 2018 – \$2.24 Levy Rate, 9-Year Step



HILLSBORO SCHOOL DISTRICT NO. 1J
 General Obligation Bonds, Series 2018 – \$2.24 Levy Rate, 9-Year Step



HILLSBORO SCHOOL DISTRICT NO. 1J
 General Obligation Bonds, Series 2018 – \$2.50 Levy Rate, 9-Year Step

