

Northwest



INDEPENDENT SCHOOL DISTRICT

\$400,000,000 Series 2024 Bond Parameter Order

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June 24, 2024





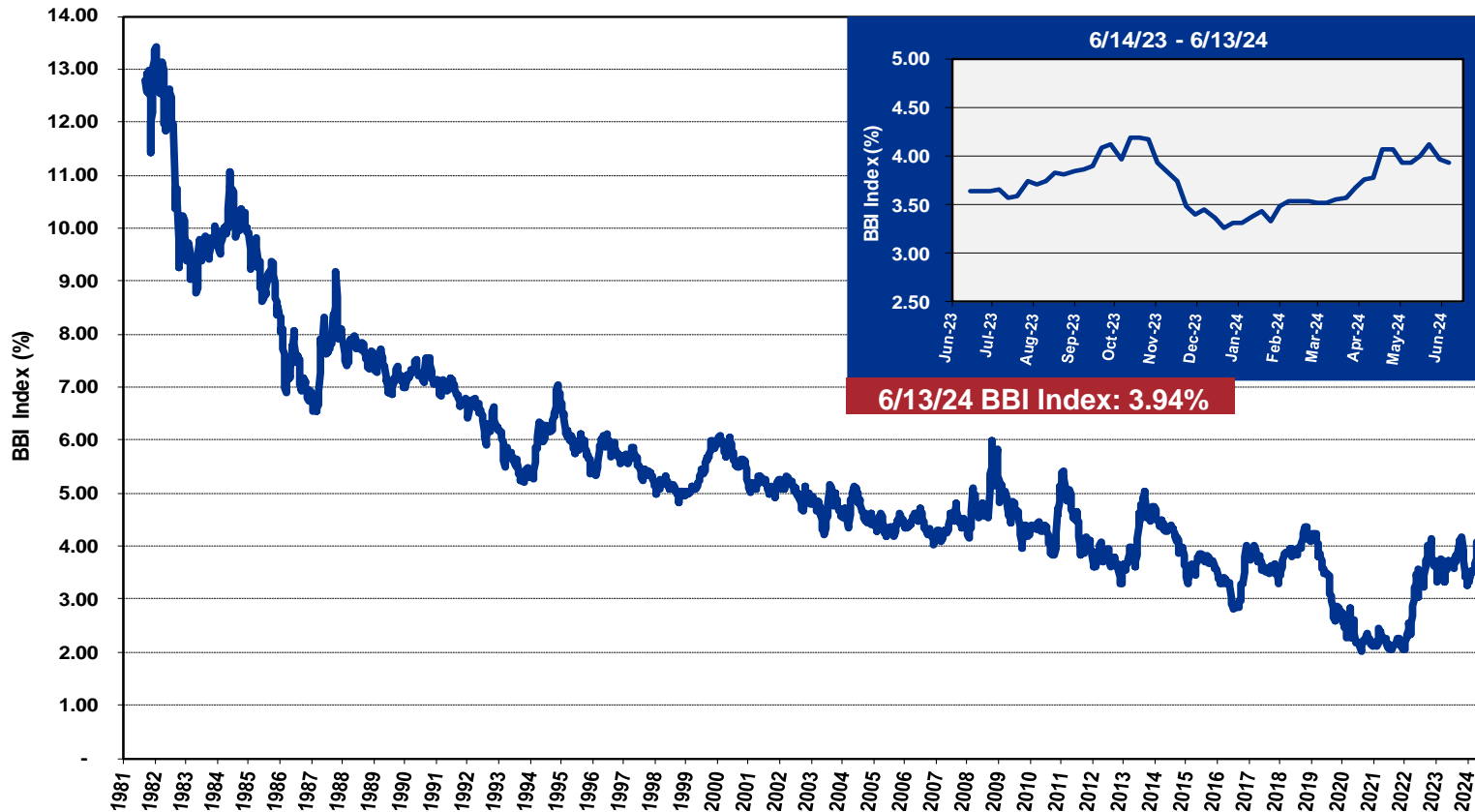
- Tax Exempt Interest Rates – 20 Yr Bond Buyer Index
- Projected Issuance & I&S Tax Rates
- Tax Base Assumptions
- Parameter Order Info
- Proposed Parameters

Tax Exempt Interest Rates



Bond Buyer 20 Year General Obligation Index

Bond Buyer 20 Year GO Index
September 1981 - June 13, 2024



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.

2023 \$1,995,500,000 Bond Authorization

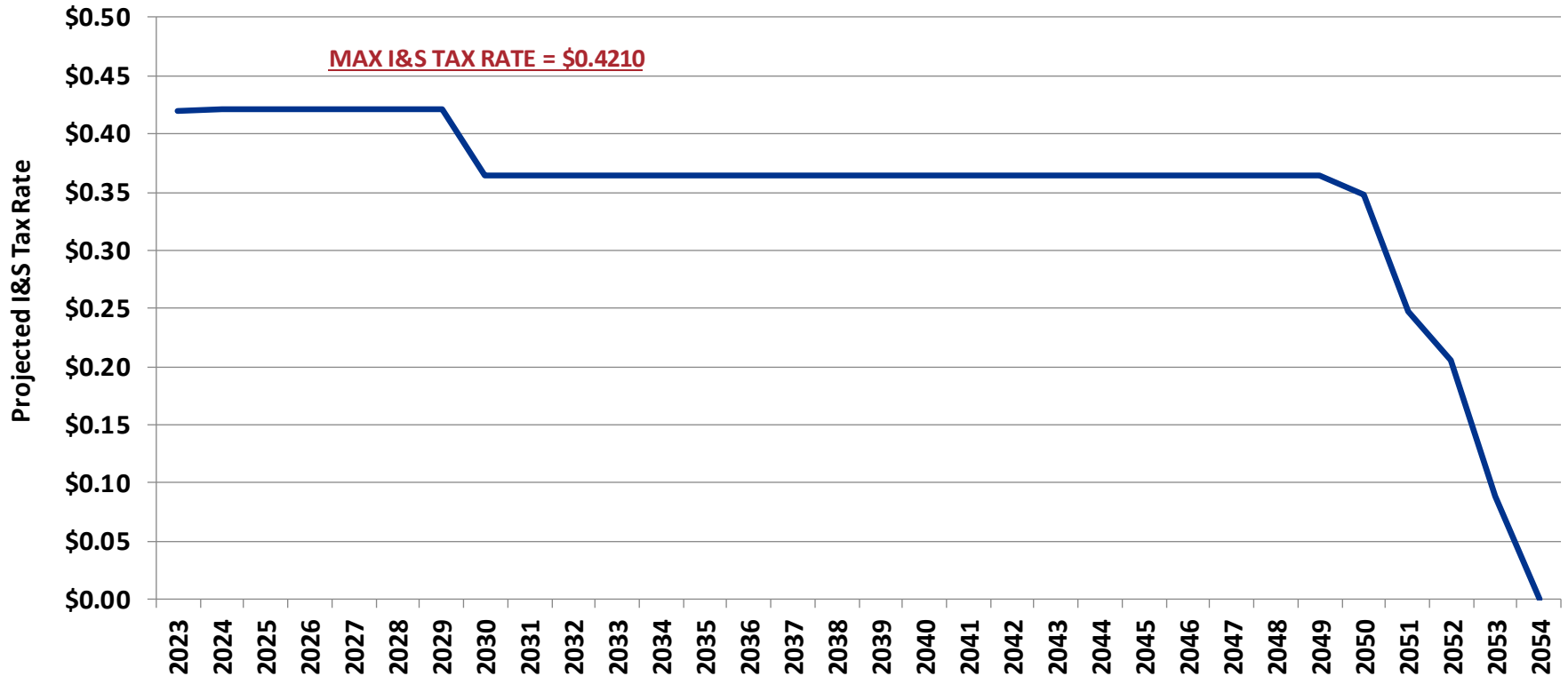


Projected Issuance and I&S Tax Rates

| | <i>FINAL</i> | <i>PROJECTED</i> | <i>PROJECTED</i> | <i>PROJECTED</i> | <i>PROJECTED</i> | <i>PROJECTED</i> |
|-------------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| 2023 Bond Authorization | Series 2023 | Series 2024A | Series 2025 | Series 2026 | Series 2027 | Series 2028 |
| | 25 Yr @ 4.305% | 25 Yr @ 4.45% | 25 Yr @ 5.00% | 25 Yr @ 5.00% | 25 Yr @ 5.00% | 25 Yr @ 5.00% |
| \$ 1,995,500,000 | \$ 400,000,000 | \$ 400,000,000 | \$ 350,000,000 | \$ 350,000,000 | \$ 295,500,000 | \$ 200,000,000 |

PROJECTED I&S TAX RATE

— After Full Issuance of 2023 Authorization



Tax Base Assumptions



Conservative Projections Used for Issuance Pro Forma

| CYE 31-Dec | TAX BASE ASSUMPTIONS | |
|---------------|----------------------|--------------------------|
| | Taxable Valuation | Estimated Growth Rate |
| 2023 | \$ 31,306,276,381 | 20.50% |
| 2024 | 36,081,060,331 | 15.25% |
| 2025 | 41,500,000,000 | 15.02% |
| 2026 | 44,612,500,000 | 7.50% |
| 2027 | 47,289,250,000 | 6.00% |
| 2028 | 49,653,712,500 | 5.00% |
| 2029 | 51,639,861,000 | 4.00% |
| 2030 | 53,189,056,830 | 3.00% |
| 2031 | 54,252,837,967 | 2.00% |
| 2032 | 54,524,102,156 | 0.50% |
| 2033 | 54,796,722,667 | 0.50% |
| 2034 | 55,070,706,281 | 0.50% |
| 2035 | 55,346,059,812 | 0.50% |
| 2036 | 55,622,790,111 | 0.50% |
| 2037 | 55,900,904,062 | 0.50% |
| 2038 | 56,180,408,582 | 0.50% |
| 2039 | 56,461,310,625 | 0.50% |
| 2040 | 56,743,617,178 | 0.50% |
| 2041 | 57,027,335,264 | 0.50% |
| 2042 | 57,312,471,940 | 0.50% |
| 2043 | 57,599,034,300 | 0.50% |
| 2044 | 57,887,029,471 | 0.50% |
| 2045 | 58,176,464,619 | 0.50% |
| 2046 | 58,467,346,942 | 0.50% |
| 2047 | 58,759,683,676 | 0.50% |
| 2048 | 59,053,482,095 | 0.50% |
| 2049 | 59,348,749,505 | 0.50% |
| 2050 | 59,645,493,253 | 0.50% |
| 2051 | 59,943,720,719 | 0.50% |
| 2052 | 60,243,439,323 | 0.50% |
| 2053 | 60,544,656,519 | 0.50% |
| 2054 | 60,847,379,802 | 0.50% |



- Allowed Under Section 1371 (New Money) and 1207 (Refunding) Texas Government Code
- Board delegates final pricing authority to Board selected Pricing Officers – *Superintendent or Chief Financial Officer*
- 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’*
 - Minimum Savings Threshold - *Refundings*
 - Final Maturity Date
 - Expiration of Delegated Authority
- **Delegated Pricing Officers can only approve bond issue if parameters in Board-approved Order are met**



- Delegated Pricing Officers: Superintendent or CFO
- Maximum Principal Amount (Not-to-Exceed): \$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