General Obligation (G.O.) Bonds Issuance - Series 2024

South Bend Community School Corporation

July 22, 2024

Overview

General Obligation Bond Solution

General Obligation Bond (G.O. Bond) is a municipal debt taken by state or local government entities that collect tax levies to provide funds doe capita; projects and infrastructure needs.

Limit of $6.35 Million dollar G.O. Bond without remonstrance.
Details of General Obligation (GO) Bond (Series 2024)

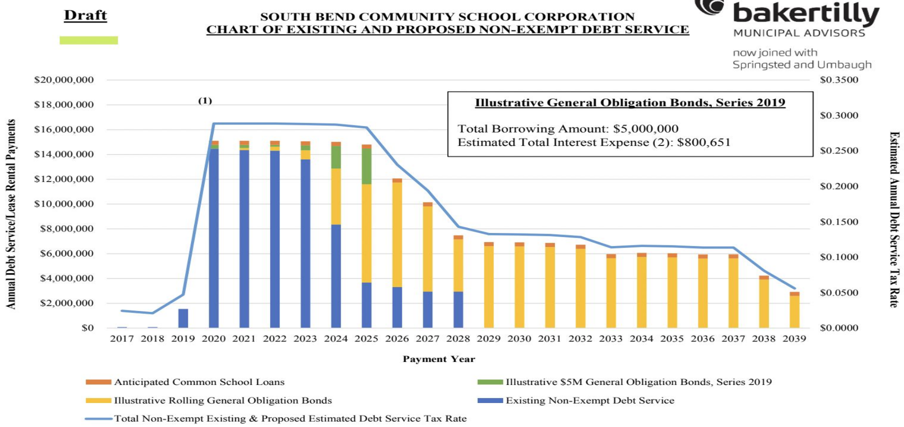
Financials:

- Funding through Series 2024 General Obligation Bonds
- Aggregate principal amount not to exceed $6,350,000
- Maximum term ending by January 15, 2029
- Estimated maximum interest rate: 5.5% per annum

Compliance:

- Intent to reimburse costs from bond proceeds under Treas. Reg. §1.150-2 and Indiana Code §5-1-14-6(c)
- Public hearing as required by Indiana Code §6-1.1-18-5
- Scheduled date: August 19, 2024, at Administration Building, South Bend, Indiana

	Education Fund	Debt Service Fund	Referendum - Debt Service	Operation Fund	Referendum - Operating
Anticipated Fund Balance 01/01/24	**$ 17,623,555**	**$ 7,948,878**	**$ 881,288**	**$ 6,009,232**	**$ 4,577,938**
Anticipated Revenues					
From Local Sources and Misc Receipts	$ -	$ -	$ -	$ 12,198,500	$ -
From Local Excise and FIT Taxes	-	1,017,154	315,564	1,670,717	1,586,864
From Local Tax Levy	-	17,947,011	5,567,923	44,078,715	27,999,181
From State Sources	125,004,393	-	-	-	-
From Federal Sources	50,000	-	-	-	-
Total Revenues	**$ 125,054,393**	**$ 18,964,165**	**$ 5,883,487**	**$ 57,947,932**	**$ 29,586,045**
Property Tax Cap Impact	$ -	$ -	$ -	$ 14,600,000	$ -
Greene Township Inpact	-	-	-	380,000	-
Total Resources Available	**$142,677,948**	**$26,913,043**	**$6,764,775**	**$48,977,164**	**$34,163,983**
Appropriations					
Payroll Costs	$ 96,738,557	$ -	$ -	20,783,667	$ 4,895,611
Purchased & Contracted Services	3,370,373			8,877,413	21,674,084
Supplies and Materials	893,260			7,794,716	67,118
Capital Outlay	1,139,700			3,224,155	1,575,000
Other Objects	6,525	17,947,011	5,659,327	64,115	-
Tranfer to Transformation Zone	11,612,478			2,223,866	1,421,236
Transfer to Operations	11,293,500				
Total Appropriations	**$ 125,054,393**	**$ 17,947,011**	**$ 5,659,327**	**$ 42,967,932**	**$ 29,633,049**
Anticipated Fund Balance 12/31/24	**$ 17,623,555**	**$ 8,966,032**	**$ 1,105,448**	**$ 6,009,232**	**$ 4,530,934**



(1) Exempt debt service under the "Eligible County Exemption" for St. Joseph County expires on December 31, 2019.
(2) Assumes current market interest rates plus approximately 1%.

Summary of Spending – Capital Investment *(one-time expense)*

INVESTMENT	COST
Install Secure Entryways to all Schools	$2 million
Installation of Security Cameras in all Secondary Schools	$6 million
Fire System Upgrade	$3.5 million
Revitalization and enhance existing school buildings (right-sizing the district), prioritized by efficiency study recommendations as a guide	$34 million
Consolidation of Career & Technical Education Programs into a Career Innovation Center	$8.5 million
TOTAL CAPITAL INVESTMENT	**$54 million**

Questions?