

FINANCING OPTIONS

Raymond James Public Finance

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PREPARED FOR

Arlington Heights SD 25

Cook County, Illinois

May 5, 2022



ARLINGTON HEIGHTS
SCHOOL DISTRICT 25

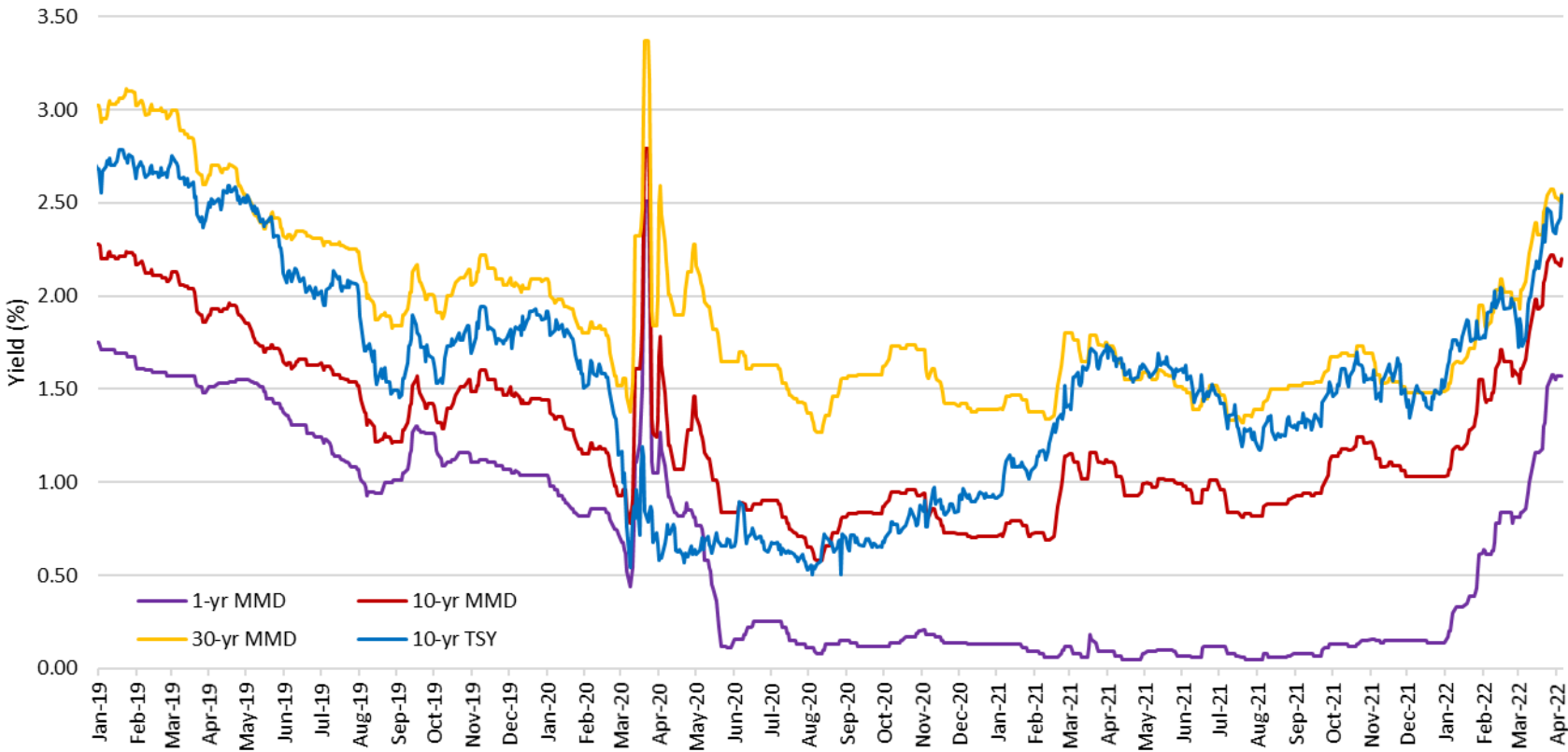
RAYMOND JAMES

SECTION 1	Market Update and Outstanding Debt
SECTION 2	Referendum Financing Options

SECTION 1

Market Update

AAA-MMD Index and Treasury Rates



OUTSTANDING DEBT SERVICE

Dated		February 8, 2018				February 16, 2017				March 16, 2016				July 29, 2015			
Issue		G.O. LIMITED SCHOOL BONDS				G.O. LIMITED SCHOOL BONDS				G.O. LIMITED SCHOOL BONDS				G.O. LIMITED TAX SCHOOL BONDS			
Series		2018				2017				2016				2015			
Original Par		\$7,375,000.00				\$27,650,000.00				\$7,725,000.00				\$9,050,000.00			
Earliest Call		12/15/2027				Dec 15, 2026 at Par				NON-CALLABLE				NON-CALLABLE			
Maturity		Dec 15				Dec 15				Dec 15				Dec 15			
		Principal	Coupon	Interest	Total	Principal	Coupon	Interest	Total	Principal	Coupon	Interest	Total	Principal	Coupon	Interest	Total
Credit Ratings		Aaa				Aaa				Aaa				Aaa			
		PRINCIPAL	COUPON	INTEREST	TOTAL	PRINCIPAL	COUPON	INTEREST	TOTAL	PRINCIPAL	COUPON	INTEREST	TOTAL	PRINCIPAL	COUPON	INTEREST	TOTAL
Levy Year																	
2021				295,000	295,000			1,357,313	1,357,313	1,250,000	1.54%/5.00%	53,850	1,303,850	1,425,000	4.00%	57,000	1,482,000
2022		630,000	4.00%	295,000	925,000	2,015,000	5.00%	1,357,313	3,372,313								
2023		760,000	4.00%	269,800	1,029,800	2,015,000	3.75%	1,256,563	3,271,563								
2024		790,000	4.00%	239,400	1,029,400	2,090,000	5.00%	1,181,000	3,271,000								
2025		825,000	4.00%	207,800	1,032,800	2,190,000	5.00%	1,076,500	3,266,500								
2026		860,000	4.00%	174,800	1,034,800	2,300,000	5.00%	967,000	3,267,000								
2027		890,000	4.00%	140,400	1,030,400	2,415,000	5.00%	852,000	3,267,000								
2028		925,000	4.00%	104,800	1,029,800	2,540,000	5.00%	731,250	3,271,250								
2029		960,000	4.00%	67,800	1,027,800	2,665,000	5.00%	604,250	3,269,250								
2030		735,000	4.00%	29,400	764,400	2,800,000	5.00%	471,000	3,271,000								
2031						3,230,000	5.00%	331,000	3,561,000								
2032						3,390,000	5.00%	169,500	3,559,500								
		\$7,375,000		\$1,824,200	\$9,199,200	\$27,650,000		\$10,354,688	\$38,004,688	\$1,250,000		\$53,850	\$1,303,850	\$1,425,000		\$57,000	\$1,482,000
Callable		\$2,620,000				\$19,340,000				0				0			
Non-Callable		4,755,000				8,310,000				1,250,000				1,425,000			
Refunded																	
Total Outstanding		\$7,375,000				\$27,650,000				\$1,250,000				\$1,425,000			
Purpose/ Notes		Increase Working Cash of District for Capital Projects				Increase Working Cash of District for Capital Projects				Increase Working Cash of District for Capital Projects				Increase Working Cash of District for Capital Projects			

Equalized Assessed Valuation 2020	2,115,432,636
Statutory Debt Limit 6.9%	145,964,852
Outstanding Debt	(37,700,000)
Net Debt Limit	\$108,264,852

SECTION 2

Referendum Financing Options

- The proposed \$75M in capital projects, including additions to accommodate full day kindergarten (FDK) will occur over a five year period of time 2022-2027.
- The full day kindergarten additions will kick off first so programming will open in August of 2024.
- The infrastructure improvements including life safety improvements, HVAC, boilers, electrical, roofing, plumbing, security and paving and the gym expansions at Westgate and Dryden to support building functionality will occur throughout the next five years coordinating with the FDK additions.
- The referendum approved bonds may be issued as early as August of 2022 or issued in pieces over a five year period following the approval of the referendum.
- The following options show the \$75M issued all at once in August 2022 versus \$60M in August of 2022 and \$15M in June of 2025.
- Arbitrage regulations require that *5% of proceeds are spent in first 6 months and 85% within three years.*

\$75M REFERENDUM FOR FULL DAY KINDERGARTEN ADDITIONS AND RENOVATIONS ISSUED AUGUST 2022

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Tax Year	Equalized Assessed Valuation	% Change	Proposed \$75M 2022 Referendum Debt Service	Tax Rate for \$75M Referendum Debt Service	Estimated Tax Impact on \$400,000 Market Value Home
2021	2,115,432,636	0.00%			
2022	2,115,432,636	0.00%	5,573,394	0.263	313
2023	2,115,432,636	0.00%	5,573,500	0.263	313
2024	2,115,432,636	0.00%	5,573,250	0.263	313
2025	2,115,432,636	0.00%	5,572,500	0.263	313
2026	2,115,432,636	0.00%	5,571,000	0.263	313
2027	2,115,432,636	0.00%	5,568,500	0.263	313
2028	2,115,432,636	0.00%	5,569,750	0.263	313
2029	2,115,432,636	0.00%	5,569,250	0.263	313
2030	2,115,432,636	0.00%	5,571,750	0.263	313
2031	2,115,432,636	0.00%	5,571,750	0.263	313
2032	2,115,432,636	0.00%	5,569,000	0.263	313
2033	2,115,432,636	0.00%	5,573,250	0.263	313
2034	2,115,432,636	0.00%	5,568,750	0.263	313
2035	2,115,432,636	0.00%	5,570,500	0.263	313
2036	2,115,432,636	0.00%	5,572,750	0.263	313
2037	2,115,432,636	0.00%	5,570,000	0.263	313
2038	2,115,432,636	0.00%	5,572,000	0.263	313
2039	2,115,432,636	0.00%	5,573,000	0.263	313
2040	2,115,432,636	0.00%	5,572,500	0.263	313
2041	2,115,432,636	0.00%	5,569,500	0.263	313
Total			\$ 111,425,894		
			Series 2022		
Proceeds:			75,000,000		
All-In TIC:			3.96%		
Dated:			Aug-22		
Note: Rates used are based on similar rated transactions using AAA-MMD Index as of April 18, 2022 plus 0.50% cushion. Zillow Median Sale value in Arlington Heights is \$413,503 as of March 31, 2022.					

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Total	\$ 88,241,414	\$ 26,614,750	\$ 114,856,164
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Note: Rates used are based on similar rated transactions using AAA-MMD Index as of April 18, 2022 plus cushion of 0.50% and 1.50% for 2022 and 2025 Series, respectively.

Zillow Median Sale value in Arlington Heights is \$413,503 as of March 31, 2022.

\$75M August 2022

- Reduces interest rate risk
- Earn more interest on investment of proceeds
- Must meet arbitrage spenddown requirements

\$60M August 2022; \$15M June 2025

- Lower annual payment and tax impact given ability to spread payments of each issue over 20 years
- Interest rate risk on second \$15M issued in 2025
- Easier to meet arbitrage spenddown requirements
- Less earnings on investment of proceeds

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