

CAMDENTON R-III SCHOOL DISTRICT

DEBT SERVICE ANALYSIS WITH

AN ADDITIONAL \$35,000,000 FOR NEW CONSTRUCTION

VOTED IN APRIL, 2013

OPTION 1

Option 1 looks at refunding the Series 2005 bonds (partially in 2013 and the balance in 2015) as well as the Series 2007 bonds in 2017. We would not refund the Series 2008 bonds (little or no savings) nor the lease purchase. We then would issue \$10,000,000 of new money in 2013, \$15,000,000 in 2014, and \$10,000,000 in 2015 for a total of \$35,000,000. All bonds would be issued on a tax-exempt basis. The calculation below does not include extending the Series 2005 bonds or the Series 2007 bonds out which will need to be done for cash flow purposes.

Below is the summary for that option (assuming conservative interest rates)

Savings from refunding Series 2005 bonds in 2013	\$2,350,000
Savings from refunding Series 2005 bonds in 2015	\$1,125,000
Savings from refunding Series 2007 bonds in 2017	\$1,275,000
TOTAL ESTIMATED SAVINGS	\$4,750,000
Amount of additional levy needed to implement new issue (all in debt service)	\$0.10

OPTION 2

Option 2 looks at trying to complete the new issue using the existing debt service levy (currently \$0.20) and the levy devoted to the lease purchase (currently \$0.11). This can be accomplished by refunding all of the debt using tax-exempt bonds whenever possible and taxable bonds when required by law. We would again issue the new money debt in the same issuance as Option 1 (\$10,000,000 in 2013, \$15,000,000 in 2014, and \$10,000,000 in 2015). We would extend the tax exempt refunding of the Series 2005 bonds to 2032 and the taxable refunding of the Series 2005 bonds to 2026 (they are set to retire in 2024, but will need to be extended in any event). The taxable bonds to refund the Series 2007 bonds might actually be shortened by 1 year. We would also refund the Series 2008 bonds and incorporate them into the new tax exempt portion of the issue and finally refund the lease purchase with taxable bonds.

Below is the summary for that option (assuming conservative interest rates)

Savings from refunding Series 2005 bonds with tax exempt bonds	(\$ 700,000)
Savings from refunding Series 2005 bonds with taxable bonds	\$ 900,000
Savings from refunding Series 2007 bonds with taxable bonds	\$1,950,000
Savings from refunding Series 2008 bonds with tax exempt bonds	(\$ 200,000)
Savings from refunding lease with taxable bonds	(\$2,350,000)

TOTAL ESTIMATED SAVINGS (\$ 400,000)

Amount of additional levy needed to implement new issue \$0.01
(assuming transfer of \$0.11 from Capital Projects)

LEVY INFORMATION

As a side note, we have analyzed 16 (15 plus Camdenton) different debt levies of school districts with high assessed valuation per pupil for your review. These are from FY 2010.

<u>SCHOOL DISTRICT</u>	<u>ENROLLMENT</u>	<u>DEBT LEVY</u>	<u>AV PER PUPIL</u>
Clayton	2,509	\$0.6230	\$408,837
Ladue	3,939	\$0.3500	\$375,249
School of the Osage	1,869	\$0.3200	\$285,048
CAMDENTON	4,127	\$0.1700	\$259,399
Parkway	17,456	\$0.3400	\$252,943
Pattonville	5,528	\$0.4900	\$243,995
Kirkwood	5,110	\$0.3650	\$235,927
Lindbergh	5,696	\$0.3800	\$213,560
University City	3,049	\$0.7380	\$198,727
St. Louis City	23,576	\$0.6211	\$186,515
St. Charles R-VI	5,100	\$0.7400	\$184,097
Washington	4,144	\$0.2900	\$179,439
Kansas City	15,826	\$0.0000	\$175,983
Center	2,282	\$0.8600	\$172,886
Webster Groves	4,271	\$0.5610	\$165,747
Mehlville	10,699	\$0.0300	\$163,855