

Teamwork for Excellence



PLANO
Independent School District

Bond Election Planning

 **First Southwest Company**

September 27, 2007

Debt Profile

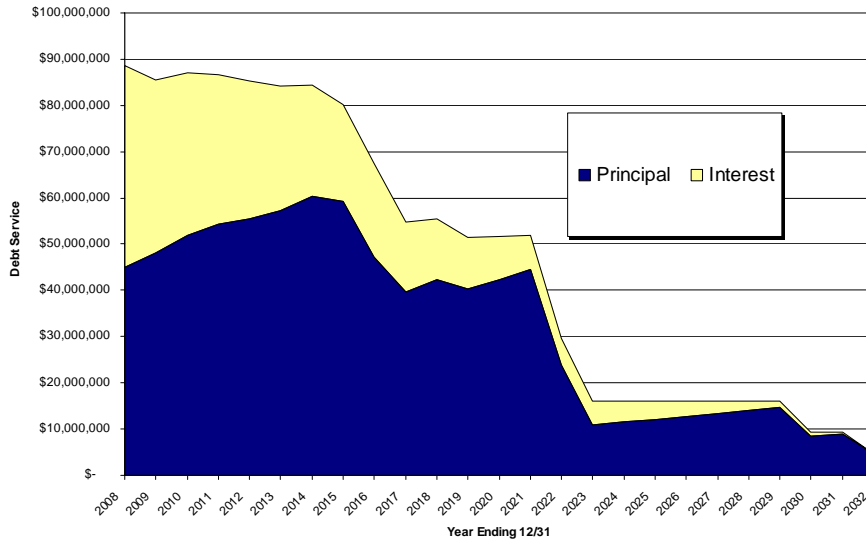


- ***Currently, the District has approximately \$823 million of debt outstanding***
- ***The voters authorized \$285,680,000 in August 2004***
 - Bonds amortized over 25 years (short-lived assets amortized over their useful life)
 - \$226.970 million has been issued to date
 - The remaining \$58.710 million is scheduled to be sold in February of 2008

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Debt Profile (cont.)



Bond Ratings and PSF Guarantee



■ District Bond Ratings

Moody's Investors Service, Inc. "Aa1"

Standard & Poor's Rating Group "AA"
A Division of McGraw-Hill, Inc.

■ The Permanent School Fund Guarantee

- The State's Permanent School Fund (PSF) guarantee's the payment of principal and interest on the bonds to the investor. The size and investment quality of the PSF provides school issuers with automatic AAA ratings from the rating agencies.

Debt Capacity



■ **Future Bond Program Assumptions**

- The bond program is sold equally over 4 year period with interest rates ranging from 5.50% - 5.75%
- District assessed valuation grows 5% 2009-2010, 3% 2011-2012, and 2% 2013-2017
- The bond program assumes approximately 15-20% of the total program size is amortized over 5 years for short-lived assets

■ **Future Bond Program Considerations**

- Interest earnings on construction fund transferred to help pay debt service
- Debt service fund balance potentially used to help offset debt service tax rate
- Existing debt profile of District declines overtime to allow for future capacity

Maximum Debt Capacity



- ***Based on State Law, the District can not sell Bonds that cause the debt service tax rate to exceed \$0.50 in the current year. The District's current debt service tax rate is \$0.2484.***
- ***Based on the \$0.50 debt test, the projected debt capacity for the District is over \$1 Billion.***

November 6, 2007 School District Elections



- **On November 6, 2007, there will be 46 independent school district elections in the State of Texas totaling \$6,095,777,396.***

- **Area Elections**

Aledo Independent School District	\$ 60,000,000
Argyle Independent School District	20,750,000
Denton Independent School District	282,000,000
Fort Worth Independent School District	593,600,000
Irving Independent School District	250,000,000
Prosper Independent School District	710,000,000
	\$ 1,916,350,000

* Source: Texas Bond Reporter.

May 2008 Election Calendar



Event	Time Required	Date
Board adopts Resolution Ordering Bond Election	At least 62 days prior to scheduled election day	On or prior to March 10, 2008 (deadline is extended to next business day)
Submit documents to the U.S. Department of Justice to preclear bond election	At least 60 days prior to start of early voting, if possible	Dependent upon date Board of Trustees orders bond election
Deliver Notice of Election to the County Clerk	No later than 60th day before election day	On or prior to March 11, 2008
Publish Notice of Election (English and Spanish versions)	Not more than 30 days or less than 10 days prior to election day	No earlier than April 10, 2008 No later than April 30, 2008
Post Notice of Election (English and Spanish versions)	Not less than 21 days prior to election day	No later than April 19, 2008
Early Voting Begins	12 days prior to election date	April 28, 2008
Early Voting Ends	4 days prior to election	May 6, 2008
Election Day	Uniform Election Date	May 10, 2008
Canvass Election Returns	Not later than 11 days after the Election and not earlier than the later of: (1) the 3rd day after election day; (2) the date the provisional ballots have been counted; or (3) the date that all timely received ballots cast outside United States have been counted.	No earlier than May 13, 2008 No later than May 21, 2008
End of election contest period	30 days after canvassing	Depends on date of canvass