



# Issaquah School District No. 411 Refunding Update

**Trevor L. Carlson**

MANAGING DIRECTOR

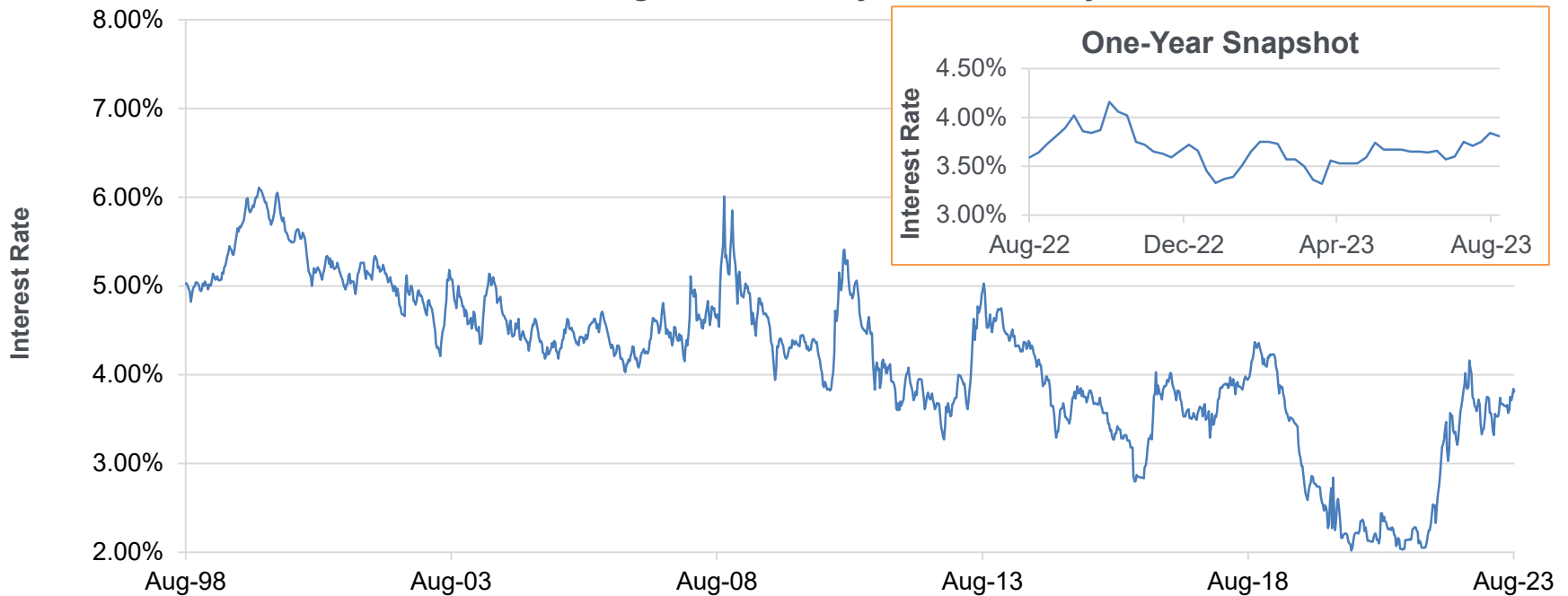
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# Interest Rates

At a regularly scheduled meeting, on July 26, 2023, the Federal Reserve raised its federal funds target range to 5.25% to 5.50%. The Committee will continue to assess additional information and its implications for monetary policy. In determining the extent of additional policy firming that may be appropriate to return inflation to 2 percent over time, the Committee will take into account the cumulative tightening of monetary policy, the lags with which monetary policy affects economic activity and inflation, and economic and financial developments. In addition, the Committee will continue reducing its holdings of Treasury securities and agency debt and agency mortgage-backed securities, as described in its previously announced plans. The Committee is strongly committed to returning inflation to its 2 percent objective.

### General Obligation Bond Buyer Index History



# Projected Tax-Exempt Refunding Results

## Refunding Bond Candidates

	2013A Bonds
Dated	5/22/2013
Principal Amount of callable bonds	\$34,860,000
Maturities	2028 – 2029
Average Coupon	4.00%
Call Date and Price	6/1/2023 @ par

## Projected Refunding Results

	2013A Bonds (Current Interest Rates)	2013A Bonds (Current Interest Rates + 66 bps)
True Interest Cost	3.13%	3.79%
Savings Pattern	Level	Level
Present Value of Net Savings	\$1,501,629	\$349,142
<b>PV as % of Old Bonds</b>	<b>4.31%</b>	<b>1.00%</b>

## Project Refunding Savings

Date	Prior Debt Service	Refunding Debt Service	Savings	Annual Savings	Present Value to 12/05/2023 @ 3.0365205%
06/01/2024	697,200.00	653,937.78	43,262.22	-	42,629.48
12/01/2024	697,200.00	668,800.00	28,400.00	71,662.22	27,566.11
06/01/2025	697,200.00	668,800.00	28,400.00	-	27,153.84
12/01/2025	697,200.00	668,800.00	28,400.00	56,800.00	26,747.74
06/01/2026	697,200.00	668,800.00	28,400.00	-	26,347.71
12/01/2026	697,200.00	668,800.00	28,400.00	56,800.00	25,953.67
06/01/2027	697,200.00	668,800.00	28,400.00	-	25,565.52
12/01/2027	3,132,200.00	2,648,800.00	483,400.00	511,800.00	428,645.97
06/01/2028	648,500.00	629,200.00	19,300.00	-	16,857.97
12/01/2028	16,123,500.00	15,629,200.00	494,300.00	513,600.00	425,299.01
06/01/2029	339,000.00	329,200.00	9,800.00	-	8,305.88
12/01/2029	17,289,000.00	16,789,200.00	499,800.00	509,600.00	417,264.73
	42,412,600.00	40,692,337.78	1,720,262.22	1,720,262.22	1,498,337.63

$\$510,000 \text{ annual savings} / (\$56,111,209,706 \text{ AV} / \$1,000) = \$0.0091 \text{ (2027-2029)}$   
 or \$9.09 per \$1 million of AV

# Schedule of Events

September 2023	October 2023	November 2023	December 2023
S M T W T F S	S M T W T F S	S M T W T F S	S M T W T F S
	1 2 3 4 5 6 7	1 2 3 4	1 2
3 4 5 6 7 8 9	8 9 10 11 12 13 14	5 6 7 8 9 10 11	3 4 5 6 7 8 9
10 11 12 13 14 15 16	15 16 17 18 19 20 21	12 13 14 15 16 17 18	10 11 12 13 14 15 16
17 18 19 20 21 22 23	22 23 24 25 26 27 28	19 20 21 22 23 24 25	17 18 19 20 21 22 23
24 25 26 27 28 29 30	29 30 31	26 27 28 29 30	24 25 26 27 28 29 30
			31

Staff: District Staff  
 Board: District Board  
 PSC: Piper Sandler & Co. (Underwriter)  
 BC: K&L Gates (Bond/Disclosure Counsel)  
 County: King County Treasurer  
 EA: U.S. Bank (Escrow Agent)  
 MA: NW Municipal Advisors (Municipal Advisor)  
 VA: Public Finance Partners LLC (Verification Agent)

Date	Event	Participants
September 14	Brief Board on financing plan (Regular Board meeting @ 6:00 PM)	Staff, MA, PSC
September 28	Board adoption of Delegation Resolution	Board, Staff, BC
Oct. 10 or 11	Rating presentations (Moody's @ ____ AM/PM; S&P @ ____ AM/PM)	Staff, PSC
October 27	Due diligence conference call (10:00 – 11:00 AM) Final review and comment on POS	Staff, PSC, BC, MA Staff, PSC, MA
November 6	Preliminary Bond Pricing Call (1:00 PM)	Staff, PSC, MA
November 7	Bond Pricing (7:30 AM – 10:30 AM)	
December 5	Bond closing	BC, PSC, EA