

September 11, 2017

To: Board of Education

From: Kathy Johnson, executive director of finance, ext. 2376

Re: Sale offering General Obligation Refunding and Improvement Bonds, series 2017A

Background and Rationale

August 22, 2017, the Board of Education approved resolution 2017-0822, authorizing the offering for sale of up to \$43,500,000 of General Obligation Improvement Bonds, Series 2017-A of Unified School District No. 497, Douglas County.

The District has received a Moody's rating of Aa2 on the bonds. The bonds will be offered at a competitive public sale to be held at 11:00 a.m. on September 11, 2017.

At the board meeting the board of education will review all of the terms and conditions (including the interest rates offered by bidders at the competitive public sale the morning of September 11 and consider approval of the best bidder's offer to purchase the Bonds

In addition, the board will be required to approve the attached resolution authorizing the issuance and sale of the bonds to the best bidder.

The documents in your packet are draft and will be updated with the final sale results from September 11, 2017, and available Monday evening. Representatives from George K. Baum, the District's municipal advisor, and representatives from Gilmore & Bell, the District's legal counsel, will be present to walk us through the necessary steps.

Note that this is the first sale and issuance of bonds under the \$87,000,000 of bonding authorization obtained at the May 2, 2017 election.

9/11/2017 -- Bid Results \$43,500,000 General Obligation Bonds, Series 2017-A

Bidder Name	TIC – True Interest Cost
Hutchinson, Shockey, Erley & Co.	2.950476%
Robert W. Baird & Co., Inc	2.963192%
J. P. Morgan Securities LLC	2.972955%
Morgan Stanley & Co LLC	2.978090%
Citigroup Global Markets, Inc.	2.979298%
Bank of America Merrill Lynch	2.988454%
Mesirow Financial, Inc.	3.004482%
Wells Fargo Bank, National Association	3.010007%

Motion

"I move the board adopt a resolution authorizing and directing the issuance, sale and delivery of the District's General Obligation Refunding and Improvement Bonds, Series 2017-A and accepting the bid of **Hutchinson, Shockey, Erley & Co.**, with an interest rate of **2.950476%**, all as presented to the Board."