

Debt Financing Options for Wisconsin School Districts with Corresponding Accounting Entries and Reporting Requirements

WASBO Accounting Conference

March 12, 2015

9:15AM – 10:15AM

Robert W. Baird & Co.
Public Finance
Brian C. Brewer
Managing Director

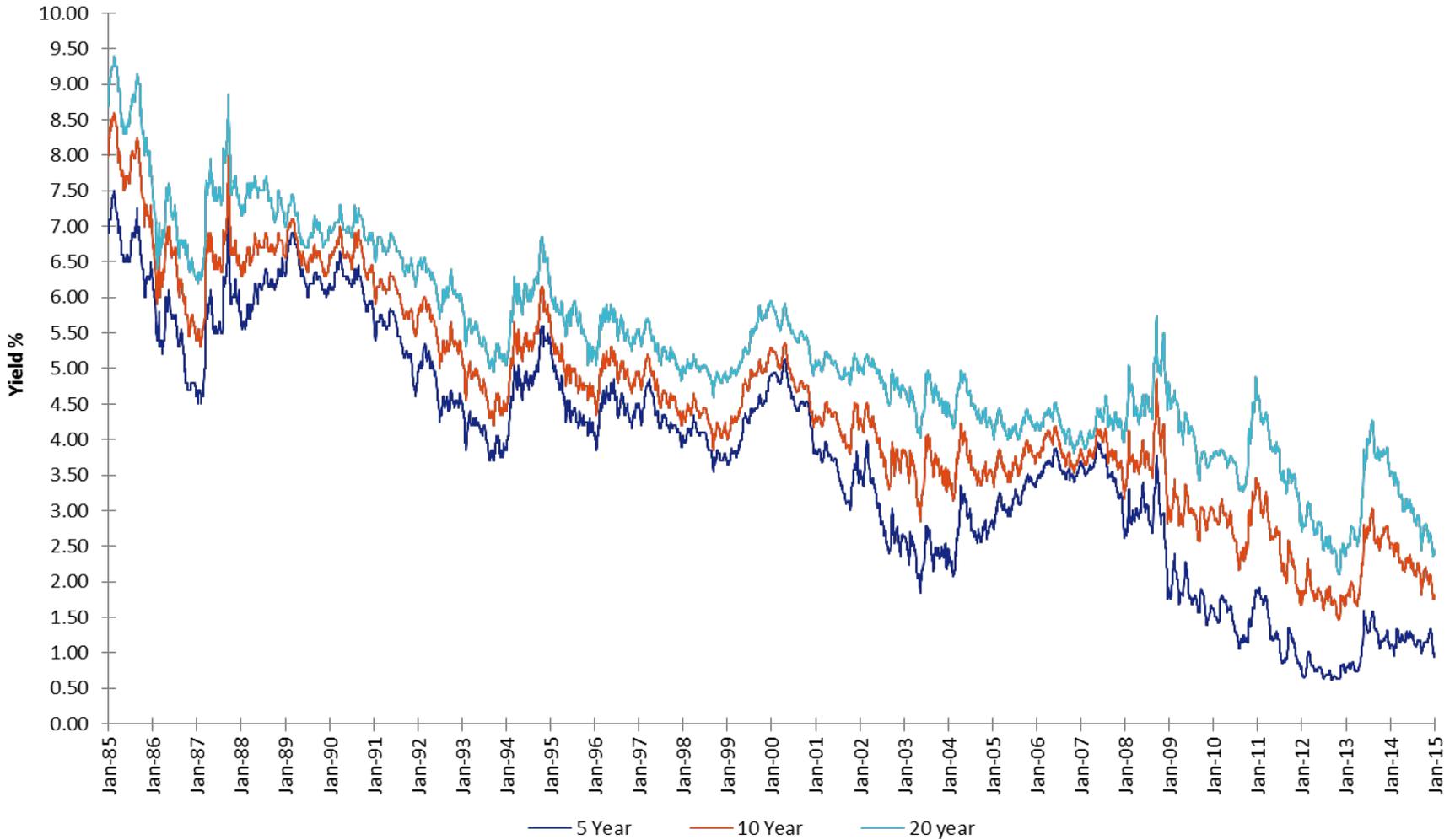
- 414-298-7030 (office)
- 414-248-6017 (cell)
- bbrewer@rwbaird.com

**Department of Public
Instruction**
Eugene Fornecker
School Auditor

- 608-267-7882 (office)
- eugene.fornecker@dpi.wi.gov

LONG TERM DEBT

AAA Municipal Market Data (MMD) Index Past 30 Years



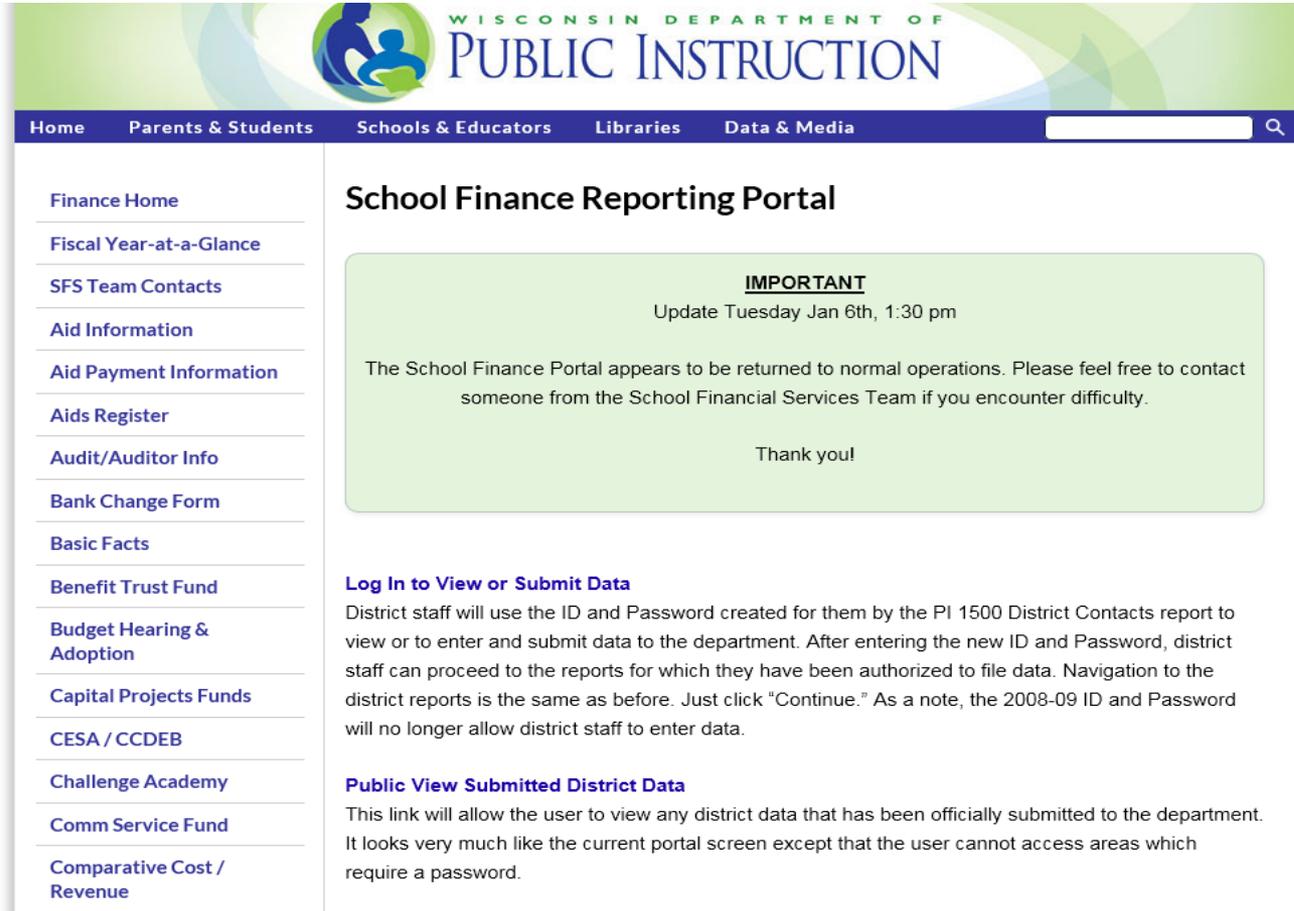
SOURCE: Thomson Municipal Market Data of as of January 29, 2015

Debt Issuance Past 5 years



BAIRD

- Debt Refinancing
 - Movement to historically low interest rate environment
- New Referendum Debt
 - 123 successful referenda
 - Nearly \$1.5 Billion in new debt issuance
- New Debt issued within the Revenue Limit
 - Payments made with limited revenue
 - Payments “exempt” due to Act 32 Revenue Limit Exemption
- “Bid Premium” more prevalent in bond market when interest rates are low
 - New Issuance – Must be deposited into the Debt Service Fund
 - Refunding Issues – Can be used to downsize the new borrowing amount
- Required to Update the DPI Finance Reporting Portal
 - Debt Reporting Application
 - Used to match budget report and annual report
 - Within 10 days of issuance
 - Timing difficulties with Budget Report deadline vs. Actual final sale details
 - http://sfs.dpi.wi.gov/sfs_safrlinks



The screenshot shows the 'School Finance Reporting Portal' page. At the top, there is a navigation bar with links for Home, Parents & Students, Schools & Educators, Libraries, and Data & Media. A search box is located on the right side of the navigation bar. On the left side, there is a vertical menu with various links such as Finance Home, Fiscal Year-at-a-Glance, SFS Team Contacts, Aid Information, Aid Payment Information, Aids Register, Audit/Auditor Info, Bank Change Form, Basic Facts, Benefit Trust Fund, Budget Hearing & Adoption, Capital Projects Funds, CESA / CCDEB, Challenge Academy, Comm Service Fund, and Comparative Cost / Revenue. The main content area features a large green box with the heading 'School Finance Reporting Portal' and an 'IMPORTANT' update from Tuesday, Jan 6th, 1:30 pm. The update text states that the portal has returned to normal operations and encourages users to contact the School Financial Services Team if they encounter difficulties. Below the update, there are three sections: 'Log In to View or Submit Data', 'Public View Submitted District Data', and 'Public View Submitted District Data'.

Home **Parents & Students** **Schools & Educators** **Libraries** **Data & Media**

School Finance Reporting Portal

IMPORTANT
Update Tuesday Jan 6th, 1:30 pm

The School Finance Portal appears to be returned to normal operations. Please feel free to contact someone from the School Financial Services Team if you encounter difficulty.

Thank you!

Log In to View or Submit Data
District staff will use the ID and Password created for them by the PI 1500 District Contacts report to view or to enter and submit data to the department. After entering the new ID and Password, district staff can proceed to the reports for which they have been authorized to file data. Navigation to the district reports is the same as before. Just click "Continue." As a note, the 2008-09 ID and Password will no longer allow district staff to enter data.

Public View Submitted District Data
This link will allow the user to view any district data that has been officially submitted to the department. It looks very much like the current portal screen except that the user cannot access areas which require a password.

School Finance Reporting Portal

Welcome!

Please enter a **full or partial** school district, CESA, or county name in the box provided. If you know the LEA (Local Education Agency) number, you may enter that.

School District Name or Number:

[A](#) | [B](#) | [C](#) | [D](#) | [E](#) | [F](#) | [G](#) | [H](#) | [I](#) | [J](#) | [K](#) | [L](#) | [M](#) | [N](#) | [O](#) | [P](#) | [Q](#) | [R](#) | [S](#) | [T](#) | [U](#) | [V](#) | [W](#) | [X](#) | [Y](#) | [Z](#)

2

- [21st Century Prep Sch \(8110\)](#)

▲ [Go to top](#)

A

- [Abbotsford \(0007\)](#)
- [Acad of Learning \(8112\)](#)
- [Adams Co \(6901\)](#)
- [Adams-Friendship Area \(0014\)](#)
- [Albany \(0063\)](#)

M

- [MAASAI Institute \(8117\)](#)
- [Madison Metropolitan \(3269\)](#)
- [Manawa \(3276\)](#)
- [Manitowoc \(3290\)](#)
- [Manitowoc Co \(6936\)](#)
- [Maple \(3297\)](#)
- [Maple Dale-Indian Hill \(1897\)](#)
- [Marathon City \(3304\)](#)
- [Marathon Co \(6937\)](#)
- [Marinette \(3311\)](#)
- [Marinette Co \(6938\)](#)
- [Marion \(3318\)](#)

Madison Metropolitan (3269)

- [Introduction](#)
A note from the Director
- [Status & Due Dates](#) 
Information on district data entry and upcoming deadlines
- [Financial Data Home](#)
Includes the PI-1505 Full Financial Report
- [Non-Financial Data Home](#)
Pupil Count (Summer, September, January), Pupil Transportation, School Calendar, School Census, Youth Challenge Academy
- [FTE Reports](#) 
- [PI-1500 Contacts Report](#)
Identify specific district staff for report submission authorization
- [District Contact History](#)
Report Submission History
- [Auditor](#)
Information on the auditor and audit firm of the district
Special Education Licensure information for auditors

Madison Metropolitan (3269)

Financial Data Home

Financial data, such as **revenues, expenses, account balances, or taxes**, are collected in the following categories. Please see [Status & Deadlines](#) for exact due

- [Aid Certification](#) (PI-1505-AC)
- [Annual Report](#) (PI-1505)
- [Special Education Annual](#) (PI-1505-SE)

- [Budget Report](#) (PI-1504)
- [Special Education Budget](#) (PI-1504-SE)
- [Tax Levies](#) (PI-401)

- [Debt Schedules](#) (PI-1505-Debt)
- [Referenda](#) (PI-1572) and Energy Efficiency Resolution Reporting
- [Fraud Reporting Form](#) (PI-1999)

- [>Intra-District Integration Transfer Program Report](#) (PI-1542, paper)

Madison Metropolitan (3269)

[Financial Data Home](#) | [Referenda](#)

Long-Term Debt Issues

Each district must enter all long-term debt amortization (repayment) schedules for all dist below anytime new debt has been issued or existing debt has been amended. Below are tl district.

[All Debt](#) | [Bonds](#) | [BANs](#) | [Land Contracts](#) | [Notes](#) | [State Trust Fund](#) | [NANs](#) | [Referenda](#)

Click on the **Issue Date** to edit or delete it. Click on column headings to sort. Click on the category of long-term debt.

Name	▲ Debt Type	Fund	Function
April, 1991	Bond Issue	39	281
February, 1992	Bond Issue	39	281
March, 1993	Bond Issue	39	281
July, 1995	Bond Issue	39	281
June, 1997	Bond Issue	39	281
April, 2000	Bond Issue	39	281
Linden Park / Leopold / Refinance	Bond Issue	39	281
GO Refunding Bonds 10/23/09	Bond Issue	39	281
Taxable GO Debt WRS Refunding	Bond Issue	38	289
Refunding Bonds 03/21/12 WRS Refinancing	Bond Issue	38	289
QZAB 3/21/2012	Bond Issue	38	281
QZAB Hawthorne	Note	38	281
QZAB Lincoln	Note	38	281
NAN WRS payoff	Note	38	289
WRS NAN	Note	38	289
QSCB 12/29/10 Note	Note	38	281
Promissory Notes - Energy Efficiency	Note	38	281
98116.01	State Trust Fund Loan	38	281
99096.01	State Trust Fund Loan	38	281
02001195.01	State Trust Fund Loan	38	281
2001194.01	State Trust Fund Loan	38	281
2003011.01	State Trust Fund Loan	38	281
2001195.02	State Trust Fund Loan	38	281
2003041.01	State Trust Fund Loan	38	281
2003088.01	State Trust Fund Loan	38	281
2001194.02	State Trust Fund Loan	38	281
2003011.02	State Trust Fund Loan	38	281
0200194.03	State Trust Fund Loan	38	281
2003040.01	State Trust Fund Loan	38	281
2003088.02	State Trust Fund Loan	38	281
2003011.03	State Trust Fund Loan	38	281
STFL Linden Park	State Trust Fund Loan	38	281
QZAB NAN 2/10/2012	NAN	38	281

[Add New Issue](#)

Madison Metropolitan (3269)

[Financial Data Home](#) > [Long-Term Debt Issues](#)

Add Debt Issue

Debt Type:	Fund:
<input type="radio"/> Bond Issue	Fund 38: Non-Referendum Debt Service Fund ▼
<input type="radio"/> Land Contract	
<input type="radio"/> Note	Function:
<input type="radio"/> State Trust Fund Loan	<input type="radio"/> 281 000 - Long-Term Capital Debt
<input type="radio"/> Bond Anticipation Note	<input type="radio"/> 283 000 - Long-Term Operational Debt
<input type="radio"/> Note Anticipation Note	<input type="radio"/> 285 000 - Post-Employment Benefit Debt
	<input type="radio"/> 289 000 - Other Long-Term General Obligation Debt (use for WRS payoff debt)
Debt Name:	<input type="text"/>
Issue Date: (mm/dd/yyyy)	<input type="text"/>
Maturity Date: (mm/dd/yyyy)	<input type="text"/>
Original Amount:	<input type="text"/>
Comments/Description:	<input type="text"/>
DPI Debt ID:	

Save Changes

Cancel Update

Debt Reporting Portal



New Schedule to be generated to assist in tax levy determinations

Madison Metropolitan (3269)

[Export this page](#)

[Financial Data Home](#) > [Long-Term Debt Issues](#)

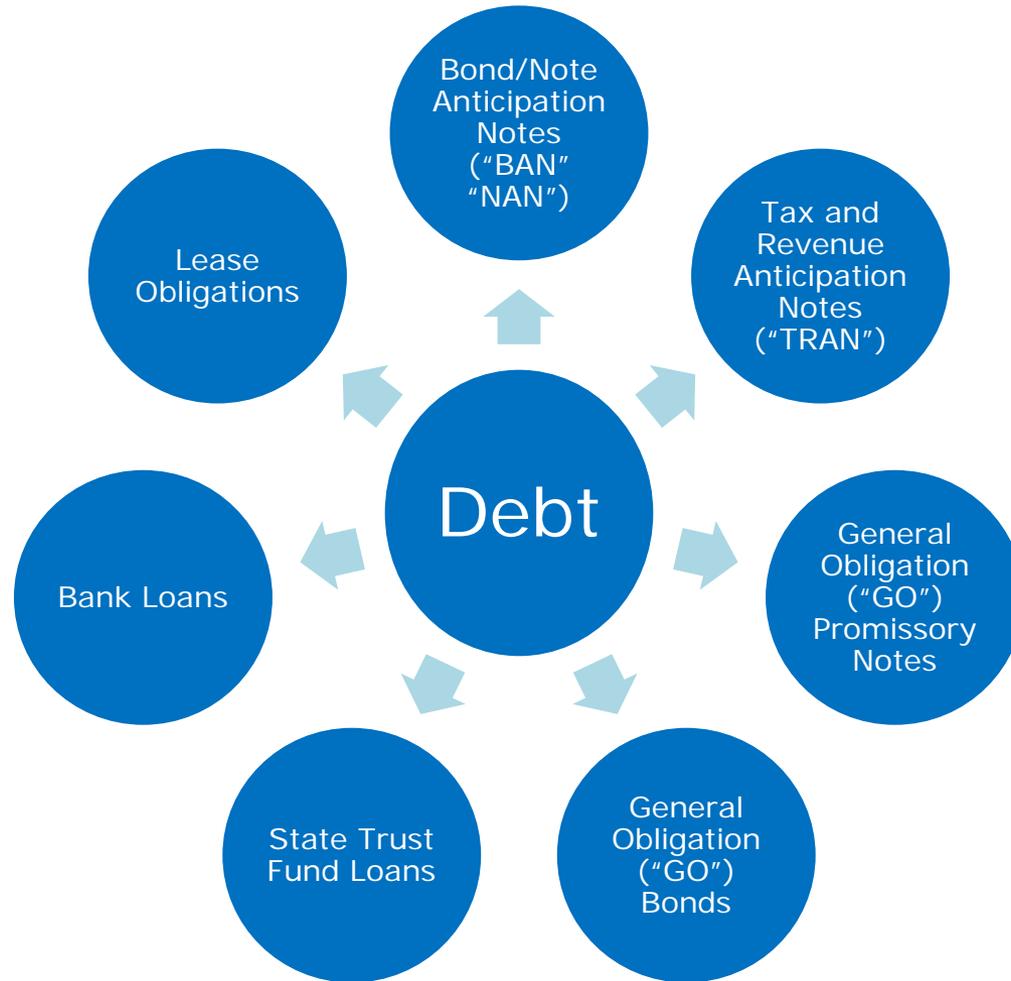
Debt Service Summary

Fund 38			
Calendar Year	Principal	Interest	Total
2015	3,120,000.00	1,144,113.00	4,264,113.00
2016	3,865,000.00	1,074,082.00	4,939,082.00
2017	4,015,000.00	988,613.00	5,003,613.00
2018	4,185,000.00	891,188.00	5,076,188.00
2019	3,370,000.00	772,857.00	4,142,857.00
2020	4,155,000.00	658,538.00	4,813,538.00
2021	3,700,000.00	519,862.50	4,219,862.50
2022	3,800,000.00	434,450.00	4,234,450.00
2023	3,000,000.00	338,200.00	3,338,200.00
2024	3,060,000.00	251,350.00	3,311,350.00
2025	3,155,000.00	158,125.00	3,313,125.00
2026	0.00	110,800.00	110,800.00
2027	0.00	110,800.00	110,800.00
2028	0.00	110,800.00	110,800.00
2029	0.00	110,800.00	110,800.00
2030	0.00	110,800.00	110,800.00
2031	2,770,000.00	110,800.00	2,880,800.00
2032	0.00	0.00	0.00
2033	0.00	0.00	0.00
2034	0.00	0.00	0.00

Fund 39			
Calendar Year	Principal	Interest	Total
2015	3,245,000.00	958,663.00	4,203,663.00
2016	2,530,000.00	866,925.00	3,396,925.00
2017	2,630,000.00	763,475.00	3,393,475.00
2018	2,750,000.00	645,450.00	3,395,450.00
2019	2,875,000.00	521,800.00	3,396,800.00
2020	3,005,000.00	387,425.00	3,392,425.00
2021	1,345,000.00	291,850.00	1,636,850.00
2022	1,400,000.00	236,950.00	1,636,950.00
2023	1,205,000.00	184,850.00	1,389,850.00
2024	1,255,000.00	135,650.00	1,390,650.00
2025	1,310,000.00	83,531.25	1,393,531.25
2026	1,370,000.00	28,256.25	1,398,256.25

- New schedule will be based upon information in the debt service schedules at that point in time
- Important to keep debt service schedules updated every time a change is made (refinancing, new borrowing, prepayments)
- Schedules must be up to date for purposes of filing the PI 1505 Annual Report and PI 1504 Budget Reports
- Do not set your district debt service tax levy based solely upon this information!!!!

Basic Types of Debt for Wisconsin Schools



Fund 38

- Debt issued **without referendum** approval
- Debt payments made with revenue limit dollars
- A district can have debt outstanding up to \$1 Million without referendum
- Amounts in excess of \$1 Million subject to adoption of resolution and a 30-day petition period
- Act 32 – Revenue Limit Exemption
- Refinancing WRS Unfunded Liability

Fund 39

- Debt approved through **referendum** process
- Debt Payments made with tax levy outside revenue limit

Fund 10

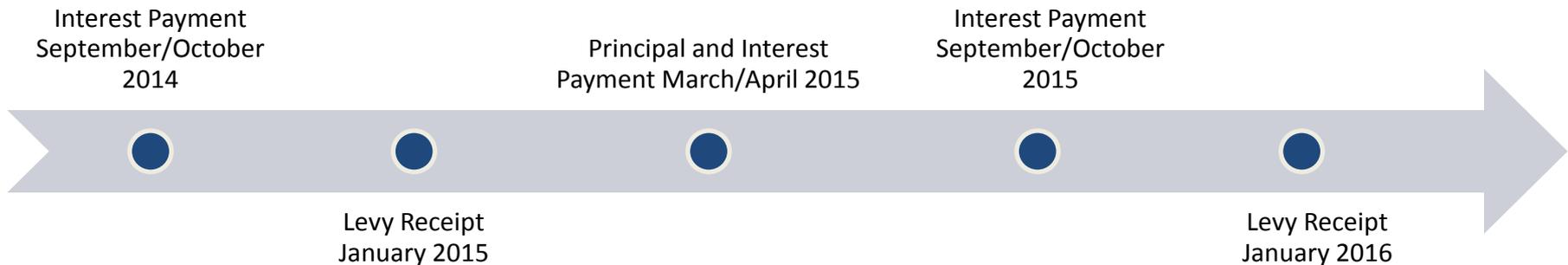
- Tax & Revenue Anticipation Notes (TRAN)

Budgeting for Outstanding Debt



BAIRD

- Amortization Schedule (Detailed debt payment schedule)
 - Fund 38 and Fund 39
 - Calendar Year Levy (**Revenue Budget**)
 - Fiscal Year Payments (**Expenditure Budget**)
- Revenue Limit Exemption change Energy Efficiency Borrowings
 - Measurable Utility Savings
 - Reported annually on Budget Summary
 - Reduce Debt (additional Principal payment) OR Reduce subsequent year Debt Levy
 - DPI Administrative Rule update expected Fall 2015



Sources

- Long Term Loan Proceeds
 - 873—Notes
 - 874—State Trust Fund Loans
 - 875—Bonds
 - 879—Premium
 - 968—Premium-Non Refinancing

Objects

- Long Term Payments
 - Principal
 - 673—Notes
 - 674—State Trust Fund Loans
 - 675—Bonds
 - Interest
 - 683—Notes
 - 684—State Trust Fund Loans
 - 685—Bonds
 - Other Debt Payment
 - 690—Other Debt Retirement

Relevant WUFAR Codes



BAIRD

- Function Codes are EXTREMELY Important
- 281000
 - Normal debt service payments for long term capital debt
 - Payments become part of district shared cost calculation
- **282000**
 - Expenditures for payment of existing long term obligations through issuance of long term debt
 - Payments DO NOT become part of district shared cost calculation
- 283000
 - Expenditure of interest related to TRANS (cash flow borrowings)

General Obligation Bonds – Fund 39



- Referendum Approval Required
- Payments up to 20 years
- Typically annual principal and semi-annual interest payment dates
- Payments do not count towards Revenue Limit

WUFAR Accounting Entries

- **Debt issuance**

- **Fund 49:**

Dr. Cash	15,000,000.00	
Cr. Source 875		15,000,000.00

- **Fund 39: Premium**

Dr. Cash	25,000.00	
Cr. Source 968		25,000.00

- **Debt Service Payments**

- **Fund 39:**

Dr. Object 675 Function 281000	300,000.00	
Dr. Object 685 Function 281000	75,000.00	
Cr. Cash		375,000.00

Statutory reference for municipal borrowing is Chapter 67.

General Obligation Notes – Fund 39



- Referendum Approval Required
- Payments 10 years or less (*Bank Loans typically classified as GO Notes*)
- Typically annual principal and semi-annual interest payment dates
- Payments do not count towards Revenue Limit

WUFAR Accounting Entries

• Debt issuance

• Fund 49:

Dr. Cash	15,000,000.00	
Cr. Source 873		15,000,000.00

• Fund 39: Premium

Dr. Cash	25,000.00	
Cr. Source 968		25,000.00

• Debt Service Payments

• Fund 39:

Dr. Object 673 Function 281000	300,000.00	
Dr. Object 683 Function 281000	75,000.00	
Cr. Cash		375,000.00

Statutory reference for municipal borrowing is Chapter 67.

General Obligation Bonds – Fund 38



- Board Authorization Required with Public Hearing Process
- Payments up to 20 years
- Typically annual principal and semi-annual interest payment dates
- Payments count towards Revenue Limit

WUFAR Accounting Entries

- **Debt issuance**

- **Fund 49:**

Dr. Cash	15,000,000.00	
Cr. Source 875		15,000,000.00

- **Fund 38: Premium**

Dr. Cash	25,000.00	
Cr. Source 968		25,000.00

- **Debt Service Payments**

- **Fund 38:**

Dr. Object 675 Function 281000	300,000.00	
Dr. Object 685 Function 281000	75,000.00	
Cr. Cash		375,000.00

Statutory reference for municipal borrowing is Chapter 67.

General Obligation Notes – Fund 38



- Board Authorization Required (Possible Petition Period)
- Payments 10 years or less (*Bank Loans typically classified as GO Notes*)
- Typically annual principal and semi-annual interest payment dates
- Payments count towards Revenue Limit

WUFAR Accounting Entries

- **Debt issuance**

- **Fund 49:**

Dr. Cash	15,000,000.00	
Cr. Source 873		15,000,000.00

- **Fund 38: Premium**

Dr. Cash	25,000.00	
Cr. Source 968		25,000.00

- **Debt Service Payments**

- **Fund 38:**

Dr. Object 673 Function 281000	300,000.00	
Dr. Object 683 Function 281000	75,000.00	
Cr. Cash		375,000.00

Statutory reference for municipal borrowing is Chapter 67.

- Referendum Approval Required or Special Meeting of the District
- Payments up to 20 years
- Annual principal and interest payment dates
- Payments count towards Revenue Limit in F38 and do not count towards Revenue Limit in F39

WUFAR Accounting Entries

- **Debt issuance**

- **Fund 49:**

Dr. Cash	15,000,000.00	
Cr. Source 874		15,000,000.00

- **Debt Service Payments**

- **Fund 38/39:**

Dr. Object 674 Function 281000	300,000.00	
Dr. Object 684 Function 281000	75,000.00	
Cr. Cash		375,000.00

SHORT TERM DEBT

Note Anticipation Notes – Fund 38



- Board Authorization Required (Possible Petition Period)
- Payments 5 years or less
- Principal typically due at Maturity. Interest payments vary based on repayment term.
- Not G.O. Debt. Does not count against statutory debt limit.

WUFAR Accounting Entries

- **Debt issuance**

- **Fund 49:**

Dr. Cash	15,000,000.00	
Cr. Source 873		15,000,000.00

- **Fund 38: Premium**

Dr. Cash	25,000.00	
Cr. Source 968		25,000.00

- **Debt Service Payments**

- **Fund 38:**

Dr. Object 673 Function 281000	300,000.00	
Dr. Object 683 Function 281000		75,000.00
Cr. Cash		375,000.00

Bond Anticipation Notes – Fund 39



- Referendum Approval Required
- Payments 5 years or less
- Principal typically due at Maturity. Interest payments vary based on repayment term.
- Not G.O. Debt. Does not count against statutory debt limit.

WUFAR Accounting Entries

• Debt issuance

• Fund 49:

Dr. Cash	15,000,000.00	
Cr. Source 873		15,000,000.00

• Fund 39: Premium

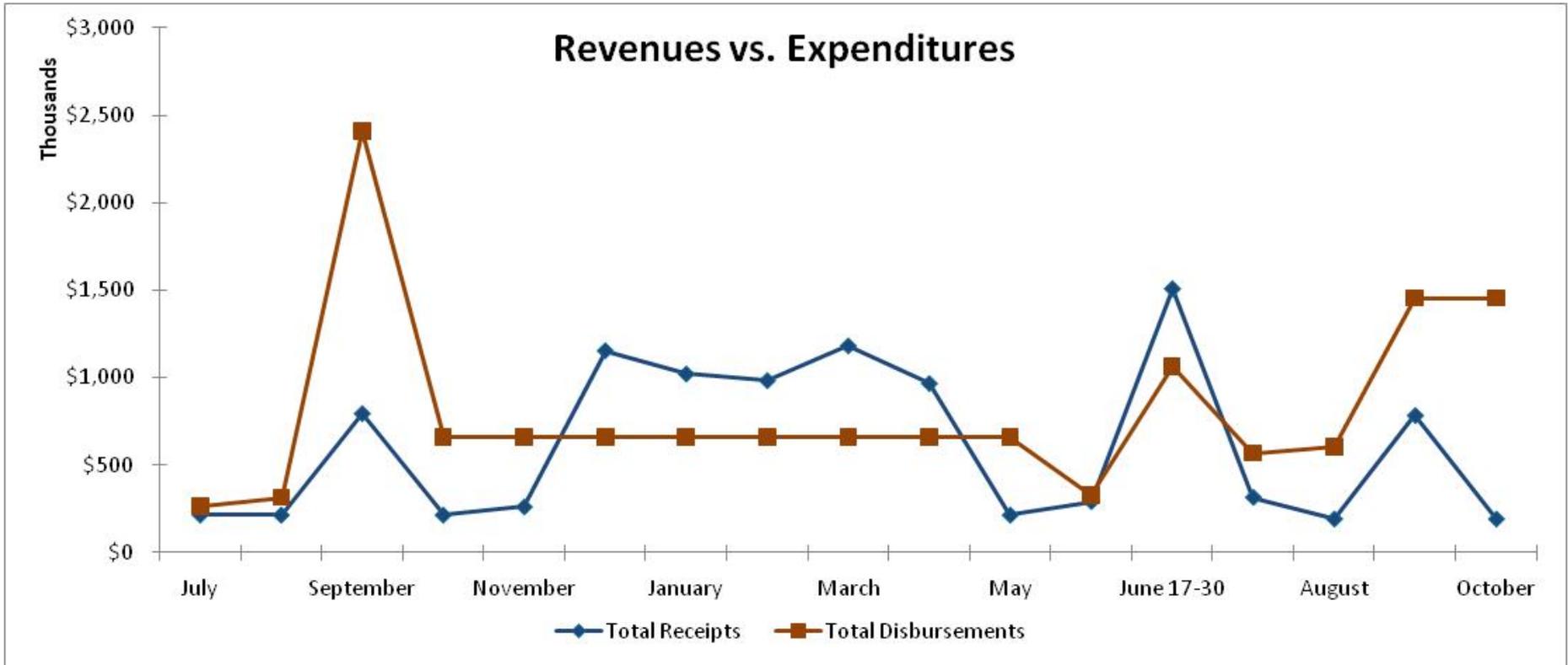
Dr. Cash	25,000.00	
Cr. Source 968		25,000.00

• Debt Service Payments

• Fund 39:

Dr. Object 673 Function 281000	300,000.00	
Dr. Object 683 Function 281000	75,000.00	
Cr. Cash		375,000.00

Cash Flow Borrowing



Baird Budget Model Output
The hypothetical example is for illustrative purposes only.

- Board Authorization and Monthly Cash-flow Analysis Required
- Payments less than 13 months. Due by November 1st of the following year.
- Principal and Interest typically due at Maturity
- Not G.O. Debt. Does not count against statutory debt limit.

WUFAR Accounting Entries

- **Debt Issuance**

- **Fund 10:**

Dr. Cash	2,000,000.00	
Cr. Account 811100		2,000,000.00
(Balance Sheet entry)		

- **Fund 10: Premium**

Dr. Cash	5,000.00	
Cr. Source 968		5,000.00

- **Debt Service Payments**

- **Fund 10:**

Dr. Account 811100		2,000,000.00
Dr. Object 683 Function 283000	15,000.00	
Cr. Cash		2,015,000.00

- Board Authorization and Monthly Cash-flow Analysis Required
- Payments typically within the fiscal year.
- Final draw by June 30th (contact your legal counsel).
- Not G.O. Debt. Does not count against statutory debt limit.

WUFAR Accounting Entries

- **Debt Issuance**

- **Fund 10:**

Dr. Cash	2,000,000.00	
Cr. Account 811100		2,000,000.00
(Balance Sheet entry)		

- **Fund 10: Premium**

Dr. Cash	5,000.00	
Cr. Source 968		5,000.00

- **Debt Service Payments**

- **Fund 10:**

Dr. Account 811100	2,000,000.00	
Dr. Object 683 Function 283000	15,000.00	
Cr. Cash		2,015,000.00

REFINANCING DEBT

General Obligation Refunding Bonds – “Advance”



- Use borrowed funds to make a prepayment of debt prior to 90 days from the redemption date
- Utilizes an “Escrow Account” to invest funds until disbursement to pay future Principal and Interest
- Removes a portion of the original debt as a legal liability of the District once the escrow/issue closes
- District will have payments on both the non-callable portion of original debt and on the new refunding debt

WUFAR Accounting Entries

• Debt Issuance

• Fund 38 or 39

Dr. Cash	15,210,500.00	
Cr. Source 875		15,200,000.00
Cr. Source 879		10,500.00

• Debt Service Payments

• Fund 38 or 39:

Dr. Object 675 Function 282000	14,800,000.00	
Dr. Object 690 Function 282000	200,000.00	
Cr. Cash		15,000,000.00

- The \$15 million cash outlay includes fees incurred in the transaction plus the payment to the escrow account from refunding proceeds

District Contribution to the Escrow Account (if req'd)

Dr. Object 690 Function 281000	75,000.00	
Cr. Cash		75,000.00

General Obligation Refunding Bonds – “Current”



- Use borrowed funds to make a prepayment of debt within 90 days from the redemption date
- Utilizes the “Debt Service Account” to invest funds until disbursement to payoff future Principal
- Removes original debt as a legal liability of the District once the debt is paid off at the redemption date
- District will have payments only on the new refunding debt.

WUFAR Accounting Entries

- **Debt Issuance**

- **Fund 38 or 39**

Dr. Cash	15,210,500.00	
Cr. Source 875		15,200,000.00
Cr. Source 879		10,500.00

- **Debt Service Payments**

- **Fund 38 or 39:**

Dr. Object 675 Function 282000	14,800,000.00	
Dr. Object 690 Function 282000		200,000.00
Cr. Cash		15,000,000.00

- The \$15 million cash outlay includes fees incurred in the transaction plus the payment to the escrow account from refunding proceeds

District Contribution to the Escrow Account (if req'd)

Dr. Object 690 Function 281000	75,000.00	
Cr. Cash		75,000.00

Bond Defeasance – “Cash Defeasance”



- Use levied funds or cash on hand to make a prepayment of debt
- Utilizes an “Escrow Account” similar to an Advance Refunding
- Removes a portion of the original debt as a legal liability of the District once the escrow closes
- Eligible as a Shared Cost in the year the Escrow is funded for equalization aid calculation

WUFAR Accounting Entries

- **Cash available for debt retirement**

- **Debt Service Payments**

- **Fund 38 or 39:**

Dr. Object 675 Function 281000	4,900,000.00
Dr. Object 685 Function 281000	90,000.00
Dr. Object 690 Function 281000	10,000.00
Cr. Cash	5,000,000.00

- The \$5 million cash outlay includes fees incurred in the transaction plus the payment to the escrow account* from district cash.

*If applicable

Debt Reporting Portal



After a refinancing, be sure to adjust the prior debt schedule to reflect the projected principal payoff date

Period	Last Principal Balance	Principal Payments Scheduled	Interest Payments Scheduled	Refinanced Principal Adjustment	Refinanced Interest Adjustment	New Principal Balance
2012 January - June	17,985,000.00	1,225,000.00	365,325.00	+0.00	+0.00	16,760,000.00
2012 July - December	16,760,000.00	0.00	340,825.00	+0.00	+0.00	16,760,000.00
2013 January - June	16,760,000.00	960,000.00	340,825.00	+0.00	+0.00	15,800,000.00
2013 July - December	15,800,000.00	0.00	321,625.00	+0.00	+0.00	15,800,000.00
2014 January - June	15,800,000.00	1,000,000.00	321,625.00	+0.00	+0.00	14,800,000.00
2014 July - December	14,800,000.00	0.00	301,625.00	+0.00	+0.00	14,800,000.00
2015 January - June	14,800,000.00	0.00	0.00	-14,800,000.00	+0.00	0.00
2015 July - December	0.00	0.00	0.00	+0.00	+0.00	0.00
2016 January - June	0.00	0.00	0.00	+0.00	+0.00	0.00
2016 July - December	0.00	0.00	0.00	+0.00	+0.00	0.00

[Go to Top](#)

SAMPLE CLOSING STATEMENT

Sample Closing Statement #1



CLOSING MEMORANDUM



SUBJECT: Shady Lane School District
 \$5,845,000 G.O. Refunding Bonds
 Dated Date: April 1, 2015
 Settlement Date: April 1, 2015

SOURCES OF FUNDS:

Bond Proceeds

Par Amount of Bonds	\$5,845,000.00
Plus: Reoffering Premium	\$282,975.25
Less: Underwriter's Discount ⁽¹⁾	<u>(\$58,450.00)</u>
Total Purchase Price	\$6,069,525.25

Amounts to be Wired

Total Purchase Price	\$6,069,525.25
Less: Official Statement Printing, Distribution & Filing Fees ⁽¹⁾	<u>(\$4,000.00)</u>

TOTAL SOURCES OF FUNDS: \$6,065,525.25

⁽¹⁾ To be retained and credited to account #

USES OF FUNDS:

D/S FUND: Underwriter wire to the District for deposit to the Debt Service Fund:	\$6,025,275.25
Amount Needed to Pay off BANs on 4/15/2015*	\$6,030,000.00
Less: Cash contribution from the District (Prior Levy Funds)	(\$154,060.00)
Less: Cash contribution from the District (Prior Bid Premium Available)	(\$15,940.00)
Bid Premium For Deposit To Debt Service Fund	<u>\$165,275.25</u>
	<u>\$6,025,275.25</u>

*On April 15, 2015, the District will wire \$6,030,000.00 to DTC to pay off the BANs.

COST OF ISSUANCE: Underwriter wire for payment of the fees in the amounts indicated below: **\$40,250.00**

Bond Counsel Fee	\$18,750.00
Disclosure Counsel Fee	\$6,500.00
Rating Agency Fee	\$13,000.00
Fiscal Agent Fee	<u>\$2,000.00</u>
	<u>\$40,250.00</u>

TOTAL USES OF FUNDS: \$6,065,525.25

CLOSING INSTRUCTIONS:



The following wire transfers will take place on..... April 1, 2015

#1 Underwriter wire to the District: **\$6,025,275.25**

Bank Name: Local Bank
 ABA Number: xxxxxxxx
 For Further Credit To: Shady Lane School District
 Account Number: xxx-xxx-xxx

#2 Underwriter wire to Bond Counsel **\$18,750.00**

Bank Name: Local Bank
 ABA Number: xxxxxxxx
 For further credit to: Bond Counsel
 Account Number: xxx-xxx-xxx
 Re: Shady Lane School District

#3 Underwriter wire to Disclosure Counsel: **\$6,500.00**

Bank Name: Local Bank
 ABA Number: xxxxxxxx
 For further credit to: Disclosure Counsel
 Account Number: xxx-xxx-xxx
 Re: Shady Lane School District

#3 Underwriter wire to Rating Agency: **\$13,000.00**

Bank Name: Local Bank
 Transit Routing #: xxxxxxxx
 For benefit of: Rating Agency
 Account Number: xxx-xxx-xxx
 Re: Shady Lane School District

#4 Underwriter wire to Local Bank: **\$2,000.00**

Bank Name: Local Bank
 ABA Number: xxxxxxxx
 Account Number: xxx-xxx-xxx-xxx
 Re: Shady Lane School District
 Account Number: xxx-xxx-xxx
 Attn: Shady Lane School District

TOTAL WIRE AMOUNT: \$6,065,525.25

Sample Closing Statement #2



CLOSING MEMORANDUM



SUBJECT: Shady Lane School District
 \$3,825,000 General Obligation Refunding Bonds, Series 2014B
 Dated Date: December 30, 2014
 Settlement Date: December 30, 2014

SOURCES OF FUNDS:

Bond Proceeds	
Bid Amount	\$3,881,844.37
TOTAL SOURCES OF FUNDS:	<u>\$3,881,844.37</u>

USES OF FUNDS:

Escrow Fund:	\$3,831,021.56
Cash deposit from Bond proceeds	\$0.56
SLGS purchased with Bond proceeds	\$3,754,721.00
SLGS purchased with Bond proceeds (Good Faith*)	<u>\$76,300.00</u>
	<u>\$3,831,021.56</u>

*Funds received for the Good Faith Amount will be retained by the District in the Debt Service Fund.

Debt Service Fund:	\$1,597.81
---------------------------	-------------------

Rounding	<u>\$1,597.81</u>
	<u>\$1,597.81</u>

Costs of Issuance to be disbursed by Escrow Agent:	\$49,225.00
---	--------------------

Bond Counsel Fee	\$11,375.00
Rating Agency Fee	\$10,500.00
Verification Agent Fee	\$2,500.00
Escrow Agent Fee	\$1,650.00
Fiscal Agent Fee	\$325.00
Financial Advisory Fee	\$19,125.00
Official Statement Printing & Distribution Fee	<u>\$3,750.00</u>
	<u>\$49,225.00</u>

TOTAL USES OF FUNDS:	<u>\$3,881,844.37</u>
-----------------------------	------------------------------

CLOSING INSTRUCTIONS:

The following wire transfers will take place on..... December 30, 2014



#1	Underwriter wire to the District:	\$1,597.81
-----------	--	-------------------

Bank Name: Local Bank
 ABA Number: xxxxxxxx
 For Further Credit To: Investment Fund
 Account Number: xxx-xxx-xxx
 For Further Credit To: Shady Lane School District
 Depositor Number: xxx
 Sub Account Number: xx

#2	Underwriter to Escrow Agent	\$3,803,946.56
-----------	------------------------------------	-----------------------

Bank Name: Escrow Agent
 ABA Number: xxxxxxxx
 Account Number: xxx-xxx-xxx
 Re: Shady Lane School District
 Account Number: xxx-xxx-xxx-x
 Attn: Contact 555-555-5555
 Contact 555-555-5555

#3	District wire to Escrow Agent as cash contribution to the Escrow (Good Faith Amount):	\$76,300.00
-----------	--	--------------------

Bank Name: Escrow Agent
 ABA Number: xxxxxxxx
 Account Number: xxx-xxx-xxx
 Re: Shady Lane School District
 Account Number: xxx-xxx-xxx-x
 Attn: Contact 555-555-5555
 Contact 555-555-5555

TOTAL WIRE AMOUNT:	<u>\$3,881,844.37</u>
---------------------------	------------------------------