

Community Consolidated School District 46

Public Hearing

**CONDUCT OF PUBLIC HEARING CONCERNING THE INTENT OF
THE BOARD OF EDUCATION TO SELL \$9,100,000
WORKING CASH FUND BONDS FOR THE PURPOSE OF
INCREASING THE DISTRICT'S WORKING CASH FUND**

**Wednesday, January 12, 2022
Frederick School**

6:30 P.M.

TENTATIVE AGENDA
COMMUNITY CONSOLIDATED SCHOOL DISTRICT 46
BOARD OF EDUCATION MEETING

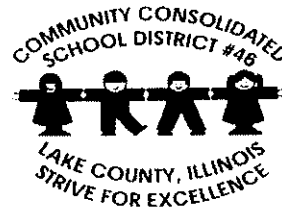
PUBLIC HEARING

CONDUCT OF PUBLIC HEARING CONCERNING THE INTENT OF THE BOARD OF
EDUCATION TO SELL \$9,100,000 WORKING CASH FUND BONDS FOR THE PURPOSE OF
INCREASING THE DISTRICT'S WORKING CASH FUND
WEDNESDAY, JANUARY 12, 2022 - 6:30 P.M.
FREDERICK SCHOOL 595 FREDERICK RD., GRAYSLAKE, IL

- A. CALL TO ORDER AND ROLL CALL
- B. ESTABLISHMENT OF QUORUM
- C. PLEDGE OF ALLEGIANCE
- E. PRESENTATION
- F. PUBLIC COMMENTS/QUESTIONS-*You are welcome to address the Board during "Public Comment". You are asked to limit your remarks to fewer than three minutes.*
- G. MOTION TO FINALLY ADJOURN PUBLIC HEARING

Note: the Regular Board of Education Meeting will immediately follow this Hearing.

Community Consolidated School District 46



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To: Board of Education, Dr. Lynn Glickman
From: Chris Wildman, CPA SFO, Assistant Superintendent of Finance/CSBO
Date: January 12, 2022
Memo: Conduct of Public Hearing concerning the intent of the Board of Education to sell \$9,100,000 Working Cash Fund Bonds for the purpose of increasing the District's Working Cash Fund.

Background

The Property Tax Extension Limitation Law (PTELL) allows school districts to continue to extend taxes for bonds that were issued without referendum at a level called the Debt Service Extension Base, or "DSEB." The DSEB is the aggregate extension for principle and interest payments for non-referendum bonds that the taxing district issued before the "cutoff date" of 1994, for taxing districts subject to the PTELL.

At the November 17, 2021 Finance Committee meeting, Elizabeth Hennessey from Raymond James presented funding (financing) options for the district's Long Range Facilities Plan. This included using the district's DSEB to issue \$9.1 million in Working Cash bonds to be used exclusively for the repair and maintenance of our buildings outlined in the 3 Year Priority Capital Plan. The administration is recommending to the Board of Education this option, as it maximizes the bond proceeds available to the district and aligns the long term capital work of planned new roofs with the life of the bonds.

Administrative Considerations

On January 12, 2022 the District will hold a public hearing on the issuance of \$9.1 million General Obligation Limited Tax Bonds (working cash), Series 2022. The public hearing is pursuant to the Bond Issuance Notification Act (BINA) 30 ILCS 352. A notice of the public hearing was published in the Daily Herald on December 13, 2021 (not less than 7 days and not more than 30 days prior to the date of the hearing). The notice of public hearing is posted at the principal office of the Board of Education and on the District's website with the Board agenda no later than Monday January 10th, 2022. Pursuant to the Open Meetings Act, the Notice must be *continuously available* for public review during the entire 48-hour period preceding the public hearing. The bonds will be used to fund capital improvements over the next 3 years including

- Building Envelope (roofs, masonry, windows, doors, life safety and site safety)
- Indoor Air Quality-HVAC, A/C
- Modernize learning environments

The Bonds are repaid from the District's debt service extension base over 20 years. The estimated all-in true interest cost is 2.53% including a cushion for interest rate volatility. The

taxable and tax-exempt refunding components of the financing plan result in no tax rate increase to the taxpayers and net interest cost savings based on current estimates.

District Goal

This action is responsive to: District Goal #3- Finance:

Review, expand, and clarify financial practices to increase transparency and communication, with a focus on aligning financial decision making to district goals.

This action is responsive to: District Goal #4- Facilities:

Review, expand, and clarify the comprehensive Master Facilities Plan on an annual basis to continue to create equitable, quality learning environments (both inside and outside of the buildings) to serve our students, staff and communities with a focus on aligning decision-making to district goals.

Board Policy

4:40 Incurring Debt

Recommendation

N/A

BOARD RECOMMENDATION

N/A