

Hughes Springs

Independent School District



Debt Service Booklet

For Fiscal Year 2020

As of September 1, 2020

HUGHES SPRINGS ISD

Debt Information

As of September 1, 2020

Bonds Payable:

Hughes Springs Independent School District currently has one bond debt obligation. The Unlimited Tax School Building Bonds, Series 2005, were first issued on December 15, 2004 and delivered on January 12, 2005 for the amount of \$3,300,000 and set to mature on August 31, 2029. The original purpose of the Unlimited Tax School Building Bonds of 2005 were to construct a new competition gymnasium and renovate the agricultural science building at Hughes Spring High School, construct a new science building with labs at Hughes Springs Elementary, and construct a new central office building for the Hughes Springs Independent School District. As of February 27, 2014, the district's outstanding bond debt was \$2,353,000. This remaining bond debt was refunded on February 27, 2014 at a purchase price of \$2,483,525.90 (representing \$2,153,000 in principal amount of current interest bonds, \$200,000 in principal amount of Capital Appreciation Bonds, and \$130,525.90 in original issue premium). As a result of the new Unlimited Tax Refunding Bonds, Series 2014, the district lowered the interest rates on the outstanding bonds from 4.5 - 5.25% to 1.0 - 2.95% on the new bonds, netting a savings of \$316,726 for the district over the life of the bonds. As of July 10, 2020, the district's outstanding bond debt was \$1,645,000. This remaining bond debt was refunded on July 10, 2020 at a purchase price of \$1,706,302.85 (representing \$1,645,000 in principal amount of bonds and \$61,302.85 in reoffering premium). As a result of the new Unlimited Tax Refunding Bonds, Series 2020, the district lowered the interest rates on the outstanding bonds from 2.95% to 2.56%, netting a savings of \$51,951 for the district over the life of the bonds. The maturity date of the new Unlimited Tax Refunding Bonds, Series 2029 remained the same, August 15, 2029, and are callable at any time.

Credit Rating:

HSISD's only outstanding bond issue (Series 2020) was a private placement issue, meaning it was sold directly to a bank rather than an open market transaction, there is no outstanding bond rating for the District.

Summary:

Current Debt Obligations: Unlimited Tax Refunding Bonds, Series 2020

Date Issued: July 10, 2020

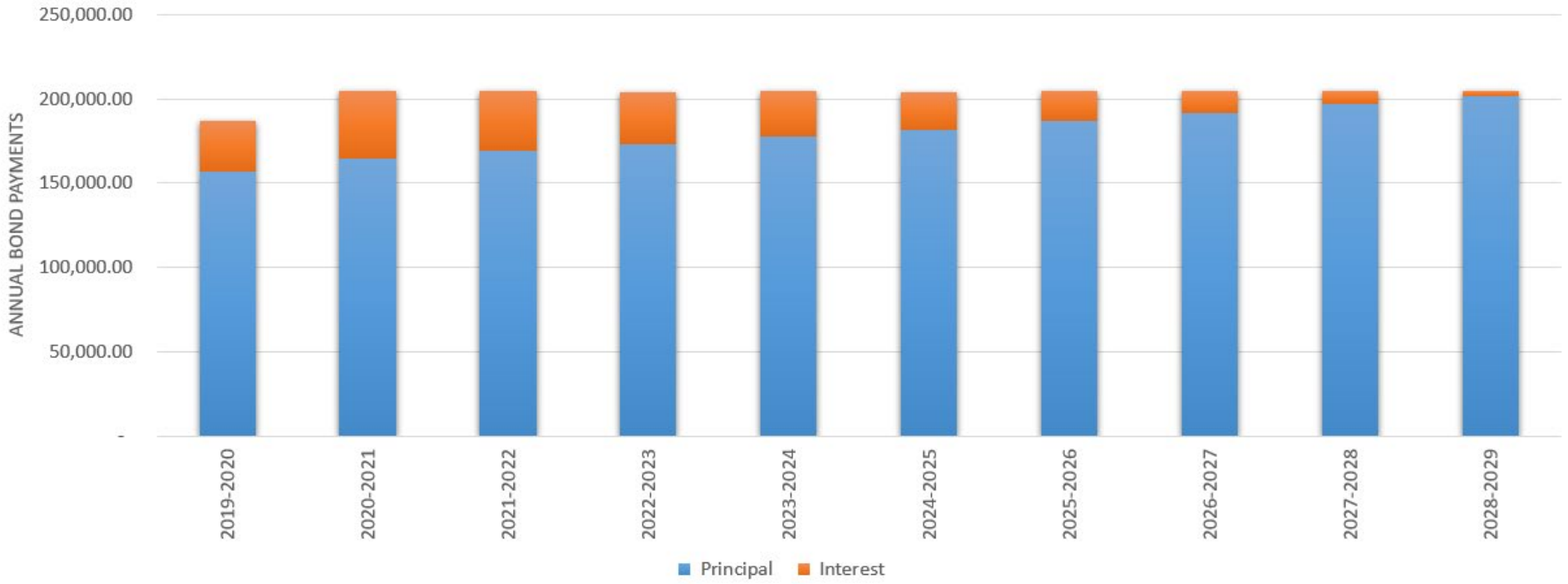
Amount: \$1,706,302.85

Maturity Date: August 15, 2029

Remaining Balance: \$1,645,000

The following page shows how Hughes Springs Independent School District plans to pay the remaining debt on the Unlimited Tax Refunding Bonds, Series 2020. Currently, Hughes Springs ISD does not charge an Interest & Sinking (I&S) tax rate. Current debt obligations are paid by excess maintenance and operations (M&O) funds.

Hughes Springs ISD
Outstanding Unlimited Tax Debt Service by Principal and Interest



Hughes Springs ISD
 Outstanding Unlimited Tax Debt Service by Principal and Interest

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Annual Debt Service</u>
2019-2020	157,000.00	30,088.83	187,088.83
2020-2021	165,000.00	40,000.00	205,000.00
2021-2022	169,000.00	35,724.80	204,724.80
2022-2023	173,000.00	31,348.20	204,348.20
2023-2024	178,000.00	26,854.40	204,854.40
2024-2025	182,000.00	22,246.40	204,246.40
2025-2026	187,000.00	17,523.20	204,523.20
2026-2027	192,000.00	12,672.00	204,672.00
2027-2028	197,000.00	7,692.80	204,692.80
2028-2029	202,000.00	2,585.60	204,585.60
Total	\$ 1,802,000	\$ 226,736	\$ 2,028,736

Note: Debt service payments reflect payments from September 1 through August 31.

Hughes Springs ISD
Semi-Annual Unlimited Tax Debt Service by Principal and Interest

Date	Principal	Interest	Debt Service	Annual Debt Service
2/15/2020	157,000.00	26,579.50	183,579.50	
8/15/2020		3,509.33	3,509.33	187,088.83
2/15/2021	165,000.00	21,056.00	186,056.00	
8/15/2021		18,944.00	18,944.00	205,000.00
2/15/2022	169,000.00	18,944.00	187,944.00	
8/15/2022		16,780.80	16,780.80	204,724.80
2/15/2023	173,000.00	16,780.80	189,780.80	
8/15/2023		14,566.40	14,566.40	204,347.20
2/15/2024	178,000.00	14,566.40	192,566.40	
8/15/2024		12,288.00	12,288.00	204,854.40
2/15/2025	182,000.00	12,288.00	194,288.00	
8/15/2025		9,958.40	9,958.40	204,246.40
2/15/2026	187,000.00	9,958.40	196,958.40	
8/15/2026		7,564.80	7,564.80	204,523.20
2/15/2027	192,000.00	7,564.80	199,564.80	
8/15/2027		5,107.20	5,107.20	204,672.00
2/15/2028	197,000.00	5,107.20	202,107.20	
8/15/2028		2,585.60	2,585.60	204,692.80
2/15/2029	202,000.00	2,585.60	204,585.60	
8/15/2029			-	204,585.60
Total	\$ 1,802,000	\$ 226,735	\$ 2,028,735	\$ 2,028,735

Note: Debt service payments reflect payments from September 1 through August 31.

Paying Agent Information for Series 2020 Bonds:

Firm Name: Amegy Bank of Texas
1801 Main Street
Houston, TX 77002

Contact: Kristen Billings
Phone: (214) 754-6019
Email: Kristen.billings@amegybank.com

Hughes Springs ISD
Bond Expenditures 2019-2020

<u>Date</u>	<u>Reason</u>	<u>Amount</u>
2/15/2020	Series 2014 Principal Payment	\$157,000.00
2/15/2020	Series 2014 Interest Payment	\$ 26,579.50
8/15/2020	Series 2020 Interest Payment	<u>\$ 3,509.33</u>
Total		<u><u>\$187,088.83</u></u>

Notes Payable:

Hughes Springs Independent School District currently has no notes payable. The district had a note that was issued in August 2019 in the amount of \$291,496 and set to mature on February 28, 2020. The purpose of the note was for lighting upgrades to the football stadium. The loan matured on February 28, 2020, at which point the accrued interest of \$6,344.01 was paid and \$68,655.99 of the principal was paid. The note was reissued and was paid off in August of 2020 with an interest payment of \$4,238.37 and principal payment of \$223,108.01.

Summary:

Current Debt Obligations: Notes Payable - Lighting

Date Issued: August 5, 2019

Amount: \$291,496

Maturity Date: February 28, 2020

Remaining Balance: \$0