

Notice of Adoption of Preliminary Determination

Notice is hereby given pursuant to Indiana Code § 6-1.1-20-3.1 that the Board of School Trustees (the "Board") of Concord Community Schools (the "School Corporation") did, on January 10, 2019, make a preliminary determination to issue bonds and enter into a lease (the "Lease") for the construction of a maintenance building and a transportation building, the purchase of property, the renovation of and construction of an addition to Concord High School, renovation of and improvements to the Education Center, Ox Bow Elementary School, Concord Intermediate School, East Side Elementary School and South Side Elementary School, including HVAC, roofing and site improvements throughout the School Corporation and the purchase of equipment (the "Project"). The Lease will be for a maximum term of 15 years with a maximum annual Lease rental of \$3,023,000. The maximum annual Lease rental has been estimated based upon an estimated principal amount of bonds of \$15,510,000, estimated interest rates ranging from 3.05% to 4.40%, and total estimated interest costs of \$5,500,000.

As required by Indiana Code § 6-1.1-20-3.1(b)(1), the following information was available to the public at the public hearings on the preliminary determination: (i) the School Corporation's current and projected annual debt service payments divided by the net assessed value of taxable property within the School Corporation, which is 6.73%; and (ii) the sum of the School Corporation's outstanding long term debt plus the outstanding long term debt of other taxing units that include any other territory of the School Corporation divided by the net assessed value of taxable property within the School Corporation, which is 7.88%.

The School Corporation's current debt service levy is \$9,314,116 and the current rate is \$0.7856. After the School Corporation enters into the proposed Lease and the bonds are issued, the debt service levy will increase by a maximum of \$3,023,000 and the debt service rate will

increase by a maximum of \$0.2422. However, as existing obligations mature, the anticipated net increase to the Debt Service Fund tax rate is expected to be \$0.00.

The estimated amount of the School Corporation's debt service levy and rate that will result during the following 10 years if the School Corporation enters into the lease and issues the bonds, after considering any changes that will occur to the debt service levy and rate during that period on account of any outstanding bonds or lease obligations that will mature or terminate during that period:

<u>Year</u>	<u>Estimated Total Debt Service Levy</u>	<u>Estimated Total Debt Service Rate</u>
2019	\$9,314,116	\$0.7856
2020	\$9,314,116	\$0.7856
2021	\$8,959,116	\$0.7557
2022	\$7,817,116	\$0.6593
2023	\$7,242,116	\$0.6108
2024	\$7,242,116	\$0.6108
2025	\$7,242,116	\$0.6108
2026	\$7,242,116	\$0.6108
2027	\$7,242,116	\$0.6108
2028	\$5,127,116	\$0.4324
2029	\$2,993,116	\$0.2525
2030	\$2,985,116	\$0.2518

The Project involves the opening of new facility space; however, the new facility space will be more efficient than the school facility space being replaced. Therefore, the School Corporation does not expect to annually incur an increase to operate such new school facility space. The purpose of the Lease is to provide for the Project.

Any owners of real property within the School Corporation or registered voters residing within the School Corporation who want to initiate a petition and remonstrance process against the proposed Lease payments or the issuance of the bonds must file a petition that complies with Indiana Code § 6-1.1-20-3.1 subdivisions (4) and (5) not later than 30 days after the first publication of this notice.

Dated January 11, 2019.

/s/ _____
Secretary, Board of School Trustees
Concord Community Schools

(Note 1: In addition to publishing, mail to the Elkhart County Clerk and any organization which has requested a notice of preliminary determination.)

(Note 2: Publish once each week, for two weeks in legally required newspapers; also post in three public places in the School Corporation.)

AFFIDAVIT RE POSTING OF A NOTICE

STATE OF INDIANA)

) SS:

COUNTY OF ELKHART)

The undersigned, being first duly sworn, upon his/her oath deposes and says:

That he/she did, on January 11, 2019, post in three public places in the school corporation known as Concord Community Schools (the "School Corporation") a copy of the School Corporation's Notice of Adoption of Preliminary Determination (the "Notice"), which Notice is in the form attached hereto.

Deponent further says that said Notice was posted in the following places in the School Corporation:

- 1)
- 2)
- 3)

Subscribed and sworn to before me this _____ day of _____, 2019.

Notary Public

My commission expires:

County of Residence:
