



MATTHEW G. BEVIN
Governor

Commonwealth of Kentucky
FINANCE AND ADMINISTRATION CABINET
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WILLIAM M. LANDRUM III
Secretary

RYAN BARROW
Executive Director

September 4, 2018

The Honorable Senator Stan Humphries, Co-Chair
The Honorable Representative Larry Brown, Co-Chair
Capital Projects and Bond Oversight Committee
Legislative Research Commission
Capitol Annex Building
Frankfort, Kentucky 40601

Dear Senator Humphries and Representative Brown:

Listed below is information regarding various projects and reports that will be presented to the Capital Projects and Bond Oversight Committee ("CPBO") at the September 18, 2018, meeting.

The Kentucky Infrastructure Authority ("KIA") will present the following loan for the Committee's approval:

Fund A Loan

Paducah McCracken County Joint Sewer Agency \$9,100,000

The Office of Financial Management will present three (3) informational items for the Committee's review:

Kentucky Economic Development Finance Authority Taxable Hospital Revenue Refunding Bonds, Series 2018A (Baptist Healthcare System Obligated Group) dated August 17, 2018 \$128,980,000

Kentucky Housing Corporation Tax-Exempt Conduit Multifamily Housing Revenue Bonds (Henry Greene Apartments Project), Series 2018 dated August 10, 2018 \$8,200,000

Annual Report of Outstanding Bonds as of Fiscal Year end June 30, 2017

The School Facilities Construction Commission is submitting the following additional information for the Committee's approval:

East Bernstadt Independent \$2,510,000*
Erlanger-Elsmere Independent \$1,375,000*
Fulton County \$1,970,000*
LaRue County \$5,240,000*

*Estimated

Senator Humphries
Representative Brown
September 4, 2018
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An OFM staff member will attend the CPBO meeting to answer any questions regarding this information. Please contact me if there are any questions or should your staff require additional information.

Sincerely,

A handwritten signature in black ink, appearing to read 'Ryan Barrow', written in a cursive style.

Ryan Barrow
Executive Director

Attachments

**Kentucky Infrastructure Authority
Projects for
September 2018 Capital Projects Meeting**

- **Fund A Loan**

<u>Loan #</u>	<u>Borrower</u>	<u>Loan Amount</u>	<u>County</u>
A17-033	Paducah McCracken County Joint Sewer Agency	\$ 9,100,000	McCracken

EXECUTIVE SUMMARY		Reviewer	Ashley Adams	
KENTUCKY INFRASTRUCTURE AUTHORITY		Date	June 1, 2017	
FUND A, FEDERALLY ASSISTED WASTEWATER		KIA Loan Number	A17-033	
REVOLVING LOAN FUND		WRIS Number	SX21145023	
BORROWER		PADUCAH MCCRACKEN COUNTY JOINT SEWER AGENCY MCCRACKEN COUNTY		
BRIEF DESCRIPTION				
This project will construct a 15 MG combined sewer storage tank along with related appurtenances. The project is the first project required under the Agency's Long Term Control Plan (LTCP) and Consent Judgment (Civil Action 07-CI-1252). The primary purpose of the tank will be to receive future excess wet weather flows.				
PROJECT FINANCING		PROJECT BUDGET		
Fund A Loan	\$9,100,000	RD Fee %	Actual %	
				Administrative Expenses \$0
				Legal Expenses 7,500
				Land, Easements 300,000
				Planning 30,000
		Eng - Design / Const 6.5%	6.4%	513,050
		Eng - Insp 3.1%	2.8%	225,000
		Construction		7,085,000
		Contingency		934,450
		Other		5,000
TOTAL	\$9,100,000	TOTAL		\$9,100,000
REPAYMENT	Rate	1.75%	Est. Annual Payment	\$559,428
	Term	20 Years	1st Payment	6 Mo. after first draw
PROFESSIONAL SERVICES	Engineer	JR Wauford & Company		
	Bond Counsel	Dinsmore & Shohl, LLP		
PROJECT SCHEDULE	Bid Opening	Aug-18		
	Construction Start	Sep-18		
	Construction Stop	Jan-20		
DEBT PER CUSTOMER	Existing	\$1,227		
	Proposed	\$1,621		
OTHER DEBT	See Attached			
OTHER STATE-FUNDED PROJECTS LAST 5 YRS	See Attached			
RESIDENTIAL RATES		<u>Users</u>	<u>Avg. Bill</u>	
	Current	18,098	\$23.32	(for 4,000 gallons)
	Additional	0	\$23.32	(for 4,000 gallons)
REGIONAL COORDINATION	This project is consistent with regional planning recommendations.			
CASHFLOW	Cash Flow Before Debt Service	Debt Service	Cash Flow After Debt Service	Coverage Ratio
Audited 2014	2,916,526	1,280,235	1,636,291	2.3
Audited 2015	2,960,038	1,572,243	1,387,795	1.9
Audited 2016	3,502,846	1,375,321	2,127,525	2.5
Projected 2017	4,099,052	1,569,471	2,529,581	2.6
Projected 2018	5,079,827	1,647,984	3,431,844	3.1
Projected 2019	4,991,062	1,715,046	3,276,016	2.9
Projected 2020	4,900,522	1,988,932	2,911,590	2.5
Projected 2021	4,808,171	2,267,122	2,541,049	2.1

Reviewer: Ashley Adams
Date: June 1, 2017
Loan Number: A17-033

**KENTUCKY INFRASTRUCTURE AUTHORITY
WASTEWATER REVOLVING LOAN FUND (FUND "A")
PADUCAH MCCRACKEN JOINT SEWER AGENCY, MCCRACKEN COUNTY
PROJECT REVIEW
SX21145023**

I. PROJECT DESCRIPTION

Paducah McCracken Joint Sewer Agency is requesting a Fund A loan in the amount of \$9,100,000 for the Combined Sewer Storage Tank – Harrison Street Phase 1 project. This project will construct a 15 MG combined sewer storage tank along with related appurtenances. The project is the first project required under the Agency's Long Term Control Plan (LTCP) and Consent Judgment (Civil Action 07-CI-1252). The primary purpose of the tank will be to receive future excess wet weather flows.

The Agency currently serves approximately 18,000 customers.

II. PROJECT BUDGET

	<u>Total</u>
Legal Expenses	\$ 7,500
Land, Easements	300,000
Planning	30,000
Engineering Fees - Design / Const	513,050
Engineering Fees - Inspection	225,000
Construction	7,085,000
Contingency	934,450
Other	5,000
Total	\$ 9,100,000

III. PROJECT FUNDING

	<u>Amount</u>	<u>%</u>
Fund A Loan	\$ 9,100,000	100%
Total	\$ 9,100,000	100%

IV. KIA DEBT SERVICE

Amortized Loan Amount	\$ 9,100,000
Interest Rate	1.75%
Loan Term (Years)	20
Estimated Annual Debt Service	\$ 541,228
Administrative Fee (0.20%)	18,200
Total Estimated Annual Debt Service	\$ 559,428

V. PROJECT SCHEDULE

Bid Opening	March 2018
Construction Start	May 2018
Construction Stop	October 2019

VI. CUSTOMER COMPOSITION AND RATE STRUCTURE

A) Customers

Customers	Current
Residential	18,098
Total	18,098

B) Rates

	Future	Current	Prior
Date of Last Rate Increase	07/01/17	03/01/16	07/01/14
Minimum (3,000 gallons) per 1,000	\$17.49 5.83	\$15.45 5.15	\$13.29 4.43
Cost for 4,000 gallons	\$23.32	\$20.60	\$17.72
Increase %	13.2%	16.3%	
Affordability Index (Rate/MHI)	0.8%	0.7%	

VII. DEMOGRAPHICS

Based on current Census data from the American Community Survey 5-Year Estimate 2010-2014, the Utility's service area population was 34,452 with a Median Household Income (MHI) of \$36,650. The median household income for the Commonwealth is \$43,342. The project will qualify for a 1.75% interest rate.

Year	Population		County		County Unemployment	
	City	% Change	County	% Change	Date	Rate
1980	29,315		61,310		June 2005	6.3%
1990	27,256	-7.0%	62,879	2.6%	June 2010	9.0%
2000	26,307	-3.5%	65,514	4.2%	June 2015	5.8%
2010	25,024	-4.9%	65,565	0.1%	June 2016	6.2%
Current	25,046	0.1%	65,545	0.0%		
Cumulative %		-14.6%		6.9%		

VIII. 2016 CAPITALIZATION GRANT EQUIVALENCIES

- 1) Green Project Reserve - This project does not qualify for Green Project Reserve (GPR) funding.
- 2) Additional Subsidization – This project does not qualify for additional subsidization.

IX. FINANCIAL ANALYSIS

Financial information was obtained from the audited financial statements for the years ended June 30, 2014 through June 30, 2016. The non-cash impact of GASB 68, Accounting and Financial Reporting for Pensions, has been removed from fiscal 2016 operating expenses (\$181 thousand). Percentage references in the History section below are based on whole dollar amounts and not the rounded amounts presented.

HISTORY

Revenues increased 7% from \$6.9 million in 2014 to \$7.4 million in 2016 due to previously approved rate increases. Operating expenses decreased 2% from \$4.4 million in 2014 to \$4.3 million in 2016. The debt coverage ratio was 2.3, 1.9, and 2.5 from 2014 to 2016, respectively.

The balance sheet reflects a current ratio of 5.4, a debt to equity ratio of 0.5, and a collection period of 24.4 days. Unrestricted cash equals 16.1 months of operating expenses.

PROJECTIONS

Projections are based on the following assumptions:

- 1) Revenues will increase 9.2% in 2017 and 13.2% in 2018 due to previously approved rate increases. The utility also has a CPI clause that states they

may adjust rates based on CPI-U each April although no CPI assumptions for revenue growth were factored into this analysis.

- 2) Expenses will increase 2% for inflation
- 3) Debt service coverage is 2.1 in 2021 when principal and interest repayments begin.

Based on the proforma assumptions, the utility shows adequate cash flow to repay the KIA Fund A loan.

REPLACEMENT RESERVE

The Agency currently has designated reserves which include (1) restricted reserves related to outstanding debt and (2) reserves established by the agency for high dollar capital equipment purchases, emergencies and rate stabilization (currently funded to the maximum level of \$3,000,000). In the case of the second reserve account, the agency has a policy that this account cannot drop below \$750,000 and anytime the balance is less than \$3,000,000 their policy states that they will deposit \$135,000 annually until the maximum balance is obtained. There will be no additional reserve requirement for this loan as long as the Agency continues to maintain their current designated reserve policies.

X. DEBT OBLIGATIONS

	<u>Outstanding</u>	<u>Maturity</u>
Revenue Bonds 2011	\$ 4,140,500	2051
Revenue Refunding Bonds 2014	4,000,000	2031
KIA (A03-01)	550,968	2023
KIA (A03-08)	645,346	2026
KIA (A04-03)	431,264	2025
KIA (A08-01)	1,076,076	2029
KIA (A09-02)	5,340,434	2033
KIA (A12-08)	6,025,318	2035
KIA (A16-072) (i/a/o \$2,385,000)		
Total	\$ 22,209,906	

XI. OTHER STATE OR FEDERAL FUNDING IN PAST FIVE YEARS

<u>Project Title</u>	<u>Funding Source</u>	<u>Amount</u>	<u>Type</u>
Massac Creek Interceptor	Delta Regional Authority	\$ 100,000	Grant
Walker Boat Yard Extension & Pump Station	EDA	425,680	Grant

XII. CONTACTS

Legal Applicant

Name	Paducah McCracken Joint Sewer Agency
Address	621 Northview St Paducah, KY 42001
County	McCracken
Authorized Official	John Hodges, Executive Director
Phone	270-575-0056
Email	jhodges@jointsewer.com

Project Contact - Applicant

Name	Amy Darnell, Director of Finance
Representing	Paducah McCracken Joint Sewer Agency
Address	621 Northview St Paducah, KY 42001
Phone	270-575-0056
Email	adarnell@jointsewer.com

Project Administrator

Name	Paducah McCracken Joint Sewer Agency
Address	621 Northview St Paducah, KY 42001
Contact	Josh Webb
Phone	270-575-0056
Email	jwebb@jointsewer.com

Consulting Engineer

Name	Greg Davenport, PE
Firm	JR Wauford & Company
Address	2835 Lebanon Rd., PO Box 140350 Nashville, TN 37214
Phone	615-883-3243
Email	gregd@jrwauford.com

XIII. RECOMMENDATIONS

KIA staff recommends approval of the loan with the standard conditions.

**PADUCAH MCCRACKEN COUNTY JOINT SEWER AGENCY
FINANCIAL SUMMARY (JUNE YEAR END)**

	<u>Audited</u> <u>2014</u>	<u>Audited</u> <u>2015</u>	<u>Audited</u> <u>2016</u>	<u>Projected</u> <u>2017</u>	<u>Projected</u> <u>2018</u>	<u>Projected</u> <u>2019</u>	<u>Projected</u> <u>2020</u>	<u>Projected</u> <u>2021</u>
Balance Sheet								
Assets								
Current Assets	14,773,081	13,346,415	13,992,586	14,544,039	15,301,708	15,956,911	16,539,229	17,047,439
Other Assets	65,256,863	68,423,112	67,910,623	69,368,198	69,344,569	69,954,611	77,628,945	76,665,182
Total	80,029,944	81,769,527	81,903,209	83,912,238	84,646,277	85,911,522	94,168,174	93,712,621
Liabilities & Equity								
Current Liabilities	1,758,635	2,137,269	2,581,348	2,591,318	2,627,085	2,652,789	2,679,435	2,711,026
Long Term Liabilities	20,559,124	24,108,560	23,890,401	25,012,361	23,648,914	23,092,703	30,167,984	28,945,015
Total Liabilities	22,317,759	26,245,829	26,471,749	27,603,679	26,275,999	25,745,492	32,847,419	31,656,041
Net Assets	57,712,185	55,523,698	55,431,460	56,308,558	58,370,278	60,166,031	61,320,755	62,056,580
Cash Flow								
Revenues	6,912,425	6,921,452	7,407,866	8,089,390	9,157,189	9,157,189	9,157,189	9,157,189
Operating Expenses	4,341,692	4,251,438	4,265,905	4,351,223	4,438,247	4,527,012	4,617,552	4,709,903
Other Income	345,793	290,024	360,885	360,885	360,885	360,885	360,885	360,885
Cash Flow Before Debt Service	2,916,526	2,960,038	3,502,846	4,099,052	5,079,827	4,991,062	4,900,522	4,808,171
Debt Service								
Existing Debt Service	1,280,235	1,572,243	1,375,321	1,569,471	1,647,984	1,715,046	1,709,218	1,707,694
Proposed KIA Loan	0	0	0	0	0	0	279,714	559,428
Total Debt Service	1,280,235	1,572,243	1,375,321	1,569,471	1,647,984	1,715,046	1,988,932	2,267,122
Cash Flow After Debt Service	1,636,291	1,387,795	2,127,525	2,529,581	3,431,844	3,276,016	2,911,590	2,541,049
Ratios								
Current Ratio	8.4	6.2	5.4	5.6	5.8	6.0	6.2	6.3
Debt to Equity	0.4	0.5	0.5	0.5	0.5	0.4	0.5	0.5
Days Sales in Accounts Receivable	22.7	26.5	24.4	24.4	24.4	24.4	24.4	24.4
Months Operating Expenses in Unrestricted Cash	14.5	17.1	16.1	17.2	18.7	20.1	21.2	22.1
Debt Coverage Ratio	2.3	1.9	2.5	2.6	3.1	2.9	2.5	2.1



CABINET FOR ECONOMIC DEVELOPMENT

Matthew G. Bevin
Governor

Old Capitol Annex
300 West Broadway
Frankfort, Kentucky 40601
ThinkKentucky.com

Terry R. Gill, Jr.
Secretary

August 23, 2018

The Honorable Christian McDaniel, Co-Chair
The Honorable Steven Rudy, Co-Chair
Joint Committee on Appropriations and Revenue
Room 160, Capitol Annex
702 Capital Avenue
Frankfort, Kentucky 40601

Dear Senator McDaniel and Representative Rudy:

Pursuant to KRS 45.816, I have enclosed information relative to the costs associated with the issuance of revenue bonds issued by the Kentucky Economic Development Finance Authority (KEDFA) for the Baptist Healthcare System Obligated Group Project, Series 2018A.

The listing of costs associated with the bond issue is submitted to KEDFA and the Office of Financial Management (OFM) from bond counsel and is commonly referred to as "Exhibit B" (see attached form). The Commonwealth is not responsible for the payment of costs for the revenue bond issue; however, KRS 45.816 requires the cost information to be furnished to the Capital Projects and Bond Oversight Committee (CPBOC) and the Interim Joint Committee on Appropriations and Revenue.

If you have any questions or if I can be of assistance to you, please contact me at (502) 782-1987.

Sincerely,

Katie Smith
Commissioner

Enclosure

cc: Jennifer Hays

KEDFA BOND INFORMATION FORM

Name of Issue: Kentucky Economic Development Finance Authority Taxable Hospital Revenue Refunding Bonds, Series 2018A (Baptist Healthcare System Obligated Group)

Name of project(s) covered by Issue: Refunding of costs of various existing Baptist Healthcare System Projects – See Exhibit A

Purpose of Issue: The 2018A Bonds are being issued to (i) refund all of the outstanding Kentucky Economic Development Finance Authority Hospital Revenue Bonds, Series 2009A (Baptist Healthcare System Obligated Group), currently outstanding in a total principal amount of \$62,155,000 (the “2009A Bonds”); (ii) refund all of the outstanding Kentucky Economic Development Finance Authority Hospital Revenue Bonds, Series 2017C (Baptist Healthcare System Obligated Group), currently outstanding in a total principal amount of \$65,245,000 (the “2017C Bonds”) (the 2009A Bonds and the 2017C Bonds, collectively, the “Prior Bonds”); and (iii) pay costs of issuance of the 2018A Bonds and of the Refunding.

Size: \$128,980,000

Date of Sale: August 9, 2018
Date of Issue: August 17, 2018
Maturity: August 15, 2048

Ratings: Baa1 (Moody’s) / A (Fitch)
Security: Master Trust Indenture Obligation of Baptist Healthcare System, secured by a pledge of revenues of the Baptist Health Obligated Group

Date authorization(s): June 28, 2018 (KEDFA approval)
 July 10, 2018 (State Property and Buildings Commission)
 July 18, 2018 (Capital Projects and Bond Oversight Committee)
 August 14, 2018 (Office of Financial Management of the Finance and Administration Cabinet)

Net Proceeds for Refunding:	\$127,403,503.20
Plus: Issuance Costs	<u>1,576,496.80</u>
GROSS PROCEEDS:	\$128,980,000.00

Terms of issue: **Net interest rate:** 5.09%

Length of term: 30 years

Gross debt service amount: \$325,470,432.74
Average annual debt service: \$ 10,851,023.87

First call date: Any date* **Premium at first call:** None*
Security: See above
Method of sale: Negotiated
Purchasers: Merrill Lynch, Pierce, Fenner & Smith Incorporated (Bank of America
Merrill Lynch)
Goldman Sachs & Co. LLC

***Optional Redemption Terms:**

The Bonds are subject to redemption prior to maturity at the option of the Authority (which option shall be exercised upon Request of the Obligated Group Agent given to the Bond Trustee (unless waived by the Bond Trustee) at least twenty-five (25) days prior to the date fixed for redemption), (unless waived by the Bond Trustee in its sole discretion)), from any source of available funds, in whole or in part (in such amounts and maturities and within such maturities as may be specified by the Obligated Group Agent or, if the Obligated Group Agent fails to specify such maturities, in inverse order of maturity), by lot within a maturity, on any date at the Make-Whole Redemption Price applicable to such Bonds, together with accrued interest thereon to the redemption date.

The Obligated Group Agent shall retain an independent accounting firm or a financial advisor to determine the Make-Whole Redemption Price, if any, of the Bonds to be redeemed and perform all actions and make all calculations required to determine such Make-Whole Redemption Price. The Bond Trustee and the Obligated Group Agent may conclusively rely on such accounting firm's or financial advisor's calculations in connection with, and its determination of, the Make-Whole Redemption Price, and neither the Bond Trustee nor the Obligated Group Agent shall have any liability for such reliance.

The following definitions apply to the above optional redemption terms:

“Comparable Treasury Issue” means with respect to the Bonds, the United States Treasury security or securities selected by a Designated Investment Banker as having an actual or interpolated maturity comparable to the remaining term of the Bonds to be redeemed that would be utilized, at the time of selection and in accordance with customary financial practice, in pricing new issues of corporate debt securities of a comparable maturity to the remaining term of the Bonds.

“Comparable Treasury Price” means, with respect to any redemption date, with respect to the Bonds, the average of the Reference Treasury Dealer Quotations for such redemption date, excluding the highest and lowest of such Reference Treasury Dealer Quotations, or if the Designated Investment Banker obtains only one Reference Treasury Dealer Quotation, such Reference Treasury Dealer Quotation.

“Designated Investment Banker” means one of the Reference Treasury Dealers appointed by the Obligated Group Agent.

“Make-Whole Redemption Price” means the greater of (1) 100% of the principal amount of any Bonds being redeemed; or (2) the sum of the present values of the applicable remaining scheduled payments of principal and interest on any Bonds being redeemed (exclusive of interest accrued to the date of redemption) discounted to the redemption date on a semiannual basis (assuming a 360-day year consisting of twelve 30-day months) at the Treasury Rate plus 30 basis points for the Bonds.

“Redemption Price” means, as applicable, with respect to any Bond (or portion thereof), (i) the Make-Whole Redemption Price or (ii) the principal amount of such Bond (or portion) plus the applicable premium, if any, payable upon redemption thereof pursuant to the provisions of such Bond and this Bond Indenture.

“Reference Treasury Dealer” means one or more entities appointed by the Obligated Group Agent, which in each case, is a primary United States government securities dealer in the city of New York, New York, and its, or their, respective successors.

“Reference Treasury Dealer Quotations” means, with respect to each Reference Treasury Dealer and any redemption date for the Bonds, the average, as determined by the Designated Investment Banker, of the bid and asked prices for the applicable Comparable Treasury Issue (expressed in each case as a percentage of its principal amount) quoted in writing to the Designated Investment Banker by such Reference Treasury Dealer at 3:30 p.m., New York City time, on the third Business Day preceding such redemption date. “Treasury Rate” means, with respect to any redemption date, the rate per annum equal to the semiannual equivalent yield to maturity or interpolated (on a day count basis) with respect to the Bonds, of the Comparable Treasury Issue with respect thereto, computed as of the second Business Day immediately preceding such redemption date, assuming a price for the Comparable Treasury Issue (expressed as a percentage of its principal amount) equal to the Comparable Treasury Price for such redemption date.

“Treasury Rate” means, with respect to any redemption date, the rate per annum equal to the semiannual equivalent yield to maturity or interpolated (on a day count basis) with respect to the Bonds, of the Comparable Treasury Issue with respect thereto, computed as of the second Business Day immediately preceding such redemption date, assuming a price for the Comparable Treasury Issue (expressed as a percentage of its principal amount) equal to the Comparable Treasury Price for such redemption date.

Professional Services

Pursuant to the provisions of KRS Chapter 47, Baptist Health is providing information on all costs associated, either directly or indirectly, with the issuance of revenue bonds or notes.

Agency: Kentucky Economic Development Finance Authority
 Issue: Taxable Hospital Revenue Refunding Bonds, Series 2018A (Baptist Healthcare System Obligated Group)

<u>Payee Name/Address*</u>	<u>Participation</u>	<u>Fees, commissions, or any other economic benefits received or anticipated to be received</u>
Kentucky Economic Development Finance Authority Old Capitol Annex 300 West Broadway Frankfort, KY 40601	Issuance Fee	\$10,000
Hall, Render, Killian, Heath & Lyman, P.C. 500 North Meridian St., Suite 400 Indianapolis, IN 46204	Bond Counsel Fee and Expenses	\$150,000
Stoll Keenon Ogden PLLC 500 West Jefferson Street Suite 2000 Louisville, KY 40202	Borrower Counsel Fee and Expenses	\$95,000
U.S. Bank National Association One Financial Square Louisville, KY 40202	Trustee's Fee	\$9,750
Stites & Harbison PLLC 400 West Market Street, Suite 1800 Louisville, KY 40202	Issuer's Counsel Fee and Expenses	\$27,500
Hammond Hanlon Camp LLC 623 Fifth Avenue, 29 th Floor New York, NY 10022	Financial Advisory Fee	\$270,960
Senior Manager Bank of America Merrill Lynch One Bryant Park New York, NY 10036	Underwriters' Discount	\$450,785
Co-Manager Goldman Sachs & Co, LLC 200 West Street New York, NY 10282	Underwriters' Discount	\$150,261

Chapman and Cutler LLP 111 West Monroe Street Chicago, IL 60603	Underwriters' Counsel Fee and Expenses	\$100,000
Deloitte & Touche LLP 220 West Main Street, Suite 2100 Louisville, KY 40202	Accountant's Fee	\$75,967
Moody's Investors Service 7 WTC at 250 Greenwich Street New York, NY 10007	Rating Fee	\$75,000
Fitch Ratings 33 Whitehall Street New York, NY 10004	Rating Fee	\$90,000
ImageMaster 1182 Oak Valley Drive Ann Arbor, MI 48108	Printing Fee	\$4,596
Misc/Contingency	Misc.	\$20,181

* Payees listed shall include issuers, underwriters, placement agents and advisors, financial advisors, remarketing agents, credit enhancers, trustees, accountants, and the counsel of all such persons, bond counsel, special tax counsel, and any other persons receiving financing benefit from the issuance of revenue bonds or notes.

Note: Changes or additions in amounts or names of payees or recipients shall be furnished to the Capital Projects and Bond Oversight Committee and the Interim Joint Committee on Appropriations and Revenue, and shall be made available to the public, within three (3) days following such change or addition.

SOURCES AND USES (See attached)

Sources:	Bond Proceeds	\$128,980,000.00
	Total Sources	<u>\$128,980,000.00</u>

Debt Service: (See attached)

Uses:	Refunding of 2017C Bonds	\$ 65,245,000.00
	Refunding of 2009A Bonds	\$ 62,155,000.00
	Costs of Issuance	\$ 1,576,496.80
	Rounding	\$ <u>3,503.20</u>
	Total Uses	<u>\$128,980,000.00</u>

FOR REFUNDING ONLY

Bond issue being refinanced: (i) all of the outstanding Kentucky Economic Development Finance Authority Hospital Revenue Bonds, Series 2017C (Baptist Healthcare System Obligated Group) and (ii) all of the outstanding Kentucky Economic Development Finance Authority Hospital Revenue Bonds, Series 2009A (Baptist Healthcare System Obligated Group)

Amount of principal:	Same as to be refunded -->	Amount to be refunded:	2017C = 65,245,000.00 2009A = 62,155,000.00
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Terms of existing bond issue:

Net interest rate:	2017C = LIBOR + 0.25% 2009A = 5.47%	Length of term:	2017C = 3 months 2009A = approx. 3 years
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First call date:	2017C = Any date 2009A = 8/15/2018	Call at par:	2017C = Any date 2009A = 8/15/2018
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Average annual debt service	2017C = currently interest only 2009A = \$ 8,716,507.22
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REFUNDING ACTIVITY

Funds to apply to refunding:	\$0.00
Proceeds from New Bonds:	\$127,400,000.00
Released Debt Service Reserve:	<u>\$0.00</u>
Total Available to Pay Old Bond Issue:	\$127,400,000.00

SAVINGS RESULTING FROM REFINANCING

Average annual debt service savings:	N/A
Number of years savings will accrue:	N/A
Total present value savings:	N/A

Note: The Bonds are being issued as Taxable Revenue Refunding Bonds in order to extend the maturity and re-structure the debt service payments on the Bonds to provide cash flow savings to Baptist Health and to appropriately position Baptist Health's entire debt portfolio.

EXHIBIT A

PRIOR BONDS TO BE REFUNDED

The Prior Bonds will be refunded with a portion of the proceeds of the Bonds.

PRIOR PROJECTS

Proceeds of the Prior Bonds were used to finance and refinance all or any portion of the purchase, acquisition, construction, enlargement, remodeling, renovation, improvement, furnishing or equipping of the hospitals, other health facilities, and their related facilities, including land, owned or operated by Baptist Health or its affiliates and generally located at the addresses, all as described below:

1. Baptist Health Corbin, generally located at 1 Trillium Way, Corbin, Whitley County, Kentucky (\$15,000,000 maximum principal amount).
 - a. Acquisition, construction or renovation of behavioral health facilities, HVAC systems, plumbing systems, surgical centers and medical and office equipment and furnishings.
2. Baptist Health LaGrange, generally located at 1025 New Moody Land, LaGrange, Oldham County, Kentucky (\$30,000,000 maximum principal amount).
 - a. Acquisition, construction or renovation of facility safety systems, laboratory facilities, HVAC equipment, emergency and patient room improvements and medical and office equipment and furnishings.
3. Baptist Health Lexington, generally located at 1740 Nicholasville Road, Lexington, Fayette County, Kentucky (\$50,000,000 maximum principal amount).
 - a. Acquisition, construction or renovation of a two-story tower addition, power plant upgrades, laboratories, operating rooms, HVAC equipment, emergency systems, medical and office equipment and furnishings and other general facility improvements.
4. Baptist Health Paducah, generally located at 2501 Kentucky Avenue, Paducah, McCracken County, Kentucky (\$15,000,000 maximum principal amount).
 - a. Acquisition, construction or renovation of facilities for cardiovascular services, women's health services, diagnostic imaging services, chaplain services, safety system upgrades, and medical and office equipment and furnishings.

5. Baptist Health Louisville, generally located at 4000 Kresge Way, St. Matthews, Jefferson County, Kentucky (\$15,000,000 maximum principal amount).
 - a. Acquisition, construction or renovation of a patient bed and surgery tower, cardiovascular facilities, diagnostic imaging facilities, pediatric facilities, HVAC systems and related equipment, north building renovations and medical and office equipment and furnishings.
6. Baptist Health Support Services, generally located at 4007 Kresge Way, St. Matthews, Jefferson County, Kentucky (\$20,000,000 maximum principal amount).
 - a. Acquisition, construction or renovation of facility safety equipment and medical and office equipment and furnishings.

SOURCES AND USES OF FUNDS

Baptist Healthcare System
Series 2018A Financing
Final Numbers
Priced 8-9-18
Make-Whole Call at UST + 30

Sources:	Refunding of 2017C Bridge Loan	Refunding of remaining 2009A Bonds	Total
Bond Proceeds:			
Par Amount	66,055,000.00	62,925,000.00	128,980,000.00
	66,055,000.00	62,925,000.00	128,980,000.00
Uses:	Refunding of 2017C Bridge Loan	Refunding of remaining 2009A Bonds	Total
Refunding Escrow Deposits:			
Cash Deposit	65,245,000.00	62,155,000.00	127,400,000.00
Cost of Issuance:			
Costs of Issuance	499,560.78	475,889.22	975,450.00
Underwriter's Discount:			
Average Takedown	297,247.50	283,162.50	580,410.00
Expenses	10,568.80	10,068.00	20,636.80
	307,816.30	293,230.50	601,046.80
Other Uses of Funds:			
Additional Proceeds	2,622.92	880.28	3,503.20
	66,055,000.00	62,925,000.00	128,980,000.00

BOND DEBT SERVICE

Baptist Healthcare System
 Series 2018A Financing
 Final Numbers
 Priced 8-9-18
 Make-Whole Call at UST + 30

Period Ending	Principal	Coupon	Interest	Debt Service
08/15/2019	-	-	6,514,500.36	6,514,500.36
08/15/2020	-	-	6,550,894.22	6,550,894.22
08/15/2021	-	-	6,550,894.22	6,550,894.22
08/15/2022	-	-	6,550,894.22	6,550,894.22
08/15/2023	-	-	6,550,894.22	6,550,894.22
08/15/2024	-	-	6,550,894.22	6,550,894.22
08/15/2025	-	-	6,550,894.22	6,550,894.22
08/15/2026	-	-	6,550,894.22	6,550,894.22
08/15/2027	-	-	6,550,894.22	6,550,894.22
08/15/2028	-	-	6,550,894.22	6,550,894.22
08/15/2029	-	-	6,550,894.22	6,550,894.22
08/15/2030	-	-	6,550,894.22	6,550,894.22
08/15/2031	-	-	6,550,894.22	6,550,894.22
08/15/2032	-	-	6,550,894.22	6,550,894.22
08/15/2033	-	-	6,550,894.22	6,550,894.22
08/15/2034	-	-	6,550,894.22	6,550,894.22
08/15/2035	-	-	6,550,894.22	6,550,894.22
08/15/2036	-	-	6,550,894.22	6,550,894.22
08/15/2037	-	-	6,550,894.22	6,550,894.22
08/15/2038	-	-	6,550,894.22	6,550,894.22
08/15/2039	-	-	6,550,894.22	6,550,894.22
08/15/2040	-	-	6,550,894.22	6,550,894.22
08/15/2041	-	-	6,550,894.22	6,550,894.22
08/15/2042	-	-	6,550,894.22	6,550,894.22
08/15/2043	-	-	6,550,894.22	6,550,894.22
08/15/2044	-	-	6,550,894.22	6,550,894.22
08/15/2045	-	-	6,550,894.22	6,550,894.22
08/15/2046	-	-	6,550,894.22	6,550,894.22
08/15/2047	-	-	6,550,894.22	6,550,894.22
08/15/2048	128,980,000	5.079%	6,550,894.22	135,530,894.22
	128,980,000		196,490,432.74	325,470,432.74



MATTHEW G. BEVIN
Governor

Commonwealth of Kentucky
FINANCE AND ADMINISTRATION CABINET
Office of Financial Management
702 Capital Avenue
Suite 76
Frankfort, Kentucky 40601
(502) 564-2924
(502) 564-7416 Facsimile

WILLIAM M. LANDRUM III
Secretary

RYAN BARROW
Executive Director

August 24, 2018

William E. Summers, V
Chairman
Kentucky Housing Corporation
1231 Louisville Road
Frankfort, KY 40601-6191

Dear Chairman Summers:

This letter will advise that the Office of Financial Management ("OFM") of the Finance and Administration Cabinet has reviewed and is hereby approving the issuance of the Kentucky Housing Corporation Multifamily Housing Revenue Bonds (Henry Greene Apartments Project), Series 2018 in a principal amount of \$8,200,000 (the "Bonds"). The Bonds, by their terms, provide that payment of principal and interest thereon are not an obligation of the Commonwealth of Kentucky or its departments or agencies.

Pursuant to OAG 83-453, OFM has restricted its review and approval process to reviewing certain documents incidental to the issue and to obtaining assurance that the documents include language which provides that the Bonds and interest thereon shall not be deemed to constitute a debt, liability or obligation of the Kentucky Housing Corporation ("KHC") or the Commonwealth of Kentucky or any political subdivision thereof. OFM notes that the approval of this issue by the Capital Projects and Bond Oversight Committee ("CPBO") occurred on October 17, 2017. The attached includes a finalized listing of costs related to the issuance of the Bonds pursuant to KRS 45.816.

Sincerely,

A handwritten signature in blue ink, appearing to read "Ryan Barrow".

Ryan Barrow
Executive Director

Attachments

FINAL BOND ISSUE REPORT

Name of Bond Issue: Kentucky Housing Corporation Tax-Exempt Conduit Multifamily Housing Revenue Bonds (Henry Greene Apartments Project), Series 2018

Purpose of Issue: The bonds will be used to finance the acquisition, rehabilitation and equipping of the Henry Greene Apartments Project, a two hundred and sixteen unit property located at 1005 W. Jefferson Street, Louisville, Kentucky 40203. The Kentucky Housing Corporation has conducted a public hearing concerning the proposed project on October 16, 2017 following the delivery of notice to the public on September 29, 2017.

Name of Project: Henry Greene Apartments

Date of Sale: August 7, 2018

Date of Issuance: August 10, 2018

Ratings: AA+ (S&P)

Net Proceeds: \$8,200,000

Cost of Issuance: See Exhibit A attached (costs of issuance paid from owner equity)

Debt Service Reserve Fund: \$0, but a \$566,098 operating reserve will be funded from equity.

Insurance Premium: N/A

Total Project Cost: \$17,390,252

Term: 3 years

Net Interest Rate: 2.00%

Average Debt Service: \$164,000

Gross Debt Service: \$8,692,000

First Call Date: September 1, 2020

Premium at First Call: No premium

Method of Sale: Public Offering

Bond Counsel: Dinsmore & Shohl LLP

Underwriter: Citigroup Global Markets Inc.

Underwriter Counsel: Norris, George & Ostrow PLLC

Financial Advisor: N/A

Trustee: U.S. Bank, National Association

Developer: Allied Real Estate Partners, LLC

Exhibit A

Project Funding Sources:

Cash Flow During Construction	\$ 471,204
Existing Reserves	941,857
Tax Credit Equity	5,102,429
Deferred Developer Fee	1,489,362
Permanent Mortgage Loan	<u>9,385,400</u>
TOTAL	\$ 17,390,252

Costs of Issuance:

Bond Counsel Legal Fees	\$ 58,000
Rating Agency Fees	5,000
Underwriter Fees	50,700
KHC Issuer Fee	52,500
KHC Issuer Counsel	12,500
KHC Admin Fee	5,000
Borrower Counsel	39,500
Consultant Fee	1,500
LAHTF Counsel	21,500
Trustee Fee	7,500
Underwriter Counsel	35,000
Verification Agent	1,500
Public Hearing	<u>1,000</u>
TOTAL	\$ 291,200

Annual Report of Bonds Outstanding

FY18	Principal					Interest	Annual Fees**
	June 30, 2017	Issued	Matured	Refunded	June 30, 2018		
State Property and Buildings Commission ("SPBC")	\$ 4,422,195,000	\$ 544,620,000.00	\$ 306,400,000	\$ 133,795,000	\$ 4,526,620,000	\$ 170,404,663	\$ -
Kentucky Asset/Liability Commission ("ALCO")	\$ 1,268,375,000	\$ 27,750,000	\$ 175,200,000	\$ 5,375,000	\$ 1,115,550,000	\$ 49,911,798	\$ -
Turnpike Authority of Kentucky ("TAK")	\$ 1,604,100,000	\$ 174,335,000	\$ 91,400,000	\$ 151,365,000	\$ 1,535,670,000	\$ 58,301,473	\$ -
School Facilities Construction Commission	\$ 1,152,012,044	\$ 86,124,396	\$ 90,022,961	\$ 15,695,230	\$ 1,132,418,249	\$ 31,011,107	\$ -
Kentucky Infrastructure Authority ("KIA")	\$ 345,580,000	\$ -	\$ 20,060,000	\$ -	\$ 325,520,000	\$ 10,585,881	\$ 5,738
State Universities	\$ 1,818,327,000	\$ 244,390,000	\$ 81,240,000	\$ 0	\$ 1,981,477,000	\$ 64,035,777	\$ 66,500
Kentucky Housing Corporation	\$ 559,895,000	\$ -	\$ 22,795,000	\$ 51,825,000	\$ 485,275,000	\$ 16,362,791	\$ 167,561
KY Higher Education Student Loan Corporation	\$ 888,632,490	\$ 171,068,000	\$ 1,200,000	\$ 242,349,000	\$ 816,151,490	\$ 18,967,231	\$ 55,142
KY Local Correctional Facilities Construction Authority	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Kentucky Public Transportation Infrastructure Authority	\$ 727,870,369	\$ 452,200,000	\$ 452,200,000	\$ -	\$ 727,870,369	\$ 21,324,683	\$ -
Total	\$ 12,786,986,903	\$ 1,700,487,396	\$ 1,240,517,961	\$ 600,404,230	\$ 12,646,552,108	\$ 440,905,404	\$ 294,940



School Facilities Construction Commission

Finance and Administration Cabinet

700 Louisville Rd

Carriage House

Frankfort, Kentucky 40601

(502) 564-5582

(888) 979-6152 Fax

www.sfcc.ky.gov

MATT BEVIN

Governor

MR. WILLIAM LANDRUM III

Secretary

DAVID PRATER

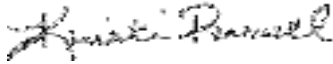
Chairman

CHELSEY BIZZLE

Executive Director

MEMORANDUM

TO: Ryan Barrow
Office of Financial Management

FROM: Kristi Russell, SFCC 

DATE: August 30, 2018

SUBJECT: Capital Projects and Bond Oversight Committee (CPBO)

The following information is submitted for consideration by CPBO at their next meeting tentatively scheduled for September 18, 2018:

East Bernstadt Independent- \$2,510,000 estimated – Renovation at the Elementary School and New Board Office are planned. State estimated annual debt service is \$7,907 and local is \$177,273. No tax increase is necessary to finance this project.

Erlanger-Elsmere Independent- \$1,375,000 estimated – Roof replacement at Loyd High School is planned. State estimated annual debt service is \$36,113 and local is \$58,548. No tax increase is necessary to finance this project.

Fulton County- \$1,970,000 estimated – District wide renovations are planned. State estimated annual debt service is \$15,290 and local is \$138,032. No tax increase is necessary to finance this project.

LaRue County- \$5,240,000 estimated – New High School gym, grandstand and press box are planned. State estimated annual debt service is \$55,399 and local is \$320,175. No tax increase is necessary to finance this project.

If you or the Committee needs any additional information please feel free to contact me.



Memo

To: KSFCC
From: Lincoln Theinert
Subject: Bond Payee Disclosure Form –East Bernstadt Independent School District Series 2018
Date: August 29, 2018
cc: File

Please find enclosed a Bond Payee Disclosure Form and Plan of Financing for the East Bernstadt Independent School District. Please process this issue at the next meeting of the Capital Projects and Bond Oversight Committee.

If you should have any questions or require any additional information, please do not hesitate to contact our office.

BOND PAYEE DISCLOSURE FORM

Par Amount:	\$ 2,510,000
Issue Name:	East Bernstadt Independent School District Finance Corporation School Building Revenue Bonds, Series 2018
Purpose:	East Bernstadt Middle School Renovation and New Board Office
Projected Sale Date of Bonds:	21-Nov-18
First Call Date:	11/1/25 @ 100
Method of Sale:	Competitive Bids
Place/time of sale:	SFCC, 267 Capitol Annex, Frankfort, Ky, / 11:00 A.M.
Bond Rating:	Moody's: "A1"
Bond Counsel:	Steptoe & Johnson, Louisville, KY
Fiscal Agent:	Ross, Sinclair & Associates, Lexington, Kentucky
Date received by SFCC:	<input type="text"/> To be filled in by SFCC
Date scheduled for Committee review:	<input type="text"/> To be filled in by SFCC

Month Day Year

Estimated par amount of Bonds:
 % Share of total Bonds:
 Estimated average annual debt service:
 Estimated debt service reserve:

SFCC Portion	Local Portion	Total
\$ 107,175	\$ 2,402,825	\$ 2,510,000
4.27%	95.73%	
\$ 7,907	\$ 177,273	\$ 185,180
\$ 0	\$ 0	\$ 0

Estimated Cost of Issuance:

Fiscal Agent, Bond Counsel, Advertisements, Printing, Etc.
 Special Tax Counsel
 Number verifications
 Bond Rating
 Underwriter's Discount
 Bank Fee
 Total Cost of Issuance:

\$ 984	\$ 22,056	\$ 23,040
\$ 0	\$ 0	\$ 0
\$ 0	\$ 0	\$ 0
\$ 342	\$ 7,658	\$ 8,000
\$ 2,143	\$ 48,057	\$ 50,200
\$ 149	\$ 3,351	\$ 3,500
\$ 3,618	\$ 81,122	\$ 84,740

Anticipated Interest Rates:

5 Years: 3.000% 10 Years: 3.500% 15 Years: 3.750%
 20 Years: 3.950%

Note: No Local Tax increase is required.

EAST BERNSTADT IND. SCHOOL DISTRICT

Plan of Financing

Date of Report: 8/30/2018

Local Bond Payments Outstanding 1

Summary of Funds for Bond Payments 2

Projected Bond Issue 3

**EAST BERNSTADT IND. SCHOOL DISTRICT
OUTSTANDING NET LOCAL DEBT SERVICE**

	<u>A</u>	<u>B</u>	<u>C</u>	<u>D</u>	<u>E</u>	<u>F</u>	<u>G</u>	<u>H</u>
	Escrow							
	Series	Series	Series	Series	Series	Series	Series	Total
FYE	2009-Ref	2011	2012	2014				
2018	\$55,517	\$116,254	\$95,863	\$69,081				\$336,714
2019	\$54,810	\$115,904	\$95,019	\$73,230				\$338,963
2020		\$115,554	\$153,031	\$67,381				\$335,966
2021		\$115,154	\$150,249	\$71,530				\$336,933
2022		\$114,704	\$152,400	\$70,630				\$337,734
2023		\$114,254	\$154,419	\$69,731				\$338,403
2024		\$113,804	\$151,371	\$73,780				\$338,955
2025		\$113,354	\$153,258	\$72,780				\$339,392
2026		\$112,904	\$155,011	\$71,436				\$339,352
2027		\$112,454	\$156,633	\$69,839				\$338,925
2028		\$116,891	\$153,188	\$68,061				\$338,140
2029		\$116,216	\$154,676	\$66,374				\$337,267
2030		\$118,847	\$151,099	\$69,602				\$339,547
2031		\$113,266	\$157,389	\$67,746				\$338,400
2032			\$202,884	\$80,535				\$283,419
2033			\$202,650	\$78,274				\$280,924
2034				\$149,646				\$149,646
2035				\$150,166				\$150,166
2036								
Totals:	\$110,328	\$1,609,560	\$2,439,138	\$1,439,821	\$0	\$0	\$0	\$5,598,846

EAST BERNSTADT IND. SCHOOL DISTRICT SUMMARY OF FUNDS AVAILABLE

A	B	C	D	E	F	G	H	I	J	K	L	M	N
FYE	Local Nickel	Cat 5 Nickel	Recallable Nickel	Capital Outlay @ 80%	FSPK	Cat 5 FSPK	Recallable FSPK	Total Local Funds	Less Current Payments	Local Funds Available	SFCC Offer	SFCC Offer	Total Funds Available
2018	\$36,514	\$36,514	\$36,514	\$31,455	\$117,421	\$117,421	\$29,355	\$405,194	(\$336,714)	\$68,480	\$1,644	\$333	\$68,480
2019	\$37,500	\$37,500	\$37,500	\$31,360	\$125,964	\$125,964	\$125,964	\$521,752	(\$338,963)	\$182,789	\$6,574	\$1,333	\$184,432
2020	\$37,500	\$37,500	\$37,500	\$31,360	\$125,964	\$125,964	\$125,964	\$521,752	(\$335,966)	\$185,786	\$6,574	\$1,333	\$192,360
2021	\$37,500	\$37,500	\$37,500	\$31,360	\$125,964	\$125,964	\$125,964	\$521,752	(\$336,933)	\$184,819	\$6,574	\$1,333	\$191,393
2022	\$37,500	\$37,500	\$37,500	\$31,360	\$125,964	\$125,964	\$125,964	\$521,752	(\$337,734)	\$184,018	\$6,574	\$1,333	\$190,592
2023	\$37,500	\$37,500	\$37,500	\$31,360	\$125,964	\$125,964	\$125,964	\$521,752	(\$338,403)	\$183,349	\$6,574	\$1,333	\$189,923
2024	\$37,500	\$37,500	\$37,500	\$31,360	\$125,964	\$125,964	\$125,964	\$521,752	(\$338,955)	\$182,797	\$6,574	\$1,333	\$189,371
2025	\$37,500	\$37,500	\$37,500	\$31,360	\$125,964	\$125,964	\$125,964	\$521,752	(\$339,392)	\$182,360	\$6,574	\$1,333	\$188,934
2026	\$37,500	\$37,500	\$37,500	\$31,360	\$125,964	\$125,964	\$125,964	\$521,752	(\$339,352)	\$182,401	\$6,574	\$1,333	\$188,975
2027	\$37,500	\$37,500	\$37,500	\$31,360	\$125,964	\$125,964	\$125,964	\$521,752	(\$338,925)	\$182,827	\$6,574	\$1,333	\$189,401
2028	\$37,500	\$37,500	\$37,500	\$31,360	\$125,964	\$125,964	\$125,964	\$521,752	(\$338,140)	\$183,612	\$6,574	\$1,333	\$190,186
2029	\$37,500	\$37,500	\$37,500	\$31,360	\$125,964	\$125,964	\$125,964	\$521,752	(\$337,267)	\$184,485	\$6,574	\$1,333	\$191,059
2030	\$37,500	\$37,500	\$37,500	\$31,360	\$125,964	\$125,964	\$125,964	\$521,752	(\$339,547)	\$182,205	\$6,574	\$1,333	\$188,779
2031	\$37,500	\$37,500	\$37,500	\$31,360	\$125,964	\$125,964	\$125,964	\$521,752	(\$338,400)	\$183,352	\$6,574	\$1,333	\$189,926
2032	\$37,500	\$37,500	\$37,500	\$31,360	\$125,964	\$125,964	\$125,964	\$395,788	(\$283,419)	\$112,369	\$6,574	\$1,333	\$118,943
2033	\$37,500	\$37,500	\$37,500	\$31,360	\$125,964	\$125,964	\$125,964	\$395,788	(\$280,924)	\$114,864	\$6,574	\$1,333	\$121,438
2034	\$37,500	\$37,500	\$37,500	\$31,360	\$125,964	\$125,964	\$125,964	\$395,788	(\$149,646)	\$246,142	\$6,574	\$1,333	\$252,716
2035	\$37,500	\$37,500	\$37,500	\$31,360	\$125,964	\$125,964	\$125,964	\$395,788	(\$150,166)	\$245,622	\$6,574	\$1,333	\$252,196
2036	\$37,500	\$37,500	\$37,500	\$31,360	\$125,964	\$125,964	\$125,964	\$395,788	\$0	\$395,788	\$6,574	\$1,333	\$402,362
2037	\$37,500	\$37,500	\$37,500	\$31,360	\$125,964	\$125,964	\$125,964	\$395,788	\$0	\$395,788	\$6,574	\$1,333	\$402,362
2038	\$37,500	\$37,500	\$37,500	\$31,360	\$125,964	\$125,964	\$125,964	\$395,788	\$0	\$395,788	\$6,574	\$1,333	\$402,362
2039	\$37,500	\$37,500	\$37,500	\$31,360	\$125,964	\$125,964	\$125,964	\$395,788	\$0	\$395,788	\$4,930	\$1,000	\$400,718
Totals:	\$824,014	\$824,014	\$824,014	\$690,015	\$2,762,655	\$1,754,953	\$2,674,599	\$10,354,274	(\$5,598,846)	\$4,755,429	\$131,480	\$26,660	\$4,886,908

NOTES: Data based on assessments of \$73,028,045 and ADA of 393.193 per KDE SEEK Website (FY 2017-18)

Data based on assessments of \$75,000,000 and ADA of 392 per KDE SEEK Website (FY 2018-19)

EAST BERNSTADT IND. SCHOOL DISTRICT PROJECTED JULY 2018 BONDING POTENTIAL

A Current Payments	B FY June 30	C Principal Payment	D Coupon	E Interest Payments	F Total Payments	G SFCC Portion	H Local Portion	I Projected All Local Payments Outstanding	J Local Funds Available	K Funds Available For Future Projects
\$338,963	2019			\$45,721	\$45,721	\$1,644	\$44,078	\$383,041	\$521,752	\$138,711
\$335,966	2020	\$85,000	3.000%	\$90,168	\$175,168	\$6,574	\$168,594	\$504,559	\$521,752	\$17,193
\$336,933	2021	\$85,000	3.000%	\$87,618	\$172,618	\$6,574	\$166,044	\$502,976	\$521,752	\$18,776
\$337,734	2022	\$90,000	3.000%	\$84,993	\$174,993	\$6,574	\$168,419	\$506,152	\$521,752	\$15,600
\$338,403	2023	\$90,000	3.000%	\$82,293	\$172,293	\$6,574	\$165,719	\$504,122	\$521,752	\$17,630
\$338,955	2024	\$90,000	3.000%	\$79,593	\$169,593	\$6,574	\$163,019	\$501,974	\$521,752	\$19,778
\$339,392	2025	\$95,000	3.500%	\$76,580	\$171,580	\$6,574	\$165,006	\$504,398	\$521,752	\$17,354
\$339,352	2026	\$100,000	3.500%	\$73,168	\$173,168	\$6,574	\$166,594	\$505,945	\$521,752	\$15,807
\$338,925	2027	\$100,000	3.500%	\$69,668	\$169,668	\$6,574	\$163,094	\$502,019	\$521,752	\$19,733
\$338,140	2028	\$105,000	3.500%	\$66,080	\$171,080	\$6,574	\$164,506	\$502,646	\$521,752	\$19,106
\$337,267	2029	\$110,000	3.500%	\$62,318	\$172,318	\$6,574	\$165,744	\$503,010	\$521,752	\$18,742
\$339,547	2030	\$115,000	3.500%	\$58,380	\$173,380	\$6,574	\$166,806	\$506,353	\$521,752	\$15,399
\$338,400	2031	\$120,000	3.750%	\$54,118	\$174,118	\$6,574	\$167,544	\$505,944	\$521,752	\$15,808
\$283,419	2032	\$50,000	3.750%	\$50,930	\$100,930	\$6,574	\$94,356	\$377,775	\$395,788	\$18,013
\$280,924	2033	\$55,000	3.750%	\$48,961	\$103,961	\$6,574	\$97,387	\$378,311	\$395,788	\$17,477
\$149,646	2034	\$130,000	3.750%	\$45,493	\$175,493	\$6,574	\$168,919	\$318,564	\$395,788	\$77,224
\$150,166	2035	\$135,000	3.950%	\$40,389	\$175,389	\$6,574	\$168,815	\$318,981	\$395,788	\$76,807
\$0	2036	\$225,000	3.950%	\$33,279	\$258,279	\$6,574	\$251,705	\$251,705	\$395,788	\$144,083
\$0	2037	\$235,000	3.950%	\$24,194	\$259,194	\$6,574	\$252,620	\$252,620	\$395,788	\$143,168
\$0	2038	\$245,000	3.950%	\$14,714	\$259,714	\$6,574	\$253,140	\$253,140	\$395,788	\$142,648
\$0	2039	\$250,000	3.950%	\$4,938	\$254,938	\$4,930	\$250,008	\$250,008	\$395,788	\$145,781
\$5,262,131	Totals:	\$2,510,000		\$1,193,590	\$3,703,590	\$131,480	\$3,572,111	\$8,834,242	\$9,949,080	\$1,114,838

Memo

To: KSFCC
From: Lincoln Theinert
Subject: Bond Payee Disclosure Form –Erlanger-Elsmere Independent School District Series 2018
Date: August 30, 2018
cc: File

Please find enclosed a Bond Payee Disclosure Form and Plan Financing for the Erlanger-Elsmere Independent School District. Please process this issue at the next meeting of the Capital Projects and Bond Oversight Committee.

If you should have any questions or require any additional information, please do not hesitate to contact our office.

BOND PAYEE DISCLOSURE FORM

Par Amount:	\$ 1,375,000
Issue Name:	Erlanger-Elsmere Independent School District Finance Corporation School Building Revenue Bonds, Series 2018
Purpose:	Roof replacement at Loyd High School
Projected Sale Date of Bond:	21-Nov-18
First Call Date:	11/1/25 @ 100
Method of Sale:	Competitive Bids
Place/time of sale:	SFCC, 267 Capitol Annex, Frankfort, Ky. / 11:00 A.M.
Bond Rating:	Moodys: "A1"
Bond Counsel:	Stepoe & Johnson, Louisville, KY
Fiscal Agent:	Ross, Sinclair & Associates, Lexington, Kentucky
Date received by SFCC:	<input style="width: 80px; height: 20px;" type="text"/> To be filled in by SFCC
Date scheduled for Committee review:	<input style="width: 80px; height: 20px;" type="text"/> To be filled in by SFCC

Month Day Year

Estimated par amount of Bonds:
 % Share of total Bonds:
 Estimated average annual debt service:
 Estimated debt service reserve:

SFCC Portion	Local Portion	Total
\$ 524,561	\$ 850,439	\$ 1,375,000
38.15%	61.85%	
\$ 36,113	\$ 58,548	\$ 94,661
\$ 0	\$ 0	\$ 0

Estimated Cost of Issuance:

Fiscal Agent, Bond Counsel, Advertisements, Printing, Etc.
 Special Tax Counsel
 Number verifications
 Bond Rating
 Underwriter's Discount
 Bank Fee
 Total Cost of Issuance:

\$ 5,627	\$ 9,123	\$ 14,750
\$ 0	\$ 0	\$ 0
\$ 0	\$ 0	\$ 0
\$ 3,052	\$ 4,948	\$ 8,000
\$ 10,491	\$ 17,009	\$ 27,500
\$ 1,335	\$ 2,165	\$ 3,500
\$ 20,506	\$ 33,244	\$ 53,750

Anticipated Interest Rates:

5 Years: 2.500% 10 Years: 3.250% 15 Years: 3.500%
 20 Years: 3.900%

Note: No Local Tax increase is required.

ERLANGER-ELSMERE IND. SCHOOL DISTRICT

Plan of Financing

Date of Report: 8/29/2018

Local Bond Payments Outstanding	1
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**ERLANGER-ELSMERE IND. SCHOOL DISTRICT
OUTSTANDING NET LOCAL DEBT SERVICE**

	A	B	C	D	E	F	G	H	I	J
	Series	Series	Series	Series	Series	Series	Series	Series	Series	Series
	2008-REF	2008	2009-REF*	2009-REF**	2012-REF	2012	2016-REF*	2016B-REF*	2017	Total
FYE						100% SFCC				
2018	\$525,146	\$43,167	\$1,522	\$17,450	\$24,351		\$127,342	\$83,426	\$98,324	\$920,728
2019		\$167,987	\$1,572	\$17,181	\$162,027		\$389,542	\$82,626	\$97,659	\$918,594
2020					\$172,601		\$386,442	\$253,834	\$97,608	\$910,486
2021					\$172,952		\$388,242	\$253,583	\$97,509	\$912,285
2022					\$176,652		\$389,841	\$253,234	\$97,258	\$916,985
2023					\$169,665		\$391,241	\$252,784	\$96,908	\$910,598
2024					\$172,189		\$387,443	\$252,232	\$95,879	\$907,743
2025							\$391,315	\$325,833	\$99,591	\$816,740
2026							\$394,818	\$323,583	\$192,903	\$911,305
2027							\$392,941	\$326,183	\$193,024	\$912,148
2028								\$343,433	\$192,049	\$535,482
2029								\$340,570	\$350,357	\$690,927
2030									\$353,579	\$353,579
2031									\$306,216	\$306,216
2032									\$309,020	\$309,020
2033									\$309,972	\$309,972
2034									\$320,787	\$320,787
2035									\$320,076	\$320,076
2036									\$323,416	\$323,416
2037									\$316,056	\$316,056
Totals:	\$525,146	\$211,154	\$3,093	\$34,631	\$1,050,436	\$0	\$3,639,165	\$3,007,896	\$4,268,193	\$12,823,141

ERLANGER-ELSMERE IND. SCHOOL DISTRICT

SUMMARY OF FUNDS AVAILABLE

A	B	C	D	E	F	G	H	I	J	K
FYE	Local Nickel	Additional Nickel	Capital Outlay @ 80%	FSPK	Additl. FSPK	Total Local Funds	Less Current Payments	Local Funds Available	2016 SFCC Offer	Total Funds Available
2018	\$486,971	\$0	\$176,929	\$378,877	\$0	\$1,042,777	(\$920,728)	\$122,050		\$122,050
2019	\$487,426	\$0	\$173,232	\$415,546	\$0	\$1,076,204	(\$918,594)	\$157,610		\$157,610
2020	\$487,426	\$0	\$173,232	\$415,546	\$0	\$1,076,204	(\$910,486)	\$165,718	\$36,113	\$201,831
2021	\$487,426	\$0	\$173,232	\$415,546	\$0	\$1,076,204	(\$912,285)	\$163,919	\$36,113	\$200,032
2022	\$487,426	\$0	\$173,232	\$415,546	\$0	\$1,076,204	(\$916,985)	\$159,219	\$36,113	\$195,332
2023	\$487,426	\$0	\$173,232	\$415,546	\$0	\$1,076,204	(\$910,598)	\$165,606	\$36,113	\$201,719
2024	\$487,426	\$0	\$173,232	\$415,546	\$0	\$1,076,204	(\$907,743)	\$168,461	\$36,113	\$204,574
2025	\$487,426	\$0	\$173,232	\$415,546	\$0	\$1,076,204	(\$816,740)	\$259,464	\$36,113	\$295,577
2026	\$487,426	\$0	\$173,232	\$415,546	\$0	\$1,076,204	(\$911,305)	\$164,899	\$36,113	\$201,012
2027	\$487,426	\$0	\$173,232	\$415,546	\$0	\$1,076,204	(\$912,148)	\$164,056	\$36,113	\$200,169
2028	\$487,426	\$0	\$173,232	\$415,546	\$0	\$1,076,204	(\$535,482)	\$540,722	\$36,113	\$576,835
2029	\$487,426	\$0	\$173,232	\$415,546	\$0	\$1,076,204	(\$690,927)	\$385,277	\$36,113	\$421,390
2030	\$487,426	\$0	\$173,232	\$415,546	\$0	\$1,076,204	(\$353,579)	\$722,625	\$36,113	\$758,738
2031	\$487,426	\$0	\$173,232	\$415,546	\$0	\$1,076,204	(\$306,216)	\$769,988	\$36,113	\$806,101
2032	\$487,426	\$0	\$173,232	\$415,546	\$0	\$1,076,204	(\$309,020)	\$767,184	\$36,113	\$803,297
2033	\$487,426	\$0	\$173,232	\$415,546	\$0	\$1,076,204	(\$309,972)	\$766,232	\$36,113	\$802,345
2034	\$487,426	\$0	\$173,232	\$415,546	\$0	\$1,076,204	(\$320,787)	\$755,417	\$36,113	\$791,530
2035	\$487,426	\$0	\$173,232	\$415,546	\$0	\$1,076,204	(\$320,076)	\$756,128	\$36,113	\$792,241
2036	\$487,426	\$0	\$173,232	\$415,546	\$0	\$1,076,204	(\$323,416)	\$752,788	\$36,113	\$788,901
2037	\$487,426	\$0	\$173,232	\$415,546	\$0	\$1,076,204	(\$316,056)	\$760,148	\$36,113	\$796,261
2038	\$487,426	\$0	\$173,232	\$415,546	\$0	\$1,076,204	\$0	\$1,076,204	\$36,113	\$1,112,317
2039	\$487,426	\$0	\$173,232	\$415,546	\$0	\$1,076,204	\$0	\$1,076,204	\$36,113	\$1,112,317
Totals:	\$10,722,917	\$0	\$3,814,801	\$9,105,343	\$0	\$23,643,061	(\$12,823,141)	\$10,819,921	\$722,260	\$11,542,181

NOTES: Data based on assessments of \$973,942, 103 and ADA of 2,211.618 per KDE SEEK Website (FY 2017-18)
 Data based on assessments of \$974,851, 140 and ADA of 2,165.4 per KDE SEEK Website (FY 2018-19)

ERLANGER-ELSMERE IND. SCHOOL DISTRICT PROJECTED BOND ISSUE

A	B	C	D	E	E	F	G	H	I	J	K
Current Payments	FY June 30	Principal Payment	Coupon	Interest Payments	Total Payments	SFCC Portion	Local Portion	Local Payments Outstanding	Local Funds Available	Local Funds Available	Funds Available For Future Projects
----- Estimated New Bond Issue -----											
\$910,486	2020	\$40,000	2.000%	\$42,998	\$82,998	\$36,113	\$46,885	\$957,370	\$1,076,204	\$1,076,204	\$118,834
\$912,285	2021	\$40,000	2.000%	\$42,198	\$82,198	\$36,113	\$46,085	\$958,370	\$1,076,204	\$1,076,204	\$117,834
\$916,985	2022	\$35,000	2.000%	\$41,398	\$76,398	\$36,113	\$40,285	\$957,269	\$1,076,204	\$1,076,204	\$118,935
\$910,598	2023	\$40,000	2.500%	\$40,698	\$80,698	\$36,113	\$44,585	\$955,182	\$1,076,204	\$1,076,204	\$121,022
\$907,743	2024	\$45,000	2.500%	\$39,698	\$84,698	\$36,113	\$48,585	\$956,328	\$1,076,204	\$1,076,204	\$119,876
\$816,740	2025	\$140,000	2.500%	\$38,573	\$178,573	\$36,113	\$142,460	\$959,199	\$1,076,204	\$1,076,204	\$117,005
\$911,305	2026	\$45,000	3.000%	\$35,073	\$80,073	\$36,113	\$43,960	\$955,264	\$1,076,204	\$1,076,204	\$120,940
\$912,148	2027	\$50,000	3.000%	\$33,723	\$83,723	\$36,113	\$47,610	\$959,757	\$1,076,204	\$1,076,204	\$116,447
\$535,482	2028	\$205,000	3.000%	\$32,223	\$237,223	\$36,113	\$201,110	\$736,591	\$1,076,204	\$1,076,204	\$339,613
\$690,927	2029	\$55,000	3.250%	\$26,073	\$81,073	\$36,113	\$44,960	\$735,886	\$1,076,204	\$1,076,204	\$340,318
\$353,579	2030	\$60,000	3.250%	\$24,285	\$84,285	\$36,113	\$48,172	\$401,751	\$1,076,204	\$1,076,204	\$674,453
\$306,216	2031	\$60,000	3.250%	\$22,335	\$82,335	\$36,113	\$46,222	\$352,438	\$1,076,204	\$1,076,204	\$723,766
\$309,020	2032	\$60,000	3.200%	\$20,385	\$80,385	\$36,113	\$44,272	\$353,292	\$1,076,204	\$1,076,204	\$722,912
\$309,972	2033	\$65,000	3.300%	\$18,465	\$83,465	\$36,113	\$47,352	\$357,324	\$1,076,204	\$1,076,204	\$718,880
\$320,787	2034	\$65,000	3.500%	\$16,320	\$81,320	\$36,113	\$45,207	\$365,994	\$1,076,204	\$1,076,204	\$710,210
\$320,076	2035	\$70,000	3.500%	\$14,045	\$84,045	\$36,113	\$47,932	\$368,008	\$1,076,204	\$1,076,204	\$708,196
\$323,416	2036	\$70,000	3.750%	\$11,595	\$81,595	\$36,113	\$45,482	\$368,898	\$1,076,204	\$1,076,204	\$707,306
\$316,056	2037	\$75,000	3.900%	\$8,970	\$83,970	\$36,113	\$47,857	\$363,913	\$1,076,204	\$1,076,204	\$712,291
\$0	2038	\$75,000	3.900%	\$6,045	\$81,045	\$36,113	\$44,932	\$44,932	\$1,076,204	\$1,076,204	\$1,031,272
\$0	2039	\$80,000	3.900%	\$3,120	\$83,120	\$36,113	\$47,007	\$47,007	\$1,076,204	\$1,076,204	\$1,029,197
\$10,983,819	Totals:	\$1,375,000		\$518,215	\$1,893,215	\$722,260	\$1,170,955	\$12,154,774	\$21,524,080	\$21,524,080	\$9,369,306

ERLANGER-ELSMERE IND. SCHOOL DISTRICT

Summary of Bonding Potential

❖	Local Bonding Potential	\$870,000
❖	SFCC Bonding Potential	<u>\$505,000</u>
❖	Total Bonding Potential	\$1,375,000



August 30, 2018

Ms. Chelsey Bizzle
Schools Facilities Construction Commission
700 Louisville Rd
Frankfort, Kentucky 40601

Re: Reporting of Bond Issuance Costs to the Capital Projects and Bond Oversight
Committee ("Bond Oversight Committee")

Dear Ms. Bizzle:

Enclosed please find a Bond Payee Disclosure form for the following bond issue:

\$1,970,000 (est.)
Fulton County
School District Finance Corporation
School Building Revenue Bonds,
Series 2018

Please be advised that the enclosed costs are estimated. Actual costs will not be known until the bonds are sold. Please be advised that no tax increases are necessary to support this financing.

We hereby request that the above bond issue be considered by the Bond Oversight Committee at its next meeting.

If you need any additional information, please do not hesitate to call me at 502.588.1783.

Sincerely,

/s/ Logan Clevenger

Logan Clevenger
Analyst

BOND PAYEE DISCLOSURE FORM

Par Amount:	\$1,970,000
Issue Name:	Fulton County School District Finance Corporation School Building Revenue Bonds, Series 2018
Purpose:	Partial renovation of the elementary/middle school, high school and Area Tech Center
Projected Sale Date of Bonds:	November 2018
First Call Date:	2026
Method of Sale:	Competitive
Place/Time of Sale:	TBD
Bond Rating:	Expected "A1" – Moody's
Bond Counsel:	Steptoe & Johnson
Fiscal Agent:	J.J.B. Hilliard, W.L. Lyons, LLC
Construction Manager/General Contractor:	N/A
Architect/Engineer:	N3D Group

Date Received by SFCC:

/ /

To be filled in by SFCC

Date Scheduled for Committee Review:

/ /

To be filled in by SFCC

	SFCC Portion	Local Portion	Total
Estimated par amount of Bonds:	\$217,830	1,752,170	\$1,970,000
% Share of total Bonds:	11%	89%	100%
Estimated average annual debt service:	15,290	138,032	153,322
Estimated debt service reserve:	-0-	-0-	-0-
Estimated Costs of Issuance (1):			
Fiscal Agent, Bond Counsel, Advertisements, Printing, etc.	2,309	18,571	20,880
Special Tax Counsel	-0-	-0-	-0-
Number Verifications	-0-	-0-	-0-
Bond Rating	884	7,116	8,000
Underwriter's Discount	4,357	35,043	39,400
Paying Agent/Escrow Agent Bank	442	3,558	4,000
Total Cost of Issuance:	7,992	64,288	72,280

Anticipated Interest Rates:

5 Years: 2.710%	10 Years: 3.210%
15 Years: 3.620%	20 Years: 3.900%

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2018 BG-1

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SOURCES AND USES OF FUNDS

Fulton County School District
2018 BG-1

Dated Date 11/01/2018
Delivery Date 11/01/2018

Sources:	SFCC Portion	District Portion	Total
Bond Proceeds:			
Par Amount	217,830.00	1,752,170.00	1,970,000.00
Other Sources of Funds:			
SFCC Cash Requirements		30,493.00	30,493.00
	217,830.00	1,782,663.00	2,000,493.00

Uses:	SFCC Portion	District Portion	Total
Project Fund Deposits:			
Construction Cost	182,446.45	1,467,553.55	1,650,000.00
Contingency	9,122.32	73,377.68	82,500.00
Architect/Engineer Fees	14,960.61	120,339.39	135,300.00
Other	6,468.56	52,031.44	58,500.00
	212,997.94	1,713,302.06	1,926,300.00
Cost of Issuance:			
FA/BC	2,308.78	18,571.22	20,880.00
Paying Agent	442.29	3,557.71	4,000.00
Rating	884.59	7,115.41	8,000.00
	3,635.66	29,244.34	32,880.00
Underwriter's Discount:			
Underwriter's Discount	4,356.60	35,043.40	39,400.00
Other Uses of Funds:			
Additional Proceeds	-3,160.20	5,073.20	1,913.00
	217,830.00	1,782,663.00	2,000,493.00

BOND DEBT SERVICE

Fulton County School District
2018 BG-1

Period Ending	Principal	Coupon	Interest	Debt Service	Annual Debt Service
05/01/2019			35,223.50	35,223.50	
06/30/2019					35,223.50
11/01/2019	10,000	2.090%	35,223.50	45,223.50	
05/01/2020			35,119.00	35,119.00	
06/30/2020					80,342.50
11/01/2020	15,000	2.230%	35,119.00	50,119.00	
05/01/2021			34,951.75	34,951.75	
06/30/2021					85,070.75
11/01/2021	15,000	2.400%	34,951.75	49,951.75	
05/01/2022			34,771.75	34,771.75	
06/30/2022					84,723.50
11/01/2022	15,000	2.520%	34,771.75	49,771.75	
05/01/2023			34,582.75	34,582.75	
06/30/2023					84,354.50
11/01/2023	20,000	2.710%	34,582.75	54,582.75	
05/01/2024			34,311.75	34,311.75	
06/30/2024					88,894.50
11/01/2024	10,000	2.820%	34,311.75	44,311.75	
05/01/2025			34,170.75	34,170.75	
06/30/2025					78,482.50
11/01/2025	20,000	2.920%	34,170.75	54,170.75	
05/01/2026			33,878.75	33,878.75	
06/30/2026					88,049.50
11/01/2026	25,000	3.050%	33,878.75	58,878.75	
05/01/2027			33,497.50	33,497.50	
06/30/2027					92,376.25
11/01/2027	20,000	3.120%	33,497.50	53,497.50	
05/01/2028			33,185.50	33,185.50	
06/30/2028					86,683.00
11/01/2028	110,000	3.210%	33,185.50	143,185.50	
05/01/2029			31,420.00	31,420.00	
06/30/2029					174,605.50
11/01/2029	115,000	3.310%	31,420.00	146,420.00	
05/01/2030			29,516.75	29,516.75	
06/30/2030					175,936.75
11/01/2030	120,000	3.360%	29,516.75	149,516.75	
05/01/2031			27,500.75	27,500.75	
06/30/2031					177,017.50
11/01/2031	125,000	3.410%	27,500.75	152,500.75	
05/01/2032			25,369.50	25,369.50	
06/30/2032					177,870.25
11/01/2032	125,000	3.510%	25,369.50	150,369.50	
05/01/2033			23,175.75	23,175.75	
06/30/2033					173,545.25
11/01/2033	130,000	3.620%	23,175.75	153,175.75	
05/01/2034			20,822.75	20,822.75	
06/30/2034					173,998.50
11/01/2034	140,000	3.690%	20,822.75	160,822.75	
05/01/2035			18,239.75	18,239.75	
06/30/2035					179,062.50
11/01/2035	225,000	3.740%	18,239.75	243,239.75	
05/01/2036			14,032.25	14,032.25	
06/30/2036					257,272.00
11/01/2036	235,000	3.790%	14,032.25	249,032.25	
05/01/2037			9,579.00	9,579.00	
06/30/2037					258,611.25
11/01/2037	245,000	3.840%	9,579.00	254,579.00	
05/01/2038			4,875.00	4,875.00	
06/30/2038					259,454.00
11/01/2038	250,000	3.900%	4,875.00	254,875.00	
06/30/2039					254,875.00
	1,970,000		1,096,449.00	3,066,449.00	3,066,449.00

BOND SUMMARY STATISTICS

Fulton County School District
2018 BG-1

Dated Date	11/01/2018
Delivery Date	11/01/2018
Last Maturity	11/01/2038
Arbitrage Yield	3.652730%
True Interest Cost (TIC)	3.830098%
Net Interest Cost (NIC)	3.798191%
All-In TIC	3.981740%
Average Coupon	3.666440%
Average Life (years)	15.180
Duration of Issue (years)	11.574
Par Amount	1,970,000.00
Bond Proceeds	1,970,000.00
Total Interest	1,096,449.00
Net Interest	1,135,849.00
Total Debt Service	3,066,449.00
Maximum Annual Debt Service	259,454.00
Average Annual Debt Service	153,322.45
Underwriter's Fees (per \$1000)	
Average Takedown	
Other Fee	20.000000
Total Underwriter's Discount	20.000000
Bid Price	98.000000

Bond Component	Par Value	Price	Average Coupon	Average Life
Bond Component	1,970,000.00	100.000	3.666%	15.180
	1,970,000.00			15.180

	TIC	All-In TIC	Arbitrage Yield
Par Value	1,970,000.00	1,970,000.00	1,970,000.00
+ Accrued Interest			
+ Premium (Discount)			
- Underwriter's Discount	-39,400.00	-39,400.00	
- Cost of Issuance Expense		-32,880.00	
- Other Amounts			
Target Value	1,930,600.00	1,897,720.00	1,970,000.00
Target Date	11/01/2018	11/01/2018	11/01/2018
Yield	3.830098%	3.981740%	3.652730%

BOND PRICING

Fulton County School District
2018 BG-1

Bond Component	Maturity Date	Amount	Rate	Yield	Price
Bond Component:					
	11/01/2019	10,000	2.090%	2.090%	100.000
	11/01/2020	15,000	2.230%	2.230%	100.000
	11/01/2021	15,000	2.400%	2.400%	100.000
	11/01/2022	15,000	2.520%	2.520%	100.000
	11/01/2023	20,000	2.710%	2.710%	100.000
	11/01/2024	10,000	2.820%	2.820%	100.000
	11/01/2025	20,000	2.920%	2.920%	100.000
	11/01/2026	25,000	3.050%	3.050%	100.000
	11/01/2027	20,000	3.120%	3.120%	100.000
	11/01/2028	110,000	3.210%	3.210%	100.000
	11/01/2029	115,000	3.310%	3.310%	100.000
	11/01/2030	120,000	3.360%	3.360%	100.000
	11/01/2031	125,000	3.410%	3.410%	100.000
	11/01/2032	125,000	3.510%	3.510%	100.000
	11/01/2033	130,000	3.620%	3.620%	100.000
	11/01/2034	140,000	3.690%	3.690%	100.000
	11/01/2035	225,000	3.740%	3.740%	100.000
	11/01/2036	235,000	3.790%	3.790%	100.000
	11/01/2037	245,000	3.840%	3.840%	100.000
	11/01/2038	250,000	3.900%	3.900%	100.000
		1,970,000			

Dated Date	11/01/2018	
Delivery Date	11/01/2018	
First Coupon	05/01/2019	
Par Amount	1,970,000.00	
Original Issue Discount		
Production	1,970,000.00	100.000000%
Underwriter's Discount	-39,400.00	-2.000000%
Purchase Price	1,930,600.00	98.000000%
Accrued Interest		
Net Proceeds	1,930,600.00	

DISCLOSURE REPORT

Fulton County School District
2018 BG-1

SEC REQUIRED DISCLOSURES as a potential Municipal Advisor

Hilliard Lyons may seek the position of Municipal Advisor with you. (The activities to be discussed herein will meet the SEC's definition of Municipal Advisor activities.) Therefore, we are legally required to make certain disclosures at the very beginning of this process. For example, we discuss conflicts of interest that may exist, or arise, from the following circumstances:

- Our compensation may be contingent on the closing of a transaction
- We may be advising other clients who could seek to go to market at the same time as you, if a public offering is planned
- Our firm is also a broker-dealer and provides advisory services to clients who may buy or sell your securities; we have duties to them as well
- As a broker-dealer, we may participate in principal transactions (we trade on our own behalf) in your securities. [If you were to select an underwriting firm via a negotiated process, we might be involved in a syndicate with that underwriting firm for an unrelated transaction during the time we serve as your Municipal Advisor.]

We also disclose relevant and material regulatory or legal matters that involve our firm.

Please review the complete statement containing our disclosures.



August 29, 2018

Ms. Chelsey Bizzle
Schools Facilities Construction Commission
229 West Main Street, Ste. 102
Frankfort, Kentucky 40601

Re: Reporting of Bond Issuance Costs to the Capital Projects and Bond Oversight
Committee ("Bond Oversight Committee")

Dear Ms. Bizzle:

Enclosed please find a Bond Payee Disclosure form for the following bond issue:

\$5,240,000 (est.)
LaRue County
School District Finance Corporation
School Building Revenue Bonds,
Series 2018

Please be advised that the enclosed costs are estimated. Actual costs will not be known until the bonds are sold. Please be advised that no tax increases are necessary to support this financing.

We hereby request that the above bond issue be considered by the Bond Oversight Committee at its next meeting.

If you need any additional information, please do not hesitate to call me at 502.588.8695.

Sincerely,

/s/ Bobby Koch

Bobby Koch
Analyst

BOND PAYEE DISCLOSURE FORM

Par Amount:	\$5,240,000
Issue Name:	LaRue County School District Finance Corporation School Building Revenue Bonds, Series 2018
Purpose:	Build new high school gym with locker rooms, restrooms, and concessions. New football grandstand, and press box.
Projected Sale Date of Bonds:	October 2018
First Call Date:	2026
Method of Sale:	Competitive
Place/Time of Sale:	TBD
Bond Rating:	Expected "A1" – Moody's
Bond Counsel:	Steptoe & Johnson
Fiscal Agent:	J.J.B. Hilliard, W.L. Lyons, LLC
Construction Manager/General Contractor:	N/A
Architect/Engineer:	Sherman Carter Barnhart

Date Received by SFCC:

/ /

To be filled in by SFCC

Date Scheduled for Committee Review:

/ /

To be filled in by SFCC

	SFCC Portion	Local Portion	Total
Estimated par amount of Bonds:	789,562	4,450,438	\$5,240,000
% Share of total Bonds:	15%	85%	100%
Estimated average annual debt service:	55,399	320,175	375,574
Estimated debt service reserve:	-0-	-0-	-0-
Estimated Costs of Issuance (1):			
Fiscal Agent, Bond Counsel, Advertisements, Printing, etc.	5117	28,843	33,960
Special Tax Counsel	-0-	-0-	-0-
Number Verifications	-0-	-0-	-0-
Bond Rating	1,808	10,192	12,000
Underwriter's Discount	15,791	89,009	104,800
Paying Agent/Escrow Agent Bank	603	3397	4000
Total Cost of Issuance:	7528	42,432	49,960

Anticipated Interest Rates: 5 Years: 2.400% 10 Years: 3.200%
 15 Years: 3.550% 20 Years: 3.850%

(1) Actual costs will not be known until the bonds are sold.

SOURCES AND USES OF FUNDS

LaRue County School District Finance Corporation
Series of 2018
REVISED BG-1 7.16.2018

Dated Date 10/01/2018
Delivery Date 10/01/2018

Sources:	SFCC Portion	District Portion	Total
Bond Proceeds:			
Par Amount	789,562.00	4,450,438.00	5,240,000.00
Other Sources of Funds:			
SFCC Cash Requirements		415,027.83	415,027.83
	789,562.00	4,865,465.83	5,655,027.83

Uses:	SFCC Portion	District Portion	Total
Project Fund Deposits:			
Construction Fund	628,295.58	3,871,704.42	4,500,000.00
Architect Fee	32,330.97	199,231.03	231,562.00
Contingency	31,414.78	193,585.22	225,000.00
Construction Manager Fee	38,321.84	236,148.16	274,470.00
Equipment/Furnishings	12,565.91	77,434.09	90,000.00
Technology Network System	11,169.70	68,830.30	80,000.00
Site Survey	1,868.87	11,516.38	13,385.25
Geotechnical Investigations	2,617.90	16,132.10	18,750.00
Special Inspections	6,981.06	43,018.94	50,000.00
Advertising	69.81	430.19	500.00
Printing	1,396.21	8,603.79	10,000.00
HBC Permit	488.67	3,011.33	3,500.00
	767,521.30	4,729,645.95	5,497,167.25
Cost of Issuance:			
FA/BC	5,117.09	28,842.91	33,960.00
Rating Fee	1,808.16	10,191.84	12,000.00
Paying Agent	602.72	3,397.28	4,000.00
	7,527.97	42,432.03	49,960.00
Underwriter's Discount:			
Underwriter's Discount	15,791.24	89,008.76	104,800.00
Other Uses of Funds:			
Additional Proceeds	-1,278.51	4,379.09	3,100.58
	789,562.00	4,865,465.83	5,655,027.83

BOND DEBT SERVICE

LaRue County School District Finance Corporation
 Series of 2018
 REVISED BG-1 7.16.2018

Period Ending	Principal	Coupon	Interest	Debt Service	Annual Debt Service
04/01/2019			89,868.75	89,868.75	
06/30/2019					89,868.75
10/01/2019	40,000	2.000%	89,868.75	129,868.75	
04/01/2020			89,468.75	89,468.75	
06/30/2020					219,337.50
10/01/2020	40,000	2.200%	89,468.75	129,468.75	
04/01/2021			89,028.75	89,028.75	
06/30/2021					218,497.50
10/01/2021	40,000	2.300%	89,028.75	129,028.75	
04/01/2022			88,568.75	88,568.75	
06/30/2022					217,597.50
10/01/2022	45,000	2.400%	88,568.75	133,568.75	
04/01/2023			88,028.75	88,028.75	
06/30/2023					221,597.50
10/01/2023	40,000	2.500%	88,028.75	128,028.75	
04/01/2024			87,528.75	87,528.75	
06/30/2024					215,557.50
10/01/2024	40,000	2.800%	87,528.75	127,528.75	
04/01/2025			86,968.75	86,968.75	
06/30/2025					214,497.50
10/01/2025	40,000	2.950%	86,968.75	126,968.75	
04/01/2026			86,378.75	86,378.75	
06/30/2026					213,347.50
10/01/2026	40,000	3.100%	86,378.75	126,378.75	
04/01/2027			85,758.75	85,758.75	
06/30/2027					212,137.50
10/01/2027	390,000	3.200%	85,758.75	475,758.75	
04/01/2028			79,518.75	79,518.75	
06/30/2028					555,277.50
10/01/2028	395,000	3.300%	79,518.75	474,518.75	
04/01/2029			73,001.25	73,001.25	
06/30/2029					547,520.00
10/01/2029	675,000	3.350%	73,001.25	748,001.25	
04/01/2030			61,695.00	61,695.00	
06/30/2030					809,696.25
10/01/2030	700,000	3.450%	61,695.00	761,695.00	
04/01/2031			49,620.00	49,620.00	
06/30/2031					811,315.00
10/01/2031	725,000	3.500%	49,620.00	774,620.00	
04/01/2032			36,932.50	36,932.50	
06/30/2032					811,552.50
10/01/2032	750,000	3.550%	36,932.50	786,932.50	
04/01/2033			23,620.00	23,620.00	
06/30/2033					810,552.50
10/01/2033	765,000	3.650%	23,620.00	788,620.00	
04/01/2034			9,658.75	9,658.75	
06/30/2034					798,278.75
10/01/2034	300,000	3.700%	9,658.75	309,658.75	
04/01/2035			4,108.75	4,108.75	
06/30/2035					313,767.50
10/01/2035	55,000	3.750%	4,108.75	59,108.75	
04/01/2036			3,077.50	3,077.50	
06/30/2036					62,186.25
10/01/2036	55,000	3.800%	3,077.50	58,077.50	
04/01/2037			2,032.50	2,032.50	
06/30/2037					60,110.00
10/01/2037	60,000	3.850%	2,032.50	62,032.50	
04/01/2038			877.50	877.50	
06/30/2038					62,910.00
10/01/2038	45,000	3.900%	877.50	45,877.50	
06/30/2039					45,877.50
	5,240,000		2,271,482.50	7,511,482.50	7,511,482.50

BOND SUMMARY STATISTICS

LaRue County School District Finance Corporation
 Series of 2018
 REVISED BG-1 7.16.2018

Dated Date	10/01/2018
Delivery Date	10/01/2018
Last Maturity	10/01/2038
Arbitrage Yield	3.491156%
True Interest Cost (TIC)	3.695744%
Net Interest Cost (NIC)	3.660888%
All-In TIC	3.795116%
Average Coupon	3.499434%
Average Life (years)	12.387
Duration of Issue (years)	10.032
Par Amount	5,240,000.00
Bond Proceeds	5,240,000.00
Total Interest	2,271,482.50
Net Interest	2,376,282.50
Total Debt Service	7,511,482.50
Maximum Annual Debt Service	811,552.50
Average Annual Debt Service	375,574.13
Underwriter's Fees (per \$1000)	
Average Takedown	
Other Fee	20.000000
Total Underwriter's Discount	20.000000
Bid Price	98.000000

Bond Component	Par Value	Price	Average Coupon	Average Life
Bond Component	5,240,000.00	100.000	3.499%	12.387
	5,240,000.00			12.387

	TIC	All-In TIC	Arbitrage Yield
Par Value	5,240,000.00	5,240,000.00	5,240,000.00
+ Accrued Interest			
+ Premium (Discount)			
- Underwriter's Discount	-104,800.00	-104,800.00	
- Cost of Issuance Expense		-49,960.00	
- Other Amounts			
Target Value	5,135,200.00	5,085,240.00	5,240,000.00
Target Date	10/01/2018	10/01/2018	10/01/2018
Yield	3.695744%	3.795116%	3.491156%

BOND PRICING

LaRue County School District Finance Corporation
 Series of 2018
 REVISED BG-1 7.16.2018

Bond Component	Maturity Date	Amount	Rate	Yield	Price
Bond Component:					
	10/01/2019	40,000	2.000%	2.000%	100.000
	10/01/2020	40,000	2.200%	2.200%	100.000
	10/01/2021	40,000	2.300%	2.300%	100.000
	10/01/2022	45,000	2.400%	2.400%	100.000
	10/01/2023	40,000	2.500%	2.500%	100.000
	10/01/2024	40,000	2.800%	2.800%	100.000
	10/01/2025	40,000	2.950%	2.950%	100.000
	10/01/2026	40,000	3.100%	3.100%	100.000
	10/01/2027	390,000	3.200%	3.200%	100.000
	10/01/2028	395,000	3.300%	3.300%	100.000
	10/01/2029	675,000	3.350%	3.350%	100.000
	10/01/2030	700,000	3.450%	3.450%	100.000
	10/01/2031	725,000	3.500%	3.500%	100.000
	10/01/2032	750,000	3.550%	3.550%	100.000
	10/01/2033	765,000	3.650%	3.650%	100.000
	10/01/2034	300,000	3.700%	3.700%	100.000
	10/01/2035	55,000	3.750%	3.750%	100.000
	10/01/2036	55,000	3.800%	3.800%	100.000
	10/01/2037	60,000	3.850%	3.850%	100.000
	10/01/2038	45,000	3.900%	3.900%	100.000
		5,240,000			

Dated Date	10/01/2018	
Delivery Date	10/01/2018	
First Coupon	04/01/2019	
Par Amount	5,240,000.00	
Original Issue Discount		
Production	5,240,000.00	100.000000%
Underwriter's Discount	-104,800.00	-2.000000%
Purchase Price	5,135,200.00	98.000000%
Accrued Interest		
Net Proceeds	5,135,200.00	

DISCLOSURE REPORT

LaRue County School District Finance Corporation
Series of 2018
REVISED BG-1 7.16.2018

SEC REQUIRED DISCLOSURES as a potential Municipal Advisor

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