

NEW BOND ISSUE REPORT

Name of Issue: Kentucky Higher Education Student Loan Corporation (KHESLC) Student Loan Revenue Bonds, Series 2019-1

Purpose of Issue: The Taxable or Tax-Exempt (AMT) Fixed Rate Bonds are being issued for the purpose of purchasing, originating and financing Advantage Refinance, Education and Parent Loans (“Advantage Loans”)

Proposed Date of Sale: 2/20/2019
Proposed Date of Delivery: 3/1/2019
Ratings (Anticipated): Senior Bonds: AA (S&P) or A (S&P & Fitch)
Subordinate Bonds: BBB (S&P) or BBB (S&P & Fitch)

Projected Sources and Uses:

Sources	
Senior Bonds	\$ 110,000,000
Subordinate Bonds	25,000,000
Equity	15,700,000
Total Sources	\$ 150,700,000

Uses	
Deposit to Loan Account	\$ 145,975,000
Deposit to Debt Service Reserve Fund	2,700,000
Cost of Issuance	2,025,000
Total Uses	\$ 150,700,000

True Interest Cost: 4.69%
First Call Date: June 1, 2027
Final Maturity Date: June 1, 2037
Average Annual Debt Service: \$ 10,803,528
Total Debt Service: \$ 195,902,125
Average Life of the Bonds: 9.80 years

Method of Sale: Negotiated
Bond Counsel: Hawkins Delafield & Wood LLP
Senior Managing Underwriter: Bank of America Merrill Lynch
Underwriter’s Counsel: Kutak Rock LLP
Trustee: TBD

Kentucky Higher Education Student Loan Corporation (KHESLC)
Series 2019-1 Taxable or Tax-Exempt (AMT) Fixed Rate Bonds

Series 2019-1 Semi-Annual Debt Service				
	Principal	Coupon	Interest	Debt Service
3/1/2019	\$ -	-	\$ -	\$ -
6/1/2019	-	-	1,438,625	1,438,625
6/1/2020	3,500,000	3.50%	5,754,500	9,254,500
6/1/2021	5,500,000	3.60%	5,632,000	11,132,000
6/1/2022	8,000,000	3.68%	5,434,000	13,434,000
6/1/2023	11,000,000	3.71%	5,139,600	16,139,600
6/1/2024	13,000,000	3.81%	4,731,500	17,731,500
6/1/2025	12,000,000	3.90%	4,236,200	16,236,200
6/1/2026	11,000,000	4.00%	3,768,200	14,768,200
6/1/2027	10,000,000	4.14%	3,328,200	13,328,200
6/1/2028	5,000,000	4.19%	2,914,200	7,914,200
6/1/2029	4,000,000	4.24%	2,704,700	6,704,700
6/1/2030	-	-	2,535,100	2,535,100
6/1/2031	-	-	2,535,100	2,535,100
6/1/2032	-	-	2,535,100	2,535,100
6/1/2033	27,000,000	4.13%	2,535,100	29,535,100
6/1/2034	-	-	1,420,000	1,420,000
6/1/2035	-	-	1,420,000	1,420,000
6/1/2036	-	-	1,420,000	1,420,000
6/1/2037	25,000,000	5.68%	1,420,000	26,420,000
Total	\$ 135,000,000		\$ 60,902,125	\$ 195,902,125