



Laredo Independent School District  
Debt Transparency Report  
For the Year Ended  
August 31, 2018

Prepared by:

Financial Management Department

Laredo Independent School District  
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Laredo, Texas 78040  
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**LAREDO INDEPENDENT SCHOOL DISTRICT  
BOND DEBT INFORMATION BY ISSUE  
FOR THE YEAR ENDED AUGUST 31, 2018**

| AUTHORIZED BOND   | AUTHORIZED ISSUE | BOND PER CAPITA (101,296) | MATURITY DATE | PURPOSE   | OUTSTANDING 09/01/17 | FY 2018 PRINCIPAL | FY 20178 INTEREST | FY 2018 TOTAL P/I | OUTSTANDING 08/31/18 |
|-------------------|------------------|---------------------------|---------------|---|----------------------|-------------------|-------------------|-------------------|----------------------|
| Series 2001       | 98,599,909       | 974.09                    | August, 2025  | Bond proceeds will be used for (i) the construction and equipping of school buildings in the District and to purchase the necessary sites for school buildings; (ii) refund a portion of the District's currently outstanding Unlimited Tax School Building Bonds, and (iii) pay the costs associated with the issuance of the Bonds. | \$ 755,764           | \$ 755,764        | \$ 3,154,236      | \$ 3,910,000      | \$ -                 |
| Series 2005       | 54,144,784       | 534.91                    | August, 2024  | Unlimited Tax Refunding Bonds   | -                    | -                 | -                 | -                 | -                    |
| Series 2005       | 59,855,846       | 591.33                    | August, 2030  | Bond proceeds will be used for (i) the construction, acquisition, and equipping of school buildings within the District; (ii) the purchase of the necessary sites for school buildings; and (iii) payment of the costs of issuance of the Bonds.  | -                    | -                 | -                 | -                 | -                    |
| Series 2006       | 56,950,000       | 562.62                    | August, 2029  | Bond proceeds will be used for (i) the construction, acquisition, and equipping of school buildings within the District; (ii) the purchase of the necessary sites for school buildings; and (iii) payment   | -                    | -                 | -                 | -                 | -                    |
| Series 2010       | 18,420,000       | 181.97                    | August, 2025  | Unlimited Tax Refunding Bonds   | 18,420,000           | -                 | 822,500           | 822,500           | 18,420,000           |
| Series 2011       | 18,150,000       | 179.31                    | August, 2025  | Unlimited Tax Refunding Bonds   | 8,795,000            | 960,000           | 352,081           | 1,312,081         | 7,835,000            |
| Series 2013       | 43,425,000       | 429.00                    | August, 2029  | Bond proceeds will be used for (i) the acquisition, and refinancing of certain school facilities that were originally financed with proceeds of lease revenues issues by the Laredo I.S.D. Facility Corporation, and (ii) for the payment of costs of issuance related to the Bonds.  | 35,035,000           | 2,215,000         | 1,698,232         | 3,913,232         | 32,820,000           |
| Series 2014       | 67,160,000       | 663.49                    | August, 2034  | Bond proceeds will be used for (i) the construction, renovation, acquisition, and equipping of school facilities within the District and the acquisition of sites for school facilities; and (ii) payment of the costs of issuance of the Bonds.  | 62,590,000           | 2,420,000         | 3,129,500         | 5,549,500         | 60,170,000           |
| Series 2014       | 34,000,000       | 335.89                    | August, 2030  | Unlimited Tax Refunding Bonds   | 28,240,000           | 2,495,000         | 1,582,400         | 4,077,400         | 25,745,000           |
| Series 2015       | 68,560,000       | 677.32                    | August, 2034  | Unlimited Tax Refunding Bonds   | 60,975,000           | 4,420,000         | 2,916,150         | 7,336,150         | 56,555,000           |
| Series 2018       | 90,375,000       | 892.83                    | August, 2043  | Bonds proceeds will be used for (i) for the purposes of constructing, renovating, acquiring, and equipping school facilities in the District and the acquisition of sites for school facilities and (ii) for the payment of cost of issuance.   | 90,375,000           |                   |                   |                   | 90,375,000           |
| Total Bonded Debt | 450,705,539      |                           |               |   | 214,810,764          | 13,265,764        | 13,655,099        | 26,920,863        | 291,920,000          |
| OZAB #3           | 8,000,000        | 79.03                     | October, 2021 | OZAB proceeds are for the purpose of paying all or a portion of the District's costs incurred in connection with the repair, rehabilitation, renovation, and replacement of school facilities at the Qualified Zone Academics, which are Martin, Nixon and Cigarroa High Schools.   | -                    | -                 | -                 | -                 | -                    |
| Total OZAB (Loan) |                  |                           |               |   | -                    | -                 | -                 | -                 | -                    |
| TOTAL DEBT        |                  |                           |               |   | \$ 214,810,764       | \$ 13,265,764     | \$ 13,655,099     | \$ 26,920,863     | \$ 291,920,000       |

**Other Information Per Government Code Section 140.008(b)(3):**

**Repayment Source:**

**Debt Service Fund** - accounts for the resources accumulated and payments made for the principal and interest on long-term general obligation debt on governmental funds. The revenue sources are state aid and local taxes. All bond series have this repayment source.

**General Fund** - accounts for revenues from state aid, local maintenance (M&O) and other local sources. OZAB loan has this repayment source.

Current credit rating given by any nationally recognized credit rating organization to debt obligations of the political subdivision: Moody's: "Aaa", S&P: "AAA", Fitch: "AAA"

Sources: <https://www2.census.gov/programs-surveys/saipe/datasets/2017/2017-school-districts/sd16-tx.txt>

**LAREDO INDEPENDENT SCHOOL DISTRICT  
COMBINED PRINCIPAL AND INTEREST REQUIREMENTS**

| YEAR<br>ENDING | OUTSTANDING BONDS     |                       |                       | OUTSTANDING LOANS   |             |                     | TOTAL<br>DEBT SERVICE<br>REQUIREMENTS | OUTSTANDING<br>DEBT PER CAPITA<br>101,296 |
|----------------|-----------------------|-----------------------|-----------------------|---------------------|-------------|---------------------|---------------------------------------|---|
|                | PRINCIPAL             | INTEREST              | TOTAL                 | PRINCIPAL           | INTEREST    | TOTAL               |                                       |   |
| 2019           | 16,545,000            | 14,800,480            | 31,345,480            | -                   | -           | -                   | 31,345,480                            | 309                                       |
| 2020           | 19,095,000            | 14,306,981            | 33,401,981            | -                   | -           | -                   | 33,401,981                            | 330                                       |
| 2021           | 19,725,000            | 13,661,180            | 33,386,180            | 8,000,000           | -           | 8,000,000           | 41,386,180                            | 409                                       |
| 2022           | 20,445,000            | 12,953,899            | 33,398,899            | -                   | -           | -                   | 33,398,899                            | 330                                       |
| 2023           | 21,235,000            | 12,175,049            | 33,410,049            | -                   | -           | -                   | 33,410,049                            | 330                                       |
| 2024           | 22,055,000            | 11,367,599            | 33,422,599            | -                   | -           | -                   | 33,422,599                            | 330                                       |
| 2025           | 17,710,000            | 10,500,549            | 28,210,549            | -                   | -           | -                   | 28,210,549                            | 278                                       |
| 2026           | 13,510,000            | 9,846,299             | 23,356,299            | -                   | -           | -                   | 23,356,299                            | 231                                       |
| 2027           | 14,030,000            | 9,329,299             | 23,359,299            | -                   | -           | -                   | 23,359,299                            | 231                                       |
| 2028           | 17,220,000            | 6,131,299             | 23,351,299            | -                   | -           | -                   | 23,351,299                            | 231                                       |
| 2029           | 18,010,000            | 5,337,918             | 23,347,918            | -                   | -           | -                   | 23,347,918                            | 230                                       |
| 2030           | 11,635,000            | 4,475,068             | 16,110,068            | -                   | -           | -                   | 16,110,068                            | 159                                       |
| 2031           | 8,100,000             | 3,932,518             | 12,032,518            | -                   | -           | -                   | 12,032,518                            | 119                                       |
| 2032           | 8,440,000             | 3,593,800             | 12,033,800            | -                   | -           | -                   | 12,033,800                            | 119                                       |
| 2033           | 8,825,000             | 3,208,250             | 12,033,250            | -                   | -           | -                   | 12,033,250                            | 119                                       |
| 2034           | 9,265,000             | 2,767,000             | 12,032,000            | -                   | -           | -                   | 12,032,000                            | 119                                       |
| 2035           | 4,180,000             | 2,303,750             | 6,483,750             | -                   | -           | -                   | 6,483,750                             | 64  |
| 2036           | 4,385,000             | 2,094,750             | 6,479,750             | -                   | -           | -                   | 6,479,750                             | 64  |
| 2037           | 4,605,000             | 1,875,500             | 6,480,500             | -                   | -           | -                   | 6,480,500                             | 64  |
| 2038           | 4,835,000             | 1,645,250             | 6,480,250             | -                   | -           | -                   | 6,480,250                             | 64  |
| 2039           | 5,080,000             | 1,403,500             | 6,483,500             | -                   | -           | -                   | 6,483,500                             | 64  |
| 2040           | 5,335,000             | 1,149,500             | 6,484,500             | -                   | -           | -                   | 6,484,500                             | 64  |
| 2041           | 5,600,000             | 882,750               | 6,482,750             | -                   | -           | -                   | 6,482,750                             | 64  |
| 2042           | 5,880,000             | 602,750               | 6,482,750             | -                   | -           | -                   | 6,482,750                             | 64  |
| 2043           | 6,175,000             | 308,759               | 6,483,759             | -                   | -           | -                   | 6,483,759                             | 64  |
|                | <b>\$ 291,920,000</b> | <b>\$ 150,653,697</b> | <b>\$ 442,573,697</b> | <b>\$ 8,000,000</b> | <b>\$ -</b> | <b>\$ 8,000,000</b> | <b>\$ 450,573,697</b>                 | <b>\$ 3,872</b>                           |

**LAREDO INDEPENDENT SCHOOL DISTRICT  
BOND STATUS BY SERIES  
FOR THE YEAR ENDED AUGUST 31, 2018**

| SERIES        | TOTAL PROCEEDS<br>RECEIVED | SPENT                    | UNSPENT                  |
|---------------|----------------------------|--------------------------|--------------------------|
| Series 2001   | \$ 75,595,169              | \$ 75,595,169            | \$ -                     |
| Series 2005   | 74,657,497                 | 74,329,485               | 328,012                  |
| Series 2006   | 65,499,129                 | 65,499,129               | -                        |
| Series 2014   | 79,804,776                 | 58,211,482               | 21,593,294               |
| Series 2018   | 103,098,027                | 919,420                  | 102,178,607              |
|               |                            |                          |                          |
| <b>Totals</b> | <b>\$ 398,654,598.00</b>   | <b>\$ 274,554,685.00</b> | <b>\$ 124,099,913.00</b> |

Note: This bond status by series does not include refundings. Total of spent and unspent amounts may differ from original issue amounts due to premiums, discounts, and interest earned.

The District issues general obligation bonds for the governmental activities to provide funds for the acquisition and construction of major capital facilities. The bonds are supported by a pledge of the District's full faith and credit and require a levy and collection of taxes without limitation as to rate or amount on all property subject to taxation by the District sufficient in amount to pay the principal and interest on such bonds as they become due. The indentures also require that a Debt Service Fund be created and administered by the District solely for paying principal and interest when due.

The District has entered into a continuing disclosure undertaking to provide Annual Reports and Material Event Notices to the State Information Depository of Texas, which is the Municipal Advisory Council. This information is required under SEC Rule 15c2-12 to enable investors to analyze the financial condition and operations of the District.

Bonded indebtedness of the District reflected in the General Long Term Debt and current requirements for principal and interest expenditures are accounted for in the Debt Service Fund. Total principal amount of Tax Bond indebtedness cannot exceed 10 percent of the taxable assessed valuation of property in the School District.

Long-term obligations include debt and other long-term liabilities. Changes in long-term obligations for the year ended August 31, 2018 are as follows:

| Description   | Rate Payable | Original Issue        | Beginning Balance     | Increases            | Decreases            | Ending Balance        | Due Within One Year  |
|---|--------------|-----------------------|-----------------------|----------------------|----------------------|-----------------------|----------------------|
| <i>Unlimited Tax Refunding Bonds, Series 2001:</i>        |              |                       |                       |                      |                      |                       |                      |
| Capital Appreciation                                      | 5.00-5.375%  | \$ 2,509,910          | \$ 3,545,176          | \$ 364,824           | \$ 3,910,000         | \$ -                  | \$ -                 |
| <i>Unlimited Tax Refunding Bonds, Series 2010:</i>        |              |                       |                       |                      |                      |                       |                      |
| Current Interest  | 4.00-5.00%   | 18,420,000            | 18,420,000            | -                    | -                    | 18,420,000            | -                    |
| <i>Unlimited Tax Refunding Bonds, Series 2011:</i>        |              |                       |                       |                      |                      |                       |                      |
| Current Interest  | 2.00-5.00%   | 18,415,000            | 8,795,000             | -                    | 960,000              | 7,835,000             | 1,000,000            |
| <i>Unlimited Tax School Building Bonds, Series 2013:</i>  |              |                       |                       |                      |                      |                       |                      |
| Current Interest  | 4.00-5.00%   | 43,425,000            | 35,035,000            | -                    | 2,215,000            | 32,820,000            | 2,315,000            |
| <i>Unlimited Tax School Building Bonds, Series 2014:</i>  |              |                       |                       |                      |                      |                       |                      |
| Current Interest  | 4.00-5.00%   | 67,160,000            | 62,590,000            | -                    | 2,420,000            | 60,170,000            | 2,545,000            |
| <i>Unlimited Tax School Refunding Bonds, Series 2014:</i> |              |                       |                       |                      |                      |                       |                      |
| Current Interest  | 4.00%        | 11,310,000            | 11,310,000            | -                    | -                    | 11,310,000            | -                    |
| Capital Appreciation                                      | 9.63-9.68%   | 22,690,000            | 22,362,050            | 2,214,392            | 3,625,000            | 20,951,442            | 2,275,000            |
| <i>Unlimited Tax School Refunding Bonds, Series 2015:</i> |              |                       |                       |                      |                      |                       |                      |
| Current Interest  | 2.00-5.00%   | 65,560,000            | 60,975,000            | -                    | 4,420,000            | 56,555,000            | 8,410,000            |
| <i>Unlimited Tax School Building Bonds, Series 2018:</i>  |              |                       |                       |                      |                      |                       |                      |
| Current Interest  | 3.125-5.00%  | 90,375,000            | -                     | 90,375,000           | -                    | 90,375,000            | -                    |
| <b>TOTALS</b>   |              | <b>\$ 339,864,910</b> | <b>\$ 223,032,226</b> | <b>\$ 92,954,216</b> | <b>\$ 17,550,000</b> | <b>\$ 298,436,442</b> | <b>\$ 16,545,000</b> |

Interest paid on bonded indebtedness during the current year was \$13,666,365.25.

The following is a schedule of the required payments for these general obligation bonds:

| Year Ending<br>August 31, | Principal             | Capital Appreciation<br>Bond | Interest              | Total                 |
|---------------------------|-----------------------|------------------------------|-----------------------|-----------------------|
| 2019                      | \$ 16,545,000         | \$ 1,024,221                 | \$ 14,800,482         | \$ 31,345,482         |
| 2020                      | 19,095,000            | 935,014                      | 14,306,982            | 33,401,982            |
| 2021                      | 19,725,000            | 850,060                      | 13,661,182            | 33,386,182            |
| 2022                      | 20,445,000            | 772,185                      | 12,953,900            | 33,398,900            |
| 2023                      | 21,235,000            | 702,504                      | 12,175,050            | 33,410,050            |
| 2024-2028                 | 84,525,000            | 2,232,458                    | 47,175,050            | 131,700,050           |
| 2029-2033                 | 55,010,000            | -                            | 20,547,554            | 75,557,554            |
| 2034-2038                 | 27,270,000            | -                            | 10,686,250            | 37,956,250            |
| 2039-2043                 | 28,070,000            | -                            | 4,347,250             | 32,417,250            |
|                           | <u>\$ 291,920,000</u> | <u>\$ 6,516,442</u>          | <u>\$ 150,653,700</u> | <u>\$ 442,573,700</u> |

#### Capital Appreciation Bonds

The total accretion of discount on capital appreciation bonds that is included in the August 31, 2018 ending balance of \$298,432,442 is \$6,516,442.

#### Defeased Bonds

In prior years, the District defeased certain general obligation bonds by placing the proceeds of the bonds in an irrevocable trust for all future debt service payments on the refunded bonds. Accordingly, the trust accounts for the assets and liabilities for the defeased bonds and are not included in the District's financial statements in the amount of \$230,744,630.