

NOTICE OF ADOPTION OF PRELIMINARY DETERMINATION

Notice is hereby given pursuant to Indiana Code § 6-1.1-20-3.5 that the Board of School Trustees (the "Board") of Nineveh-Hensley-Jackson United School Corporation (the "School Corporation") did, on December 10, 2019, make a preliminary determination to issue bonds and enter into a lease agreement (the "Lease") for the 2020 Safety, Security, Construction and Maintenance Project, which includes the renovation of and improvements to Indian Creek High School campus, including the construction of a fieldhouse, auditorium and site improvements; construction of additional classrooms at Indian Creek Intermediate School and Elementary School; and safety, security, and efficiency improvements throughout the district (the "Projects"). The Lease will be for a maximum term of 22 years with a maximum annual lease rental of \$3,264,000. The maximum annual lease rental has been estimated based upon an estimated principal amount of bonds of \$30,000,000, estimated interest rates ranging from 3.50% to 4.00%, and total estimated interest costs of \$15,954,968.

As required by Indiana Code § 6-1.1-20-3.5(b)(1), the following information was available to the public at the public hearings on the preliminary determination: (i) the School Corporation's current and projected annual debt service payments divided by the net assessed value of taxable property within the School Corporation, which is 0.50%; and (ii) the sum of the School Corporation's outstanding long term debt plus the outstanding long term debt of other taxing units that include any other territory of the School Corporation divided by the net assessed value of taxable property within the School Corporation, which is 2.90%.

The School Corporation's current debt service levy is \$2,046,096 and the current rate is \$0.3299. After the School Corporation enters into the proposed Lease and the bonds are issued, the debt service levy will increase by a maximum of \$3,264,000 and the debt service rate will increase by a maximum of \$0.4762.

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

<u>Year</u>	<u>Estimated Total Debt Service Levy</u>	<u>Estimated Total Debt Service Rate</u>
2022	\$3,156,583	\$0.4780
2023	3,155,818	0.4780
2024	3,154,868	0.4779
2025	3,155,768	0.4780
2026	3,156,055	0.4780
2027	3,154,720	0.4779
2028	3,155,366	0.4779
2029	3,155,287	0.4779
2030	3,156,422	0.4780
2031	3,156,422	0.4780

The Project involves the opening of new school facility space; however, the new school facility space will be more efficient than the school facility space which shall be replaced. Therefore, the School Corporation expects to annually incur an increase of \$25,000 to operate such new facility space. The purpose of the Lease is to provide for the Project.

If a valid petition pursuant to Indiana Code § 6-1.1-20-3.5 is received within 30 days from the first publication of this notice, the proposed debt service or Lease payments must be approved in an election on a local public question held under Indiana Code § 6-1.1-20-3.6.

Dated December 18, 2019.

/s/ Judy Misiniec

Secretary, Board of School Trustees
Nineveh-Hensley-Jackson United School
Corporation

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