

A G E N D A

1. **Call to Order** Action

2. **Action Items** Action
 - a. Consider approval of tabled action item regarding bond recommendation.

3. **Hearing of the [signed in] Visitors** {for up to a 3 min. duration}..... Information

4. **Adjournment**..... Action

The Middleton School District will provide reasonable accommodation to the known physical or mental limitations of individuals wishing to participate in any District activity. If you wish to request such accommodations please notify the District Office (585-3027) at least one week in advance of the meeting.

The public is invited and encouraged to attend school board meetings. Requests to place an item on the agenda must be submitted (in writing) to the Superintendent's office on or before the first Tuesday of each month. The Board strongly encourages patrons to first communicate with a school or the District Office, prior to bringing an item before them.

Middleton School District #134

5 South Viking Avenue, Middleton, ID 83644 Phone (208) 585-3027 Fax (208) 585-3028

AGENDA ITEM: 2a -

Board of Trustees

Tim Winkle
Chair

Erica St. Michell
Vice-Chair

Aleisha McConkie

Briggs Miller

Marianne Blackwell

Board Clerk

District Administration

Dr. Josh J. Middleton
Superintendent

Andy Horning
Asst. Superintendent

Lisa Pennington
Director of Curriculum
& Assessments

Sharlea Watkins
Director of Special
Services

Mike Cozakos,
Director of Instructional
Technology

Darren Uranga
Director of Finance &
Operations

To: Middleton School Board

From: Dr. Josh Middleton

Date: September 6, 2018

Re: Recommendation

Recommendation:

This recommendation is to present to voters the opportunity to vote on \$28.8 million in three bonds broken out as follows:

Bond A:	New Elementary School	\$23,683,907
Bond B:	Security measures and Heights upgrade	\$ 2,750,000
Bond C:	Secure land for future school sites	\$ 2,400,000

Rationale:

Despite attaining 60% approval under one bond proposal, this would allow voters to consider each item individually with clearer understanding of each bond's purpose.

Financial Impact:

The bond is \$28.8 million payable over 20 years.

Funding Source:

BOND ELECTION RESOLUTION

A RESOLUTION CALLING A SPECIAL ELECTION TO BE HELD FOR THE PURPOSE OF SUBMITTING TO THE QUALIFIED ELECTORS OF SCHOOL DISTRICT NO. 134, CANYON COUNTY, STATE OF IDAHO, PROPOSITIONS RELATING TO THE ISSUANCE OF GENERAL OBLIGATION SCHOOL BONDS OF SCHOOL DISTRICT NO. 134, CANYON COUNTY, STATE OF IDAHO, AND IN PROVIDING FOR THE ISSUANCE OF SUCH BONDS, THE LEVY OF A TAX TO PAY SUCH BONDS.

WHEREAS, School District No. 134, Canyon County, State of Idaho (the "District"), is a school district created and operating under the laws of the State of Idaho; and

WHEREAS, the cost of acquiring, constructing, equipping and furnishing certain school facilities as specifically described in the forms of ballot questions set forth herein (such expenditures being herein referred to collectively as the "Projects") is deemed by the Board of Trustees of the District to be required for the welfare of the District; and

WHEREAS, the District does not have sufficient funds available to pay the cost of the Projects and has determined it advisable to finance such cost through the issuance of general obligation bonds of the District pursuant to the provisions of chapter 11 of Title 33 of the Idaho Code, and in order to do so desires to call a special election to be held pursuant to Chapter 14, Title 34 of the Idaho Code.

NOW, THEREFORE, BE IT RESOLVED by the Board of Trustees of the District as follows:

Section 1. That a Special General Obligation Bond Election (the "Bond Election") is hereby called to be held in the District on Tuesday, November 6, 2018, for the purpose of submitting to the qualified electors of the District the propositions set forth in the forms of ballot questions appearing in Section 5 hereof.

Section 2. That the District hereby determines that the outstanding amount of all bonded indebtedness of the District, including the bonds proposed under this Resolution, will not exceed five percent (5%) of the market value for assessment purposes of all taxable property within the District on the tax rolls completed and available as of the date of the Bond Election.

Section 3. That pursuant to Section 34-1401, Idaho Code, the Clerk of Canyon County, Idaho (the "Canyon Clerk") shall administer the Bond Election, including scheduling the polling

times; preparing and printing the ballots; preparing and publishing notice of the Bond Election and the sample ballot; and conducting the Bond Election.

Section 4. That in compliance with Section 34-1406, Idaho Code, the Clerk of the District shall notify the Canyon Clerk that the District has called the Bond Election by delivering to the Canyon Clerk a copy of this Resolution, including the forms of the ballot questions for the Bond Election set forth in Section 5 hereof and the notice of the Bond Election set forth in Section 6.

Section 5. That the District hereby approves the following ballot questions for purposes of the Bond Election:

(Form of Ballot Questions)

Question No. 1

Shall the Board of Trustees (the “Board”) of School District No. 134, Canyon County, State of Idaho (the “District”), be authorized to issue general obligation school bonds of said District in the principal amount not to exceed \$23,685,000 for the purpose of financing the costs of acquiring and constructing a new elementary school, including all related site work and supporting infrastructure, together with furnishings and equipment necessary to operate said facilities, the final installment of such bonds to fall due not later than twenty (20) years from the date of issuance of such bonds, all as provided in the Bond Election Resolution adopted by the Board on September 5, 2018?

The interest rate anticipated on the proposed bond issue described in Question No. 1, based upon current market rates, is three and forty-five hundredths percent (3.45%) per annum. The amount to be repaid over the life of the bonds, based on the anticipated interest rate, is \$23,098,899, consisting of \$23,685,000 in principal and \$9,313,427 of interest, totaling \$32,998,427, less \$9,899,528 in estimated bond levy equalization payments.

The estimated average annual cost to the taxpayer on the proposed bond described in Question No. 1 is a tax of \$90.26 per \$100,000 of taxable assessed value based on current conditions and the data above.

As of November 6, 2018, the total existing bonded indebtedness of the District, including interest accrued, is \$40,572,511.

IN FAVOR of issuing bonds in the principal amount not to exceed \$23,685,000	<input type="checkbox"/>
AGAINST issuing bonds in the principal amount not to exceed \$23,685,000	<input type="checkbox"/>

Question No. 2

Shall the Board of Trustees (the “Board”) of School District No. 134, Canyon County, State of Idaho (the “District”), be authorized to issue general obligation school bonds of said District in the principal amount not to exceed \$2,750,000 for the purpose of financing the costs of (i) making safety and security improvements to all existing schools and facilities throughout the District and (ii) renovating and improving Heights Elementary, the final installment of such bonds to fall due not later than twenty (20) years from the date of issuance of such bonds, all as provided in the Bond Election Resolution adopted by the Board on September 5, 2018?

The interest rate anticipated on the proposed bond issue described in Question No. 2, based upon current market rates, is three and forty-five hundredths percent (3.45%) per annum. The amount to be repaid over the life of the bonds, based on the anticipated interest rate, is \$2,681,949, consisting of \$2,750,000 in principal and \$1,081,356 of interest, totaling \$3,831,356, less \$1,149,407 in estimated bond levy equalization payments.

The estimated average annual cost to the taxpayer on the proposed bond described in Question No. 2 is a tax of \$10.48 per \$100,000 of taxable assessed value based on current conditions and the data above.

As of November 6, 2018, the total existing bonded indebtedness of the District, including interest accrued, is \$40,572,511.

IN FAVOR of issuing bonds in the principal amount not to exceed \$2,750,000	<input type="checkbox"/>
AGAINST issuing bonds in the principal amount not to exceed \$2,750,000	<input type="checkbox"/>

Question No. 3

Shall the Board of Trustees (the “Board”) of School District No. 134, Canyon County, State of Idaho (the “District”), be authorized to issue general obligation school bonds of said District in the principal amount not to exceed \$2,365,000 for the purpose of financing the costs of acquiring land for future school site(s), the final installment of such bonds to fall due not later than twenty (20) years from the date of issuance of such bonds, all as provided in the Bond Election Resolution adopted by the Board on September 5, 2018?

The interest rate anticipated on the proposed bond issue described in Question No. 3, based upon current market rates, is three and forty-five hundredths percent (3.45%) per annum. The amount to be repaid over the life of the bonds, based on the anticipated interest rate, is \$2,306,477, consisting of \$2,365,000 in principal and \$929,966 of interest, totaling \$3,294,966, less \$988,490 in estimated bond levy equalization payments.

The estimated average annual cost to the taxpayer on the proposed bond described in Question No. 3 is a tax of \$9.01 per \$100,000 of taxable assessed value based on current conditions and the data above.

As of November 6, 2018, the total existing bonded indebtedness of the District, including interest accrued, is \$40,572,511.

IN FAVOR of issuing bonds in the principal amount not to exceed \$2,365,000	<input type="checkbox"/>
AGAINST issuing bonds in the principal amount not to exceed \$2,365,000	<input type="checkbox"/>

(End Form of Ballot Questions)

Section 6. The Notice of Special Bond Election for the propositions shall be in substantially the following form:

[Form of Notice of Bond Election]

NOTICE OF SPECIAL GENERAL OBLIGATION BOND ELECTION

Pursuant to the laws of the State of Idaho and the Bond Election Resolution of the Board of Trustees of School District No. 134, Canyon County, State of Idaho (the “District”), adopted on September 4, 2018, notice is hereby given that a Special General Obligation Bond Election will be held in the District on Tuesday, November 6, 2018, beginning at the hour of 8:00 A.M. and closing at the hour of 8:00 P.M. on said date, on the questions of (1) whether the District shall be empowered to issue general obligation school bonds of said District in the principal amount not to exceed \$23,685,000, to be repaid not later than twenty (20) years from the date of issuance thereof (“**Question No. 1**”), (2) whether the District shall be empowered to issue general obligation school bonds of said District in the principal amount not to exceed \$2,750,000, to be repaid not later than twenty (20) years from the date of issuance thereof (“**Question No. 2**”), and (3) whether the District shall be empowered to issue general obligation school bonds of said District in the principal amount not to exceed \$2,365,000, to be repaid not later than twenty (20) years from the date of issuance thereof (“**Question No. 3**”).

Said election shall be held at the regular polling places for elections in Canyon County, Idaho, [or by mail], as indicated below:

**[County Clerk to insert Polling Places
and Absentee Voting Material]**

Information as to Questions No. 1, 2 and 3:

The interest rate anticipated on the proposed bond issues, based upon current market rates, is three and forty-five hundredths percent (3.45%) per annum. As of November 6, 2018, the total existing bonded indebtedness of the District, including interest accrued, is \$40,572,511.

Information specific to Question No. 1:

The project to be financed by the sale of the proposed bonds described in Question No. 1 are the costs of acquiring and constructing a new elementary school, including all related site work and supporting infrastructure, together with furnishings and equipment necessary to operate said facilities. The amount to be repaid over the life of the bonds, based on the anticipated interest rate, is \$23,098,899, consisting of \$23,685,000 in principal and \$9,313,427 of interest, totaling \$32,998,427, less \$9,899,528 in estimated bond levy equalization payments. The estimated average annual cost to the taxpayer on the proposed bond described in Question No. 1 is a tax of \$90.26 per \$100,000 of taxable assessed value based on current conditions and the data above.

Information specific to Question No. 2:

The projects to be financed by the sale of the proposed bonds described in Question No. 2 are the costs of (i) making safety and security improvements to all existing schools and facilities throughout the District and (ii) renovating and improving Heights Elementary. The amount to be repaid over the life of the bonds, based on the anticipated interest rate, is \$2,681,949, consisting of \$2,750,000 in principal and \$1,081,356 of interest, totaling \$3,831,356, less \$1,149,407 in estimated bond levy equalization payments. The estimated average annual cost to the taxpayer on the proposed bond described in Question No. 2 is a tax of \$10.48 per \$100,000 of taxable assessed value based on current conditions and the data above.

Information specific to Question No. 3:

The project to be financed by the sale of the proposed bonds described in Question No. 3 are the costs of acquiring land for future school site(s). The amount to be repaid over the life of the bonds, based on the anticipated interest rate, is \$2,306,477, consisting of \$2,365,000 in principal and \$929,966 of interest, totaling \$3,294,966, less \$988,490 in estimated bond levy equalization payments. The estimated average annual cost to the taxpayer on the proposed bond described in Question No. 3 is a tax of \$9.01 per \$100,000 of taxable assessed value based on current conditions and the data above.

[End Form of Notice of Bond Election]

Section 7. That if at the Bond Election two-thirds (2/3) of the qualified registered electors of the District, eighteen (18) years of age or older who have resided in the District for thirty (30) days, voting thereat assent to the issuance of the bonds under any or all of the propositions above, as certified by the Canyon Clerk, the negotiable bonds of the District shall be issued and mature not later than twenty (20) years from the date of issuance thereof, in accordance with the provisions of the Idaho Municipal Bond Act. Such issue will create a new debt to finance the Project(s), as approved, in accordance with the provisions of Section 33-1107, Idaho Code, payable from the proceeds of ad valorem taxes.

Section 8. That said negotiable bonds shall be issued if carried as aforesaid and payment shall be made through the levy of taxes on all taxable property in the District, beginning in the year principal and interest payments are due and continuing until principal and interest shall have been fully paid in such amounts and at such rates as are necessary to assure the prompt payment of such interest, and also to establish and to constitute a sinking fund sufficient for the payment

of the principal thereof as required by law, and it is hereby ordered that such payments shall be certified and such taxes shall be levied annually at the time and in the manner as general taxes for said District are levied in each such year; provided, however, that the aforementioned taxes shall never be diminished prior to payment of all bonds excepting in any year to the extent that other available funds shall have been applied to or set aside in a special fund to be irrevocably held for the payment of principal or interest or both, payable from said taxes for such year. The proper officer or officers of said District are hereby authorized and directed to do all things requisite and necessary to carry out the provisions of this section and to apply the proceeds of the taxes so collected to the payment of such principal and interest.

ADOPTED AND APPROVED this 5th day of September, 2018.

BOARD OF TRUSTEES OF
SCHOOL DISTRICT NO. 134,
CANYON COUNTY, STATE OF IDAHO

By: _____
Chair

(SEAL)

ATTEST:

By: _____
Clerk