



## Board of Education of the Township of Belleville Summary of the 2018 Bond Sale

### Characteristics of the Bonds

- The District's \$48,536,000 School Bonds, Series 2018 (the "Bonds") are being issued to finance various facility improvements at the District's nine (9) schools
- The Bonds are rated "A-" by S&P Global and also feature a "A-" security enhancement from the State of New Jersey
- The Bonds mature on September 1 in the years 2019 to 2042 (24.5 years from issuance)
- The first payment on the Bonds is an interest only payment in the FY2018-19 school year
- The Bonds were structured with a 7-year call provision (September 1, 2025 at par)
- The State of New Jersey has agreed to provide Debt Service Aid to the District up to 49.75% of total debt service on the Bonds

### Bond Sale Results

- The Bonds were sold on March 8, 2018 and purchased by Robert W. Baird & Co., Inc. at a Net Interest Cost of 3.72%
- The District received indications of interest from eight (8) underwriting firms and received a total of six (6) bids for the Bonds
- The bids ranged from 3.72% to 3.99%
- The Bonds were purchased with Bond Insurance from Build America Mutual, which carries a rating of "AA"

### Tax Impact

- The average annual tax impact of the Bonds is \$152 (only \$143 in the first year)
- Total interest is \$25,690,091, which is approximately \$460,000 less than projected