

## **Sandhills Public Schools**

Minutes of Special Board Meeting  
High School Lecture Hall Dunning, NE

December 20th, 2021  
6:00 p.m.

“The mission of Sandhills Public Schools is to provide quality education in a safe, respectful, equitable and inclusive environment to develop productive citizens for an ever-changing global society.”

### **Minutes of the Regular September Board Meeting**

1. Called to Order at 6:00 p.m.
2. Pledge of Allegiance
  - a. Open Meetings Act – adhered to and posted
  - b. Pledge of Allegiance
  - c. Per Policy 204.07 – reasonable advanced notification was made of the meeting
3. Attendance – Present – Reed Larsen, Tyson Cox, Jeff Martindale, Michelle Milleson, Steve Bass, Tedd Teahon (Pres.), J.D. Furrow (Administrator), Ann Collier (Recorder) Guests: 17 patrons were present for the meeting
4. Activity Building Project Presentation – Mr. Furrow gave a public presentation that included;
  - A welcome to the community members in attendance
  - The purpose of the project
  - The details of the building
  - The cost to the district
  - Plans for payment and the tax implications
5. School Board Message – Mr. Teahon gave comments from the board about the building project and again thanked everyone for coming.
6. Public Comment / Q & A – Mr. Furrow, Mr. Teahon, and the board took comments, suggestions, questions from the patrons about the different aspects of the building project.

7. The meeting recessed at 6:54 p.m. for all who wanted to attend the elementary music program.
8. The meeting reconvened at 7:55 p.m.
9. Public Comment / Q & A – continued with patrons who chose to stay after the music program. There were also mailed in questions and concerns that Mrs. Collier shared with the board and the patrons who were in attendance.

**Meeting Adjourned at 8:23 p.m.**

**Note: The information distributed during the meeting will be available on the schools website.**

**Official Meeting Notice:**

The next regular board meeting of the Sandhills Public Schools will be Monday January 10th, 2022 at 6:00 p.m. The meeting will be held in the high school lecture hall in Dunning. These and all meetings are open to the public. Agendas are kept continually current and available for public inspection in the Superintendent's Office during regular business hours with reasonable notice.

Respectfully Submitted,

J.D. Furrow (Administrator)

# SANDHILLS PUBLIC SCHOOLS ACTIVITY BUILDING PROJECT 12/20/2021

## Agenda:

- Welcome – J.D. Furrow
- Purpose of the Project
- Details of the Building
- Cost to the District
- Plan for Payment and Tax Implications
- Message from the Board
- Public Comment / Q & A



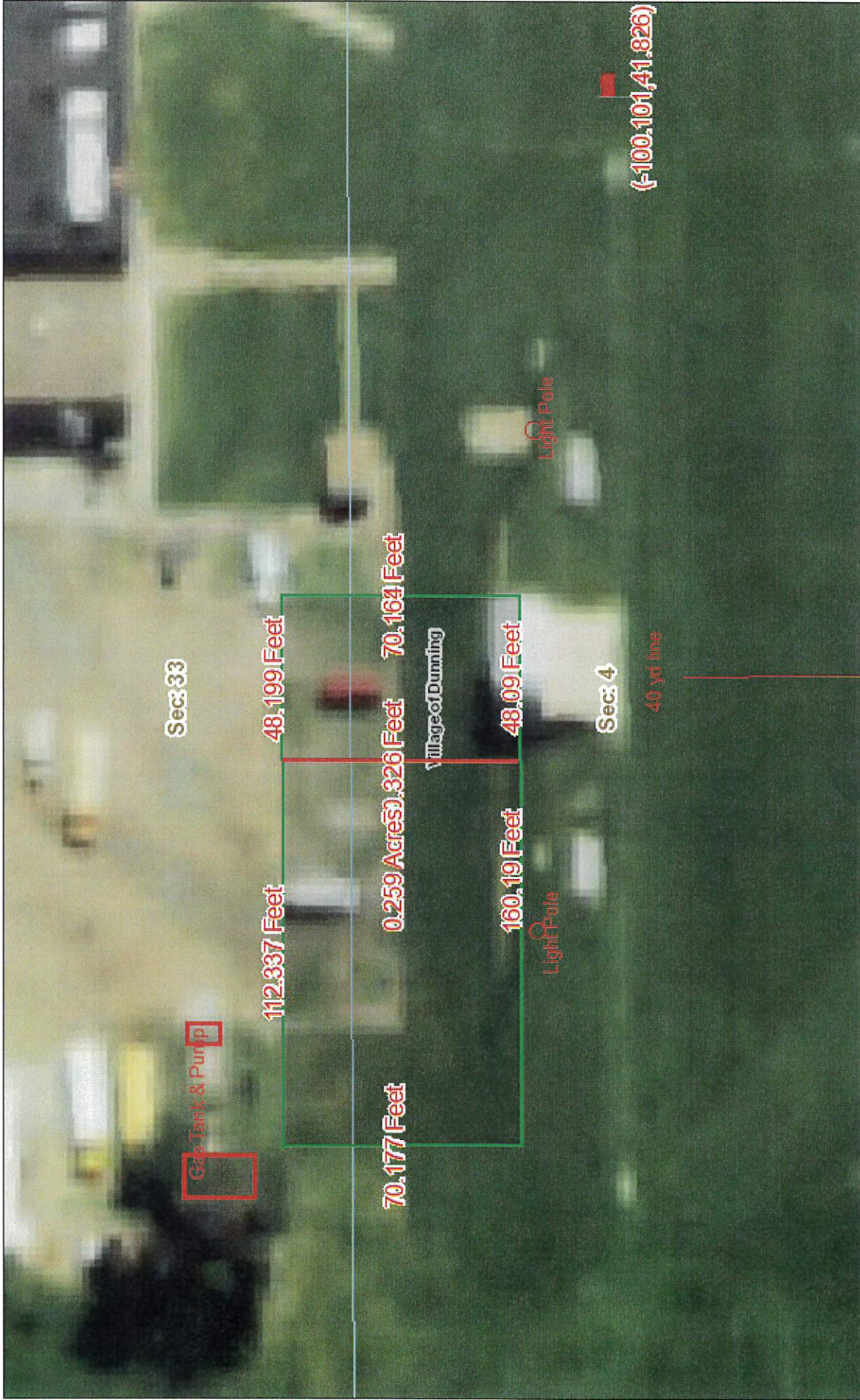
Sandhills Public Schools  
Chief Building

72x144x20 Chief Pre-Engineered Building		
2:12 Roof Pitch		
Galvalume Roof and Colored Sidewalls & Wainscot		
Two 6070 Solid Steel Walk Door		
Full Height Liner Panel		
Fifteen 4030 Windows		
One Interior Transverse Partition Wall		
24x72 Mezzanine		
Gutters and Downspouts		\$ 308,028.00
Erection		\$ 55,528.00
6" Concrete Pad with rebar on 2' centers		\$ 89,944.00
Simple Saver Insulation with install labor		\$ 59,606.15
Rubberized Basketball Court		\$ 36,277.00
2 Retractable Ceiling Mounted Basketball Hoops		\$ 16,592.00
4 Ceiling Mounted Static Basketball Hoops		\$ 32,452.00
Weight Room Flooring		\$ 24,910.00
	<b>Total</b>	<b>\$623,337.15</b>
	<b>Including Freight</b>	
Plumbing estimated as drawn:	<b>ADD</b>	\$ 24,516.80
Electrical Estimated as drawn:	<b>ADD</b>	
Volleyball Equipment	<b>ADD</b>	\$ 16,836.00
Additional for Wood Court (inclgd concrete notch)	<b>ADD</b>	\$ 32,554.00

+ Dirt Work  
+ HVAC

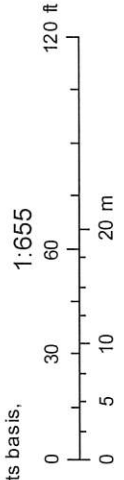
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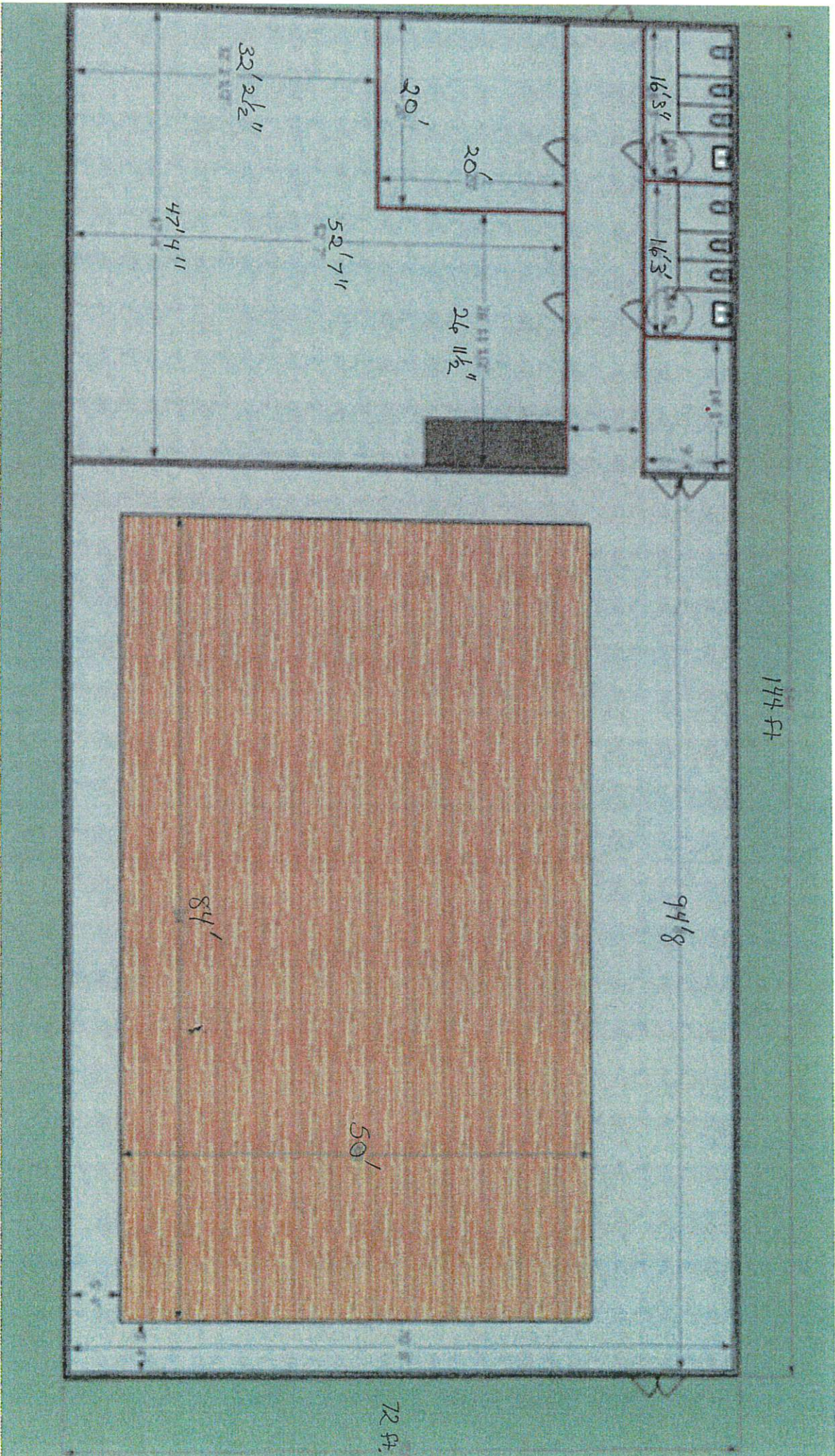
# Orientation #2



October 13, 2021  
11:46 AM

DISCLAIMER: This map is not intended for conveyances, nor is it a legal survey. The information is presented on a best-efforts basis, and should not be relied upon for making financial, survey, legal or other commitments.





144' 5"

94' 8"

72' 5"

32' 2 1/2"

47' 4"

52' 7"

24' 1/2"

20'

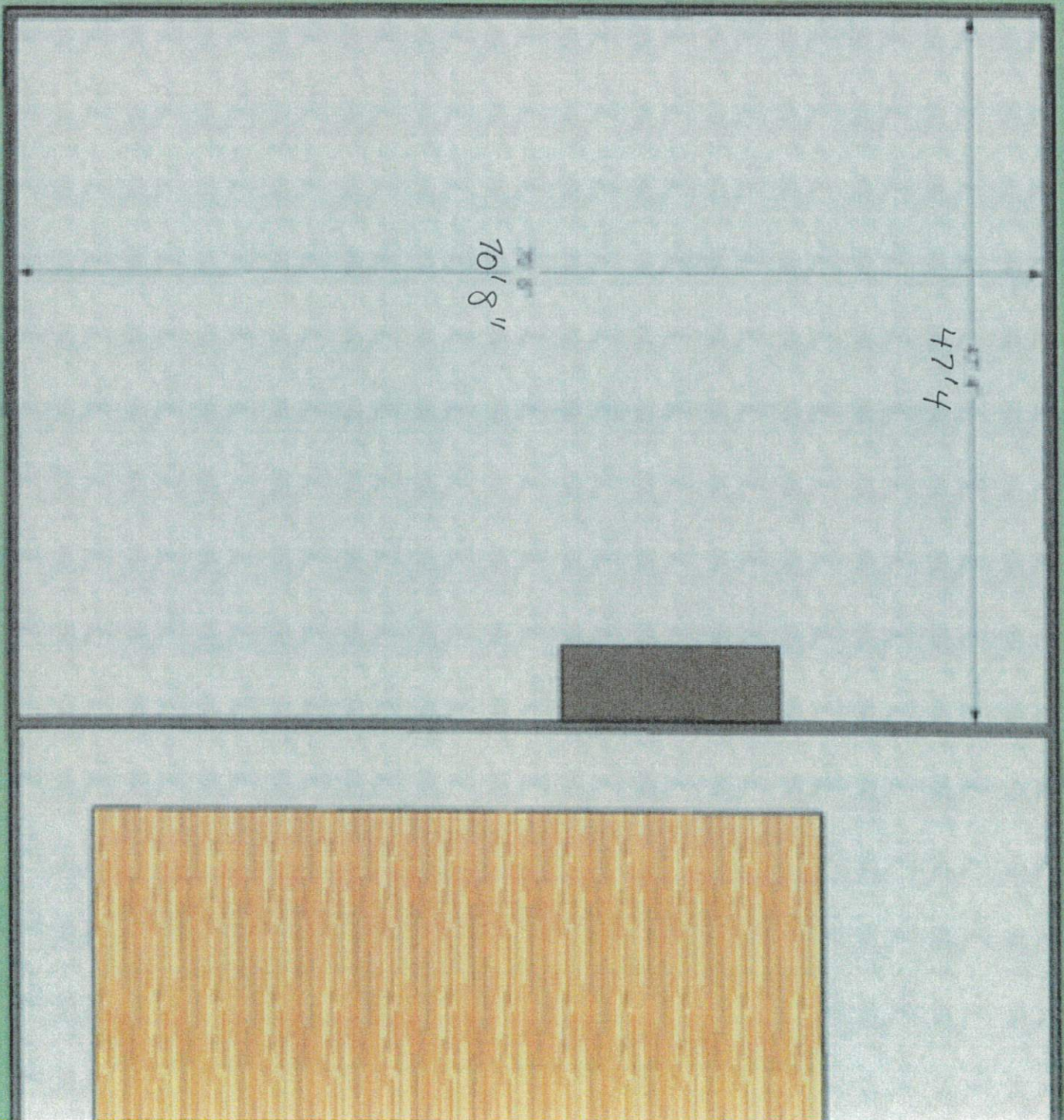
20'

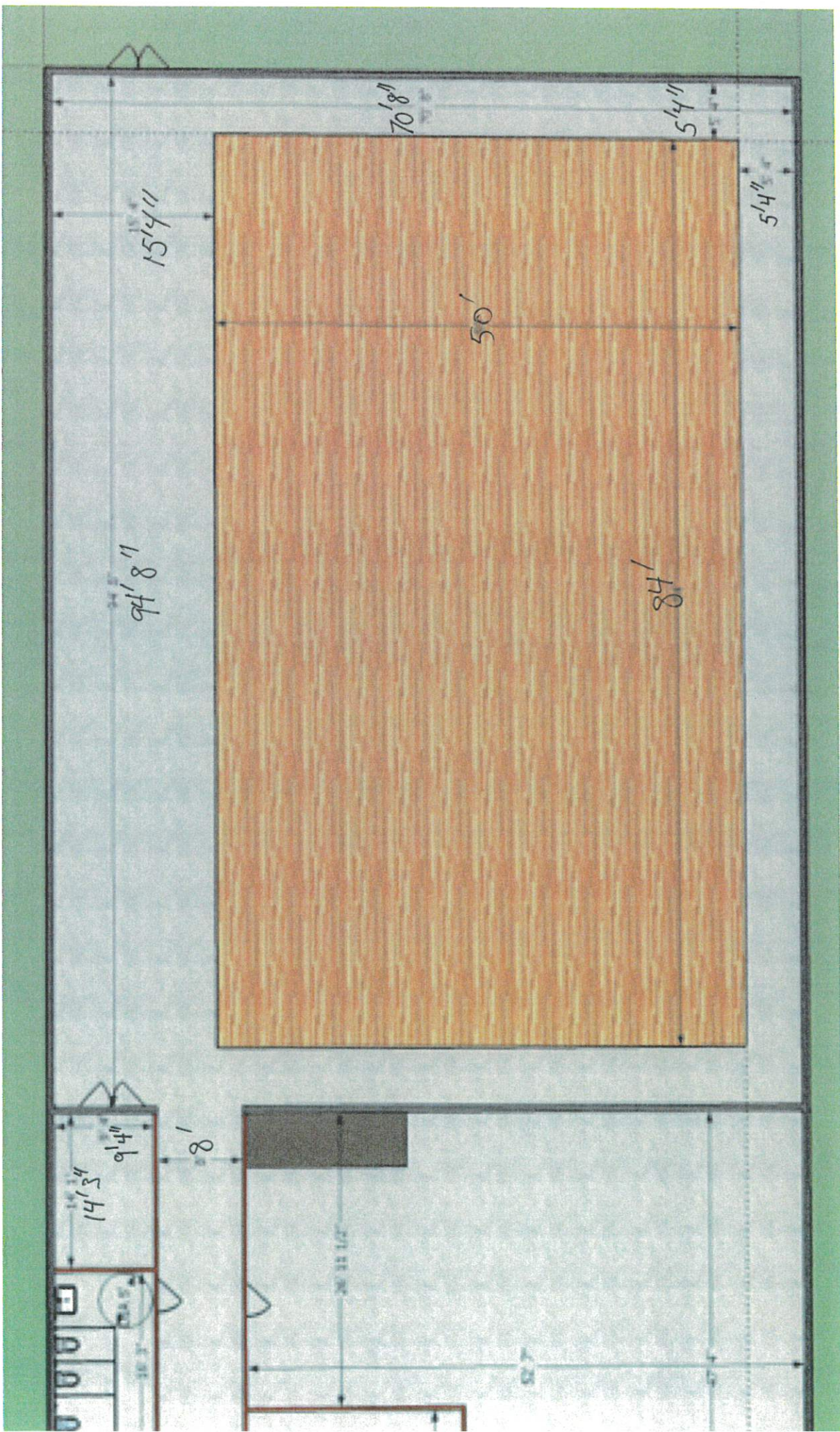
84'

50'

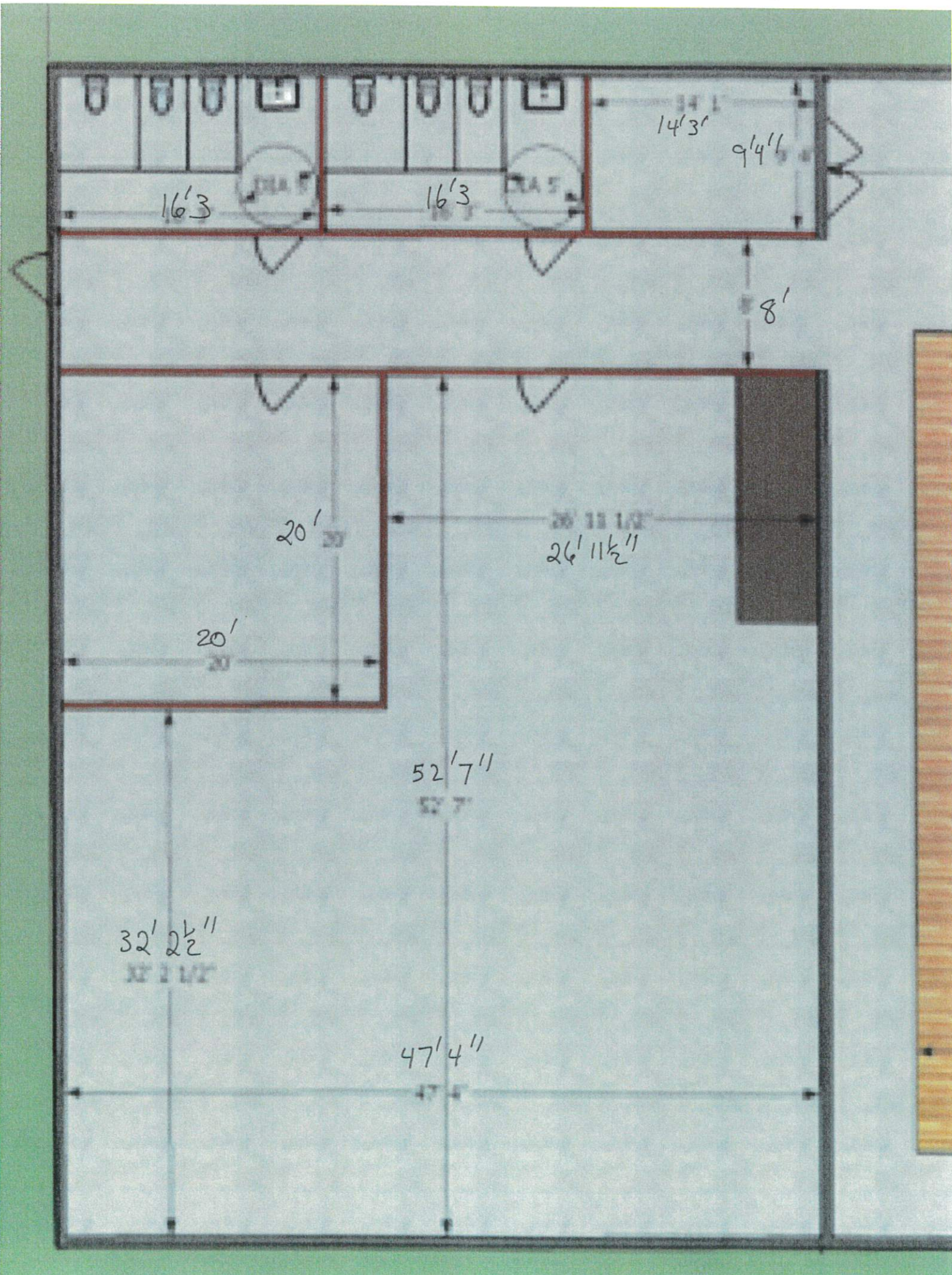
16' 5"

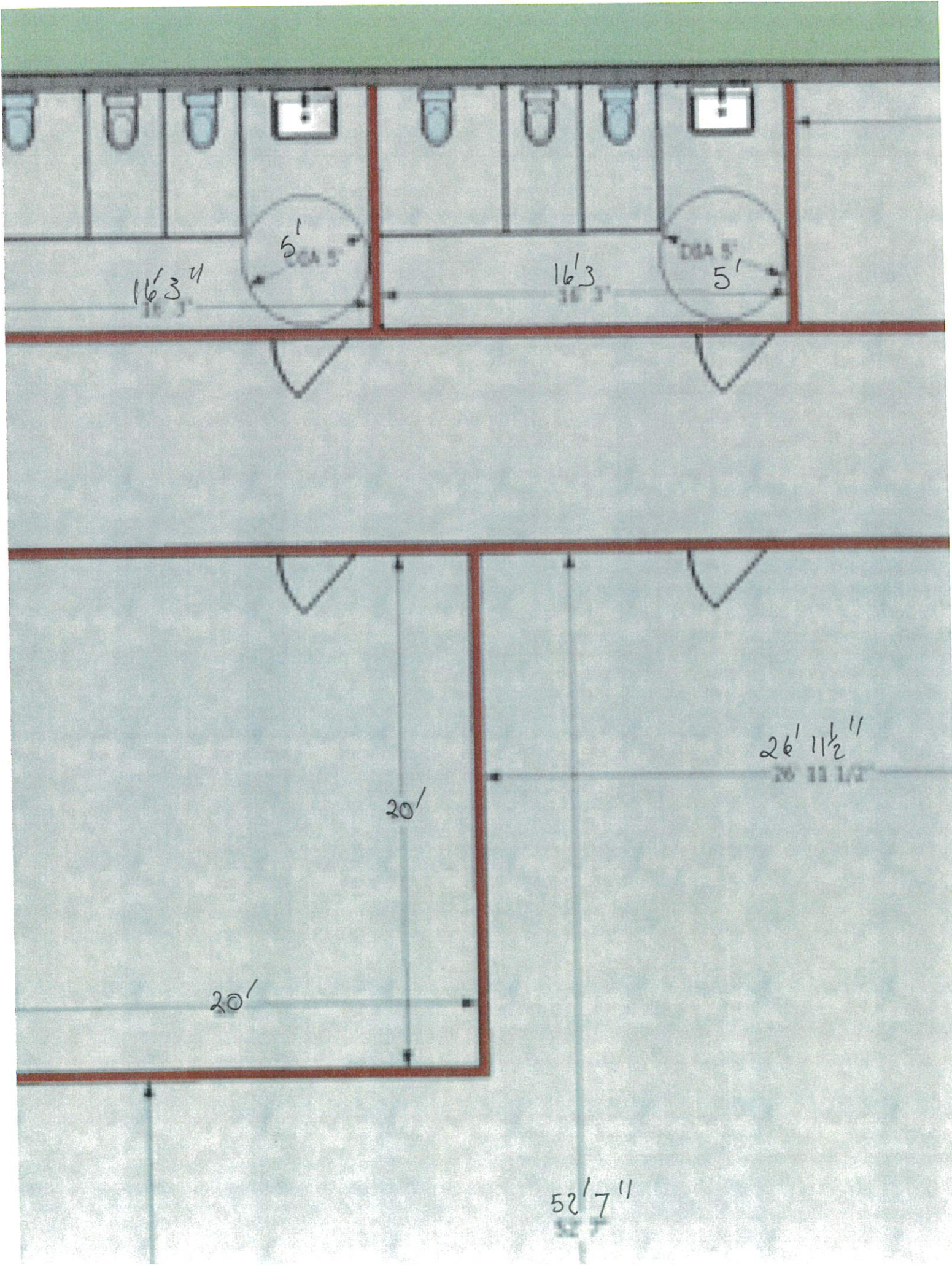
16' 3"



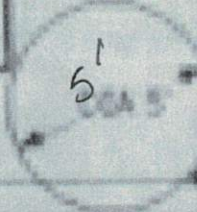




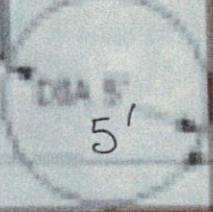




16'3"



16'3"



20'

20'

26' 11 1/2"

52' 7"



# Sandhills Public School

## Project Finance: Lease Purchase

# District Financial Information

2021-22 Valuation \$438,482,318  
Tax Revenue Per Cent \$ **43,848**

## 2021-22 Levy:

General 0.570148  
Building 0.034554  
Bond 0.000000  
**Total 0.604702**

Depreciation Fund (21-22) \$246,782  
Special Building Fund (21-22) \$239,811 + \$150,000 (21-22)

# **Project Finance: Lease Purchase**

## **Lease Purchase: Guidelines (Current)**

- Maturity length of up to 7 years by statute
- Utilizes Special Building Fund for debt service (max of 14 cents)
- Can be issued by a majority vote of the board
- Lease agreement with limited number of institutions
  - (one bank or group of banks)
- Leasing corporation would be formed as a non profit
- Lease agreement/payment is secured by district
- Upon final lease payment the project is owned by the district

## **Lease Purchase: Advantages**

- No early payment penalties (no 5 yr call protection)
- Flexibility regarding structure (semi annual, monthly)
- Can apply additional equity payments
- District would be considered 'strong credit'
- More control by issuer (i.e. closing time, rate lock)
- Less overall interest due to shorter maturity
- Higher annual levy impact for similar sized projects with longer maturity (i.e. bond issue)



# Lease Purchase: Financial Implications

Maturity Length

7 years

**Amount**

**\$600,000**

Current interest rates 7-Year\*

2.0 - 2.5%

\*Preliminary based on current market rates. District's desire to place locally versus a competitive process may impact rate.

## Annual Amortization Schedule

### Annual Schedule      Annual Payment Approx. = \$93,522

	Beginning Balance	Interest	Principal	Ending Balance
1	\$600,000.00	\$14,093.99	\$79,428.01	\$520,572.04
2	\$520,572.04	\$12,085.39	\$81,436.61	\$439,135.47
3	\$439,135.47	\$10,025.96	\$83,496.04	\$355,639.49
4	\$355,639.49	\$7,914.49	\$85,607.51	\$270,032.03
5	\$270,032.03	\$5,749.61	\$87,772.39	\$182,259.69
6	\$182,259.69	\$3,529.98	\$89,992.02	\$92,267.73
7	\$92,267.73	\$1,254.22	\$92,267.78	\$0.00



# Lease Purchase: Financial Implications

Maturity Length

7 years

**Amount**

**\$600,000**

Annual Payment

\$93,522

Levy Impact Calculation

\$93,522 / \$43,848 = 2.13 cent levy required

Project Amount	Project Length	Levy Impact	Tax Impact**
\$600,000	7-Year	0.021329	\$21.32

\*\*Per \$100,000 of valuation.

Would need to designate about 3.6 cents annually of the Special Building Fund levy for debt service on this project.

# Timeline

January 2022

Pass Resolutions (Set Not to Exceed Amount)

Prepare Offering Circular - Request for Lender  
(Includes Project Costs)

Share Information with Banks

Select Bank (Consider Terms)

Finalize Financing (Lock the rate)  
about 30 days after resolution

# Disclosure

These materials are for informational purposes only. It shall not constitute an offer of securities or a commitment to service in any jurisdiction where we are not authorized to do business. Municipal Advisory Services and securities provided by First National Capital Markets, Inc., a registered broker/dealer and registered Municipal Advisor. Member FINRA & SIPC. Securities products are: Not a deposit-Not FDIC Insured-Not insured by an Federal Government Agency-May go down in value.



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