

**NOTICE OF ADOPTION OF PRELIMINARY DETERMINATION – SENIOR
ACADEMY PROJECT**

Notice is hereby given pursuant to Indiana Code § 6-1.1-20-3.5 that the Board of School Trustees (the "Board") of Brownsburg Community School Corporation (the "School Corporation") did, on January 23, 2023, make a preliminary determination to issue bonds and enter into a lease agreement (the "Lease") for the renovations and improvements to Brownsburg High School, including the construction of additions to the Senior Academy, site work, HVAC and academic improvements throughout the School Corporation and the purchase of equipment and technology (the "Senior Academy Project"). The Lease will be for a maximum term of 27 years with a maximum annual Lease rental of \$14,372,000. The maximum annual Lease rental has been estimated based upon an estimated principal amount of bonds of \$98,780,000, estimated interest rate of 7.00%, and total estimated interest costs of \$105,000,000.

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 1.20%; 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 18.11%.

The School Corporation's current debt service levy is \$32,768,231 and the current rate is \$0.9785. After the School Corporation enters into the proposed Lease and the bonds are issued, the debt service levy will increase by a maximum of \$14,372,000 and the debt service rate will increase by a maximum of \$0.4077. However, as existing obligations mature and with estimated

assessed valuation growth, the anticipated increase to the School Corporation's total tax rate is expected to be \$0.00.

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:

<u>Year</u>	<u>Estimated Total Debt Service Levy</u>	<u>Estimated Total Debt Service Rate</u>
2022	\$27,098,979	\$0.9501
2023	32,768,231	0.9785
2024	35,455,554	0.9784
2025	38,126,110	0.9705
2026	36,771,706	0.8678
2027	36,954,687	0.8126
2028	37,140,802	0.7650
2029	36,943,736	0.7164
2030	36,943,794	0.6777
2031	36,938,152	0.6411
2032	36,927,761	0.6065
2033	36,924,020	0.5738

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 does not expect to annually incur an increase to operate such new facility space. The purpose of the Lease is to provide for the Senior Academy 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 January 26, 2023.

/s/ Board of School Trustees

Brownsburg Community School Corporation