

Park Ridge-Niles School District 64, Cook County, Illinois

November 18, 2013

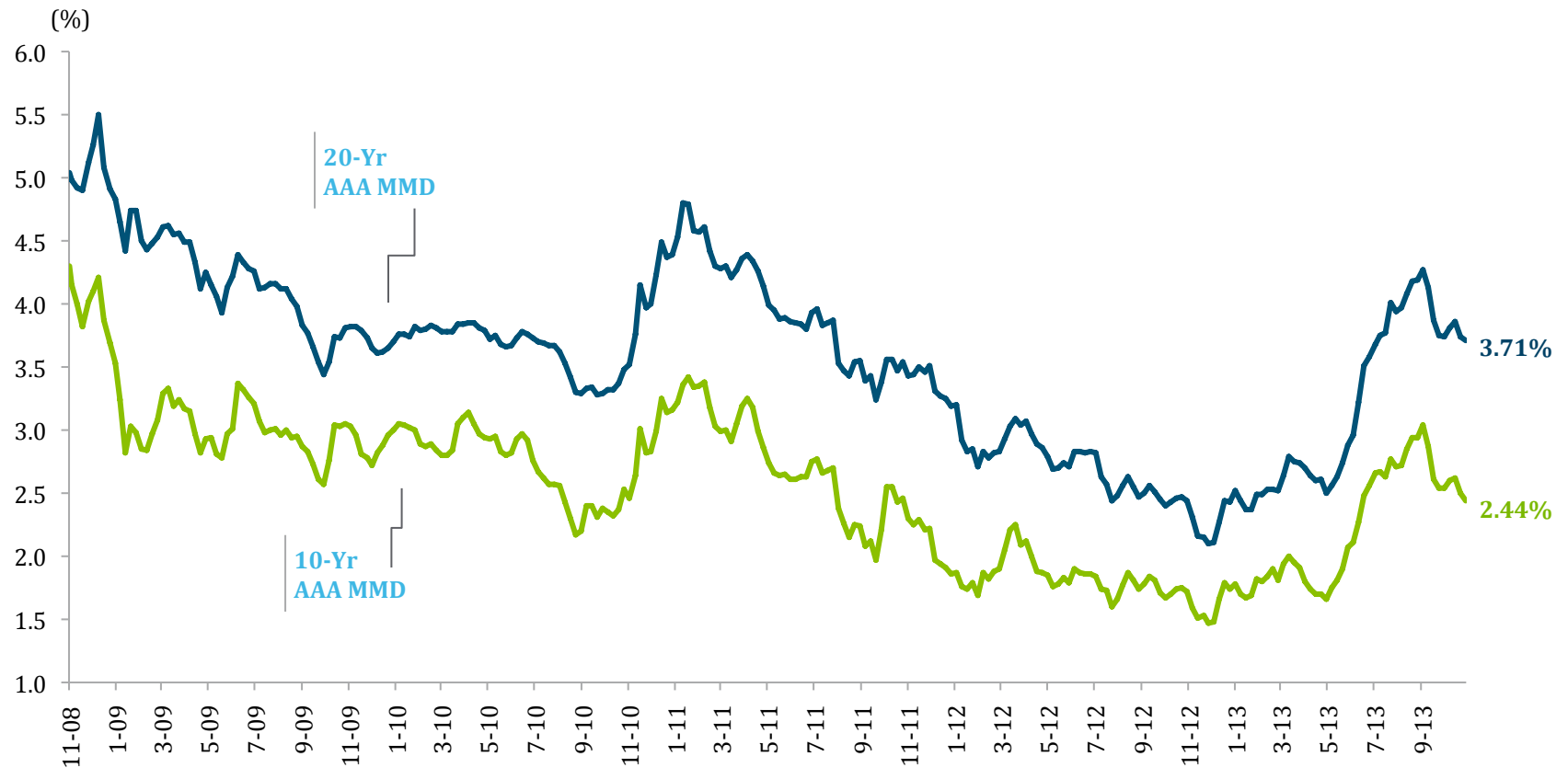
Financing Options

William Blair

Market Overview

Historical AAA MMD Interest Rates

AAA Municipal Market Data (“MMD”) During the Past Five Years



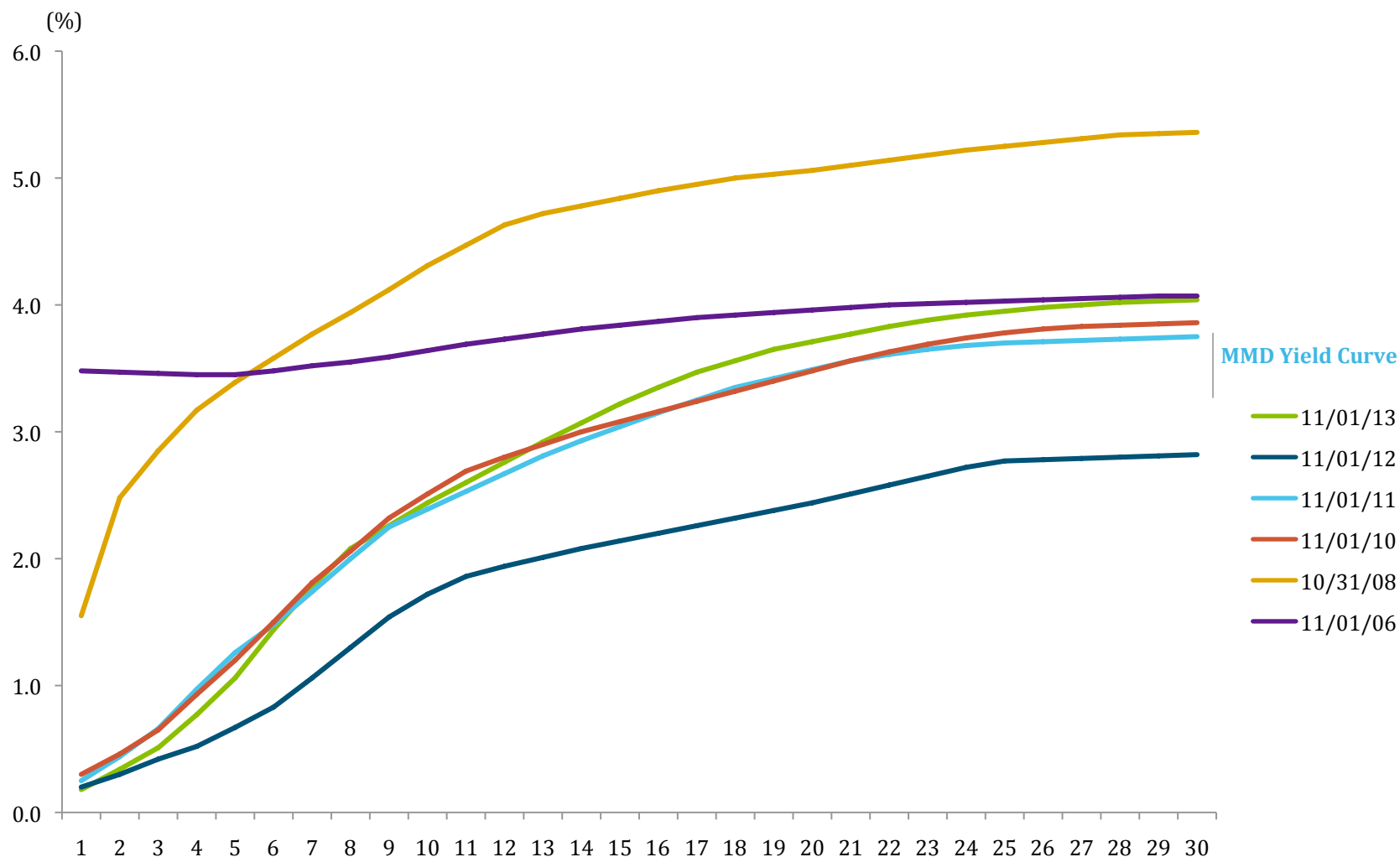
Note: Reflects market conditions as of October 31, 2013

Source: Thomson Financial

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Municipal Yield Curve Comparison

AAA MMD Curves During the Past Seven Years



Note: Reflects market conditions as of October 31, 2013

Source: Thomson Financial

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Outstanding Bonds and Financing Options

Outstanding Bonds

Dated		December 1, 2008				November 1, 2001			
Issue		G.O. REFUNDING SCHOOL BONDS				G.O. SCHOOL BONDS			
Series		2008				2001			
Original Par		\$2,555,000				\$17,065,000			
Earliest Call		NON-CALLABLE				NON-CALLABLE			
Maturity		December 1,				December 1,			
		Amount	Coupon	Interest	Debt Service	Amount	Coupon	Interest	Debt Service
Credit Ratings (Moody/S&P/Fitch)		AA				Aaa FSA Insured (A1 Underlying)			
Fiscal Year Ending June 30,									
2013		305,000	4.000%	65,100	370,100	1,855,000	5.500%	562,788	2,417,788
2014		315,000	4.000%	52,700	367,700	1,960,000	5.500%	457,875	2,417,875
2015		370,000	4.000%	39,000	409,000	2,320,000	5.500%	340,175	2,660,175
2016		385,000	4.000%	23,900	408,900	2,445,000	5.500%	209,138	2,654,138
2017		405,000	4.000%	8,100	413,100	2,580,000	5.500%	70,950	2,650,950
	Total	1,780,000		188,800	1,968,800	11,160,000		1,640,925	12,800,925
Callable		\$0				\$0			
Non-Callable		\$1,780,000				\$11,160,000			
Total Outstanding		\$1,780,000				\$11,160,000			
Purpose/ Notes		REFUNDING OF SERIES 1997 BONDS				REFUNDING OF SERIES 1997 BONDS			
Underwriter		William Blair & Company				William Blair & Company			
Bond Counsel		Chapman and Cutler				Chapman and Cutler			

Non-Referendum Limited Bonds

- The District can issue bonds without a referendum to fund this plan, if the debt service payments fit within the District's Debt Service Extension Base. This amount *increases* with CPI annually.
- The types of limited bonds the District can issue include:

Working Cash Fund Bonds	Life Safety Bonds	Funding Bonds
✓ Can be used either for capital or operating; requires a petition period and public hearing	✓ Proceeds must be used for life safety projects only which are approved by the State and Regional Superintendent of Schools; requires public hearing	✓ Can be used to refund debt obligations of the District such as lease or debt certificates; requires petition period and public hearing

Proposed Projects

- The District is considering several capital projects at Field School for summer of 2014 and 2015 estimated to cost \$7.8M.
- The District can issue limited tax working cash or life safety bonds for these projects.
- The following options assume the bonds are sold in March of 2014 and uses today's interest rates for "Aa" rated bond issues.
- In order to keep the debt payments and tax rate stable, a small amount of outstanding bonds are restructured.

Outstanding Debt Service

<u>Calendar Year</u>	<u>Levy Year</u>	<u>Equalized Assessed Valuation</u>	<u>% Change</u>	<u>Debt Service Extension Base (1994 Levy)</u>	<u>CPI % Increase in DSEB</u>	<u>Remaining Debt Base Available</u>	<u>Outstanding Referendum Debt Service</u>	<u>Total Tax Rate</u>
2012	2011	1,843,115,448	-8.6%	1,836,201	1.5%		2,987,250	0.16
2013	2012	1,705,216,205	-7.5%	1,891,287	3.0%	1,891,287	2,988,064	0.18
2014	2013	1,705,216,205	0.0%	1,923,439	1.7%	1,923,439	3,140,375	0.18
2015	2014	1,705,216,205	0.0%	1,959,985	1.9%	1,959,985	3,137,975	0.18
2016	2015	1,705,216,205	0.0%	1,999,184	2.0%	1,999,184	3,143,100	0.18
2017	2016	1,739,320,529	2.0%	2,039,168	2.0%	2,039,168		
2018	2017	1,739,320,529	0.0%	2,079,951	2.0%	2,079,951		
2019	2018	1,739,320,529	0.0%	2,121,550	2.0%	2,121,550		
2020	2019	1,774,106,940	2.0%	2,163,981	2.0%	2,163,981		
2021	2020	1,774,106,940	0.0%	2,207,261	2.0%	2,207,261		
2022	2021	1,774,106,940	0.0%	2,251,406	2.0%	2,251,406		
2023	2022	1,809,589,078	2.0%	2,296,434	2.0%	2,296,434		
2024	2023	1,809,589,078	0.0%	2,342,363	2.0%	2,342,363		
2025	2024	1,809,589,078	0.0%	2,389,210	2.0%	2,389,210		
2026	2025	1,845,780,860	2.0%	2,436,995	2.0%	2,436,995		
2027	2026	1,845,780,860	0.0%	2,485,734	2.0%	2,485,734		
2028	2027	1,845,780,860	0.0%	2,535,449	2.0%	2,535,449		
2029	2028	1,882,696,477	2.0%	2,586,158	2.0%	2,586,158		
2030	2029	1,882,696,477	0.0%	2,637,881	2.0%	2,637,881		
Total							\$9,421,450	

Proposed 2014 \$7.8M Limited Tax Working Cash Fund Bonds-No Tax Increase

Tax Year	Equalized Assessed Valuation	% Change	Debt Service Extension Base (1994 Levy)	CPI % Increase in DSEB	Referendum Outstanding Debt Service	Less: Restructured Proposed \$7.8M		Remaining Debt Base Available	Proposed Total Debt Service	Taxes Paid for	
						Referendum Series 2001 Debt Service	Plus Restructuring Series 2014 Debt Service			Proposed Debt Tax Rate	Debt on \$400,000 Home(1)
2011	1,843,115,448	-8.6%	1,836,201	1.5%	2,987,250			1,836,201	2,987,250	0.16	\$182.82
2012	1,705,216,205	-7.5%	1,891,287	3.0%	2,988,064			1,891,287	2,988,064	0.18	\$197.66
2013	1,705,216,205	0.0%	1,923,439	1.7%	3,140,375	(213,225)	209,579	1,500,636	3,136,729	0.18	\$207.49
2014	1,705,216,205	0.0%	1,959,985	1.9%	3,137,975	(283,600)	279,438	1,396,947	3,133,813	0.18	\$207.30
2015	1,705,216,205	0.0%	1,999,184	2.0%	3,143,100	(279,575)	279,438	1,440,171	3,142,963	0.18	\$207.91
2016	1,739,320,529	2.0%	2,039,168	2.0%			2,034,438	4,730	2,034,438	0.12	\$131.94
2017	1,739,320,529	0.0%	2,079,951	2.0%			2,077,950	2,001	2,077,950	0.12	\$134.76
2018	1,739,320,529	0.0%	2,121,550	2.0%			2,117,600	3,950	2,117,600	0.12	\$137.33
2019	1,774,106,940	2.0%	2,163,981	2.0%			2,160,000	3,981	2,160,000	0.12	\$137.34
2020	1,774,106,940	0.0%	2,207,261	2.0%			457,600	1,749,661	457,600	0.03	\$29.09
2021	1,774,106,940	0.0%	2,251,406	2.0%				2,251,406	0	-	
2022	1,827,330,148	3.0%	2,296,434	2.0%				2,296,434	0	-	
2023	1,827,330,148	0.0%	2,342,363	2.0%				2,342,363	0	-	
2024	1,827,330,148	0.0%	2,389,210	2.0%				2,389,210	0	-	
2025	1,882,150,052	3.0%	2,436,995	2.0%				2,436,995	0	-	
2026	1,882,150,052	0.0%	2,485,734	2.0%				2,485,734	0	-	
2027	1,882,150,052	0.0%	2,535,449	2.0%				2,535,449	0	-	
2028	1,938,614,554	3.0%	2,586,158	2.0%				2,586,158	0	-	
2029	1,938,614,554	0.0%	2,637,881	2.0%				2,637,881	0	-	
2030	1,938,614,554	0.0%	2,690,639	2.0%				2,690,639	0	-	
					\$9,421,450	(\$776,400)	\$9,616,043		\$18,261,093		
All-In TIC: 2.276%											

Proposed 2014 \$7.8M and 2016 \$19M Limited Tax Working Cash Fund Bonds Over 20 Years-No Tax Increase

<u>Tax Year</u>	<u>Equalized Assessed Valuation</u>	<u>% Change</u>	<u>Debt Service Extension Base (1994 Levy)</u>	<u>CPI % Increase in DSEB</u>	<u>Referendum Outstanding Debt Service</u>	<u>Less: Restructured Referendum Series 2001 Debt Service</u>	<u>Plus: Proposed \$7.8M Restructuring Series 2014 Debt Service</u>	<u>Less: Restructured Referendum Series 2001 Debt Service</u>	<u>Plus: Proposed \$19M Restructuring Series 2016 Debt Service</u>	<u>Remaining Debt Base Available</u>	<u>Proposed Total Debt Service</u>	<u>Proposed Tax Rate</u>	<u>Taxes Paid for Debt on \$400,000 Value Home(1)</u>
2011	1,843,115,448	-8.6%	1,836,201	1.5%	2,987,250					1,836,201	2,987,250	0.16	\$182.82
2012	1,705,216,205	-7.5%	1,891,287	3.0%	2,988,064					1,891,287	2,988,064	0.18	\$197.66
2013	1,705,216,205	0.0%	1,923,439	1.7%	3,140,375	(225,700)	223,124			1,926,016	3,140,375	0.18	\$207.74
2014	1,705,216,205	0.0%	1,959,985	1.9%	3,137,975	(300,525)	297,498			1,963,012	3,137,975	0.18	\$207.58
2015	1,705,216,205	0.0%	1,999,184	2.0%	3,143,100	(300,675)	297,498	(606,625)	602,561	2,006,426	3,139,036	0.18	\$207.65
2016	1,739,320,529	2.0%	2,039,168	2.0%			1,232,498		803,414	3,256	2,035,912	0.12	\$132.03
2017	1,739,320,529	0.0%	2,079,951	2.0%			1,276,000		803,414	537	2,079,414	0.12	\$134.86
2018	1,739,320,529	0.0%	2,121,550	2.0%			1,316,000		803,414	2,136	2,119,414	0.12	\$137.45
2019	1,774,106,940	2.0%	2,163,981	2.0%			1,358,200		803,414	2,367	2,161,614	0.12	\$137.44
2020	1,774,106,940	0.0%	2,207,261	2.0%			1,402,000		803,414	1,847	2,205,414	0.12	\$140.22
2021	1,774,106,940	0.0%	2,251,406	2.0%			1,447,200		803,414	792	2,250,614	0.13	\$143.10
2022	1,827,330,148	3.0%	2,296,434	2.0%			868,600		1,423,414	4,420	2,292,014	0.13	\$141.48
2023	1,827,330,148	0.0%	2,342,363	2.0%			546,000		1,795,000	1,363	2,341,000	0.13	\$144.51
2024	1,827,330,148	0.0%	2,389,210	2.0%					2,384,600	4,610	2,384,600	0.13	\$147.20
2025	1,882,150,052	3.0%	2,436,995	2.0%					2,434,000	2,995	2,434,000	0.13	\$145.87
2026	1,882,150,052	0.0%	2,485,734	2.0%					2,483,800	1,934	2,483,800	0.13	\$148.86
2027	1,882,150,052	0.0%	2,535,449	2.0%					2,533,800	1,649	2,533,800	0.13	\$151.85
2028	1,938,614,554	3.0%	2,586,158	2.0%					2,583,800	2,358	2,583,800	0.13	\$150.34
2029	1,938,614,554	0.0%	2,637,881	2.0%					2,633,600	4,281	2,633,600	0.14	\$153.24
2030	1,938,614,554	0.0%	2,690,639	2.0%					2,688,000	2,639	2,688,000	0.14	\$156.40
2031	1,954,475,946	0.8%	2,744,452	2.0%					2,742,500	1,952	2,742,500	0.14	\$158.28
2032	1,970,467,113	0.8%	2,799,341	2.0%					593,250	2,206,091	593,250	0.03	\$33.96
					\$9,421,451	(\$826,900)	\$10,264,618	(\$606,625)	\$63,665,901		\$47,980,132		
All-In TIC:			3.676%										

Proposed Financing Schedule

Proposed Financing Schedule

<u>Date</u>	<u>Activity</u>	<u>Responsibility</u>	<u>Status</u>
Regular Meeting 18-Nov-13	Discuss plan of financing	District/WBC	
9-Dec-13	Resolution of Intent sent to District to be included in Board Packet	C&C	
Regular Meeting 16-Dec-13	Pass Resolution of Intent to issue working cash bonds and set public hearing regular meeting regarding working cash fund bonds	District/WBC	
19-Dec-13	Publish Resolution of Intent in local newspaper beginning petition door period	WBC	
19-Dec-13	Publish Bond Hearing Notice in the local newspaper (Must appear in the paper more than 7 days, but no more than 30 days prior to the Public Hearing.)	WBC	
18-Jan-14	Petition period expires	District	
23-Jan-14	Post Notice of Public Hearing at District Office	District	
Regular Meeting 27-Jan-14	Public Hearing on Issuance of Bonds	District/WBC	

Proposed Financing Schedule (continued)

<u>Date</u>	<u>Activity</u>	<u>Responsibility</u>	<u>Status</u>
Week of February 3	Distribute Preliminary Official Statement (POS) for Review	All Parties	
Week of February 10th	Rating Agency Meeting/Conference Call	District/WBC	
17-Feb-14	Bond Resolutions delivered to District for inclusion in the Board packets	C&C	
Regular Meeting 24-Feb-14	Approve parameters bond resolution authorizing bond sale with approval of Board President, Superintendent and Business Manager	District/WBC	
25-Feb-14	File parameters resolution with the County Clerk to get on the 2013 levy	WBC	
March, 2014	Project bids come in determining the final size of the financing	District	
March-April	Price bonds at most opportune market conditions, with approval of Board delegates	District/WBC	
Ongoing	Process documentation	C&C/WBC	
3-Mar-14	Mail Final Official Statement & Closing Memo	WBC	
13-Mar-14	Close bond issue	All Parties	
Park Ridge-Niles CCSD 64 William Blair & Company, Underwriter Chapman and Cutler, Bond Counsel/Disclosure Counsel		District WBC C&C	

*Preliminary, subject to change.

Notice and Disclaimer

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The material has been prepared solely for informational purposes and is not a solicitation of an offer to buy or sell any security or instrument or to participate in any trading strategy. Historical data is not an indication of future results.

The opinions expressed are our own unless otherwise stated.

Per Rule G-23 we are providing the information contained in this proposal for discussion purposes in anticipation of serving as an underwriter. In our capacity as underwriter, our primary role will be to purchase the Bonds as a principal in a commercial, arms' length transaction and we will have financial and other interests that differ from yours. We will not be acting as a municipal advisor, financial advisor or fiduciary.

Additional information is available upon request.