

McKinney Independent School District
#1 Duvall Street, McKinney, Texas 75069

To: Board of Trustees
From: Shawn Pratt, Superintendent
Subject: Consider all matters incident and related to the issuance and sale of “McKinney Independent School District Unlimited Tax Refunding Bonds, Series 2026”, including the adoption of an order authorizing the issuance of such bonds, establishing parameters for the sale and issuance of such bonds and delegating certain matters to authorized District officials.
Date: May 18, 2025

McKinney ISD voters approved the \$275,000,000 2021 Bond Authorization in May of 2021. All issuances were completed as follows:

- #1 August 2021 - \$92,000,000 Complete
 - #2 August 2022 - \$72,000,000 Complete
 - #3 August 2023 - \$18,000,000 Complete
 - #4 August 2024 - \$59,000,000 Complete
 - #5 August 2025 - \$34,000,000 Complete
- Total - \$275,000,000

Based on current interest rates, scheduled payments on existing debt and estimated taxable values, the District is recommending issuance of refunding (“refinancing”) bonds to refund various maturities of the Series 2016 and Series 2016A for debt service savings. Under a Parameter Bond Order, Board delegates final pricing authority to Superintendent, Assistant Superintendent or CFO. Bond sale parameters are as follows:

- Maximum Principal Amount = \$64,735,000
- New = \$0 Refunding = \$64,735,000
- Maximum True Interest Cost = 5.00%
- Minimum Saving Threshold = \$1,000,000 of Gross Debt Service
- Expiration of Authority = 180 days

Impact Statement: Achieve debt service savings.

It is recommended: That the Parameters Bond Order be approved as presented.

Resource Person(s): Marlene Harbeson, CFO

Respectfully submitted,
Shawn Pratt
Superintendent

Dr. Dennis Womack
Assistant Superintendent