

## **NOTICE OF ADOPTION OF PRELIMINARY DETERMINATION**

Notice is hereby given pursuant to Indiana Code § 6-1.1-20-3.1 that the Board of School Trustees (the "Board") of John Glenn School Corporation (the "School Corporation") did, on February 21, 2023, make a preliminary determination to issue bonds and enter into a lease agreement (the "Lease") for the renovation of and improvements to school facilities, including updates to Walkerton and North Liberty Elementary Schools, site improvements and the purchase of equipment, vehicles, buses and technology (the "Project"). The Lease will be for a maximum term of 22 years with a maximum annual Lease rental of \$1,566,000. The maximum annual Lease rental has been estimated based upon an estimated principal amount of bonds of \$10,000,000, with estimated interest rate of 60.0%, and estimated total interest costs of \$6,307,767.

As required by Indiana Code § 6-1.1-20-3.1(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 0.6614%; 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 4.4566%.

The School Corporation's current debt service levy is \$2,466,005 and the current debt service rate is \$0.4259. After the School Corporation enters into the proposed lease agreement and the bonds are issued, the debt service levy will increase by a maximum of \$1,566,000 and the Debt Service Fund tax rate will increase by a maximum of \$0.2569. However, as existing obligations mature, the anticipated increase to the Debt Service Fund tax rate is expected to be

\$0.0272. The maximum annual debt service for the Project for any year in which the Bonds are outstanding is \$1,566,000.

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, is as follows:

<u>Year</u>	<u>Estimated Total Debt Service Levy</u>	<u>Estimated Total Debt Service Rate</u>
2024	\$2,623,644	\$0.4531
2025	\$2,623,644	\$0.4531
2026	\$2,623,644	\$0.4531
2027	\$2,623,644	\$0.4531
2028	\$1,618,963	\$0.2796
2029	\$1,566,000	\$0.2705
2030	\$1,566,000	\$0.2705
2031	\$1,566,000	\$0.2705
2032	\$1,566,000	\$0.2705
2033	\$1,566,000	\$0.2705

The Project involves the opening of new 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 and the bonds is to provide for the Project.

Any owners of real property within the School Corporation or registered voters residing within the School Corporation who want to initiate a petition and remonstrance process against the proposed Lease payments or the issuance of the bonds must file a petition that complies with Indiana Code § 6-1.1-20-3.1 subdivisions (4) and (5) not later than 30 days after the first publication of this notice.

Dated March 1, 2023.

*/s/ Board of School Trustees*  
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John Glenn School Corporation

*(Note: In addition to publishing, mail to the St. Joseph County Clerk and any organization which has requested a notice of preliminary determination.)*