

TECHNICAL EDUCATION PROGRAM
HISTORICAL DEBT SERVICE COVERAGE WITH PROJECTED DEBT COVERAGE ON \$18,500,000 OF PROCEEDS - LEVEL PRINCIPAL PAYMENTS
AS OF JANUARY 8, 2015

<u>Fiscal Year</u>	<u>Student Facility Fee Revenues</u>	<u>State Appropriation</u>	<u>Tuition Sub Account Interest Income</u>	<u>Discounted 8.7% for 2013 7.2% after 2013 IRS Interest Rebates</u>	<u>Other Account Interest Income</u>	<u>Bonded Capitalized Interest</u>	<u>Program Expenses</u>	<u>Debt Service</u>	<u>Debt Service Coverage</u>
(projected) 2015	\$5,040,000	\$2,216,941 *	\$5,000	\$687,260	\$60,000	\$29,917	\$125,000	\$6,650,824	1.190
(projected) 2016	\$5,090,400	\$2,572,433	\$5,000	\$682,073	\$60,000	\$0	\$150,000	\$7,717,298	1.070
(projected) 2017	\$5,141,640	\$2,743,289	\$5,000	\$676,033	\$60,000	\$0	\$150,000	\$8,229,868	1.030
(projected) 2018	\$5,192,880	\$2,756,683	\$5,000	\$689,004	\$60,000	\$0	\$150,000	\$8,270,048	1.032
(projected) 2019	\$5,244,960	\$2,741,838	\$5,000	\$661,033	\$60,000	\$0	\$150,000	\$8,225,513	1.041
(projected) 2020	\$5,297,091	\$2,735,297	\$5,000	\$652,273	\$60,000	\$0	\$150,000	\$8,205,890	1.048
(projected) 2021	\$5,350,062	\$2,729,953	\$5,000	\$642,751	\$60,000	\$0	\$150,000	\$8,189,859	1.055
(projected) 2022	\$5,403,562	\$2,723,265	\$5,000	\$632,395	\$60,000	\$0	\$150,000	\$8,169,795	1.062
(projected) 2023	\$5,457,598	\$2,723,031	\$5,000	\$622,270	\$60,000	\$0	\$150,000	\$8,169,093	1.067
(projected) 2024	\$5,512,174	\$2,700,090	\$5,000	\$608,074	\$60,000	\$0	\$150,000	\$8,100,269	1.078
(projected) 2025	\$5,567,296	\$2,688,326	\$5,000	\$588,314	\$60,000	\$0	\$150,000	\$8,064,977	1.086
(projected) 2026	\$5,622,968	\$2,698,976	\$5,000	\$567,232	\$60,000	\$0	\$150,000	\$8,096,928	1.087
(projected) 2027	\$5,679,198	\$2,685,766	\$5,000	\$544,427	\$60,000	\$0	\$150,000	\$8,057,299	1.095
(projected) 2028	\$5,735,990	\$2,672,282	\$5,000	\$518,516	\$60,000	\$0	\$150,000	\$8,016,847	1.103
(projected) 2029	\$5,793,350	\$2,657,267	\$5,000	\$490,181	\$60,000	\$0	\$150,000	\$7,971,802	1.111
(projected) 2030	\$5,851,284	\$2,644,795	\$5,000	\$460,520	\$60,000	\$0	\$150,000	\$7,934,386	1.118
(projected) 2031	\$5,909,796	\$2,625,155	\$5,000	\$429,487	\$60,000	\$0	\$150,000	\$7,875,464	1.127
(projected) 2032	\$5,968,894	\$2,610,463	\$5,000	\$396,863	\$60,000	\$0	\$150,000	\$7,831,388	1.135
(projected) 2033	\$6,028,583	\$2,591,920	\$5,000	\$362,538	\$60,000	\$0	\$150,000	\$7,775,761	1.144
(projected) 2034	\$6,088,869	\$2,574,008	\$5,000	\$326,621	\$60,000	\$0	\$150,000	\$7,722,025	1.153
(projected) 2035	\$6,149,758	\$2,554,825	\$5,000	\$288,965	\$60,000	\$0	\$150,000	\$7,664,475	1.162
(projected) 2036	\$6,211,255	\$2,536,402	\$5,000	\$249,569	\$60,000	\$0	\$150,000	\$7,609,206	1.171
(projected) 2037	\$6,273,368	\$2,115,456	\$5,000	\$204,155	\$60,000	\$0	\$150,000	\$6,346,369	1.341
(projected) 2038	\$6,336,102	\$2,099,238	\$5,000	\$152,418	\$60,000	\$0	\$150,000	\$6,297,715	1.350
(projected) 2039	\$6,399,463	\$2,075,477	\$5,000	\$98,506	\$60,000	\$0	\$150,000	\$6,226,430	1.363
(projected) 2040	\$6,463,457	\$1,773,066	\$5,000	\$35,519	\$60,000	\$0	\$150,000	\$5,319,199	1.539
(projected) 2041	\$6,528,092	\$1,168,571	\$5,000	\$0	\$60,000	\$0	\$150,000	\$3,505,713	2.171
(projected) 2042	\$6,593,373	\$1,163,711	\$5,000	\$0	\$60,000	\$0	\$150,000	\$3,491,134	2.198
(projected) 2043	\$6,659,308	\$1,161,772	\$5,000	\$0	\$60,000	\$0	\$150,000	\$3,485,316	2.220
(projected) 2044	\$6,725,900	\$1,160,872	\$5,000	\$0	\$60,000	\$0	\$150,000	\$3,482,616	2.240
(projected) 2045	\$6,793,159	\$1,159,218	\$5,000	\$0	\$60,000	\$0	\$150,000	\$3,477,853	2.262
(projected) 2046	\$6,861,090	\$1,158,349	\$5,000	\$0	\$60,000	\$0	\$150,000	\$3,475,047	2.283
(projected) 2047	\$6,929,701	\$1,505,711	\$5,000	\$0	\$60,000	\$0	\$150,000	\$4,517,134	1.849
Totals	\$195,900,618	\$74,724,447	\$165,000	\$12,246,997	\$1,980,000	\$29,917	\$4,925,000	\$224,173,340	

Assumptions:

\$18,500,000** additional proceeds for WDTI amortized over 20 years at a true interest cost of 3.21% through fiscal year 2036 delivered on March 5, 2015

** The premium bond structure used in this scenario requires par bonds in the amount of \$15,755,000 to amount to \$18,500,000 in proceeds.

Estimating 6,000 students in FY 2015 with a 1% increase in FTE for years ending 2016 - 2047.

Student fees to be proposed to the Board of Education:

Fiscal Year 2013	\$22
Fiscal Year 2014	\$25
Fiscal Year 2015 and thereafter	\$28

Additional State General Fund Contributions:

* Fiscal Year - 2015 and beyond - State appropriation to be one third of debt service

Average Projected Debt Service Coverage for years 2014 - 2047:

1.35