

Sabinal Independent School District

\$5,100,000 Unlimited Tax Bonds

Summary of Financial Options

January 18, 2010

Assumptions:

Taxable Value	\$182,196,313	No growth
Interest Rate	5.00%	
Engineering and Construction Costs	\$5,000,000	
Costs of Issuance	\$100,000	
Total Borrowing	\$5,100,000	

Qualified School Construction Bond (QSCB)

Part of the Federal Recovery Act. Available on a first come first serve basis - required application

Term set by the Federal Government - currently 16 years

Purchaser receives a tax credit and a sometimes a supplemental interest rate

Analysis below assumes a 2% interest rate

Terms (Years)	30	QSCB - 16
Average Annual Debt Service	\$328,142	\$372,419
Estimated I&S Tax Rate Increase	\$0.1801	\$0.2044
Total Interest Repayment	\$4,744,250	\$858,700
<i>Tax Increase if your house is appraised at (After Exemptions)</i>		
\$40,000	\$72.04	\$81.76
\$60,000	\$108.06	\$122.64
\$80,000	\$144.08	\$163.52
\$100,000	\$180.10	\$204.41