



Santiam Travel Station

750 S. Third Street, Lebanon, OR 97355

MEETING MINUTES

<u>BOARD MEMBERS PRESENT:</u> Tom Oliver, Chair Richard Borden Mike Martin Tammy Schilling	<u>EXECUTIVE STAFF PRESENT:</u> Bo Yates, Superintendent Jennifer Meckley, Assistant Superintendent Rachel Cannon, Director of Alternative Education William Lewis, Business Director
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The meeting minutes were recorded by Executive Secretary Ruth Hopkins.

1. WELCOME AND CALL TO ORDER

Chair Tom Oliver called the meeting to order at 6:00 PM and led the Pledge of Allegiance.

2. LEBANON HIGH SCHOOL UPDATE

LHS students Kate Underwood and Lisi Benjamin shared the update from LHS. Ms. Underwood shared that winter sports have started. There is a program underway called Sources of Strength, which is an anti-suicide program at the high school and there will be a peer training for that on December 13th. Mr. LHS has started for the school year and seniors have voted on the contestants. Also, the school rock has been placed by the reader board in front of the pool and will be finished soon.

Ms. Benjamin shared that the Senior Job Fair is coming up on December 17th. There will be a band and choir concert on December 19th. Then the Winter Formal is being held on January 18th and the court has been voted on.

3. RALSTON ACADEMY UPDATE

Ralston student Shane Herring and Dawn Marie Rose shared the updated for Ralston Academy. Ms. Rose shared that the Ralston Academy was recently featured in the Lebanon Express. She said they were excited to share with the Lebanon community about Ralston and what the program looks like and who it is for.

Mr. Herring shared that Ralston was working to give students opportunities by placing them at job sites for work opportunity. Two students are working in the technology department for the district, learning how to stream events, as well as working as a custodian at the academy.

Ms. Rose also shared that she was working with Robin Hermans to create a support group for students dealing with depression and they will be going through the Sources of Strength training that is being held at the high school.

There have been three students to graduate from Ralston during the last mini-term.

4. AUDIENCE COMMENTS

No members of the audience requested the opportunity to address the Board.

5. OREGON ELL REPORT

Assistant Superintendent Meckley shared the Oregon ELL report, which is included in the information packet and available online. The data reflected in the report is 2017-18 data. She went over the current enrollment numbers for the district, which reflects a total of 99 students in the ELL program. The numbers include several newcomers to the district this year, which has created some challenges.

There was a discussion around additional staffing at schools and projected numbers for the future.

6. NAMING OF THE LHS BASKETBALL COURT

Superintendent Yates shared that there have been some community members who have approached him about naming the LHS basketball court after Dave Winters. Dave Winters has been a part of the basketball program at the high school since 1975, as well as being a teacher there since 1977. He has offered stability to the program throughout the years and has impacted thousands of students.

Audience Member Doug Phillips came forward as the president of the Booster Club. He is also a former player for Dave Winters, and is currently coaching with him at the high school. Mr. Phillips shared that multiple people have approached him in regards to the naming of the court. Dave Winters has retired from teaching, but is still coaching, and between the two he has impacted thousands of students over the years. He said that when they travel around the state for basketball events, people from all over the state know Dave Winters and feel he is a great representation of the program and district. He shared that when students talk about who has been a role model for them, countless students mention Mr. Winters as a role model. He is well known for the boys' team, as well as the girls' team, and he has had an incredible impact on the basketball players in Lebanon throughout the years. He asks that the board will consider naming the court after Dave Winters.

All board members were in agreement and the process for naming a district facility will be followed according to Policy FF, Naming New Facilities. The Board will hear public comments regarding this at the January and February board meetings.

7. PROCESS AND TIMELINE TO FILL ZONE 5 VACANCY

The Board reviewed the timeline and process for filling the Zone 5 vacancy that is available online and is included in the information packet. It was decided that Board Chair Oliver, Member Richard Borden, Superintendent Yates, Assistant Superintendent Meckley and Executive Secretary Ruth Hopkins would serve on the application review committee. It was also decided that a school principal from either Cascades, Seven Oak or the high school would serve on the committee as well, along with LEA President Bonita Randklev and LESPA President Laura Warren.

Upon motion made by Mike Martin, duly seconded by Richard Borden, the Board voted unanimously to approve the timeline, press release declaring the vacancy and the application for appointment as presented.

8. CONSENT AGENDA:

A. November 14, 2019 Minutes

Upon motion made by Tammy Schilling, duly seconded by Richard Borden, the Board voted unanimously to approve the November 14, 2019 Board meeting minutes.

B. Hiring

Upon motion made by Tammy Schilling, duly seconded by Mike Martin, the Board voted unanimously to approve the hiring as presented.

C. Policies – First Reading

The following policies were approved on first reading and moved to second reading in January: EFAA-AR, IGAI, JGAB-AR, JGAB, JHFE, KHFE-AR(1), JHFF/GBNAA-AR, GBEA-AR, GBEA, GBNAA/JHFF, and GBNAA/JHFF-AR. Policy IKF was presented again for first reading, with further explanation on the proposed changes from Assistant Superintendent Meckley, as per request of the Board from the November meeting. The old Policy JHFE was presented for deletion.

Assistant Superintendent Meckley mentioned that one of the OSBA recommended updates was to the complaint policy, KL and KL-AR, and that the wording is different on the district policy than on the OSBA recommendation. It will be brought before the Board at the January meeting for the Board to review for first reading.

D. Policies – Second Reading

Upon motion made by Richard Borden, duly seconded by Mike Martin, the Board voted unanimously to approve policies AC, GBDA, GCDA/GDDA, GCDA/GDDA-AR, IGBBC, IGBBA, JED, JFCJ, and JFCF as presented on second reading.

9. DEPARTMENT REPORTS

A. Operations

Superintendent Yates shared pictures from the Land Lab project, which has completed. He also shared pictures of the LHS construction class, as they have started work on the next project.

He also shared that all of transportation was out on the road today, even the mechanics. In the future we might need to stagger some runs to cover the needs.

He said that the Director of Nutrition, Angie Gorman, approached him about a program for feeding kids over the Christmas break and the district is working through that process to be able to offer that program at the high school this month.

B. Human Resources

Assistant Superintendent Meckley shared that the Human Resources Department would like to have an executive session in January to start planning for negotiations and to provide everyone the information and decide how the district would like to move forward.

C. Finance

Business Director William Lewis provided information on the general obligation refunding bonds. They were able to save the Lebanon community taxpayers \$1.5 million by refinancing the bonds for the district. He shared some of the financial numbers that he provided and are attached to these minutes. The sales team had oversold the issue by 3.1, which means that we had 3.1 people trying to buy what bonds we had to sell. They were able to lower the investment rate 3 to 5 investment points. They used a floating rate for the process and did not lock in the yield rate, which gave them more flexibility to lock it in at refunding and that happened this morning. There were a variety of people on the team that worked on the bond refunding. He said that the state used to say that you were required to have a bond refunding savings of at least three percent, and the district got 7.15%. So this was a great deal for the district and the bottom line was saving \$1.5 million for taxpayers in the Lebanon community.

Business Director Lewis then shared information on the construction excise tax. The tax allows the district to tax new construction to help provide resources in the schools for the growth that happens as a result of the new construction. He has met with the City and the revenue projections are difficult to give, but in essence are \$100,000 to \$300,000 per year. He believes it will be around \$250,000. There are several variables that go in to the projections, such as fees, exclusions and the kind of housing being constructed. He has met with the city and they already have five system development charges for the city, and we are looking at just putting on one. The way the law reads is that everything needs to be done prior to it going to the board for approval, so there are a lot of things that need to be done before it can go before the board for approval. He is also looking at presenting to the city council, and then doing a joint presentation with the city to the county commissioner.

Member Mike Martin asked if there were other excise taxes. Lewis said there were SDC taxes, so not excise.

Chair Oliver indicated that this was the Board's decision and that we could elect to do this. He said the purpose was to help schools recoup some of the cost of growth in the schools that was the result of new construction. He brought up the point that the rates are different for commercial and residential. He said this could apply to all permits and he does not feel that is the intent or the purpose of the excise tax, therefore he wants to clearly define the boundaries.

There was a discussion around the process and what the revenue would be able to help.

Chair Oliver felt that it would make sense for one or two of the board to meet with the city and Lewis.

Business Director Lewis said that for tonight, he is asking if the board would like to proceed with the process.

Member Schilling would like to see some before and after numbers. Lewis will get back to the city and set up a meeting to try to formalize some numbers.

Chair Oliver would like to have it wrapped up and have a final vote by late spring.

Any community members would need to come to the board meetings for an opportunity for public comments on the process.

10. COMMUNICATION

A. Board

There was nothing presented for Board communication.

B. Superintendent

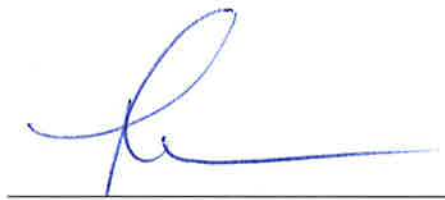
Superintendent Yates thanked William Lewis for being proactive and going out and doing the bond refunding for us. He has worked hard on this and it is appreciated.

11. AUDIENCE COMMENTS

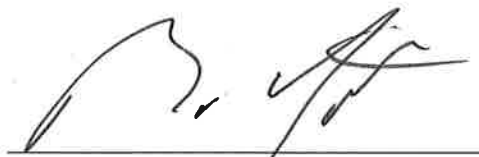
No members of the audience requested the opportunity to address the Board.

12. ADJOURNMENT

There being no further business before the Board, the meeting was adjourned at 7:04 PM.



Tom Oliver, Chair



Bo Yates, Superintendent

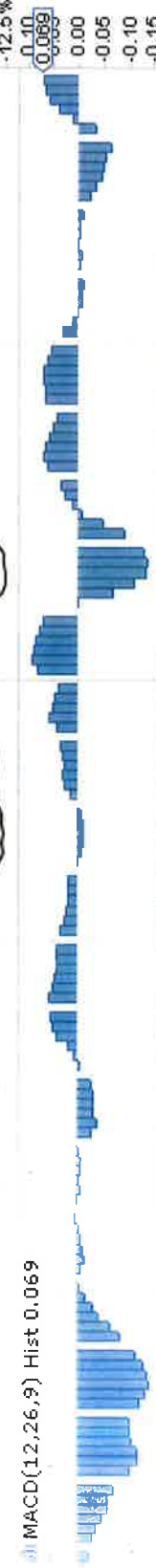
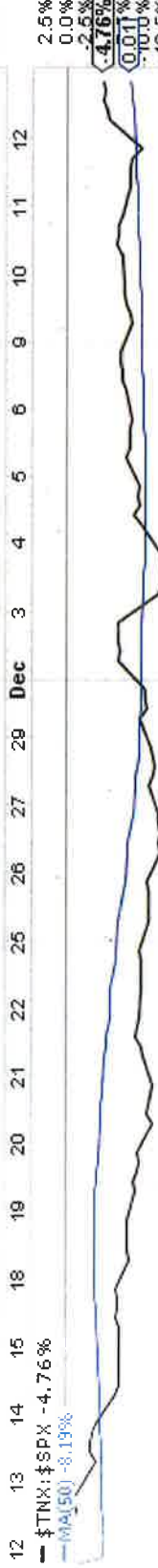
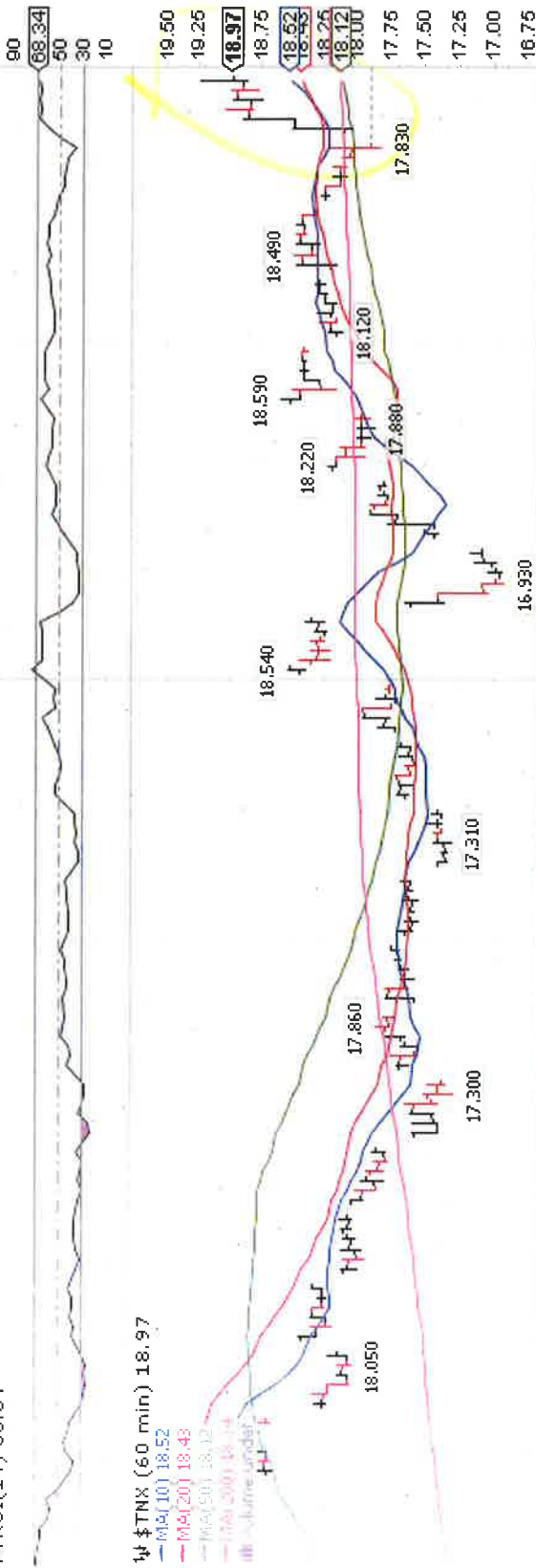
\$TNX CBOE 10-Year US Treasury Yield INDEX

© StockCharts.com

Thursday 12-Dec-2019

▲ **+5.98%**
 Chg: **+1.070**
 Last: **18.970**
 Volume: **0**

Open: **17.930** P/E: **no**
 High: **19.240** Ask: **N/A**
 Low: **17.780** Ask Size: **N/A**
 Prev Close: **17.900** Bid: **N/A**
 VVAP: **17.900** Bid Size: **N/A**
 A/RSI(14) **68.34** SCTR: **0**



SUMMARY OF REFUNDING RESULTS

Lebanon Community School District No. 9
General Obligation Refunding Bonds, Series 2019 (Federally Taxable)
Final Numbers 12-12-19

Dated Date	12/26/2019
Delivery Date	12/26/2019
Arbitrage yield	2.433534%
Escrow yield	1.550455%
Value of Negative Arbitrage	231,966.65
Bond Par Amount	18,790,000.00
True Interest Cost	2.542616%
Net Interest Cost	2.532355%
Average Coupon	2.432925%
Average Life	6.121
Par amount of refunded bonds	17,755,000.00
Average coupon of refunded bonds	4.694331%
Average life of refunded bonds	6.405
PV of prior debt to 12/26/2019 @ 2.433534%	20,123,624.58
Net PV Savings	1,343,764.33
Percentage savings of refunding proceeds	7.151487%

SAVINGS

Lebanon Community School District No. 9
General Obligation Refunding Bonds, Series 2019 (Federally Taxable)
Final Numbers 12-12-19

Date	Prior Debt Service	Refunding Debt Service	Savings	Present Value to 12/26/2019 @ 2.4335343%
06/15/2020	417,862.50	415,976.64	1,885.86	1,864.57
06/15/2021	835,725.00	684,957.40	150,767.60	147,855.95
06/15/2022	2,155,725.00	2,005,297.40	150,427.60	144,028.87
06/15/2023	2,274,725.00	2,119,789.66	154,935.34	144,533.17
06/15/2024	3,664,475.00	3,514,168.46	150,306.54	136,708.20
06/15/2025	3,610,975.00	3,457,356.96	153,618.04	135,960.15
06/15/2026	2,253,500.00	2,098,823.76	154,676.24	133,283.19
06/15/2027	2,088,631.26	1,937,380.00	151,251.26	127,043.96
06/15/2028	2,052,462.50	1,898,045.60	154,416.90	126,404.48
06/15/2029	1,941,962.50	1,787,879.26	154,083.24	122,923.13
06/15/2030	1,822,650.00	1,668,696.26	153,953.74	119,695.42
	23,118,693.76	21,588,371.40	1,530,322.36	1,340,301.09

Savings Summary

PV of savings from cash flow	1,340,301.09
Plus: Refunding funds on hand	3,463.24
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Net PV Savings	1,343,764.33

BOND PRICING

Lebanon Community School District No. 9
 General Obligation Refunding Bonds, Series 2019 (Federally Taxable)
 Final Numbers 12-12-19

Bond Component	Maturity Date	Amount	Rate	Yield	Price
Bond Component:					
	06/15/2020	210,000	1.814%	1.814%	100.000
	06/15/2021	250,000	1.864%	1.864%	100.000
	06/15/2022	1,575,000	1.937%	1.937%	100.000
	06/15/2023	1,720,000	2.071%	2.071%	100.000
	06/15/2024	3,150,000	2.121%	2.121%	100.000
	06/15/2025	3,160,000	2.327%	2.327%	100.000
	06/15/2026	1,875,000	2.477%	2.477%	100.000
	06/15/2027	1,760,000	2.519%	2.519%	100.000
	06/15/2028	1,765,000	2.559%	2.559%	100.000
	06/15/2029	1,700,000	2.599%	2.599%	100.000
	06/15/2030	1,625,000	2.689%	2.689%	100.000
		18,790,000			

Dated Date	12/26/2019		
Delivery Date	12/26/2019		
First Coupon	06/15/2020		
Par Amount	18,790,000.00		
Original Issue Discount	-		
Production	18,790,000.00	100.000000%	
Underwriter's Discount	-114,364.70	-0.608647%	
Purchase Price	18,675,635.30	99.391353%	
Accrued Interest	-		
Net Proceeds	18,675,635.30		

SOURCES AND USES OF FUNDS

Lebanon Community School District No. 9
General Obligation Refunding Bonds, Series 2019 (Federally Taxable)
Final Numbers 12-12-19

Sources:

Bond Proceeds:	
Par Amount	18,790,000.00
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	18,790,000.00

Uses:

Refunding Escrow Deposits:	
Cash Deposit	0.55
SLGS Purchases	18,591,566.00
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	18,591,566.55

Cost of Issuance:

Bond Counsel	33,000.00
Rating	19,500.00
Financial Advisor	6,000.00
Paying Agent (One-time Upfront)	3,500.00
Refunding Escrow Agent	350.00
Escrow Verification	2,000.00
OS Preperation	7,500.00
Advance Refunding Fee	200.00
MDAC	1,879.00
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	73,929.00

Underwriter's Discount:

Average Takedown	61,067.50
Management Fee	50,000.00
Expenses	3,297.20
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	114,364.70

Other Delivery Date Expenses:

Oregon School Bond Guaranty	6,676.51
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Other Uses of Funds:

Additional Proceeds	3,463.24
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18,790,000.00

BOND DEBT SERVICE

Lebanon Community School District No. 9
 General Obligation Refunding Bonds, Series 2019 (Federally Taxable)
 Final Numbers 12-12-19

Dated Date 12/26/2019
 Delivery Date 12/26/2019

Period Ending	Principal	Coupon	Interest	Debt Service	Annual Debt Service
06/15/2020	210,000	1.814%	205,976.64	415,976.64	415,976.64
12/15/2020	-	-	217,478.70	217,478.70	-
06/15/2021	250,000	1.864%	217,478.70	467,478.70	684,957.40
12/15/2021	-	-	215,148.70	215,148.70	-
06/15/2022	1,575,000	1.937%	215,148.70	1,790,148.70	2,005,297.40
12/15/2022	-	-	199,894.83	199,894.83	-
06/15/2023	1,720,000	2.071%	199,894.83	1,919,894.83	2,119,789.66
12/15/2023	-	-	182,084.23	182,084.23	-
06/15/2024	3,150,000	2.121%	182,084.23	3,332,084.23	3,514,168.46
12/15/2024	-	-	148,678.48	148,678.48	-
06/15/2025	3,160,000	2.327%	148,678.48	3,308,678.48	3,457,356.96
12/15/2025	-	-	111,911.88	111,911.88	-
06/15/2026	1,875,000	2.477%	111,911.88	1,986,911.88	2,098,823.76
12/15/2026	-	-	88,690.00	88,690.00	-
06/15/2027	1,760,000	2.519%	88,690.00	1,848,690.00	1,937,380.00
12/15/2027	-	-	66,522.80	66,522.80	-
06/15/2028	1,765,000	2.559%	66,522.80	1,831,522.80	1,898,045.60
12/15/2028	-	-	43,939.63	43,939.63	-
06/15/2029	1,700,000	2.599%	43,939.63	1,743,939.63	1,787,879.26
12/15/2029	-	-	21,848.13	21,848.13	-
06/15/2030	1,625,000	2.689%	21,848.13	1,646,848.13	1,668,696.26
	18,790,000		2,798,371.40	21,588,371.40	21,588,371.40

AGGREGATE DEBT SERVICE

Lebanon Community School District No. 9
 General Obligation Refunding Bonds, Series 2019 (Federally Taxable)
 Final Numbers 12-12-19

Date	General Obligation Refunding Bonds, Series 2019 (Federally Taxable) Principal	General Obligation Refunding Bonds, Series 2019 (Federally Taxable) Interest	Unrefunded Bonds Principal	Unrefunded Bonds Interest	Aggregate Principal	Aggregate Interest	Aggregate Debt Service	Annual Aggregate D/S
06/15/2020	210,000	205,976.64	1,285,000	54,862.50	1,495,000	260,839.14	1,755,839.14	1,755,839.14
12/15/2020	-	217,478.70	-	22,737.50	-	240,216.20	240,216.20	-
06/15/2021	250,000	217,478.70	1,240,000	22,737.50	1,490,000	240,216.20	1,730,216.20	1,970,432.40
12/15/2021	-	215,148.70	-	-	-	215,148.70	215,148.70	-
06/15/2022	1,575,000	215,148.70	-	-	1,575,000	215,148.70	1,790,148.70	2,005,297.40
12/15/2022	-	199,894.83	-	-	-	199,894.83	199,894.83	-
06/15/2023	1,720,000	199,894.83	-	-	1,720,000	199,894.83	1,919,894.83	2,119,789.66
12/15/2023	-	182,084.23	-	-	-	182,084.23	182,084.23	-
06/15/2024	3,150,000	182,084.23	-	-	3,150,000	182,084.23	3,332,084.23	3,514,168.46
12/15/2024	-	148,678.48	-	-	-	148,678.48	148,678.48	-
06/15/2025	3,160,000	148,678.48	-	-	3,160,000	148,678.48	3,308,678.48	3,457,356.96
12/15/2025	-	111,911.88	-	-	-	111,911.88	111,911.88	-
06/15/2026	1,875,000	111,911.88	-	-	1,875,000	111,911.88	1,986,911.88	2,098,823.76
12/15/2026	-	88,690.00	-	-	-	88,690.00	88,690.00	-
06/15/2027	1,760,000	88,690.00	-	-	1,760,000	88,690.00	1,848,690.00	1,937,380.00
12/15/2027	-	66,522.80	-	-	-	66,522.80	66,522.80	-
06/15/2028	1,765,000	66,522.80	-	-	1,765,000	66,522.80	1,831,522.80	1,898,045.60
12/15/2028	-	43,939.63	-	-	-	43,939.63	43,939.63	-
06/15/2029	1,700,000	43,939.63	-	-	1,700,000	43,939.63	1,743,939.63	1,787,879.26
12/15/2029	-	21,848.13	-	-	-	21,848.13	21,848.13	-
06/15/2030	1,625,000	21,848.13	-	-	1,625,000	21,848.13	1,646,848.13	1,668,696.26
	18,790,000	2,798,371.40	2,525,000	100,337.50	21,315,000	2,898,708.90	24,213,708.90	24,213,708.90

SUMMARY OF BONDS REFUNDED

Lebanon Community School District No. 9
General Obligation Refunding Bonds, Series 2019 (Federally Taxable)
Final Numbers 12-12-19

Bond	Maturity Date	Interest Rate	Par Amount	Call Date	Call Price
Current Refunding of 2001 GO Refunding Bonds (Level Levy), 11_GO_R:					
BOND	06/15/2022	5.000%	1,320,000.00	06/15/2021	100.000
	06/15/2023	5.000%	1,505,000.00	06/15/2021	100.000
	06/15/2024	5.000%	1,970,000.00	06/15/2021	100.000
	06/15/2024	4.000%	1,000,000.00	06/15/2021	100.000
	06/15/2025	4.500%	3,055,000.00	06/15/2021	100.000
	06/15/2026	4.625%	1,835,000.00	06/15/2021	100.000
	06/15/2027	4.625%	1,755,000.00	06/15/2021	100.000
	06/15/2028	4.750%	1,800,000.00	06/15/2021	100.000
	06/15/2029	4.750%	1,775,000.00	06/15/2021	100.000
	06/15/2030	4.750%	1,740,000.00	06/15/2021	100.000
			17,755,000.00		

ESCROW REQUIREMENTS

Lebanon Community School District No. 9
General Obligation Refunding Bonds, Series 2019 (Federally Taxable)
Final Numbers 12-12-19

Period Ending	Interest	Principal Redeemed	Total
06/15/2020	417,862.50	-	417,862.50
12/15/2020	417,862.50	-	417,862.50
06/15/2021	417,862.50	17,755,000.00	18,172,862.50
	1,253,587.50	17,755,000.00	19,008,587.50

ESCROW DESCRIPTIONS

Lebanon Community School District No. 9
 General Obligation Refunding Bonds, Series 2019 (Federally Taxable)
 Final Numbers 12-12-19

Type of Security	Type of SLGS	Maturity Date	First Int Pmt Date	Par Amount	Rate	Max Rate
Dec 26, 2019:						
SLGS	Certificate	06/15/2020	06/15/2020	284,421	1.560%	1.560%
SLGS	Certificate	12/15/2020	12/15/2020	274,040	1.530%	1.530%
SLGS	Note	06/15/2021	06/15/2020	18,033,105	1.550%	1.550%
				18,591,566		

SLGS Summary

SLGS Rates File	12DEC19
Total Certificates of Indebtedness	558,461.00
Total Notes	18,033,105.00
Total original SLGS	18,591,566.00