

BDS Information Request: Titan Court (downtown housing complex) Funding

In October 2016, the College issued \$17,580,000 of Full Faith and Credit Obligations, Series 2016 to extinguish the remaining \$19,355,000 of Full Faith and Credit Obligations, Series 2010. The Series 2010 Obligations were used to finance the costs of capital improvements for the College's student housing project, to pay capitalized interest and to pay the costs of issuance of the Obligations. The Series 2010 Obligations were called on October 25, 2016.

The College advance refunded the Series 2010 Obligations to take advantage of lower interest rates and to reduce its total debt service payments over the life of the Series 2016 Obligations by \$3,171,550. The refunding resulted in an economic gain (difference between the present values of the old and new debt service payments) of \$2,554,977. The Series 2016 Obligations bear interest rates from 1.6% to 5% and the final maturity is on December 1, 2035. Debt service payments are scheduled semiannually.

Future Series 2016 Obligations debt service requirements are as follows:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2018-19	\$ 635,000	\$ 632,300	\$ 1,267,300
2019-20	660,000	606,400	1,266,400
2020-21	685,000	579,500	1,264,500
2021-22	705,000	551,700	1,256,700
2022-23	735,000	522,900	1,257,900
2023-24	765,000	492,900	1,257,900
2024-25	790,000	464,200	1,254,200
2025-26	820,000	434,400	1,254,400
2026-27	855,000	400,900	1,255,900
2027-28	885,000	366,100	1,251,100
2028-29	915,000	330,100	1,245,100
2029-30	950,000	292,800	1,242,800
2030-31	990,000	254,000	1,244,000
2031-32	1,035,000	208,325	1,243,325
2032-33	1,080,000	155,450	1,235,450
2033-34	1,135,000	100,075	1,235,075
2034-35	1,180,000	54,000	1,234,000
2035-36	<u>1,210,000</u>	<u>18,150</u>	<u>1,228,150</u>
Totals	<u>\$16,030,000</u>	<u>\$ 6,464,200</u>	<u>\$22,494,200</u>

Source: Lane Community College Comprehensive Annual Financial Report Year Ended June 30, 2018, Page 25