

## NOTICE OF ADOPTION OF PRELIMINARY DETERMINATION

Notice is hereby given pursuant to Indiana Code § 6-1.1-20-3.5 that the Board of School Trustees (the "Board") of Franklin Township Community School Corporation (the "School Corporation") did, on June 26, 2023, make a preliminary determination to issue bonds and enter into a lease agreement (the "Lease") for the renovation of and improvements to Franklin Central High School, including mechanical, electrical, plumbing and parking improvements, and the construction of additions thereon including performing arts space, STEM (science) classrooms, and an auxiliary student activity center (the "Project"). The Lease will be for a maximum term of twenty-two (22) years with a maximum annual Lease rental of \$21,678,000. The maximum annual Lease rental has been estimated based upon an estimated principal amount of bonds of \$99,900,000, estimated interest rate of 5.50%, and total estimated interest costs of \$80,545,988.

As required by Indiana Code § 6-1.1-20-3.5(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 0.75%; 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 11.34%.

The School Corporation's current debt service levy is \$36,845,731 and the current rate is \$0.9339. After the School Corporation enters into the proposed Lease and the bonds are issued, the debt service levy will increase by a maximum of \$21,678,000 and the gross debt service rate will increase by a maximum of \$0.5234. However, as existing obligations mature, the anticipated net increase to the Debt Service Fund tax rate is expected to be \$0.00 above the current rate.

The estimated amount of the School Corporation's debt service levy and rate that will result during the following ten 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>
2023	\$36,845,731	\$0.9339
2024	32,190,126	0.7999
2025	32,833,928	0.7999
2026	33,490,607	0.7999
2027	34,160,419	0.7999
2028	34,843,627	0.7999
2029	32,858,299	0.7395
2030	30,976,136	0.6835
2031	30,979,000	0.6702
2032	30,042,345	0.6372
2033	28,656,433	0.5958

The Project involves the opening of new school facility space. The School Corporation expects to annually incur an increase of \$277,800 to operate such new facility space. The purpose of the Lease is to provide for the Project.

If a valid petition pursuant to Indiana Code § 6-1.1-20-3.5 is received within 30 days from the first publication of this notice, the proposed debt service or Lease payments must be approved in an election on a local public question held under Indiana Code § 6-1.1-20-3.6.

Dated June 30, 2023.

/s/ Secretary, Board of School Trustees  
Franklin Township Community School Corporation

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