

**Note 9 - Long-Term Debt**

Long-term debt includes par bonds and capital appreciation (deep discount) serial bonds. Bond premiums and discounts are amortized using the effective interest method.

The District has entered into a continuing disclosure undertaking to provide Annual Reports and Material Event Notices to the State Information Depository of Texas (SID), which is the Municipal Advisory Council. This information is required under SEC Rule 15c2-12 to enable investors to analyze the financial condition and operations of the District.

The 1996, 2003, 2014B and 2015 bond series included outstanding capital appreciation bonds in the principal amount of \$10,326,037. The bonds mature variously through 2022. Interest accrues on these bonds each February 15 and August 15, even though the interest is not paid until maturity.

Debt service requirements to maturity are summarized as follows:

Year Ended August 31:	Principal	Interest *	Requirements
2022	\$ 73,107,363	\$ 81,700,381	\$ 154,807,744
2023	103,820,000	51,024,888	154,844,888
2024	108,660,000	46,181,688	154,841,688
2025	113,825,000	41,019,602	154,844,602
2026	148,935,000	35,593,999	184,528,999
2027-2031	453,035,000	102,672,868	555,707,868
2032-2037	194,400,000	42,343,565	236,743,565
2037-2041	119,605,000	7,478,975	127,083,975
	<u>\$ 1,315,387,363</u>	<u>\$ 408,015,966</u>	<u>\$ 1,723,403,329</u>

\* Interest on Build America Bonds (BABs) amounts are included.

**LEWISVILLE INDEPENDENT SCHOOL DISTRICT**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)**

*Exhibit F-1*

**Note 9 - Long-Term Debt (continued)**

Current requirements for principal and interest expenditures are accounted for in the Debt Service Fund. There are a number of limitations and restrictions contained in the various general obligation bonds indentures. The District is in compliance with all significant limitations and restrictions at August 31, 2021.

The following is a summary of the changes in the District's outstanding debt as of August 31, 2021:

Description	Issued Amount	Interest Rate Payable	Amounts Outstanding 9/1/2020	Issued Current Year	Interest Accretion	Retired/Refunded	Amounts Outstanding 8/31/2021	Due Within One Year
1996 Refunding Bond	\$ 49,353,358	4.40 - 6.38%	\$ 1,615,233	\$ -	\$ -	\$ 1,615,233	\$ -	\$ -
2003 Unlimited Tax/Refunding	758,544	2.50 - 5.00%	351,626	-	-	-	351,626	351,626
2010 Qualified Sch Const Bonds	29,900,000	6.88%	29,900,000	-	-	-	29,900,000	-
2010B Build America Bonds	25,055,000	5.974 - 6.024%	25,055,000	-	-	-	25,055,000	-
2011 Refunding Bond	27,770,000	2.50 - 2.00%	3,380,000	-	-	1,695,000	1,685,000	1,685,000
2012C Unlimited Tax Bonds	33,715,000	2.00 - 4.00%	25,570,000	-	-	1,315,000	24,255,000	1,355,000
2013A Unlimited Tax Refunding	39,635,000	3.00 - 5.00%	11,005,000	-	-	8,400,000	2,605,000	1,280,000
2013B Unlimited Tax Refunding	22,865,000	4.00 - 5.00%	15,780,000	-	-	15,780,000	-	-
2013C Unlimited Tax Refunding	5,560,000	.34 - 2.57%	2,250,000	-	-	575,000	1,675,000	910,000
2013D Unlimited Tax	78,560,000	2.00 - 4.00%	48,830,000	-	-	4,275,000	44,555,000	4,155,000
2013E Unlimited Tax	67,435,000	3.00 - 5.00%	41,855,000	-	-	40,645,000	1,210,000	1,210,000
2014A Unlimited Tax Bonds	96,330,000	2.00 - 4.00%	75,480,000	-	-	3,925,000	71,555,000	6,435,000
2014B Unlimited Tax Refunding	54,338,570	5.00%	54,338,570	-	-	-	54,338,570	4,043,570
2015 Unlimited Tax Refunding	64,232,167	2.00 - 5.00%	62,747,167	-	-	340,000	62,407,167	2,587,167
2016A Unlimited Tax Refunding	250,350,000	1.00 - 5.00%	167,320,000	-	-	28,395,000	138,925,000	10,925,000
2016B Unlimited Tax Refunding	84,215,000	2.00 - 5.00%	77,765,000	-	-	2,410,000	75,355,000	3,995,000
2017 Unlimited Tax Refunding	68,850,000	2.00 - 5.00%	52,910,000	-	-	6,645,000	46,265,000	2,210,000
2017 Unlimited Tax	193,950,000	2.00 - 5.00%	167,285,000	-	-	9,490,000	157,795,000	9,965,000
2017A Unlimited Tax Refunding	61,165,000	2.00 - 5.00%	58,890,000	-	-	3,955,000	54,935,000	6,415,000
2018 Unlimited Tax Refunding	8,905,000	5.00%	6,190,000	-	-	-	6,190,000	-
2018 Unlimited Tax	117,210,000	3.00 - 5.00%	107,510,000	-	-	5,295,000	102,215,000	5,555,000
2019 Unlimited Tax	109,765,000	3.00 - 5.00%	106,485,000	-	-	3,635,000	102,850,000	3,815,000
2020 Unlimited Building/Refunding	262,515,000	2.125 - 5.0%	262,515,000	-	-	2,885,000	259,630,000	6,215,000
2020A Unlimited Refunding	39,270,000	0.265-3.0%	-	39,270,000	-	420,000	38,850,000	-
2020B Unlimited Refunding	12,785,000	1.261 - 5.0%	-	12,785,000	-	-	12,785,000	-
Bonded Indebtedness			1,405,027,596	52,055,000	-	141,695,233	1,315,387,363	73,107,363
Accreted Interest and CAB premium			32,018,060	-	1,498,732	7,304,767	26,212,025	26,212,025
Bond Premium			133,987,138	5,672,637	-	21,085,375	118,574,400	-
Accrued Compensated Absences			3,135,613	740,178	-	363,650	3,512,141	466,854
Total Obligations			\$ 1,574,168,407	\$ 58,467,815	\$ 1,498,732	\$ 170,449,025	\$ 1,463,685,929	\$ 99,786,242

During fiscal year 2021, the District issued Unlimited Tax Refunding Bonds, Series 2020A and 2020B in the amounts of \$39,270,000 and \$12,785,000, respectively. The bonds were issued at a premium and have interest rates as shown on the table above. The refunding bonds refunded the District's 2013B Unlimited Tax Refunding Bonds and 2013E Unlimited Tax Bonds. The difference between carrying value of the refunded debt and amount placed in escrow resulted in a deferred loss of \$3.4 million. The present value savings of the bonds were \$6,929,033.

The District in 2010 issued bonds that are considered Build America Bonds (BABS), which provide for a direct reimbursement of up to 35 percent of the interest paid on the bonds. The District received \$496,121 in subsidy payments from the federal government during the fiscal year ended August 31, 2021, for the BABS.