

## **ORDER CALLING A BOND ELECTION AND PROVIDING NOTICE OF ELECTION**

### **THE STATE OF TEXAS COUNTIES OF NAVARRO AND FREESTONE CORSICANA INDEPENDENT SCHOOL DISTRICT**

WHEREAS, the Board of Trustees (the "Board") of the Corsicana Independent School District (the "District") deems it advisable to call the bond election hereinafter ordered; and

WHEREAS, it is hereby officially found and determined that the meeting at which this Order was adopted was open to the public, and public notice of the time, place, and purpose of the meeting was given, all as required by the Texas Government Code, Chapter 551.

THEREFORE, BE IT ORDERED BY THE BOARD OF TRUSTEES OF CORSICANA INDEPENDENT SCHOOL DISTRICT:

1. A bond election shall be held between the hours of 7:00 A.M. and 7:00 P.M. on May 2, 2020, in the District at the designated polling places for registered voters of the District. In accordance with the provisions of an election services contract (the "Contract") with the Navarro County Elections Administrator, the locations for voting on election day shall be as shown in Exhibit A, which is attached hereto and incorporated herein by reference as a part hereof for all purposes. Exhibit A shall be modified without further action of the Board to include additional or different election day polling places required to conform to the Texas Election Code or the Contract, and any such modified polling places shall be used in the notices of the election.

2. Early voting shall be conducted for all voters by personal appearance and mail during the period early voting is required or permitted by law, being April 20, 2020 through April 28, 2020, at the designated early voting polling places and during the hours set forth in Exhibit B hereto. Dan Teed, Navarro County Elections Administrator, or any successor to such office, is hereby appointed early voting clerk and shall appoint and designate deputy clerks for early voting in accordance with the Contract. For purposes of processing ballots cast in early voting, the election officers for the early voting ballot board for this election shall be appointed and designated in accordance with the provisions of the Contract. Exhibit B shall be modified without further action of the Board to include additional or different early voting polling places and times required to conform to the Texas Election Code or the Contract, and any such modified polling places shall be used in the notices of the election.

3. Eligible registered voters of the District (with an effective date of registration on or before April 2, 2020) may vote on election day at the locations and during the early voting period at any voting center, as shown in Exhibit A and Exhibit B, respectively, as such Exhibits may be modified as stated above to include additional or different early voting polling places and times required to conform to the Texas Election Code or the Contract.

4. Applications for early voting by mail must be received by April 22, 2020 at the following address:

Navarro County Elections Administrator  
601 N. 13th Street  
Corsicana Texas 75151

If application to vote by mail is made by personal delivery, the application must be delivered by the close of business on April 20, 2020.

5. All resident, qualified electors of the District shall be entitled to vote at the election.

6. At the election the following PROPOSITION, setting forth the purpose for which the bonds shall be authorized, shall be submitted in accordance with law:

CORSICANA INDEPENDENT SCHOOL DISTRICT SPECIAL ELECTION  
CORSICANA INDEPENDENT SCHOOL DISTRICT PROPOSITION A

Shall the Board of Trustees of Corsicana Independent School District be authorized to issue the bonds of the District, in one or more series, with the bonds of each such series or issue, respectively, to mature serially within the maximum number of years authorized by law, and to be sold at such prices and bear interest at such rates as shall be determined within the discretion of the Board of Trustees, in the aggregate principal amount of \$35,000,000 for the purpose of the acquisition, construction, renovation and equipment of school buildings in the District, with the bonds to mature, bear interest, and be issued and sold in accordance with law at the time of issuance; and shall the Board of Trustees be authorized to levy and pledge, and cause to be assessed and collected, annual ad valorem taxes, on all taxable property in the District, sufficient, without limit as to rate or amount, to pay the principal of and interest on the bonds and the cost of any credit agreements executed in connection with the bonds?

7. The official ballots for the election shall be prepared in accordance with the Texas Election Code so as to permit the electors to vote "FOR" or "AGAINST" the aforesaid PROPOSITION with the ballots to contain such provisions, markings and language as required by law, and with such PROPOSITION to be expressed substantially as follows:

CORSICANA INDEPENDENT SCHOOL DISTRICT SPECIAL ELECTION  
CORSICANA INDEPENDENT SCHOOL DISTRICT PROPOSITION A

FOR	_____	) THE ISSUANCE OF \$35,000,000 OF BONDS BY
		) CORSICANA INDEPENDENT SCHOOL DISTRICT FOR
		) THE ACQUISITION, CONSTRUCTION, RENOVATION
		) AND EQUIPMENT OF SCHOOL BUILDINGS, INCLUDING
		) THE COSTS OF ANY CREDIT AGREEMENTS EXECUTED
AGAINST	_____	) IN CONNECTION WITH THE BONDS. TAXES SUFFICIENT
		) TO PAY THE PRINCIPAL OF AND INTEREST ON THE
		) BONDS WILL BE IMPOSED. THIS IS A PROPERTY TAX
		) INCREASE.

8. The following information is provided in accordance with the provisions of Section 3.009(b), Texas Election Code.

- (a) The proposition language that will appear on the ballot is set forth in Section 7 hereof.
- (b) The purpose for which the bonds are to be authorized is set forth in Section 6 hereof.
- (c) The principal amount of the bonds to be authorized is \$35,000,000.
- (d) As set forth in Sections 6 and 7 hereof, if the bonds are approved by the voters, the Board of Trustees will be authorized to levy ad valorem taxes, on all taxable property in the District, sufficient, without limit as to rate or amount, to pay the principal of and interest on the bonds and the cost of any credit agreements executed in connection with the bonds.
- (e) Based upon the bond market conditions at the date of adoption of this Order, the maximum interest rate for any series of the bonds is estimated to be 3.75% as calculated in accordance with applicable law. Such estimate takes into account a number of factors, including the interest rates prevailing in the market at the time the election was called, the issuance schedule, maturity schedule, assumed principal amortizations and the expected bond ratings of the proposed bonds. Such estimated maximum interest rate is provided as a matter of information, but is not a limitation on the interest rate at which the bonds, or any series thereof, may be sold.
- (f) The bonds that are the subject of this election shall mature serially or otherwise over a specified number of years not exceeding the maximum number of years authorized by law, as prescribed by applicable Texas law, though the District estimates that, based on current bond market conditions, such bonds will amortize over a 30 year period from their date of issue.
- (g) The aggregate amount of the outstanding principal of the District's debt obligations (all of which are secured by an unlimited tax levied for debt service purposes) as of February 10, 2020 (the date this election was called) is \$86,085,897.70.
- (h) The aggregate amount of the outstanding interest of the District's debt obligations (all of which are secured by an unlimited tax levied for debt service purposes) as of February 10, 2020 (the date this election was called) is \$58,033,589.05.
- (i) The ad valorem debt service tax rate for the District for the 2019-2020 fiscal year is \$0.3131 per \$100 of taxable assessed valuation.

9. The Board of Trustees hereby authorizes the President of the Board of Trustees or the Superintendent to execute or attest on behalf of the District the Contract with Navarro County for election services.

10. In accordance with provisions of the Code, a substantially complete voter information document pertaining to the Proposition to be voted on at the election is attached hereto as Exhibit "C" (the "Voter Information Document"). This order (the "Bond Election Order") and the Voter Information Document, as may be modified without further Board action in a manner that is consistent with the calling of the election by the Board and the election notice requirements of the Code applicable to the election, shall serve as proper notice of the election and the voter information document required by Section 1251.052(b), Texas Government Code. The President of the Board of Trustees shall cause the Bond Election Order and the Voter Information Document to be posted and published as follows:

- (a) The Bond Election Order shall be published one time, not earlier than the 30th day or later than the 10th day prior to the date set for the election, in a newspaper published in the District or, if none is published in the District, in a newspaper of general circulation in the District;
- (b) The Bond Election Order and the Voter Information Document shall be posted on the bulletin board used for posting notices of meetings of the Board of Trustees, and at three other places in the District, not later than the 21st day prior to the date set for the election;
- (c) The Bond Election Order and the Voter Information Document shall be posted on election day and during early voting by personal appearance, in a prominent location at each polling place; and
- (d) The Bond Election Order and the Voter Information Document shall be posted during the 21 days before the election, on the District's Internet website.

Each of the Bond Election Order and the Voter Information Document shall be published and/or posted, as provided above, in both English and Spanish translations.

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Exhibit "A"

Election Day Voting Locations

May 2, 2020

Corsicana Independent School District Bond Election

Election Day Voting Hours: 7 AM – 7 PM

On Election Day, registered voters of the Corsicana Independent School District may vote at any of the Navarro County voting centers, as shown below:

YMCA Rhoades Optimist Room 400 Oaklawn, Corsicana, 75110	Dawson Volunteer Fire Department 97 N Main St, Dawson, 76639
Church of Jesus Christ of Latter Day Saints 3800 Emhouse Rd, Corsicana, 75110	Eureka United Methodist Church 8644 S Hwy 287, Corsicana, 75109
Rice City Hall 305 N. Dallas, Rice, 75155	Richland City Hall 103 W Main St, Richland, 76681
Chatfield Community Center 4808 FM 1603 Chatfield, 75105	Winkler Masonic Lodge 9986 FM 416, Winkler, 75859
Martin Luther King Center 1114 E 6 <sup>th</sup> Ave Corsicana, 75110	Westside Baptist Church 1522 N 24 <sup>th</sup> St, Corsicana, 75110
Bears Den 802 S 2nd St, Corsicana, 75110	Fannie Mae Vernon Room, Navarro County Expo Center 4021 W Hwy 22, Corsicana, 75110
Kerens ISD Administration Building 200 Bobcat Ln, Kerens, 75144	Blooming Grove Lions Den 121 S Fordyce St, Blooming Grove, 76626
Mildred Baptist Church Gym 5502 S Hwy 287 Corsicana, 75109	Frost ISD 208 N Wyrick, Frost, 76641
Navarro College Cook Center 3200 W 7 <sup>th</sup> Ave, Corsicana, 75110	Silver City Volunteer Fire Department 555 FM 55, Corsicana, 76679
Navarro County Courthouse Annex 601 N 13 <sup>th</sup> St., Corsicana, 75110	Pursley Volunteer Fire Department 9772 FM 709 S, Pursley, 76679

Exhibit "B"

Early Voting Locations and Hours

May 2, 2020

Corsicana Independent School District Bond Election

All registered voters of the Corsicana Independent School District may vote early in the Corsicana Independent School District bond election of May 2, 2020 at the following location and during the following times:

Navarro County Courthouse Annex 601 N 13th Street, Corsicana		
Monday	April 20, 2020	8 a.m. – 5 p.m.
Tuesday	April 21, 2020	8 a.m. – 5 p.m.
Wednesday	April 22, 2020	8 a.m. – 5 p.m.
Thursday	April 23, 2020	8 a.m. – 5 p.m.
Friday	April 24, 2020	8 a.m. – 8 p.m.
Saturday	April 25, 2020	8 a.m. – 5 p.m.
Monday	April 27, 2020	8 a.m. – 5 p.m.
Tuesday	April 28, 2020	8 a.m. – 8 p.m.

Exhibit "C"

**Voter Information Document**

**Corsicana Independent School District Special Election  
Proposition A**

Ballot Information: At the election, the following language will appear on the ballot:

CORSICANA INDEPENDENT SCHOOL DISTRICT SPECIAL ELECTION  
CORSICANA INDEPENDENT SCHOOL DISTRICT PROPOSITION A

FOR	_____	) THE ISSUANCE OF \$35,000,000 OF BONDS BY ) CORSICANA INDEPENDENT SCHOOL DISTRICT FOR ) THE ACQUISITION, CONSTRUCTION, RENOVATION ) AND EQUIPMENT OF SCHOOL BUILDINGS, INCLUDING ) THE COSTS OF ANY CREDIT AGREEMENTS EXECUTED ) IN CONNECTION WITH THE BONDS. TAXES SUFFICIENT ) TO PAY THE PRINCIPAL OF AND INTEREST ON THE ) BONDS WILL BE IMPOSED. THIS IS A PROPERTY TAX ) INCREASE.
AGAINST	_____	

Estimated Debt Service Information:

The following table sets forth the estimated principal amount of, and interest due to maturity on, the bonds to be issued if Proposition A passes, and all existing outstanding obligations of the District secured by and payable from ad valorem taxes.

Principal Amount of Bonds to be authorized under Proposition A	Estimated interest for Bonds to be authorized under Proposition A <sup>(1)</sup>	Estimated combined principal and interest required to pay on time and in full the Bonds to be authorized under Proposition A <sup>(1)</sup>	Principal of District's Existing Outstanding Debt (as of 2/10/20)	Remaining interest on District's Existing Outstanding Debt (as of 2/10/20)	Combined Principal and Interest to timely pay District's Existing Outstanding Debt (as of 2/10/20)
\$35,000,000	\$28,562,913	\$63,562,913	\$86,085,897.70	\$58,033,589.05	\$144,119,486.75

<sup>(1)</sup> Interest is estimated based on bond market conditions as of February 10, 2020. The interest on the proposed bonds under Proposition A was calculated at a rate of 3.23% based on market conditions as of February 10, 2020, and therefore, the interest payable on such proposed bonds may be less than, or more than, the amounts set forth above based on market conditions at the time of the initial sale of the proposed bonds to be authorized under Proposition A. The estimates of combined debt service in the table above assumes that the bonds will mature serially in the years 2035 through 2050, and that annual growth of District's taxable assessed valuation will be at a rate of 3% in fiscal years 2021 and 2022, 2% in fiscal years 2023 and 2024, 1% in fiscal years 2025

through fiscal year 2030 and remain constant thereafter. State funding available for payment of debt service is assumed to be based on average daily attendance in the District, which is projected to grow at 0.5% a year from fiscal year 2021 through fiscal year 2025, and to remain stable thereafter. The Bonds are intended to be issued in a manner to account for the District's existing debt repayment schedule so as to minimize tax rate increases (for example, the District intends to amortize principal in a manner that will take into account existing debt principal, so as to minimize the increase in the debt service tax rate).

Based on the information and assumptions provided in the table above, and as required by Tex. H.B. 477 86th Leg., R.S. (2019) (the "Election Information Act"), the District hereby estimates that the District's debt service tax rate will increase by approximately \$0.015 as a result of the issuance of the bonds, which represents a \$11.25 annual debt service tax rate increase that would be imposed on a residence homestead in the District with an appraised value of \$100,000 to repay the proposed bonds. The District notes that in accordance with the State funding laws, the District's maintenance and operations tax rate is expected to decrease by \$0.015 beginning in fiscal year 2021, thereby resulting in no net increase in the overall tax rate or cost to taxpayers.

The information provided in this document is to comply with the Election Information Act, which requires a voter information document for each proposition to be submitted to the voters.