

VOTER INFORMATION DOCUMENT¹
FORT BEND INDEPENDENT SCHOOL DISTRICT – PROPOSITION A
Election Date: May 6, 2023

Ballot Language – Fort Bend Independent School District – Proposition A (“Proposition A”)		
<input type="checkbox"/>	FOR) “THE ISSUANCE OF \$1,180,830,000 OF BONDS FOR THE CONSTRUCTION, ACQUISITION, CAPITAL RENOVATION AND EQUIPMENT OF SCHOOL BUILDINGS IN THE DISTRICT, FOR THE PURCHASE OF
<input type="checkbox"/>	AGAINST) NECESSARY SITES FOR SCHOOL BUILDINGS, FOR THE PURCHASE OF NEW SCHOOL BUSES, FOR THE RETROFITTING OF SCHOOL BUSES WITH EMERGENCY, SAFETY, OR SECURITY EQUIPMENT, AND FOR THE PURCHASE OR RETROFITTING OF VEHICLES TO BE USED FOR EMERGENCY, SAFETY, OR SECURITY PURPOSES, AND THE LEVYING OF A TAX SUFFICIENT TO PAY THE PRINCIPAL OF AND INTEREST ON THE BONDS AND THE COSTS OF ANY CREDIT AGREEMENTS EXECUTED IN CONNECTION WITH THE BONDS. THIS IS A PROPERTY TAX INCREASE.”

Information Regarding the Debt Obligations (Bonds) Proposed Under Proposition A		
Principal Amount of the Debt Obligations Proposed Under Proposition A	Estimated Interest on the Debt Obligations Proposed Under Proposition A²	Estimated Combined Principal and Interest Required to Pay the Debt Obligations Proposed Under Proposition A on Time and in Full
\$1,180,830,000	\$1,316,606,731	\$2,497,436,731

Information Regarding the Outstanding Debt Obligations (Bonds) of the District as of February 16, 2023³		
Principal Amount of the Outstanding Debt Obligations of the District	Estimated Remaining Interest on the Outstanding Debt Obligations of the District	Estimated Combined Principal and Interest Required to Pay the Outstanding Debt Obligations of the District on Time and in Full
\$1,523,860,000	\$780,137,269	\$2,303,997,269

Information Regarding the Estimated Maximum Annual Increase in the Amount of Ad Valorem Taxes on a Residence Homestead with an Appraised Value of \$100,000 to Pay the Debt Obligations (Bonds) Proposed Under Proposition A
If the bonds authorized by Proposition A are approved, based on the assumptions set forth under “ <i>Assumptions Utilized in Calculating the Estimated Tax Impact</i> ” below, the District estimates that the maximum annual increase in the amount of ad valorem taxes on a residence homestead with an appraised value of \$100,000 to pay the bonds proposed under Proposition A would be approximately \$10.*

* Based on the declining debt service on the District’s currently outstanding debt obligations, as shown in the amortization schedule on the next page, estimated growth in the District’s tax base, forecasted amounts of property tax revenue to be collected each year and expected maintenance and operations tax rate compression, the District estimates that (i) if approved, the bonds authorized under Proposition A could be paid without an increase in the District’s current total tax rate; and (ii) if Propositions A, B and C are approved, the bonds authorized under Propositions A, B and C could be paid without an increase in the District’s current total tax rate. In providing this estimated tax rate impact, the District has assumed that the District’s current interest and sinking tax rate could increase by approximately \$0.01 in connection with the issuance of the bonds authorized under Propositions A, B and C, but that the District’s maintenance and operations tax rate would decrease by a \$0.01 or more due to tax rate compression under state law (HB 3 from the 87th Texas Legislature).

¹ This Voter Information Document is provided in accordance with Section 1251.052 of the Texas Government Code. It is provided solely in satisfaction of the statutory requirements. The information contained in this Voter Information Document is based on certain assumptions, and actual results may vary from such assumptions. The Voter Information Document is not intended to, and does not, create a contract with the voters.

² The District has assumed the bonds will bear interest at an estimated rate of 4.95% for 2024, 5.20% (4.75% for variable rate) for 2025, 5.45% for 2026, 5.70% (5.00% for variable rate) for 2027, 5.95% for 2028 and 6.00% for 2029 and 2030, based on current market conditions and the amortization schedule described in the Assumptions Utilized in Calculating the Estimated Tax Impact. The interest payable on the bonds may differ based on market rates at the time the bonds are issued.

³ The information contained in this table reflects the District’s outstanding debt obligations as of February 16, 2023, the date the District’s Board of Trustees approved an order calling the election.

Assumptions Utilized in Calculating the Estimated Tax Impact

If approved by the voters, the District intends to issue the bonds authorized by Proposition A in a manner and in accordance with a schedule to be determined by the District's Board of Trustees based upon a number of factors, including, but not limited to, the then current needs of the District, demographic changes, prevailing market conditions, then current market interest rates, the use of capitalized interest, availability of other revenue sources to pay debt service, assessed valuations of property in the District, tax collection percentages, and management of the District's short-term and long-term interest rate exposure. The estimated tax impact is derived, in part, from projections obtained from the District's financial advisor. Actual results may vary from the assumptions used in calculating the estimated tax impact. For the purposes of estimating the maximum annual increase in taxes identified in this table, the District utilized the following major assumptions:

(1) The District has assumed the issuance of multiple series of bonds for the projects described in Proposition A. For the purposes of these projections, it has been assumed that each series of bonds issued under Proposition A would be amortized over 30 years as shown in the following schedule. The following is an estimated pro forma amortization schedule based on these assumptions. It shows the District's currently outstanding bonds, the remaining bonds authorized under the District's 2014 and 2018 elections, and bonds authorized under Proposition A:

Tax Year	Current Outstanding Debt Service	Estimated 2014/2018 Debt Service *	Estimated Total Outstanding Debt Service	Estimated Prop A 2024 Debt Service	Estimated Prop A 2025 Debt Service	Estimated Prop A 2026 Debt Service	Estimated Prop A 2027 Debt Service	Estimated Prop A 2028 Debt Service	Estimated Prop A 2029 Debt Service	Estimated Prop A 2030 Debt Service	Estimated Proposition A Debt Service	Estimated Total Debt Service
2022	\$ 90,929,394	\$ -	\$ 90,929,394	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 90,929,394
2023	117,014,994	32,583,732	149,598,726	-	-	-	-	-	-	-	-	149,598,726
2024	125,528,676	31,760,729	157,289,406	1,766,463	-	-	-	-	-	-	1,766,463	159,055,868
2025	126,282,323	7,586,619	133,868,942	1,435,500	28,537,997	-	-	-	-	-	29,973,497	163,842,440
2026	127,545,667	7,861,703	135,407,370	1,435,500	27,443,000	7,300,275	-	-	-	-	36,178,775	171,586,145
2027	127,613,573	8,646,669	136,260,242	1,435,500	27,443,000	7,684,500	9,832,767	-	-	-	46,395,767	182,656,009
2028	124,151,112	8,650,563	132,801,674	1,435,500	27,443,000	7,684,500	7,976,000	7,272,222	-	-	51,811,222	184,612,896
2029	124,052,157	9,200,563	133,252,719	1,505,500	27,443,000	7,684,500	7,976,000	5,950,000	3,050,250	-	53,609,250	186,861,969
2030	93,838,838	12,589,713	106,428,551	2,087,035	38,828,000	10,269,500	10,371,000	7,420,000	3,055,000	13,830,520	85,861,055	192,289,606
2031	93,720,378	12,583,928	106,304,305	2,084,613	38,823,330	10,268,618	10,372,670	7,422,535	3,056,100	13,794,200	85,822,065	192,126,370
2032	93,609,015	12,583,740	106,192,755	2,085,705	38,829,550	10,270,105	10,371,820	7,419,715	3,055,100	13,781,500	85,813,495	192,006,250
2033	93,494,678	12,588,403	106,083,081	2,085,065	38,834,600	10,268,418	10,373,165	7,421,540	3,052,000	13,784,800	85,819,588	191,902,668
2034	69,727,805	12,582,150	82,309,955	2,087,693	38,826,930	10,268,283	10,371,135	7,422,415	3,051,800	13,783,200	85,811,455	168,121,410
2035	69,611,636	12,585,020	82,196,656	2,088,340	38,825,510	10,269,155	10,375,445	7,422,043	3,054,200	13,781,400	85,816,093	168,012,748
2036	69,463,732	12,580,970	82,044,702	2,087,008	38,828,280	10,270,490	10,375,275	7,420,125	3,053,900	13,783,800	85,818,878	167,863,579
2037	66,114,590	12,579,803	78,694,393	2,088,695	38,828,180	10,266,743	10,375,340	7,421,365	3,055,900	13,784,500	85,820,723	164,515,115
2038	66,062,511	12,580,748	78,643,259	2,088,155	38,828,410	10,267,640	10,375,070	7,420,168	3,054,900	13,782,900	85,817,243	164,460,501
2039	66,019,602	12,583,063	78,602,664	2,085,388	38,831,900	10,267,365	10,373,895	7,421,235	3,050,900	13,783,400	85,814,083	164,416,747
2040	65,965,445	12,571,005	78,536,450	2,085,393	38,826,330	10,270,373	10,371,280	7,418,973	3,053,900	13,785,100	85,811,348	164,347,797
2041	63,808,900	12,579,588	76,388,487	2,087,923	38,829,900	10,265,845	10,371,655	7,418,083	3,053,300	13,782,100	85,808,805	162,197,292
2042	54,580,259	12,582,025	67,162,284	2,087,730	38,824,780	10,268,510	10,374,165	7,422,970	3,054,100	13,783,800	85,816,055	152,978,339
2043	50,886,263	12,587,848	63,474,111	2,084,815	38,823,900	10,267,278	10,372,990	7,422,743	3,051,000	13,784,000	85,806,725	149,280,836
2044	50,879,612	12,586,050	63,465,662	2,084,178	38,824,430	10,266,603	10,372,560	7,422,103	3,054,000	13,781,800	85,805,673	149,271,335
2045	50,886,721	12,581,150	63,467,871	2,085,570	38,828,540	10,270,668	10,372,055	7,420,455	3,052,500	13,781,300	85,811,088	149,278,959
2046	50,879,892	12,582,428	63,462,320	2,083,745	38,823,120	10,268,383	10,375,620	7,422,205	3,051,500	13,781,300	85,805,873	149,268,192
2047	50,880,647	12,583,570	63,464,217	2,083,703	38,835,610	10,269,203	10,377,150	7,421,460	3,055,700	13,780,600	85,823,425	149,287,642
2048	47,391,915	12,578,638	59,970,553	2,085,195	38,826,880	10,267,038	10,370,790	7,422,625	3,054,500	13,783,000	85,810,028	145,780,580
2049	37,741,140	12,576,860	50,318,000	2,087,975	38,829,610	10,266,070	10,370,970	7,419,808	3,052,900	13,782,000	85,809,333	136,127,333
2050	22,374,545	12,582,010	34,956,555	2,086,795	38,824,680	10,270,210	10,376,300	7,422,413	3,050,600	13,781,400	85,812,398	120,768,953
2051	12,941,250	12,582,565	25,523,815	2,086,655	38,828,730	10,268,095	10,375,390	7,419,250	3,052,300	13,784,700	85,815,120	111,338,935
2052	-	12,582,558	12,582,558	2,087,308	38,827,390	10,268,908	10,372,385	7,419,725	3,052,400	13,785,100	85,813,215	98,395,773
2053	-	6,515,735	6,515,735	2,088,505	38,826,780	10,266,285	10,371,145	7,422,648	3,050,600	13,781,100	85,807,063	92,322,798
2054	-	2,960,358	2,960,358	-	38,827,530	10,269,138	10,375,315	7,421,828	3,051,600	13,781,200	83,726,610	86,686,968
2055	-	1,515,255	1,515,255	-	-	10,270,830	10,373,185	7,421,373	3,054,800	13,783,300	44,903,488	46,418,743
2056	-	787,465	787,465	-	-	-	10,373,650	7,420,093	3,054,600	13,780,300	34,628,643	35,416,108
2057	-	-	-	-	-	-	-	7,421,798	3,050,700	13,780,400	24,252,898	24,252,898
2058	-	-	-	-	-	-	-	-	3,052,800	13,781,200	16,834,000	16,834,000
2059	-	-	-	-	-	-	-	-	-	13,785,300	13,785,300	13,785,300
	\$ 2,303,997,269	\$ 407,463,217	\$ 2,711,460,486	\$ 59,087,145	\$ 1,109,002,897	\$ 297,333,523	\$ 305,866,187	\$ 221,013,910	\$ 91,593,850	\$ 413,539,220	\$ 2,497,436,731	\$ 5,208,897,217

* The "Estimated 2014/2018 Debt Service" column includes estimated debt service amounts associated with the District's planned issuances of the remaining authorization from its 2014 and 2018 elections, \$23.25 million and \$200.73 million, respectively, and planned cash redemptions. The District has assumed the bonds will bear interest at an estimated rate of 4.70% (4.25% for variable rate) for 2023, 4.95% for 2024, 5.20% for 2025, 5.45% for 2026, and 5.70% for 2027, based on current market conditions. Interest on variable rate debt included in the "Estimated Total Outstanding Debt Service" column is calculated at 5.00% following the end of the current variable interest rate periods.

- (2) The District has assumed that \$155 million of the bonds issued would be variable rate issuances that would bear interest at an estimated rate of 4.75% for 2025 and 5.00% for 2027.
- (3) The District has assumed the fixed rate bonds would bear interest at an estimated rate of 4.95% for 2024, 5.20% for 2025, 5.45% for 2026, 5.70% for 2027, 5.95% for 2028 and 6.00% for 2029 and 2030.
- (4) Based on certified tax rolls, the taxable assessed valuation within the District is estimated to grow at a rate of approximately 15% in the Fiscal Year ending June 30, 2023. The District has assumed that the taxable assessed value within the District will grow at a rate of 6% for the next year, 4% for the next two years, 3% for the next five years and 0% per year thereafter. The District has assumed a tax collection percentage of 99%.
- (5) In calculating the estimated tax impact on a residence homestead, the District **did not apply the state mandated homestead exemption nor did it apply any other exemptions**. A homeowner may qualify for exemptions not considered in calculating the tax impact, such as the homestead exemption and exemptions for the elderly and disabled.
- (6) In calculating the estimated tax impact, the District has assumed that the District's current interest and sinking tax rate could increase by approximately \$0.01 in connection with the issuance of the bonds authorized under Proposition A.
- (7) The estimated tax impact assumes that the Permanent School Fund Guarantee will not be available in connection with the issuance of the bonds authorized under Proposition A.