

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

Ballot Language – Fort Bend Independent School District – Proposition B (“Proposition B”)		
<input type="checkbox"/>	FOR) “THE ISSUANCE OF \$52,470,000 OF BONDS FOR THE ACQUISITION OR UPDATE OF DISTRICT TECHNOLOGY EQUIPMENT, INCLUDING STUDENT, TEACHER, AND STAFF DEVICES, AND THE LEVYING OF
<input type="checkbox"/>	AGAINST) 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 B		
Principal Amount of the Debt Obligations Proposed Under Proposition B	Estimated Interest on the Debt Obligations Proposed Under Proposition B²	Estimated Combined Principal and Interest Required to Pay the Debt Obligations Proposed Under Proposition B on Time and in Full
\$52,470,000	\$7,843,632	\$60,313,632

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 B
If the bonds authorized by Proposition B are approved, based on the assumptions set forth under “Assumptions Utilized in Calculating the Estimated Tax Impact” 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 B would be approximately \$0.*

* 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 B 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% for 2025, and 5.45% for 2026, 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 B 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 B. For the purposes of these projections, it has been assumed that each series of bonds issued under Proposition B would be amortized over 5 years or less 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 and bonds authorized under Proposition B:

Tax Year	Current Outstanding Debt Service	Estimated 2014/2018 Debt Service *	Estimated Total Outstanding Debt Service	Estimated Prop B 2024 Debt Service	Estimated Prop B 2025 Debt Service	Estimated Prop B 2026 Debt Service	Estimated Proposition B 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	5,304,563	-	-	5,304,563	162,593,968
2025	126,282,323	7,586,619	133,868,942	-	10,486,333	-	10,486,333	144,355,276
2026	127,545,667	7,861,703	135,407,370	-	43,060	8,869,281	8,912,341	144,319,711
2027	127,613,573	8,646,669	136,260,242	-	46,240	8,871,313	8,917,553	145,177,795
2028	124,151,112	8,650,563	132,801,674	-	44,160	8,870,275	8,914,435	141,716,109
2029	124,052,157	9,200,563	133,252,719	-	42,080	8,867,983	8,910,063	142,162,782
2030	93,838,838	12,589,713	106,428,551	-	-	8,868,345	8,868,345	115,296,896
2031	93,720,378	12,583,928	106,304,305	-	-	-	-	106,304,305
2032	93,609,015	12,583,740	106,192,755	-	-	-	-	106,192,755
2033	93,494,678	12,588,403	106,083,081	-	-	-	-	106,083,081
2034	69,727,805	12,582,150	82,309,955	-	-	-	-	82,309,955
2035	69,611,636	12,585,020	82,196,656	-	-	-	-	82,196,656
2036	69,463,732	12,580,970	82,044,702	-	-	-	-	82,044,702
2037	66,114,590	12,579,803	78,694,393	-	-	-	-	78,694,393
2038	66,062,511	12,580,748	78,643,259	-	-	-	-	78,643,259
2039	66,019,602	12,583,063	78,602,664	-	-	-	-	78,602,664
2040	65,965,445	12,571,005	78,536,450	-	-	-	-	78,536,450
2041	63,808,900	12,579,588	76,388,487	-	-	-	-	76,388,487
2042	54,580,259	12,582,025	67,162,284	-	-	-	-	67,162,284
2043	50,886,263	12,587,848	63,474,111	-	-	-	-	63,474,111
2044	50,879,612	12,586,050	63,465,662	-	-	-	-	63,465,662
2045	50,886,721	12,581,150	63,467,871	-	-	-	-	63,467,871
2046	50,879,892	12,582,428	63,462,320	-	-	-	-	63,462,320
2047	50,880,647	12,583,570	63,464,217	-	-	-	-	63,464,217
2048	47,391,915	12,578,638	59,970,553	-	-	-	-	59,970,553
2049	37,741,140	12,576,860	50,318,000	-	-	-	-	50,318,000
2050	22,374,545	12,582,010	34,956,555	-	-	-	-	34,956,555
2051	12,941,250	12,582,565	25,523,815	-	-	-	-	25,523,815
2052	-	12,582,558	12,582,558	-	-	-	-	12,582,558
2053	-	6,515,735	6,515,735	-	-	-	-	6,515,735
2054	-	2,960,358	2,960,358	-	-	-	-	2,960,358
2055	-	1,515,255	1,515,255	-	-	-	-	1,515,255
2056	-	787,465	787,465	-	-	-	-	787,465
	\$ 2,303,997,269	\$ 407,463,217	\$ 2,711,460,486	\$ 5,304,563	\$ 10,661,873	\$ 44,347,196	\$ 60,313,632	\$ 2,771,774,118

* 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 the fixed rate bonds would bear interest at an estimated rate of 4.95% for 2024, 5.20% for 2025, 5.45% for 2026.
- (3) 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%.
- (4) 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.
- (5) In calculating the estimated tax impact, the District has assumed that the District's current interest and sinking tax rate would not increase in connection with the issuance of the bonds authorized under Proposition B.
- (6) 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 B.