

**Political Subdivision:** Batesville Community School Corporation  
**County:** Franklin and Ripley (Cross-County)  
**Date of Submission:** October 1, 2009  
**Date of Referendum:** November 3, 2009

**Pursuant to Indiana Code Section 6-1.1-20-3.6(k), the following information is being provided:**

**1) Cost per square foot of the buildings being constructed as a part of the controlled project**

<u>Building</u>	<u>Grades</u>	<u>Renovation Cost/Square Foot</u>	<u>Construction Cost/Square Foot</u>
Batesville High School	9-12	\$125	\$200
Batesville Middle School	6-8	N/A	\$175
Batesville Intermediate School	3-5	\$125	\$175
Batesville Primary School*	K-2	N/A	N/A

\* Improvements include miscellaneous maintenance items such as replacing the chiller and mechanical upgrades.

**2) Effect that approval of the controlled project would have on the political subdivision's tax rate**

The effect that the approval of this project would have on the debt service tax rate is estimated to be \$0.44 in budget year 2019. The bonds have been structured to maintain a level debt service structure for the School Corporation; thus, the estimated increase in tax rate is \$.23. There will not be an impact on any other tax rates of the School Corporation resulting from this project. See Exhibit A.

**3) Maximum term of the bonds or lease**

The maximum term of the Bonds is 20 years and the maximum term of the lease is 20 years. The Notice of Adoption of Preliminary Determination, which was published on in the Herald Tribune on July 14, 2009 and in the Brookville American on July 15, 2009, includes this information and is contained in Exhibit B.

**4) Maximum principal amount of the bonds or the maximum lease rental for the lease**

The maximum principal amount of the Bonds is \$28,000,000 and the maximum annual lease rental is \$3,185,000. If it is of economic benefit to the School Corporation, the Project may be funded by the issuance of Build America Bonds (BABs). If BABs are issued, the net effect to the taxpayers is expected to be equal to or less than that shown above, however the actual maximum annual lease rental will be \$3,569,000 prior to receiving the 35% interest credit from the U.S. Treasury. See Exhibit B.

**5) Estimated interest rates that will be paid and the total interest costs associated with the bonds or lease.**

The estimated interest rates range from 3.90% to 6.85% averaging 6.46% with total interest costs of \$25,157, over the 20-year life of the bond issue. If it is of economic benefit to the School Corporation, the Project may be funded by the issuance of Build America Bonds (BABs). If BABs are issued, the net effect to the taxpayers is expected to be equal to or less than that shown above, however the estimated interest rates range from 5.40% to 8.35% averaging 7.93% with total interest costs of \$30,292,529 prior to receiving the 35% interest credit from the U.S. Treasury. See Exhibit B.

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**6) Purpose of the bonds or lease**

See Exhibit C for a project description.

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**7) In the case of a controlled project proposed by a school corporation (if applicable):**

**(A) Current and proposed square footage of school building space per student**

<b>Building</b>	<b>Current Square Footage</b>	<b>Square Feet/Student</b>	<b>Proposed Square Footage</b>	<b>Square Feet/Student</b>
Batesville High School	191,708	268	15,000	258
Batesville Middle School	96,244	280	3,020	165
Batesville Intermediate School	51,219	184	52,581	153
Batesville Primary School	84,407	135	0	130

**(B) Enrollment patterns within the school corporation**

See Exhibit D.

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**(C) Age and condition of the current school facilities**

See Exhibit E.

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EXHIBIT A

**BATESVILLE COMMUNITY SCHOOL CORPORATION**

**Tax-Exempt Bonds**

**PRELIMINARY SCHEDULE OF AMORTIZATION OF \$28,000,000 PRINCIPAL  
AMOUNT OF FIRST MORTGAGE BONDS, SERIES 2010**

Assumes Bonds dated May 15, 2010

Net Interest Cost - 6.46%

Payment Date	Principal Balance	Principal	Assumed Interest Rate (%)	Interest	Total Debt Service	Budget Year Debt Service	Annual Lease Rental
1/15/2011	\$28,000,000			\$1,166,963.33	\$1,166,963.33 (1)	\$1,166,963.33	
7/15/2011	28,000,000			875,222.50	875,222.50 (1)		
1/15/2012	28,000,000			875,222.50	875,222.50 (1)	1,750,445.00	\$1,645,000 (2)
7/15/2012	28,000,000			875,222.50	875,222.50 (1)		
1/15/2013	28,000,000	\$240,000	3.90	875,222.50	1,115,222.50	1,990,445.00	2,220,000 (2)
7/15/2013	27,760,000	240,000	3.90	870,542.50	1,110,542.50		
1/15/2014	27,520,000	240,000	4.10	865,862.50	1,105,862.50	2,216,405.00	2,222,000
7/15/2014	27,280,000	245,000	4.10	860,942.50	1,105,942.50		
1/15/2015	27,035,000	255,000	4.55	855,920.00	1,110,920.00	2,216,862.50	2,222,000
7/15/2015	26,780,000	255,000	4.55	850,118.75	1,105,118.75		
1/15/2016	26,525,000	265,000	4.75	844,317.50	1,109,317.50	2,214,436.25	2,220,000
7/15/2016	26,260,000	270,000	4.75	838,023.75	1,108,023.75		
1/15/2017	25,990,000	275,000	5.00	831,611.25	1,106,611.25	2,214,635.00	2,220,000
7/15/2017	25,715,000	285,000	5.00	824,736.25	1,109,736.25		
1/15/2018	25,430,000	290,000	5.20	817,611.25	1,107,611.25	2,217,347.50	2,223,000
7/15/2018	25,140,000	300,000	5.20	810,071.25	1,110,071.25		
1/15/2019	24,840,000	310,000	5.40	802,271.25	1,112,271.25	2,222,342.50	2,228,000
7/15/2019	24,530,000	795,000	5.40	793,901.25	1,588,901.25		
1/15/2020	23,735,000	815,000	5.80	772,436.25	1,587,436.25	3,176,337.50	3,182,000
7/15/2020	22,920,000	840,000	5.80	748,801.25	1,588,801.25		
1/15/2021	22,080,000	865,000	6.00	724,441.25	1,589,441.25	3,178,242.50	3,184,000
7/15/2021	21,215,000	890,000	6.00	698,491.25	1,588,491.25		
1/15/2022	20,325,000	915,000	6.15	671,791.25	1,586,791.25	3,175,282.50	3,181,000
7/15/2022	19,410,000	945,000	6.15	643,655.00	1,588,655.00		
1/15/2023	18,465,000	975,000	6.30	614,596.25	1,589,596.25	3,178,251.25	3,184,000
7/15/2023	17,490,000	1,005,000	6.30	583,883.75	1,588,883.75		
1/15/2024	16,485,000	1,035,000	6.35	552,226.25	1,587,226.25	3,176,110.00	3,182,000
7/15/2024	15,450,000	1,070,000	6.35	519,365.00	1,589,365.00		
1/15/2025	14,380,000	1,105,000	6.55	485,392.50	1,590,392.50	3,179,757.50	3,185,000
7/15/2025	13,275,000	1,140,000	6.55	449,203.75	1,589,203.75		
1/15/2026	12,135,000	1,175,000	6.70	411,868.75	1,586,868.75	3,176,072.50	3,182,000
7/15/2026	10,960,000	1,215,000	6.70	372,506.25	1,587,506.25		
1/15/2027	9,745,000	1,260,000	6.75	331,803.75	1,591,803.75	3,179,310.00	3,185,000
7/15/2027	8,485,000	1,300,000	6.75	289,278.75	1,589,278.75		
1/15/2028	7,185,000	1,340,000	6.80	245,403.75	1,585,403.75	3,174,682.50	3,180,000
7/15/2028	5,845,000	1,390,000	6.80	199,843.75	1,589,843.75		
1/15/2029	4,455,000	1,435,000	6.85	152,583.75	1,587,583.75	3,177,427.50	3,183,000
7/15/2029	3,020,000	1,485,000	6.85	103,435.00	1,588,435.00		
1/15/2030	1,535,000	1,535,000	6.85	52,573.75	1,587,573.75	3,176,008.75	3,182,000
<b>Totals</b>		<u>\$28,000,000</u>		<u>\$25,157,364.58</u>	<u>\$53,157,364.58</u>	<u>\$53,157,364.58</u>	<u>\$52,210,000</u>

(1) Capitalized interest expense.

(2) Includes interim lease rental payments on June 30, 2012, December 31, 2012, and June 30, 2013.

**BATESVILLE COMMUNITY SCHOOL CORPORATION**

**Tax-Exempt Bonds**

**SUMMARY OF PROJECTED DEBT SERVICE TAX RATE: TAX EXEMPT BONDS**

<u>Budget Year</u>	<u>Outstanding Obligations (Unaudited)</u> (1)	<u>\$28,000,000 Proposed 2010 Bonds</u> (2)	<u>Total</u>	<u>Tax Levy</u> (3)	<u>Net Assessed Value</u> (4)	<u>Estimated Outstanding Debt Service Tax Rate</u> (5)	<u>Estimated Proposed Debt Service Tax Rate</u>	<u>Estimated Combined Debt Service Tax Rate</u>
2009	\$1,523,178		\$1,523,178	\$1,370,860	\$655,235,966	\$0.2020 (6)	\$0.0000	\$0.2020
2010	1,546,778		1,546,778	1,392,100	655,235,966	0.2125	0.0000	0.2125
2011	1,544,478	\$1,645,000	3,189,478	2,870,530	655,235,966	0.2121	0.2259	0.4380
2012	959,740	2,220,000	3,179,740	2,861,766	655,235,966	0.1318	0.3049	0.4367
2013	963,290	2,222,000	3,185,290	2,866,761	655,235,966	0.1323	0.3052	0.4375
2014	960,459	2,222,000	3,182,459	2,864,213	655,235,966	0.1319	0.3052	0.4371
2015	962,865	2,220,000	3,182,865	2,864,579	655,235,966	0.1323	0.3049	0.4372
2016	964,265	2,220,000	3,184,265	2,865,839	655,235,966	0.1324	0.3049	0.4373
2017	959,365	2,223,000	3,182,365	2,864,129	655,235,966	0.1318	0.3053	0.4371
2018	953,265	2,228,000	3,181,265	2,863,139	655,235,966	0.1309	0.3060	0.4369
2019		3,182,000	3,182,000	2,863,800	655,235,966		0.4371	0.4371
2020		3,184,000	3,184,000	2,865,600	655,235,966		0.4373	0.4373
2021		3,181,000	3,181,000	2,862,900	655,235,966		0.4369	0.4369
2022		3,184,000	3,184,000	2,865,600	655,235,966		0.4373	0.4373
2023		3,182,000	3,182,000	2,863,800	655,235,966		0.4371	0.4371
2024		3,185,000	3,185,000	2,866,500	655,235,966		0.4375	0.4375
2025		3,182,000	3,182,000	2,863,800	655,235,966		0.4371	0.4371
2026		3,185,000	3,185,000	2,866,500	655,235,966		0.4375	0.4375
2027		3,180,000	3,180,000	2,862,000	655,235,966		0.4368	0.4368
2028		3,183,000	3,183,000	2,864,700	655,235,966		0.4372	0.4372
2029		3,182,000	3,182,000	2,863,800	655,235,966		0.4371	0.4371

(1) Includes all debt service obligations currently outstanding in the Batesville Community School Corporation.

(2) See page 1.

(3) Assumes financial institutions/license excise factor of 10%.

(4) Based upon the 2008 payable 2009 net assessed value of \$655,235,966.

(5) Does not include Tax Anticipation Warrants, or any outstanding Common School Fund Loans.

(6) Based upon the actual 2008 payable 2009 debt service tax rate for Batesville Community School Corporation in Ripley County.

EXHIBIT B

## **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 of Batesville Community School Corporation (the "School Corporation") did, on July 13, 2009, make a preliminary determination to enter into a lease for the renovation of and improvements to Batesville High School, Batesville Intermediate School, Batesville Middle School and Batesville Primary School, in the following order of priority: (i) renovation of and improvements to the Batesville Intermediate School, Batesville Primary School and Batesville Middle School; (ii) academic needs at Batesville High School; and (iii) renovation of and improvements to Batesville High School, including but not limited to, renovation of the auditorium, construction of a swimming pool and the renovation of and improvements to other physical education space (collectively, the "Project"). The lease will be for a maximum term of 20 years with a maximum annual lease rental of \$3,185,000. The maximum annual lease rental has been estimated based upon an estimated principal amount of bonds of \$28,000,000 and estimated interest rates ranging from 3.9% to 6.85% and total estimated interest costs of \$25,157,364.58. If it is of economic benefit to the School Corporation, the Projects may be funded by the issuance of Build America Bonds. If Build America Bonds are issued the net effect to the taxpayers is expected to be equal to or less than that which is shown above, however the actual maximum annual lease rental will be \$3,569,000 with estimated interest rates ranging from 5.40% to 8.35% and total estimated actual interest costs of \$30,292,528.75 prior to receiving the 35% interest credit from the U.S. Treasury.

The School Corporation's current debt service levy is \$1,308,359 and the current rate is \$.2020 in Ripley County and \$.1961 in Franklin County. After the School Corporation enters into the proposed lease and the bonds are issued, the debt service levy will increase by a maximum of \$1,499,670 and the debt service rate will increase by a maximum of \$.23. If Build

America Bonds are issued the net effect to the taxpayers is expected to be equal to or less than that which is shown above, however the debt service levy will increase by a maximum of \$1,922,501 and the debt service rate will increase by a maximum of \$.2934, prior to receiving the 35% interest credit from the U.S. Treasury. The purpose of the lease is to provide for the construction of the Project. If a valid petition pursuant to I.C. 6-1.1-20-3.5 is received by the School Corporation, the proposed debt service or lease payments must be approved in an election on a local public question held under I.C. 6-1.1-20-3.6.

Dated \_\_\_\_\_, 2009.

/s/

\_\_\_\_\_  
Secretary, Board of School Trustees  
Batesville Community School Corporation

Send a copy to County Auditor

EXHIBIT C

## Project Description

The project consists of the construction and renovation of Batesville Primary School, Batesville Intermediate School, Batesville Middle School and Batesville High School. There are two major components to this project, referred to as the K-8 Solution and the High School Solution.

The K-8 Solution consists of minor renovations that will occur at both Batesville Primary School and Batesville Middle School and significant renovations that will be made to Batesville Intermediate School. Grade 3 will move from Batesville Primary School to Batesville Intermediate School.

The High School Solution addresses various needs, potentially including art classrooms, expansion of the media center, relocation of administrative office space, and redevelopment of cafeteria space and rear entrance.

If resources are available, additional improvements could include renovation to the auditorium, construction of a swimming pool and the addition of auxiliary gym space.

**EXHIBIT D**

6895 Batesville Community Sch Corp PK-12 PO Box 121 Batesville, IN 47006-0121 (812) 934-2194  
 As of Jan 5, 2009

**Batesville Community Sch Corp - Enrollment Projection**

Year	PK	KG	Gr 1	Gr 2	Gr 3	Gr 4	Gr 5	Gr 6	Gr 7	Gr 8	Gr 9	Gr 10	Gr 11	Gr 12	Other	KG-6	7-12
2012-13	7	143	152	158	147	165	153	185	166	146	202	186	191	173	4	1103	1064
2011-12	7	143	159	151	155	146	181	156	151	168	190	192	178	148	4	1091	1027
2010-11	7	150	151	159	137	172	153	143	174	158	197	180	152	157	4	1065	1018
2009-10	7	143	160	140	162	146	140	164	163	164	184	154	162	181	4	1055	1008

**Batesville Community Sch Corp - Enrollment**

2008-09	7	151	141	166	137	133	161	154	169	153	157	163	187	170	4	1043	999
2007-08	5	136	169	139	122	152	155	153	164	130	162	191	177	156	0	1026	980
2006-07	8	156	139	126	143	142	146	167	132	138	200	174	163	151	2	1019	958
2005-06	11	139	125	148	133	147	158	124	151	163	181	166	157	142	4	974	960
2004-05	11	112	149	136	142	149	126	139	157	151	167	159	142	156	3	953	932

As of Jan 5, 2009

**State Total Public School Enrollment Projection**

Year	PK	KG	Gr 1	Gr 2	Gr 3	Gr 4	Gr 5	Gr 6	Gr 7	Gr 8	Gr 9	Gr 10	Gr 11	Gr 12	Other	KG-6	7-12
2018-19	29680	75325	81788	79788	79157	79434	80531	81379	83085	80198	86093	82593	75970	74431	2978	557402	482370
2017-18	26982	75404	81733	79609	79069	79985	80671	81858	80437	81925	87674	80359	79707	72281	2526	558329	482383
2016-17	24529	75379	81557	79526	79625	80126	81157	79252	82168	83466	85280	84303	77408	70906	2138	556622	483531
2015-16	22299	75215	81464	80084	79764	80610	78570	80954	83709	81193	89474	81865	75918	70227	1803	556661	482386
2014-15	20272	75090	82032	80219	80233	78034	80237	82468	81431	85146	86940	80291	75181	69874	1537	558313	478863
2013-14	18429	75536	82156	80673	77649	79678	81706	80219	85409	82649	85348	79531	74810	70803	1348	557617	478550
2012-13	16754	75800	82657	78103	79332	81168	79555	84159	82900	81217	84306	79161	75872	70842	1111	560774	474298
2011-12	15231	76363	80047	79814	80841	79029	83502	81695	81446	80430	83901	80208	75885	69929	928	561291	471799
2010-11	13846	73817	81722	81299	78664	82937	80968	80228	80648	79915	85164	80219	74788	71633	771	559635	472367
2009-10	12587	75126	83257	79092	82487	80389	79420	79428	80152	80855	85458	79101	76637	72168	692	559199	474371

**Public School Enrollment**

2008-09	11443	76280	80932	82849	79886	78805	78542	78935	81171	80823	84476	81175	77300	72934	712	556229	477879
2007-08	10717	75415	85070	80501	78701	78179	78669	80087	81047	80793	84869	81914	78501	71696	450	556622	478820
2006-07	10096	79118	82623	79264	77983	78135	79647	79908	80934	82013	86754	82593	76653	69573	406	556678	478520
2005-06	10463	75500	80775	78272	77543	79047	78764	79555	82190	81975	88500	81016	73822	66978	327	549456	474481
2004-05	7883	73111	80225	77874	78303	78051	78289	80874	82323	82675	87758	78283	71784	63274	490	546727	466097
2003-04	5514	72288	79371	78236	77237	77451	79539	81050	83392	81441	84654	76593	68173	63843	1877	545172	458096
2002-03	5609	71543	80058	77480	76557	78867	79638	81738	81569	79199	81859	73198	68250	64059	2313	545881	448134
2001-02	6093	72326	79108	76600	77808	78951	80229	80549	79820	76951	78878	72971	67579	62865	4710	545571	439064
2000-01	5520	70712	78764	78004	78362	79709	79123	78988	77355	73845	79871	73148	67140	63449	4701	543662	434808
1999-00	4951	70413	80145	78741	79384	79121	77669	76702	74697	74492	80955	73488	68000	64583	4723	542175	436215

EXHIBIT E

## Age and Condition of the Current School Facilities:

### High School

Original Construction:	1967
Classroom Addition:	1998
Choir and Band Addition:	1998
Cafeteria Renovation:	1998

Note: With the exception of the Cafeteria, no significant renovations have occurred in the original high school.

### Middle School

Original Construction:	1975
2-Story Classroom Addition:	1998
Gym Addition:	1998

Note: Majority of the 1975 construction was renovated during 1998.

### Intermediate School

Original Construction:	1957
Classroom Addition:	1961
Gym Addition:	1991
6 Classroom Additions:	1998

### Primary School

Original Construction:	1990
8 Classroom Addition:	1998

Note: No improvements to date have been made to the original building.