The Killeen ISD Board of Trustees unanimously approved calling a $426 million bond election, consisting of two propositions, to be held on May 5, 2018.
A bond is similar to a home mortgage. It is a contract to repay borrowed money with interest over time.

Bond elections allow communities to vote to give the Board of Trustees authority to sell bonds to pay for items such as new school construction, renovations, capital projects, and land acquisition.

By law, bonds are not allowed to be used for general operation budgets or salaries.
How Did We Arrive Here

Background on the Process
KISD Demographics

44,319 Students
26th largest school district in Texas

7,000+ Employees
2nd Largest Employer in area

- Federally Connected – 39%
- Student Mobility – 28.5%
KISD Bond History

- Killeen ISD’s last bond was 16 years ago.

<table>
<thead>
<tr>
<th>Year</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>1975</td>
<td>$8.275 million</td>
</tr>
<tr>
<td>1988</td>
<td>$21 million</td>
</tr>
<tr>
<td>1992</td>
<td>$46.325 million</td>
</tr>
<tr>
<td>1998</td>
<td>$80.285 million</td>
</tr>
<tr>
<td>2002</td>
<td>$98.72 million</td>
</tr>
</tbody>
</table>
KISD has grown 13,711 students since its last bond election.
KISD’s growth over the past 10 years has been driven by its non-federally connected student population growth.
• Grown by **4,106** elementary students since 2007-08

• Projected to grow by an additional **2,338** students in the next 10 years
Middle School Historical & Projected Enrollment

- Grown by 1,205 middle school students since 2007-08
- Projected to grow by an additional 609 students in the next 10 years
High School Historical & Projected Enrollment

- Grown by **2,209** high school students since 2007-08
- Projected to grow by an additional **1,690** students in the next 10 years
### Projects Completed From Designated Fund Balance

- **Total Completed Since 2002 Bond Funds Exhausted:** $232.5 million

<table>
<thead>
<tr>
<th>Year</th>
<th>Project Name</th>
</tr>
</thead>
<tbody>
<tr>
<td>2017</td>
<td>Roy J Smith MS</td>
</tr>
<tr>
<td>2017</td>
<td>Alice W Douse ES</td>
</tr>
<tr>
<td>2015</td>
<td>Satellite Transportation</td>
</tr>
<tr>
<td>2014</td>
<td>Mt View ES Addition</td>
</tr>
<tr>
<td>2014</td>
<td>New Fowler ES</td>
</tr>
<tr>
<td>2014</td>
<td>Warehouse Addition</td>
</tr>
<tr>
<td>2013</td>
<td>HS Science Labs ($5.5mm grant)</td>
</tr>
<tr>
<td>2013</td>
<td>Reeces Creek ES Addition</td>
</tr>
<tr>
<td>2012</td>
<td>Career Center</td>
</tr>
<tr>
<td>2011</td>
<td>Pathways HS</td>
</tr>
<tr>
<td>2011</td>
<td>Technology Bldg</td>
</tr>
<tr>
<td>2011</td>
<td>Timber Ridge ES Addition</td>
</tr>
<tr>
<td>2011</td>
<td>Kitchen Additions &amp; Renovations</td>
</tr>
<tr>
<td>2010</td>
<td>Willow Springs ES Addition</td>
</tr>
<tr>
<td>2009</td>
<td>Cavazos ES</td>
</tr>
<tr>
<td>2009</td>
<td>KHS Addition</td>
</tr>
<tr>
<td>2009</td>
<td>Patterson MS</td>
</tr>
<tr>
<td>2008</td>
<td>Bus Maintenance Facility</td>
</tr>
<tr>
<td>2007</td>
<td>Iduma ES Addition</td>
</tr>
<tr>
<td>2007</td>
<td>New Meadows ES (half funded)</td>
</tr>
</tbody>
</table>
Current Portable Classroom Buildings

232 portable buildings (some of them doubles) for a total of 290 total portable classrooms district-wide

- Elementary: 133 Portable Classrooms
- Middle: 69 Portable Classrooms
- High: 59 Portable Classrooms
High School Population

- Despite efforts to alleviate crowding at the high schools by opening the Early College High School and Career Center, 3 of the district’s 4 comprehensive high schools are over capacity.

<table>
<thead>
<tr>
<th></th>
<th>Ellison HS</th>
<th>Harker Heights HS</th>
<th>Killeen HS</th>
<th>Shoemaker HS</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Planning Capacity</strong></td>
<td>2,179</td>
<td>2,011</td>
<td>2,275</td>
<td>2,011</td>
</tr>
<tr>
<td><strong>17-18 Enrollment Snapshot</strong></td>
<td>2,278</td>
<td>2,337</td>
<td>2,179</td>
<td>2,062</td>
</tr>
<tr>
<td>without ECHS or Career Center students</td>
<td><strong>Available Capacity</strong></td>
<td><strong>-99</strong></td>
<td><strong>-326</strong></td>
<td>96</td>
</tr>
<tr>
<td># Portable Classrooms</td>
<td>17</td>
<td>14</td>
<td>5</td>
<td>9</td>
</tr>
</tbody>
</table>
Planning for the May 2018 Bond

- KISD completed the following over a multi-year process:
  - Comprehensive Facilities Assessment
  - Student Enrollment Growth Study
  - Academic Strategic Planning with the Community
  - Financial Analysis of District & Potential Bond Issuance
  - Scientific Community Opinion Survey
  - Citizen’s Bond Steering Committee Process & Recommendation
Bond Steering Committee

- Diverse cross-section of residents and taxpayers charged to study the needs of the district and make recommendations to the Board of Trustees
- Met four times for approximately 2-2.5 hours each
- Rotated locations throughout the district to see various campus types, ages and conditions first-hand
- Meetings were open to the public and all meeting content was posted to www.KilleenISDBSC.org
The Committee engaged in discussions about:

- Existing Facility Conditions
- Demographics and Enrollment Projections
- School Finance
- Bonding Capacity & Impact of Potential Bond
- Results of a Community Opinion Survey
- Building Needs, Potential Solutions & Cost Analysis

Upon completion of their analysis and prioritization of needs, members reached unanimous consensus on a recommendation to the Board of Trustees to call for a bond election for $426 million.
What’s Proposed

The Bond Proposal
May 2018 Bond Proposal

Proposition A
• $235,000,000
• Addressing Safety, Security and Accessibility and Providing New Schools for Growth

Proposition B
• $191,000,000
• Addressing Existing District Facilities through Renovations and New School Replacements

Total Bond Proposal: $426,000,000
SAFETY & SECURITY: $4,250,000

- Upgrades to existing facilities to address student and teacher safety and security including improved intercoms, controlled access devices, perimeter fencing and shade structures for outdoor play at elementary schools

ACCESSIBILITY: $14,750,000

- Upgrades to existing facilities to meet compliance with the Americans with Disabilities Act including renovations to ramps, entrances, door hardware and restrooms
NEW HIGH SCHOOL #6: $171,000,000

• Planning Capacity: 2,500
• Grades: 9-12
• Comprehensive Campus with Potential STEM Programming
• Targeted Opening Date: 2022
• To be located on district-owned property on Chaparral Road
Projected Numbers in Current High School Zoning

- **Shoemaker HS**
  - A: 1,983
  - B: 2,491
  - C: 2,099

- **Ellison HS**
  - A: 2,184
  - B: 2,957
  - C: 2,545

- **Harker Heights HS**
  - A: 2,379
  - B: 2,832
  - C: 2,669

**Projections**

- A: 2018-19 Projections with CC and ECHS
- B: 2018-19 Projections without CC and ECHS
- C: 2022-23 Projections with CC and ECHS
Potential Zoning with Proposed HS #6 and 2022-23 Estimates

- Shoemaker HS: 1,846
- Ellison HS: 2,034
- Harker Heights HS: 2,112
- Killeen HS: 2,254
- HS #6: 1,330
NEW ELEMENTARY SCHOOL #36:
$45,000,000

- Planning Capacity: 1,050
- Grades: Pre-K through 5th
- Targeted Opening Date: 2022
- Location to be determined
New Replacement Schools

NEW EAST WARD & WEST WARD ELEMENTARY CONSOLIDATION: $44,000,000

• Construction of a new elementary school on the existing East Ward site to serve East Ward & West Ward students
• Fairway to temporarily house East Ward students during construction
• Planning Capacity: 1,050
• Grades: Pre-K through 5th
• Targeted Opening Date: 2021
NEW PERSHING PARK, SUGAR LOAF & PARTIAL BELLAIRE ELEMENTARY CONSOLIDATION: $51,000,000

- Construction of a new elementary school to serve Pershing Park, Sugar Loaf and partial Bellaire students
- New school constructed on the existing Pershing Park site next to the existing campus
- Planning Capacity: 1,050
- Grades: Pre-K through 5th
- Targeted Opening Date: 2021

Pershing Park ES  AGE: 55  
CAPACITY: 704 | PORTABLES: 9

Bellaire ES  AGE: 51
CAPACITY: 595 | PORTABLES: 7

Sugar Loaf ES  AGE: 52
CAPACITY: 487 | PORTABLES: 2
Renovated Schools

CLIFTON PARK ELEMENTARY ADDITIONS & RENOVATIONS & PARTIAL BELLAIRE ELEMENTARY CONSOLIDATION: $21,000,000

- Classroom additions to replace portable buildings and to accommodate additional students, including about 300 students from Bellaire

- Major interior and exterior renovations including building system replacements, interior finish replacements, site improvements and code compliance upgrades

- Use Nolan MS as temporary swing campus

- Targeted Opening Date: 2021
KILLEEN HIGH SCHOOL ADDITIONS & RENOVATIONS: $75,000,000

- Classroom additions to replace portable buildings
- Major interior and exterior renovations including building system replacements, interior finish replacements, site improvements and code compliance upgrades
- Programmatic expansions to improve equity and efficiencies
- Targeted Completion Date: 2021
## May 2018 Bond Proposal

<table>
<thead>
<tr>
<th>Proposition A</th>
<th>$235,000,000</th>
</tr>
</thead>
<tbody>
<tr>
<td>District-wide Safety, Security &amp; Accessibility</td>
<td>$19,000,000</td>
</tr>
<tr>
<td>New High School #6</td>
<td>$171,000,000</td>
</tr>
<tr>
<td>New Elementary School #36</td>
<td>$45,000,000</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Proposition B</th>
<th>$191,000,000</th>
</tr>
</thead>
<tbody>
<tr>
<td>New East Ward &amp; West Ward Elementary Consolidation</td>
<td>$44,000,000</td>
</tr>
<tr>
<td>New Pershing Park, Sugar Loaf &amp; Partial Bellaire Elementary Consolidation</td>
<td>$51,000,000</td>
</tr>
<tr>
<td>Clifton Park Elementary Additions &amp; Renovations &amp; Partial Bellaire ES Consolidation</td>
<td>$21,000,000</td>
</tr>
<tr>
<td>Killeen High School Additions &amp; Renovations</td>
<td>$75,000,000</td>
</tr>
</tbody>
</table>

| Total Bond Proposal                               | $426,000,000 |

Proposed costs are estimated turnkey project budgets and include escalation, soft costs, furniture, and more.
KILLEEN INDEPENDENT SCHOOL DISTRICT - PROPOSITION A

[Addressing Safety, Security and Accessibility and Providing New Schools for Growth]

[ ] FOR  ) The issuance of $235,000,000 school building bonds for the
 ) construction, acquisition and equipment of school
 ) buildings in the District, including high school and
 ) elementary school buildings, District-wide Americans with
 ) Disabilities Act upgrades and safety and security upgrades,
 ) and the purchase of the necessary sites for school buildings,
 ) and levying of the tax in payment thereof

[ ] AGAINST  )

KILLEEN INDEPENDENT SCHOOL DISTRICT - PROPOSITION B

[Addressing Existing District Facilities through Renovations and New School Replacements]

[ ] FOR  ) The issuance of $191,000,000 school building bonds for the
 ) construction, acquisition and equipment of school
 ) buildings in the District, including the rehabilitation,
 ) renovation, expansion, improvement and consolidation of
 ) District facilities, and levying of the tax in payment thereof

[ ] AGAINST  )
Approximate Portable Classroom Decommissioning

**Elementary**
24 of Current 133 Portable Classrooms

**Middle**
55-60 of Current 69 Portable Classrooms

**High**
45-50 of Current 59 Portable Classrooms
## Potential Project Timeline

### PLANNED OPENINGS

<table>
<thead>
<tr>
<th>Fall 2018</th>
<th>Spring 2019</th>
<th>Fall 2019</th>
<th>Spring 2020</th>
<th>Fall 2020</th>
<th>Spring 2021</th>
<th>Fall 2021</th>
<th>Spring 2022</th>
<th>Fall 2022</th>
</tr>
</thead>
<tbody>
<tr>
<td>ECHS Year 4 Begins</td>
<td>Ag Science Barn</td>
<td>ES #35</td>
<td>MS #14</td>
<td>New East Ward &amp; West Ward Consolidation</td>
<td>Killeen HS Additions &amp; Renovations</td>
<td>HS #6</td>
<td>ES #36</td>
<td></td>
</tr>
</tbody>
</table>

**KEY** Funded with Designated Fund Balance

**Proposed May 2018 Bond Projects**
How It’s Financed

Tax Information
Maintenance & Operations (M&O)
Daily operations:
- teacher salaries, electricity,
- fuel, supplies, etc.

83 percent of the district’s M&O budget goes to personnel salaries and related costs.

Interest & Sinking (I&S)
Used for debt repayment;
- bond elections only affect this rate.

I&S funds cannot by law be used to pay M&O expenses.

M&O TAX RATE $1.04 + I&S TAX RATE $0.07 = TOTAL TAX RATE $1.11 per $100 of taxable property value
State Funding for Debt Service

• Instructional Facilities Allotment (IFA)
  For 2017 biennium, local tax values must be below $350,000 per student in average daily attendance (ADA) for the District to receive IFA, paid up to $250 per ADA. KISD’s local tax value is approximately $175,000 per ADA.

• Existing Debt Allotment (EDA)
  Currently, the guaranteed yield for EDA provides $35 per student in ADA per penny of tax effort and is eligible for up to 29 cents on the debt service tax rate.

KISD expects to receive 43 cents per $1 in debt service from the state if a potential bond program is approved.
The estimated maximum tax impact of a $426 million bond would be 15 cents for a total I&S rate of 22 cents, and an overall total tax rate of $1.26.

<table>
<thead>
<tr>
<th></th>
<th>Total Proposal $426 million</th>
<th>Proposition A $235 million</th>
<th>Proposition B $191 million</th>
</tr>
</thead>
<tbody>
<tr>
<td>Estimated I&amp;S Tax Rate Increase - 2018/19</td>
<td>$0.15</td>
<td>$0.083</td>
<td>$0.067</td>
</tr>
</tbody>
</table>

Analysis assumes EDA funding, an amortization period of 25 years and an interest rate of 4.72% (1% above current market rates).
Estimated Tax Rate in Comparison to Other School District Tax Rates

<table>
<thead>
<tr>
<th>District</th>
<th>M&amp;O</th>
<th>I&amp;S</th>
<th>Estimated KISD I&amp;S Tax Rate with Proposed Bond</th>
</tr>
</thead>
<tbody>
<tr>
<td>KISD CURRENT</td>
<td>$1.04</td>
<td>$0.07</td>
<td>$1.11</td>
</tr>
<tr>
<td>ESTIMATED KISD</td>
<td>$1.04</td>
<td>$0.22</td>
<td>$1.22</td>
</tr>
<tr>
<td>Copperas Cove</td>
<td>$1.04</td>
<td>$0.18</td>
<td>$1.08</td>
</tr>
<tr>
<td>Round Rock</td>
<td>$1.04</td>
<td>$0.26</td>
<td>$1.26</td>
</tr>
<tr>
<td>Temple</td>
<td>$1.04</td>
<td>$1.12</td>
<td>$1.17</td>
</tr>
<tr>
<td>Georgetown</td>
<td>$1.08</td>
<td>$0.32</td>
<td>$1.08</td>
</tr>
<tr>
<td>Waco</td>
<td>$1.17</td>
<td>$0.24</td>
<td>$1.47</td>
</tr>
<tr>
<td>Leander</td>
<td>$1.04</td>
<td>$0.43</td>
<td>$1.04</td>
</tr>
<tr>
<td>Belton</td>
<td>$1.04</td>
<td>$0.24</td>
<td>$1.22</td>
</tr>
<tr>
<td>Conroe</td>
<td>$1.04</td>
<td>$0.35</td>
<td>$1.04</td>
</tr>
<tr>
<td>Richardson</td>
<td>$1.04</td>
<td>$0.36</td>
<td>$1.04</td>
</tr>
<tr>
<td>Clear Creek</td>
<td>$1.04</td>
<td>$0.39</td>
<td>$1.04</td>
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<tr>
<td>Klein</td>
<td>$1.04</td>
<td>$0.42</td>
<td>$1.04</td>
</tr>
<tr>
<td>Mesquite</td>
<td>$1.04</td>
<td>$0.47</td>
<td>$1.04</td>
</tr>
<tr>
<td>Spring</td>
<td>$1.04</td>
<td>$0.35</td>
<td>$1.04</td>
</tr>
<tr>
<td>Humble</td>
<td>$1.04</td>
<td>$1.17</td>
<td>$1.17</td>
</tr>
</tbody>
</table>

Surrounding Districts

Comparable Districts
Estimated Tax Impact

<table>
<thead>
<tr>
<th>Market Home Value</th>
<th>Estimated Monthly Tax Impact for Total Proposal*</th>
</tr>
</thead>
<tbody>
<tr>
<td>$100,000</td>
<td>$9.38</td>
</tr>
<tr>
<td>$143,000 (Approx. KISD Average)</td>
<td>$14.75</td>
</tr>
<tr>
<td>$150,000</td>
<td>$15.63</td>
</tr>
<tr>
<td>$200,000</td>
<td>$21.88</td>
</tr>
<tr>
<td>$250,000</td>
<td>$28.13</td>
</tr>
<tr>
<td>$300,000</td>
<td>$34.38</td>
</tr>
</tbody>
</table>

*Assumes $25,000 Homestead Exemption
• Killeen ISD property taxes for citizens age 65 or older would not be affected by the bond election as a result of the tax ceiling **.

• Under state law, the dollar amount of school taxes imposed on the residence homestead of a person 65 years of age or older cannot be increased above the amount paid in the first year after the person turned 65, regardless of changes in tax rate or property value *.  

*Exception if improvements are made to the residence homestead

**Taxpayer will need to file for the (over 65) Homestead Exemption
Cast Your Vote

Voting Information
**KILLEEN INDEPENDENT SCHOOL DISTRICT - PROPOSITION A**

[Addressing Safety, Security and Accessibility and Providing New Schools for Growth]

[ ] FOR  
- The issuance of $235,000,000 school building bonds for the
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[ ] AGAINST

**KILLEEN INDEPENDENT SCHOOL DISTRICT - PROPOSITION B**

[Addressing Existing District Facilities through Renovations and New School Replacements]

[ ] FOR  
- The issuance of $191,000,000 school building bonds for the
- construction, acquisition and equipment of school
- buildings in the District, including the rehabilitation,
- renovation, expansion, improvement and consolidation of
- District facilities, and levying of the tax in payment thereof

[ ] AGAINST
EARLY VOTING
Monday, April 23 – Tuesday, May 1, 2018
8:00 a.m. to 5:00 p.m.
except weekends and extended hour days open
7:00 a.m. to 7:00 p.m.

ELECTION DAY
Saturday, May 5, 2018
7:00 a.m. to 7:00 p.m.
Vote at your designated precinct location.

Early Voting Locations
Main Location:
• Killeen ISD Administration Building
  • Extended hours April 25 & 26

City of Killeen:
• Killeen City Hall
• Killeen Community Center
• Killeen Lions Park Senior Center
  • Extended hours April 23 & May 1

City of Harker Heights:
• Harker Heights City Hall
  • Extended hours April 24 & 30
Voting

Who Can Vote?
• Any registered voter who resides within the school district boundaries

When’s the final day to register to vote?
• Thursday, April 5, 2018

What to Bring?
• An approved form of photo ID
Thank You! Questions?

More Information:
www.KilleenISDBond.org