



Request for Proposals for  
Investment of Bond Proceeds

November 30, 2018

## Request for Proposals for the Investment of Bond Proceeds

The Unified School District No. 383 is soliciting proposals from financial institutions for the investment of all or a portion of the proceeds of the recent bond issue. As required by State Statute (K.S.A 10-123) certain investments must be fully collateralized with pledged securities. Local financial institutions will be given preference in the investment of the bond proceeds. The closing of this bond issue will occur on or about December 20, 2018.

On November 6, 2018, the voters in the District approved the issuance of bonds in an amount not to exceed \$129,500,000 to pay the estimated total costs to construct, furnish and equip security and safety improvements at all District school sites; construct, furnish and equip secured entrance improvements at Eugene Field Headstart, Frank V. Bergman Elementary School, Susan B. Anthony Middle School, Dwight D. Eisenhower Middle School, and at District office and support facilities; construct, furnish and equip a new elementary school in Blue Township; construct, furnish and equip improvements, renovations and additions to Eugene Field Headstart and College Hill Preschool, and to develop them into Early Learning Centers; construct, furnish and equip improvements, renovations and additions to the District's school sites to improve teaching and learning environments and building operating efficiencies; construct, furnish and equip improvements at the District's school sites and facilities, including parking, transportation, central kitchen, administrative and drainage improvements; and, make practice field improvements and construct new tennis courts.

Attached you will find an estimate of the construction draw schedule for this project. Please note that the construction draw schedule is an estimate only and the District desires to maintain flexibility in regards to accessing the bond proceeds to pay for construction expenses, as necessary, without penalty. The final construction draw schedule will be determined at a later date by the District's architect and construction manager.

The District is authorized to invest the proceeds of the bonds in eligible investments as set forth in the attached document.

If you are interested in assisting the District with the investment of the bond proceeds, we would appreciate receiving a letter which sets forth the type of investment, maturity dates, fees, estimated earnings and estimated interest rates by no later than 10:00 am Monday, December 10, 2018. Please use proposed interest rates as of December 6, 2018.

Submit one electronic copy and one paper copy to the following, clearly mark your submission with RFP-Investment of Bond Proceeds.

Jaime Gregory, Purchasing Accountant  
2031 Poyntz Ave  
Manhattan, KS 66502  
[jaimeg@usd383.org](mailto:jaimeg@usd383.org)  
785-587-2000 ext. 1882

Thank you for your interest in the District's project. If you have any questions, please feel free to contact the following:

Lew Faust, Director of Business Services  
Manhattan-Ogden USD 383  
lewf@usd383.org  
785-587-2000 ext. 1849

## Permitted Investments

Shall mean the investments hereinafter described, provided, however, no moneys or funds shall be invested in a Derivative: (a) investments authorized by K.S.A. 12-1675 and amendments thereto; (b) the municipal investment pool established pursuant to K.S.A. 12-1677a, and amendments thereto; (c) direct obligations of the United States Government or any agency thereof; (d) the Issuer's temporary notes issued pursuant to K.S.A. 10-123 and amendments thereto; (e) interest-bearing time deposits in commercial banks or trust companies located in the county or counties in which the Issuer is located which are insured by the Federal Deposit Insurance Corporation or collateralized by securities described in (c); (f) obligations of the federal national mortgage association, federal home loan banks, federal home loan mortgage corporation or government national mortgage association; (g) repurchase agreements for securities described in (c) or (f); (h) investment agreements or other obligations of a financial institution the obligations of which at the time of investment are rated in either of the three highest rating categories by Moody's or Standard & Poor's; (i) investments and shares or units of a money market fund or trust, the portfolio of which is comprised entirely of securities described in (c) or (f); (j) receipts evidencing ownership interests in securities or portions thereof described in (c) or (f); (k) municipal bonds or other obligations issued by any municipality of the State as defined in K.S.A. 10-1101 which are general obligations of the municipality issuing the same; (l) bonds of any municipality of the State as defined in K.S.A. 10-1101 which have been refunded in advance of their maturity and are fully secured as to payment of principal and interest thereon by deposit in trust, under escrow agreement with a bank, of securities described in (c) or (f), all as may be further restricted or modified by amendments to applicable

PROJECT FUND

Unified School District No. 383  
 Riley County, Kansas (Manhattan-Ogden)  
 General Obligation Bonds  
 Series 2018-A  
 -Preliminary, Non-BQ-

Project Fund (PROJ)

Date	Deposit	Interest	Principal	Scheduled Draws	Balance
12/20/2018	129,500,000				129,500,000
01/01/2019			500,000	500,000	129,000,000
02/01/2019			500,000	500,000	128,500,000
03/01/2019			500,000	500,000	128,000,000
04/01/2019			500,000	500,000	127,500,000
05/01/2019			500,000	500,000	127,000,000
06/01/2019			500,000	500,000	126,500,000
07/01/2019			500,000	500,000	126,000,000
08/01/2019			500,000	500,000	125,500,000
09/01/2019			500,000	500,000	125,000,000
10/01/2019			625,000	625,000	124,375,000
11/01/2019			625,000	625,000	123,750,000
12/01/2019			625,000	625,000	123,125,000
01/01/2020			625,000	625,000	122,500,000
02/01/2020			625,000	625,000	121,875,000
03/01/2020			625,000	625,000	121,250,000
04/01/2020			625,000	625,000	120,625,000
05/01/2020			625,000	625,000	120,000,000
06/01/2020			625,000	625,000	119,375,000
07/01/2020			1,250,000	1,250,000	118,125,000
08/01/2020			1,250,000	1,250,000	116,875,000
09/01/2020			1,250,000	1,250,000	115,625,000
10/01/2020			3,125,000	3,125,000	112,500,000
11/01/2020			6,250,000	6,250,000	106,250,000
12/01/2020			6,250,000	6,250,000	100,000,000
01/01/2021			9,375,000	9,375,000	90,625,000
02/01/2021			12,500,000	12,500,000	78,125,000
03/01/2021			15,625,000	15,625,000	62,500,000
04/01/2021			15,625,000	15,625,000	46,875,000
05/01/2021			12,500,000	12,500,000	34,375,000
06/01/2021			9,375,000	9,375,000	25,000,000
07/01/2021			6,250,000	6,250,000	18,750,000
08/01/2021			6,250,000	6,250,000	12,500,000
09/01/2021			3,125,000	3,125,000	9,375,000
10/01/2021			1,250,000	1,250,000	8,125,000
11/01/2021			1,250,000	1,250,000	6,875,000
12/01/2021			1,250,000	1,250,000	5,625,000
01/01/2022			625,000	625,000	5,000,000
02/01/2022			625,000	625,000	4,375,000
03/01/2022			625,000	625,000	3,750,000
04/01/2022			625,000	625,000	3,125,000
05/01/2022			625,000	625,000	2,500,000
06/01/2022			625,000	625,000	1,875,000
07/01/2022			625,000	625,000	1,250,000
08/01/2022			625,000	625,000	625,000
09/01/2022			625,000	625,000	
	129,500,000	0	129,500,000	129,500,000	

Arbitrage Yield: 3.6230293%  
 Value of Negative Arbitrage: 9,699,938.15

