

**Agenda**  
**Midlothian ISD**  
**Board of Trustees Special Meeting**

L.A. Mills Administration Building  
100 Walter Stephenson Road  
Midlothian, Texas 76065

**June 3, 2024 – 5:30 PM**

A Special Meeting of the Board of Trustees of Midlothian ISD will be held June 3, 2024, beginning at 5:30 PM.

The subjects to be discussed or considered, or upon which any formal action may be taken are listed on the agenda, which is attached to, and made a part of this Notice. Items do not have to be taken in the order shown on this meeting notice.

The open portions of this meeting will be recorded. The audio will be made available to the public on the District’s website.

**PUBLIC COMMENT** – Public comments related to this meeting will be accepted in person only in accordance with the Open Meetings Act and Local District Policy, BED(LOCAL). Members of the public wishing to address the Board during the public comment portion of this Special meeting shall be limited to the items on the agenda and five minutes, or less, should a change to the allotted time be necessary as determined by the presiding officer based on the meeting.

In-person participants must sign up the day of the meeting and present it to the Board President or designee 10 minutes prior to the start of the meeting. If a completed form for public comment is not received by the applicable deadline posted, the individual will not be able to participate in public comment at this meeting.

In accordance with the Texas Open Meetings Act, Board Members will listen to the comments. The Board, through the presiding officer or Superintendent, can offer factual information, cite Board policy, or direct the administration to investigate items and report back to the Board, but shall not engage in a two-way dialogue with patrons.

- I. FIRST ORDER OF BUSINESS
  - A. Announcement by the presiding officer that a quorum of Board members is present, that the meeting has been duly called, and that notice of the meeting has been posted in accordance with the Texas Open Meetings Act, Texas Government Code Chapter 551
- II. Invocation
- III. PUBLIC COMMENT - Members of the public may address the Board during the public comment portion of the board meeting in accordance with Board policy BED (LOCAL). Individuals wishing to speak shall follow the procedures outlined above.
- IV. DISCUSSION/ACTION ITEMS
  - A. CONSIDER AN ORDER AUTHORIZING THE ISSUANCE OF MIDLOTHIAN INDEPENDENT SCHOOL DISTRICT UNLIMITED TAX REFUNDING BONDS, SERIES 2024 IN THE NOT TO EXCEED PRINCIPAL AMOUNT OF \$30,395,000; LEVYING A TAX AND

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PROVIDING FOR THE SECURITY AND PAYMENT THEREOF;  
 PROVIDING FOR THE AWARD OF THE SALE THEREOF IN  
 ACCORDANCE WITH SPECIFIED PARAMETERS; AUTHORIZING  
 THE EXECUTION AND DELIVERY OF A PURCHASE CONTRACT,  
 A DEPOSIT AGREEMENT OR ESCROW AGREEMENT AND A  
 PAYING AGENT/REGISTRAR AGREEMENT RELATING TO SUCH  
 BONDS; APPROVING THE PREPARATION OF AN OFFICIAL  
 STATEMENT AND NOTICE OF SALE; AND ENACTING OTHER  
 PROVISIONS RELATING THERETO

- V. INFORMATION ITEMS
  - A. Budget Workshop #4 6
- VI. CLOSED SESSION as authorized by the Texas Open Meetings Act, Texas Government Code Chapter 551.
  - A. Consideration of Personnel, Texas Government Codes 551.074 - Resignations, Terminations, and Non-renewals of Professional Employees, Employment, Leaves of Absences, Personnel Issues
  - B. Consider Purchase, Exchange, Lease, or Value of Real Property 551.072
  - C. Students, Texas Government Code 551.082, 551.0821
    - 1. Discipline Issues
    - 2. Non-Discipline Issues
- VII. RECONVENE TO OPEN SESSION
- VIII. Action, if any, on Items Discussed in Closed Session
- IX. ADJOURNMENT OF MEETING

If, during the course of the meeting covered by this Notice, the Board of Trustees should determine that a closed meeting or session of the Board of Trustees is required, then such closed meeting or session as authorized by the Texas Open Meetings Act, Texas Government Code Section 551.001 et seq., will be held by the School Board at the date, hour, and place given in this Notice or as soon after the commencement of the meeting covered by this Notice as the School Board may conveniently meet in such closed meeting or session concerning any and all purposes permitted by the Act, including, but not limited to the following sections and purposes:

Texas Government Code Section:

- 551.071 Private consultation with the board's attorney.
- 551.072 Discussing purchase, exchange, lease, or value of real property.
- 551.073 Discussing negotiated contracts for prospective gifts or donations.
- 551.074 Discussing personnel or to hear complaints against personnel.
- 551.075 To confer with employees of the school district to receive information or to ask questions.
- 551.076 Considering the deployment, specific occasions for, or implementation of, security personnel, or devices.
- 551.082 Considering discipline of a public school child, or complaint or charge against personnel.
- 551.0821 Discussing personally identifiable information about a public school student.
- 551.083 Considering the standards, guidelines, terms, or conditions the board will follow,

or will instruct its representatives to follow, in consultation with representatives of employees groups.

551.084 Excluding witnesses from a hearing.

Should any final action, final decision, or final vote be required in the opinion of the school Board with regard to any matter considered in such closed meeting or session, then the final action, final decision, or final vote shall be either:

- (a) in the open meeting covered by the Notice upon the reconvening of the public meeting; or
- (b) at a subsequent public meeting of the School Board upon notice thereof; as the School Board shall determine.

**Midlothian ISD  
BOARDBOOK TEMPLATE**

<b>Board Meeting Date:</b>	June 3, 2024	
<b>Agenda Item:</b>	CONSIDER AN ORDER AUTHORIZING THE ISSUANCE OF MIDLOTHIAN INDEPENDENT SCHOOL DISTRICT UNLIMITED TAX REFUNDING BONDS, SERIES 2024; LEVYING A TAX AND PROVIDING FOR THE SECURITY AND PAYMENT THEREOF; PROVIDING FOR THE AWARD OF THE SALE THEREOF IN ACCORDANCE WITH SPECIFIED PARAMETERS; AUTHORIZING THE EXECUTION AND DELIVERY OF A PURCHASE CONTRACT AND A PAYING AGENT/REGISTRAR AGREEMENT RELATING TO SUCH BONDS; APPROVING THE PREPARATION OF AN OFFICIAL STATEMENT AND NOTICE OF SALE; AND ENACTING OTHER PROVISIONS RELATING THERETO	
<b>Agenda Location:</b>	DISCUSSION/ACTION: BUSINESS AND FINANCE	
<b>Template Attachments:</b>	Yes	PDF
<b>If yes, then select what applies:</b>	PDF	PDF
<b>Link to the presentation:</b>	No presentation for this item.	
<b>Background Information</b>	<p><b>WHY:</b> The existing interest rate on Midlothian Independent School District's ("MISD" or the "District") \$30,935,000 Variable Rate Unlimited Tax Refunding Bonds, Series 2013-C (the "Series 2013-C Bonds") is scheduled to expire on August 1, 2024. This memorandum summarizes Midlothian ISD's financing alternatives related to the Series 2013-C Bonds, including our recommendation and the required actions related thereto.</p> <p><b>WHAT: Review of the District's Existing Series 2013-C Bonds</b> The existing interest rate on the Series 2013-C Bonds is 1.50%, which compares favorably to the District's fixed rate bond alternative of 4.75% at the time of the original sale in December 2013. Since inception, the average interest rate on the Series 2013-C Bonds has been 1.74% and MISD has directly reduced the interest cost of taxpayers by \$14,243,445.</p> <p><b>Composition of District's Existing Debt Portfolio</b> Variable rate bonds (i.e. the Series 2013-C Bonds) currently comprise 8.46% of the District's existing debt portfolio, which remains within the expectations of the bond rating agencies and, generally speaking, prudent debt management standards, and also below the 30% maximum outlined in Midlothian ISD's Debt Management Policy.</p>	

	<p><b>Review of Financing Alternatives</b></p> <p>Pursuant to the existing financing structure for the Series 2013-C Bonds, Midlothian ISD has the flexibility to either maintain such bonds in a variable rate structure and select the next, most desirable interest rate period or "fix" the interest rate on such bonds. Each of these financing alternatives are described below:</p> <p>Alternative No. 1 – Maintain Variable Rate Structure and Select New Interest Rate Period: Maintain the Series 2013-C Bonds in their original financing structure and remarket such bonds into a new interest rate period.</p> <p>Alternative No. 2 – "Fix" Rate on Series 2013-C Bonds and Shorten the Final Maturity: Given the structure of the District's existing debt portfolio and prevailing market conditions, including an inverted yield curve in the first 7 years, Midlothian ISD may refund its Series 2013-C Bonds to "fix" the interest rate and shorten the final maturity of such bonds from August 1, 2048 to February 15, 2034 (i.e. a reduction of 14 years).</p> <p>Based on the prevailing market conditions, certain economic indicators and the composition and structure of MISD's existing debt portfolio, BOK Financial Securities, Inc. recommends Midlothian ISD "fix" the interest rate on its Series 2013-C Bonds prior to August 1, 2024. Administration agrees with this recommendation.</p>	
<b>Strategic Priority:</b> <i>(Primary)</i>	Priority 4: District Operations and financial Stewardship	
<b>Performance Objective:</b> <i>(Primary)</i>	4.3 Commitment to Financial Stewardship	
<b>Strategic Priority:</b> <i>(Secondary - if needed)</i>	N/A	
<b>Performance Objective:</b> <i>(Secondary - if needed)</i>	N/A	
<b>Legal Reference: (1) / (2)</b>	Texas Education Agency	N/A
<b>Policy Reference: (1) / (2)</b>	CE-ANNUAL OPERATING BUDGET	
<b>Fiscal Impact/Budget Function Code:</b>	Potential savings of up to \$21,339,500.	
<b>Administration Recommendation</b>	Administration recommends the approval of the agenda item as presented.	
<b>Motion:</b>	A motion might be, "I move to approve the "Bond Parameter Order" to "fix" the rate on the Series 2013-C Bonds and shorten the final maturity, as presented. "	
<b>Presenter:</b>	Sandy Bundrick	Josh McLaughlin
	District Leadership	BOK

**Midlothian ISD  
BOARDBOOK TEMPLATE**

<b>Board Meeting Date:</b>	June 3, 2024	
<b>Agenda Item:</b>	Budget Workshop # 4	
<b>Agenda Location:</b>	INFORMATION ONLY	
<b>Template Attachments:</b>	No	
<b>If yes, then select what applies:</b>	N/A	N/A
<b>Link to the presentation:</b>	No presentation for this item.	
<b>Background Information</b>	<p><b>WHY:</b> To inform the Board on the development process of the 24-25 General Operating Fund, Child Nutrition Fund and Debt Service Fund Budgets</p> <p><b>WHAT:</b> In this workshop the board will hear and explore information pertaining to:</p> <ul style="list-style-type: none"> <li>- Updated Budget Assumptions for the General Operating Fund, Child Nutrition Fund and Debt Service Fund</li> </ul>	
<b>Strategic Priority:</b> <i>(Primary)</i>	Priority 4: District Operations and financial Stewardship	
<b>Performance Objective:</b> <i>(Primary)</i>	4.3 Commitment to Financial Stewardship	
<b>Strategic Priority:</b> <i>(Secondary - if needed)</i>	Priority 2: Capacity Building and Effective Leadership	
<b>Performance Objective:</b> <i>(Secondary - if needed)</i>	2.1 Recruit and Retain High-potential Talent	
<b>Legal Reference: (1) / (2)</b>		
<b>Policy Reference: (1) / (2)</b>	N/A	N/A
<b>Fiscal Impact/Budget Function Code:</b>	N/A	
<b>Administration Recommendation</b>	Presentation only	
<b>Motion:</b>	N/A	
<b>Presenter:</b>	Sandy Bundrick	
	Chief Financial Officer	