

Notice of Voluntary Filing

The School Board of Hillsborough County, Florida
Sales Tax Revenue Bonds, Various Series
Certificates of Participation, Various Series

Dated: May 25, 2016

The School Board of Hillsborough County, Florida makes this voluntary filing to respond to an informal request for further information received from an existing or potential investor relating to its referenced debt obligations.

1. Please confirm the FYE15 and most recent available amount of excess sales taxes retained by the District?

For the Fiscal Year ended June 30, 2015, the District had \$43.2 MM of sales tax collections on hand. The School Board's recent practice has been to accrue the debt service for the current year and to maintain at least one additional year of sales tax debt service on hand. Debt service is approximately \$20 MM per year.

2. Pursuant to the Offering Statement for the School Board's Series 2016 A refunding COPs, the District's FY16 budget provides for a \$146.9MM general fund balance. Is the revenue and expenditure performance so far on track to finish FY16 with the \$146.9MM indicated in the OS? How is the District planning to rebuild reserve in the coming years?

The District is currently on track to finish FY15-16 with approximately \$146 million in fund balance. In order to rebuild the general fund balance, an efficiency audit of District programs is currently underway. Also, the District is continuously reviewing all revenues and expenditures for all funds.

3. The half-cent infrastructure sales tax expires in 2026, and under the 1.2x ABT, there is little room for new money bond issuance under this structure. The District has no GO debt outstanding, but there might be some room for additional debt service under the capital outlay levy. What are the District's future debt plans, and what structure might the District consider for future debt issuance?

At this time, the district has no plans to issue new money debt. Refunding opportunities will be reviewed on a case by case basis.