

## NOTICE OF BOND SALE

**\$54,410,000\***

**THE SCHOOL DISTRICT OF COLUMBIA,  
BOONE COUNTY, STATE OF MISSOURI  
TAXABLE GENERAL OBLIGATION REFUNDING BONDS  
(MISSOURI DIRECT DEPOSIT PROGRAM)  
SERIES 2020**

**Bids.** Electronic bids for the purchase of \$54,410,000\* principal amount of Taxable General Obligation Refunding Bonds (Missouri Direct Deposit Program), Series 2020 (the **“Bonds”**), of The School District of Columbia, Boone County, State of Missouri (the **“District”**), herein described, will be received **until 9:30 A.M., Central Time**, on

**TUESDAY, JANUARY 7, 2020** (the **“Sale Date”**)

All proposals must be submitted electronically through PARITY® as further described herein. No oral or auction bids will be considered. All bids will be read and evaluated at that time and place, and the award of the Bonds, if any, to the successful bidder (the **“Successful Bidder”**) will be approved by the Board of Education of the District on that date.

**Pre-Bid Revisions.** The District reserves the right to issue a Supplemental Notice of Bond Sale not later than 24 hours prior to the sale date through PARITY® and MuniHub (**“Supplemental Notice”**). If issued, the Supplemental Notice may modify such terms of this Notice of Bond Sale as the District determines, including the date and time of the sale. Any such modifications will supersede the terms as set forth herein.

**Terms of the Bonds.** The Bonds will consist of fully registered bonds in the denomination of \$5,000 or any integral multiple thereof. The Bonds will be dated their date of delivery, and will become due in principal installments on March 1 in the years, subject to adjustment as provided herein, as follows:

<u><b>Year</b></u>	<u><b>Principal Amount*</b></u>
2021	\$235,000
2022	240,000
2023	245,000
2024	250,000
2025	255,000
2026	265,000
2027	270,000
2028	3,105,000
2029	6,815,000
2030	7,170,000
2031	9,110,000
2032	9,350,000
2033	7,645,000
2034	9,455,000

The Bonds will bear interest from the date thereof at rates to be determined when the Bonds are sold as hereinafter provided, which interest will be payable semiannually on March 1 and September 1 in each year, beginning on September 1, 2020.

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\* Preliminary, subject to change.

**Adjustment of Issue Size.** The District reserves the right to decrease the total principal amount of the Bonds and increase or decrease the principal amount of any maturity, depending on the purchase price and interest rates bid and the offering prices specified by the Successful Bidder. Such adjustments to the principal amounts may be made by the District in order to properly size the Bonds issue for the refunding and in order to meet tax rate considerations. The Successful Bidder may not withdraw its bid for the Bonds or change the interest rates bid as a result of any changes made to the total principal amount of the Bonds or principal of any maturity thereof as described herein, provided that the total principal amount of the Bonds will not be decreased by more than 20%, and that the principal amount of any maturity will not be increased or decreased by more than 20% without the consent of the Successful Bidder. If there is a decrease in the final total principal amount of the Bonds or a change in the schedule of principal payments thereof as described above, the District will notify the Successful Bidder of the Bonds by means of telephone or facsimile transmission, subsequently confirmed in writing, no later than 11:30 A.M., Central Time on the Sale Date. The net production as a percentage of the par amount of the Bonds generated from the bid of the Successful Bidder will not be decreased as a result of any change in the total principal amount of the Bonds or in the principal amount per maturity.

**Optional Redemption of Bonds Prior to Maturity.** At the option of the District, the Bonds maturing on March 1, 2031, and thereafter may be called for redemption and payment prior to maturity on March 1, 2030, and thereafter, in whole or in part at any time at the redemption price of 100% of the principal amount thereof, plus accrued interest thereon to the redemption date. Bonds shall be redeemed only in the principal amount of \$5,000 or any integral multiple thereof. When less than all of the Outstanding Bonds are to be redeemed, such Bonds shall be redeemed from the Stated Maturities selected by the District, and Bonds of less than a full Stated Maturity shall be selected by the Paying Agent in \$5,000 units of principal amount by lot or in such other equitable manner as the Paying Agent may determine.

**Election to Specify Term Bonds.** A bidder may elect to have all or a portion of the Bonds scheduled to mature consecutively issued as one or more term bonds scheduled to mature in the latest of said consecutive years and subject to mandatory redemption requirements consistent with the schedule of serial maturities set forth above, and subject to the bidder making such an election by including such information in the electronic bid submitted via PARITY®. Not less than all the Bonds of a single maturity may be converted to term bonds.

**Submission of Bids.** Electronic bids must be submitted via PARITY® in accordance with its Rules of Participation and this Notice of Bond Sale. If provisions of this Notice of Bond Sale conflict with those of PARITY®, this Notice of Bond Sale shall control. Bids for the Bonds must be received before **9:30 A.M. Central Time on the Sale Date.** Neither the District nor Piper Jaffray & Co., Leawood, Kansas, as the District's financial advisor (the "**Financial Advisor**"), shall be responsible for any failure, misdirection, delay or error in the means of transmission selected by the bidder.

**PARITY®.** All proposals must be submitted electronically through PARITY®, and no other proposals will be considered. Information about the electronic bidding services of PARITY® may be obtained from i-Deal LLC at 1359 Broadway, 2nd Floor, New York, New York 10018, Phone No. (212) 849-5000 and from the following web site: [www.newissuehome.i-deal.com](http://www.newissuehome.i-deal.com). The District shall not be responsible for proper operation of, or have any liability for, any delays, interruptions, or damages caused by the use of the PARITY® system. The District is using the PARITY® system as a communication mechanism, and not as the District's agent, to conduct the electronic bidding for the Bonds. The use of the PARITY® system shall be at the bidder's risk and expense, and the District and its agents shall have no liability with respect thereto. The bids must be received as provided herein and by the time specified. The District is not bound by any advice or determination of PARITY® to the effect that any particular bid complies with the terms of this Notice of Bond Sale and the bid specifications. An electronic bid made through the facilities of PARITY® shall be deemed an irrevocable offer to purchase the Bonds on the terms provided in this Notice of Bond Sale, and such bid shall be binding upon the bidder as if made by a signed and sealed bid delivered to the District.

**Conditions of Bids.** Proposals will be received on all of the Bonds bearing such rate or rates of interest as may be specified by the bidders, subject to the following conditions: (a) the same rate shall apply to all Bonds

of the same maturity; (b) each interest rate specified shall be a multiple of 1/8 or 1/20 of 1%, with no zero coupon bonds allowed; (c) no supplemental interest payments will be authorized; (d) the Bonds shall be sold by the District for a price not less than 99.50% or more than 110% of the total principal amount thereof; and (e) the interest rate on each maturity of the Bonds shall not exceed 4.00%. Each bid shall specify the total interest cost during the life of the Bonds on the basis of such bid, the premium or discount, if any, offered by the bidder, the net interest cost (expressed in dollars) on the basis of such bid and the TIC (as hereinafter defined) on the basis of such bid.

**Basis of Award.** The Bonds will be awarded to the bidder whose bid will result in the lowest “true interest cost” (“TIC”), determined as follows: the TIC is the discount rate (expressed as a per-annum percentage rate) that, when used in computing the present value of all payments of principal and interest to be paid on the Bonds, from the scheduled payment dates back to the dated date of the Bonds, produces an amount equal to the price bid, including premium or discount, if any. Payments of principal and interest on the Bonds shall be based on the principal amounts set forth in this Notice of Bond Sale and the interest rates specified by each bidder. Present value shall be computed on the basis of semiannual compounding and a 360-day year of twelve 30-day months. No bidder shall be awarded the Bonds unless its bid shall be in compliance with the other terms and conditions of this Notice of Bond Sale. The District or its Financial Advisor will verify the TIC based on the bids received. In the event that two or more bidders offer bids at the same lowest TIC, the District shall determine which bid, if any, shall be accepted, and its determination shall be final. In the event the TIC specified in the bid does not correspond to the bid price and the interest rates specified, the bid price and the interest rates specified will govern and the TIC will be adjusted accordingly. The District reserves the right to waive irregularities and to reject any or all bids.

**Good Faith Deposit.** The Successful Bidder is required to submit a good faith deposit in the amount of \$1,000,000 (the “Deposit”) to the District in the form of an electronic transfer of federal reserve funds, immediately available for use by the District, as instructed by the District or its Financial Advisor, no later than 2:00 P.M., Central Time, on the day the proposals are received. If the Deposit is not received by such time, the District may terminate its proposed award of the Bonds to such Successful Bidder, and the District may contact the bidder with the next lowest TIC and offer said bidder the opportunity to become the Successful Bidder. The Deposit of the Successful Bidder shall constitute a good faith deposit and shall be retained by the District to insure performance of the requirements of the sale by the Successful Bidder. In the event the Successful Bidder shall fail to comply with the terms of its bid, the Deposit will be forfeited as full and complete liquidated damages. Upon delivery of the Bonds, the Deposit will be applied to the purchase price of the Bonds or shall be returned to the Successful Bidder, but no interest shall be allowed thereon. If a bid is accepted but the District fails to deliver the Bonds to the bidder in accordance with the terms and conditions of this Notice of Bond Sale, the Deposit shall be returned to the Successful Bidder.

**Delivery and Payment.** The District will deliver the Bonds, properly prepared, executed and registered, without cost to the Successful Bidder on or about January 23, 2020 (the “Closing Date”), in book-entry form only through the facilities of The Depository Trust Company in New York, New York. The Successful Bidder will also be furnished with a certified transcript of the proceedings evidencing the authorization and issuance of the Bonds and the usual closing documents, including a certificate that there is no litigation pending or threatened at the time of delivery of the Bonds affecting their validity and a certificate regarding the completeness and accuracy of the Official Statement. Payment for the Bonds shall be made in federal reserve funds, immediately available for use by the District.

**Legal Opinion and Tax Status of Bond.** The Bonds will be sold subject to the approving legal opinion of Bond Counsel, which opinion will be furnished and paid for by the District and printed on the Bonds and delivered to the Successful Bidder when the Bonds are delivered. The interest on the Bonds is included in gross income for federal income tax purposes, and is not exempt from income taxation by the State of Missouri, both in accordance with the owner’s method of accounting. Reference is made to the Preliminary Official Statement for further discussion of federal and Missouri income tax matters relating to the interest on the Bonds.

**Bond Ratings.** S&P Global Ratings, a division of Standard & Poor's Financial Services LLC ("**S&P**"), has assigned the Bonds a program rating of "**AA+**", which reflects which rating is conditioned upon the execution and delivery of the Direct Agreement (defined below). S&P has also assigned the Bonds the underlying rating of "**AA,**" which reflects its evaluation of the investment quality of the Bonds without regard to the Deposit Agreement. Any explanation as to the significance of the ratings may be obtained only from the S&P. Ratings are not recommendations to buy, sell, or hold the Bonds, and such ratings may be subject to revision or withdrawal at any time by S&P. Any downward revision or withdrawal of a rating may adversely affect the market price of the Bonds.

**Authority, Purpose and Security.** The Bonds are being issued for the purpose of providing funds to (1) advance refund on March 1, 2022, a portion of the District's outstanding General Obligation Refunding and Improvement Bonds, Series 2012 (the "**Series 2012 Bonds**"), being those Series 2012 Bonds scheduled to mature on March 1 in the years 2028 through 2032 outstanding in the aggregate principal amount of \$16,380,000 (the "**Refunded Series 2012 Bonds**") and (2) advance refund on March 1, 2023, a portion of the District's outstanding General Obligation Bonds, Series 2014 (the "**Series 2014 Bonds**"), being those Series 2014 Bonds scheduled to mature on March 1 in the years 2029 through 2034 outstanding in the aggregate principal amount of \$37,045,000 (the "**Refunded Series 2014 Bonds**"), under the authority of the Constitution and laws of the State of Missouri and pursuant to a resolution adopted by the Board of Education of the District on December 9, 2019, and a Certificate of Final Terms to be executed by the President of the Board of Education on the Sale Date.

The Bonds and the interest thereon will constitute general obligations of the District, payable from ad valorem taxes that may be levied without limitation as to rate or amount upon all the taxable tangible property, real and personal, within the territorial limits of the District.

The Bonds are more particularly described in the Preliminary Official Statement dated the date hereof, available from the District's Financial Advisor. This Notice of Bond Sale contains certain information for quick reference only. It is not, and is not intended to be, a summary of the Bonds. Each bidder is required to read the entire Preliminary Official Statement to obtain information essential to making an informed investment decision.

**Direct Deposit of State Aid Payments.** Pursuant to Section 360.111 *et seq.* of the Revised Statutes of Missouri, as amended, and related statutes (the "**Deposit Law**"), the State of Missouri (the "**State**") and the District may agree to transfer to a Missouri bank, as direct deposit trustee (the "**Deposit Trustee**"), a portion of the District's State aid payments and distributions normally used for operational purposes ("**State Aid**") in order to provide for payment of debt service on the Bonds. On the date of issuance of the Bonds, the District will enter into a Direct Deposit Agreement (the "**Deposit Agreement**") with the Office of the Treasurer of the State of Missouri ("**Treasurer's Office**"), the Department of Elementary and Secondary Education of the State of Missouri ("**DESE**"), the Health and Educational Facilities Authority of the State of Missouri (the "**Authority**") and the Deposit Trustee. The Deposit Agreement will provide that (a) one-tenth (1/10<sup>th</sup>) of the annual debt service to be paid on the Bonds during the bond year ending March 1, 2021, will be deposited with the Deposit Trustee in each of the ten (10) months of March 2020 through October 2020 and in January 2021 through February 2021, and (b) for each bond year thereafter, one-tenth (1/10<sup>th</sup>) of the annual debt service to be paid on the Bonds during each bond year will be deposited with the Deposit Trustee in each of the ten (10) similar months of March through October and January through February so long as the Bonds are outstanding. Amounts of State Aid to the District in excess of the monthly deposit will not be deposited with the Deposit Trustee but will be transferred directly to the District as has historically been the case with all State Aid. For further details, see the section captioned "**THE BONDS - Direct Deposit of State Aid Payments**" in the Preliminary Official Statement.

**Place of Payment.** Principal will be payable upon presentation and surrender of the Bonds by the registered owners thereof at the payment office of UMB Bank, N.A., St. Louis, Missouri (the "**Paying Agent**"). Interest shall be paid to the registered owners of the Bonds as shown on the bond register at the close of business on the Record Date for such interest by check or draft mailed by the Paying Agent to the address of such registered owners shown on the bond register or by electronic transfer to such registered owner.

**Book-Entry Only System and Blue Sky.** The Bonds will initially be registered in the name of Cede & Co., as nominee of The Depository Trust Company, New York, New York, to which payments of principal of and interest on the Bonds will be made. Individual purchases of Bonds will be made in book-entry form only. Purchasers will not receive certificates representing their interest in Bonds purchased. It shall be the obligation of the Successful Bidder to furnish to DTC an underwriter's questionnaire. It shall be the obligation of the Successful Bidder to qualify the Bonds, if such qualification is necessary, in the jurisdictions in which it intends to reoffer the Bonds.

**Preliminary Official Statement and Official Statement.** The District has prepared a Preliminary Official Statement dated December 23, 2019, "deemed final" by the District except for the omission of certain information as provided by Securities and Exchange Commission Rule 15c2-12, electronic copies of which may be obtained from the Financial Advisor as provided herein. Upon the sale of the Bonds, the District will adopt the final Official Statement and will furnish the Successful Bidder with an electronic copy of the final Official Statement within seven business days of the acceptance of the Successful Bidder's proposal in order to comply with Rule 15c2-12(b)(4) of the Securities and Exchange Commission and Rule G-32 of the Municipal Securities Rulemaking Board (collectively, the "**Rules**"). The District's acceptance of the Successful Bidder's proposal for the purchase of the Bonds, including electronic acceptance through PARITY®, shall constitute a contract between the District and the Successful Bidder for purposes of said Rules.

**Continuing Disclosure.** The District covenants and agrees to enter into a continuing disclosure undertaking to provide ongoing disclosure about the District for the benefit of the bondholders on or before the date of delivery of the Bonds as required by Section (b)(5)(i) of Rule 15c2-12 of the Securities and Exchange Commission. See the Preliminary Official Statement for statements about the District's compliance with undertakings previously entered into by the District pursuant to Rule 15c-2-12 and for the form of such continuing disclosure undertaking.

**CUSIP Numbers.** CUSIP numbers will be assigned to and printed on the Bonds at the expense of the District. In no event will the District, Bond Counsel or the Financial Advisor be responsible for the review of or express any opinion that the CUSIP numbers are correct. Incorrect CUSIP numbers on the Bonds shall not be cause for the Successful Bidder to refuse to accept delivery of the Bonds.

**Additional Information.** Additional information regarding the Bonds may be obtained from the Financial Advisor, Piper Jaffray & Co., 11635 Rosewood Street, Leawood, Kansas, 66211, Attention: Todd Goffoy, Office: (913) 345-3373, Mobile: (913) 201-3270, Email: [a.t.goffoy@pjc.com](mailto:a.t.goffoy@pjc.com) or Matt Courtney, Office: (913) 345-3355, Email: [Matthew.T.Courtney@pjc.com](mailto:Matthew.T.Courtney@pjc.com).

DATED this 23rd day of December, 2019.

**THE SCHOOL DISTRICT OF COLUMBIA,  
BOONE COUNTY, STATE OF MISSOURI**

By: Ms. Helen Wade  
President of the Board of Education