



Gollahon Financial Services, Inc.
4125 Bayshore Blvd. N.E.
St. Petersburg, FL 33703

November 9, 2020

Chairman, School Board Members
and Superintendent
School Board of Jackson County
2903 Jefferson Street
Marianna, Florida 32446

Ladies and Gentlemen:

You approved proceeding with the refunding of the Capital Improvement Refunding Revenue Bonds, Series 2014 (the 2014 bank loan) at your October 20, 2020 meeting. At that time, I estimated total refunding savings of \$425,000 and net present value savings of \$377,539 (11.01% of the refunded debt) assuming a 1.80% estimated interest rate on a new loan.

On October 23rd, I sent a Bid Request/RFP package to 38 local, regional and national banks. We received 5 bids/proposals from banks on November 6th, with interest rates ranging from 1.59% to 2.12%, an average of 1.816% (see attachment). First Federal Bank, which currently holds the 2014 loan, proposed the 1.59% rate. Total savings at this rate would be \$473,340.22 and net present value savings of \$426,101.13 (12.43% of the refunded debt). First Federal also had the best prepayment provisions.

Kathy Sneads and I reviewed and discussed the 5 proposals and recommend that the Board accept First Federal's proposal and proceed with a closing on December 1, 2020.

I look forward to discussing this matter with you on November 12th and/or November 17th.

Sincerely,

Gollahon Financial Services, Inc.

A handwritten signature in black ink that reads "Jim Gollahon".

Jim Gollahon, MBA, CPA
Independent Municipal Financial Advisor

Kathy Sneads, Director of Finance
Matt Fuqua, School Board Attorney
Mark Mustian, Bond Counsel