

GALVESTON COUNTY MUNICIPAL UTILITY DISTRICT NO. 14
\$2,050,000 Eighth Bond Issue

SECTION 4 - SUMMARY OF COSTS

GCMUD NO. 14 FOR BOND ISSUE NO. 8 (100%)

	Amount	District (100%)	
<u>A. Construction Costs</u>			
1. Bay View, Sections 3 & 4			
a. Wastewater Collection	\$ 373,851	\$ 373,851	
b. Water Distribution	\$ 195,420	\$ 195,420	
c. Storm Sewer Drainage	\$ 700,235	\$ 700,235	
d. Miscellaneous	\$ 133,704	\$ 129,744	(1)
e. Offsite Sanitary Sewer	<u>\$ 189,639</u>	<u>\$ 189,639</u>	
<i>Subtotal</i>	<i>\$1,592,849</i>	<i>\$1,588,889</i>	(1)
2. Engineering Fees		\$ 173,762	(2)
3. Material Testing		\$ 26,075	(2)
4. Storm Water Pollution Prevention		\$ 17,641	(2)
5. Surveying		<u>\$ 14,325</u>	(2)
<i>TOTAL CONSTRUCTION COST</i> <i>(88.81% of B.I.R.)</i>		<i>\$1,820,692</i>	
<u>B. Non Construction Costs</u>			
1. Legal Fees (2.99%)		\$ 61,250	(3)
2. Fiscal Fees (2%)		\$ 41,000	(4)
A. Developer Interest		\$ 22,683	(5)
4. Bond Discount (1.5%)		\$ 30,750	
5. TCEQ (0.25%)		\$ 5,125	
6. Attorney General (0.10%)		\$ 2,050	
7. Bond Application Report Expense		\$ 30,000	
8. Bond Issuance Expenses		<u>\$ 36,450</u>	(6)
<i>TOTAL NON CONSTRUCTION COST</i> <i>(11.19% of B.I.R.)</i>		<i>\$ 229,308</i>	
<i>TOTAL BOND ISSUE REQUIREMENT:</i>		<i><u>\$ 2,050,000</u></i>	

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NOTES:

- (1) See Footnotes 1 & 2 in Section 3 – Facilities Proposed for Funding.
- (2) See Attachment 8 for a breakdown of Engineering Fees.
- (3) See Attachment 11 for a breakdown of Legal Fees.
- (4) See Attachment 55 (c) for a copy of Fiscal Agent Contract, which provides for a 2% fee.
 $\$2,050,000 \times 0.02 = \$41,000$.
- (5) See Attachment 13 for Developer Interest Calculations and letter from Financial Advisor stating Capitalized Interest is not required. Note that a total of \$100,089.53 is reflected on Attachment 13, however, the District is seeking to reimburse the developer per the lesser amount shown above to keep the bond issue requirement at \$2,050,000 which is the maximum amount of voted bond authorized to reimburse the developer for the development of the annexation tract as referenced in Section 2.B.i. of this report. Although if other estimated items result in more funds available for developer interest reimbursement, the District would elect to reimburse more developer interest. Therefore, the District is seeking Commission approval of the full \$100,089.53.
- (6) Below is a breakdown of the bond issuance expenses.

Disclosure Counsel	\$ 8,500
Aerial/Photographs	\$ 1,200
Rating Fee	\$11,500
Advertisement	\$ 1,900
Printing NOS/POS/OS	\$ 3,800
Paying Agent	\$ 750
Audit	\$ 5,000
Bookkeeper	\$ 1,500
Tax Assessor/Collector	\$ 1,000
Auditor	\$ 800
Miscellaneous	<u>\$ 500</u>
TOTAL ESTIMATED BOND ISSUANCE COSTS	\$36,450