



TEXAS TECH UNIVERSITY SYSTEM™

Series 2017A & 2017B Bond Issuance Update

Gary Barnes

Vice Chancellor and Chief Financial Officer

February 23, 2017

Ratings Agency Updates



Updated Ratings – January 20, 2017

Standard & Poor	Moody's	Fitch
AA+	Aa1	AA+

...the system's excellent strategic positioning reflects its strong management team with a variety of experience and tenure, which has prudently invested in capital facilities and programming, leading to enrollment growth and consistently sound solid financial performance. – Moody's

We believe management has overseen good historical operating performance while growing the system with modest debt growth. – S&P

...demonstrates consistently strong demand, positive operating performance, revenue diversity, solid balance sheet ratios for the rating category and good fundraising. – Fitch

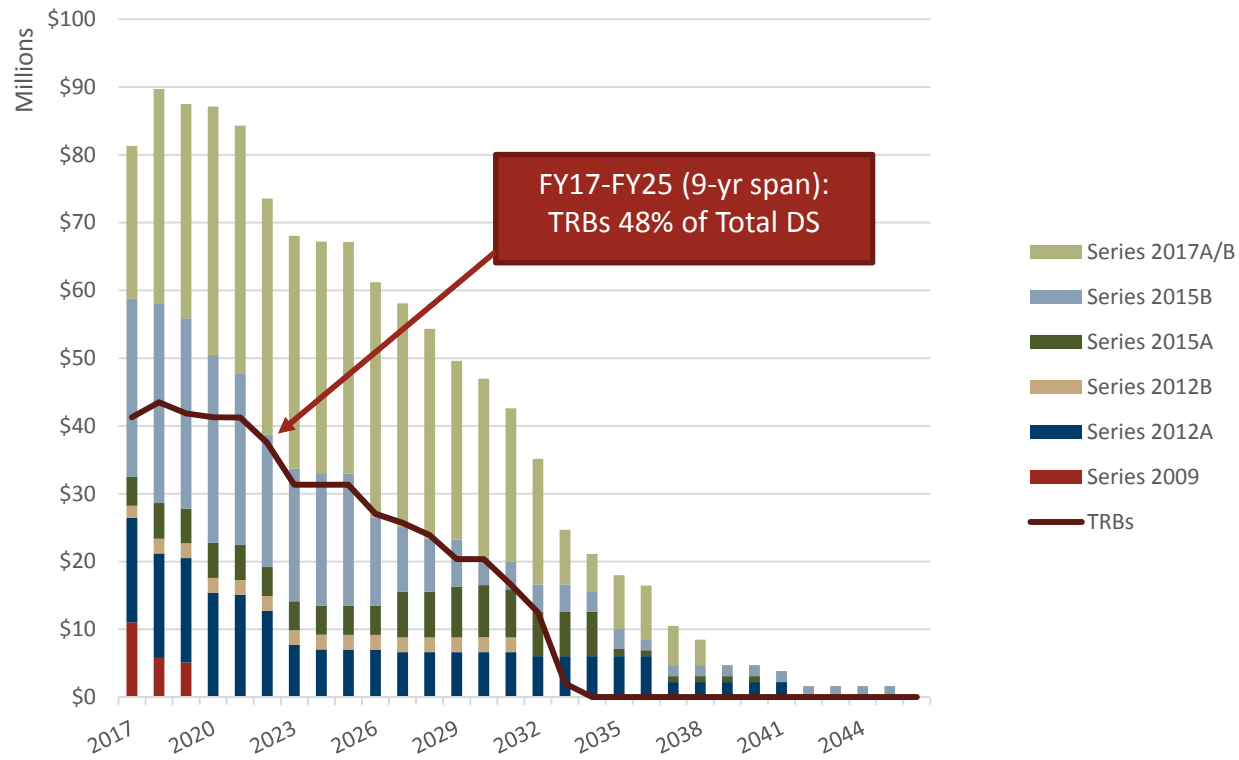
Ratings reaffirmed on January 31, 2017 after adding \$250 million in additional debt

Use of Proceeds / Projects Funded



Entity	Project	Revenue Source	Project Total	Tax Status	Refund of CP	New Money	Total Proceeds
1 TTUS	New System Admin Office Building	Admin Fee	27,500,000	TE	9,500,000	8,800,000	18,300,000
2 TTU	Experimental Sciences Building II	TRB	77,000,000	T	5,757,000	59,943,000	65,700,000
3 TTU	New Honors Residence Hall	97.75% Housing, 2.25% Hosp	29,955,000	TE	11,740,000	18,160,000	29,900,000
4 TTU	Sports Performance Center	Athletics Ops	48,000,000	T		7,000,000	7,000,000
5 ASU	College of Human & Health Sciences	TRB	26,360,000	TE	2,600,000	17,580,000	20,180,000
6 ASU	College of Human & Health Sciences	Gift Pledge	26,360,000	TE	-	4,000,000	4,000,000
7 ASU	Refund TPFA/Govt Capital Corp Leases	Operating Revenues	7,650,868	T	3,627,000	2,835,701	6,462,701
8 HSC	Lubbock Campus Expansion	TRB	85,900,000	T	5,020,000	51,544,000	56,564,000
9 HSC	Amarillo Simulation Center	TRB	9,750,000	TE	1,840,000	3,575,000	5,415,000
10 HSC	Permian Basin Academic Facility	TRB	22,300,000	TE	800,000	12,676,000	13,476,000
11 ELP	Medical Sciences Building II	TRB	84,400,000	T	3,250,000	67,570,000	70,820,000
12 TTU	CHACP I Upgrades	Utility Revenues	6,750,000	T	6,200,000	-	6,200,000
Tax-Exempt Totals					26,480,000	64,791,000	91,271,000
Taxable Totals					23,854,000	188,892,701	212,746,701
Total New					50,334,000	253,683,701	304,017,701
Refunded 2009 Series 12 Tax-Exempt: taxable debt issued							
Callable Date: 2/15/2019		Callable Par: \$78,557,767	\$ NPV Savings: \$4,957,333	% NPV Savings: 6.30%			84,474,163
Grand Total							388,491,864

Debt Service after Issuance



Previous Debt Issuance Comparison



Series 2003 (TE)	4.43%
Series 2006 (TE)	4.43%
Series 2009 (TE)	4.25%
Series 2012A (TE)	3.24%
Series 2012B (Taxable)	3.81%
Series 2015A (TE)	4.26%
Series 2015B (Taxable)	3.09%
Series 2017A (TE)	3.18%
Series 2017B (Taxable)	3.36%



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