

# ADDENDUM #1

Date of Addendum: February 9, 2026

Addendum to Preliminary Official Statement

Dated: January 28, 2026

**\$13,670,000\***

## **Davis County Community School District, Iowa School Infrastructure Sales, Services and Use Tax Revenue Bonds, Series 2026**

The following sections found on page A-10 and A-11 in the Appendix A has been updated:

### **General Fund Equipment Capital Loan Notes (1)**

Presented below is the principal and interest on the Issuer's outstanding General Fund Equipment Capital Loan Notes and the future issuance of approximately \$900,000 General Fund Equipment Capital Loan Notes for the purchase of school buses. The transaction is expected to close on April 1, 2026. These payments are made from the General Fund, and not from any other source.

<u>Fiscal Year</u>	<u>7/21/21</u>	<u>4/1/26</u>	<u>Total Principal</u>	<u>Total Interest</u>	<u>Total P&amp;I</u>
2026	237,900		237,900	2,974	240,874
2027		162,479	162,479	39,350	201,829
2028		174,194	174,194	27,636	201,830
2029		180,726	180,726	21,104	201,830
2030		187,503	187,503	14,326	201,829
2031		194,534	194,534	7,295	201,829
Totals:	237,900	899,436	1,137,336	112,685	1,250,021

### **Debt Limit (1) (2) (3) (4)**

The amount of general obligation debt a political subdivision of the State of Iowa can incur is controlled by the constitutional debt limit, which is an amount equal to 5% of the actual value of property within the corporate limits, taken from the last County Tax list. The Issuer's debt limit, based upon said valuation, amounts to the following:

1/1/2024 Actual Valuation:	869,142,411
X	0.05
Statutory Debt Limit:	43,457,121
Total General Obligation Debt:	1,085,000
Total Lease Purchases:	0
Total Loan Agreements:	0
General Fund Equipment Notes:	1,137,336
Total Debt Subject to Limit:	2,222,336
Percentage of Debt Limit Obligated:	5.11%

It has not been determined whether the Issuer's Sales Tax Revenue Bonds do or do not count against the constitutional debt limit. If the Bonds do count against the constitutional debt limit, the amount of debt subject to the debt limit would increase \$15,656,000\* to be \$17,878,336\*, or 41.14% \* of the statutory debt limit.

- (1) Direct debt source: the Issuer
- (2) Valuation data source: Iowa Department of Management
- (3) Preliminary, subject to change
- (4) Utility Property Tax Replacement

Beginning in 1999, the State replaced its previous property tax assessment procedure in valuing the property of entities involved primarily in the production, delivery, service and sale of electricity and natural gas with a replacement tax formula based upon the delivery of energy by these entities. Electric and natural gas utilities now pay replacement taxes to the State in lieu of property taxes. All replacement taxes are allocated among local taxing cities by the State Department of Revenue and Finance and the Department of Management. This allocation is made in accordance with a general allocation formula developed by the Department of Management on the basis of general property tax equivalents. Properties of these utilities are exempt from the levy of property tax by political subdivisions. Utility property will continue to be valued by a special method as provided in the statute and taxed at the rate of three cents per one thousand dollars for the general fund of the State.

It is possible that the general obligation debt capacity of the Issuer could be adjudicated to be proportionately reduced in future years if utility property were determined to be other than "taxable property" for purposes of computing the Issuer's debt limit under Article XI of the Constitution of the State of Iowa. There can be no assurance that future legislation will not (i) operate to reduce the amount of debt the Issuer can issue or (ii) adversely affect the Issuer's ability to levy taxes in the future for the payment of the principal of and interest on its outstanding debt obligations, including the Bonds.