

## Newman International Academy, TX

- 1 Arlington Higher Education Finance Corporation Education Revenue Bonds (Newman International Academy), Series 2016A, \$16,965,000 Dated: May 5, 2016
- 2 Arlington Higher Education Finance Corporation Taxable Education Revenue Bonds (Newman International Academy), Series 2016B, \$1,350,000 Dated: May 5, 2016

Series 2016A,B

### The Annual Report shall include a calculation of the Borrower's Debt Service Coverage

#### Ratio required by Section 5.8 of the Loan Agreement

Fiscal Year Ended August 31, 2016

|   |                          |
|---|--------------------------|
| Total Local Support                               | 159,655.00               |
| Total State Program Revenue                       | 10,322,906.00            |
| Total Federal Program Revenue                     | <u>408,818.00</u>        |
| <b>Total Revenue</b>                              | <b>10,891,379.00</b>     |
| <br><b>Total Expenses</b>                         | <br><b>11,848,669.00</b> |
| <br>Change in Net Assets                          | <br>(957,290.00)         |
| Add: Depreciation                                 | 67,075.00                |
| Add: Interest Expense                             | <u>299,381.00</u>        |
|   | 366,456.00               |
| <br><b>Net Revenue Available for Debt Service</b> | <br><b>(590,834.00)</b>  |
| <br>Annual Net Debt Service                       | <br>289,552.00           |
| <br><b>Debt Service Coverage Ratio</b>            | <br><b>-2.04x</b>        |

Series 2016A,B

### The Operating Reserves required to be maintained in accordance with Section 5.11 of the Loan Agreement

Fiscal Year Ended August 31, 2016

Please see Financial Statement (August 31,2016 year end) page 5.

Series 2016A,B

### Identify the amount of unrestricted cash and cash equivalents held at the end of each fiscal year

Fiscal Year Ended August 31, 2016

Please see Financial Statement (August 31,2016 year end) page 5.

Series 2016A,B

### Accountability Ratings (provided, however, that only the most recent annual historical data will be provided)

| Campus            | 2016 State Accountability Ratings |                          |
|-------------------|-----------------------------------|--------------------------|
|                   | Rating                            | Distinction              |
| Elementary - NIAA | Met Standard                      | No Distinction Earned    |
| Secondary - NIAA  | Met Standard                      | No Distinction Earned    |
| Elementary - NICH | Met Standard                      | No Distinction Earned    |
| Secondary - NICH  | Met Standard                      | Science & Social Studies |

Series 2016A,B

### STAAR Test Scores (provided, however, that only the most recent annual historical data will be provided)

2015-16 School Year

|                | Arlington Campus |                  |        |
|----------------|------------------|------------------|--------|
|                | State            | Charter District | Campus |
| Reading        | 73%              | 76%              | 74%    |
| Math           | 76%              | 73%              | 70%    |
| Writing        | 69%              | 68%              | 69%    |
| Science        | 79%              | 85%              | 82%    |
| Social Studies | 77%              | 66%              | 53%    |

Series 2016A,B

**Teacher Experience/Retention**

| <u>Teachers' Experience</u> |                |                |  |
|-----------------------------|----------------|----------------|--|
|                             | <u>2015-16</u> | <u>2016-17</u> |  |
| 0-5 Years                   | 67.7           | 126            |  |
| 6-10 Years                  | 18.7           | 41             |  |
| 11-20 Years                 | 14.8           | 41             |  |
| 16-20 Years                 |                | 29             |  |
| 20+ Years                   | 9.1            |                |  |
| Total                       | 110.3          | 237            |  |

| <u>Teacher Retention Rate</u> |        |
|-------------------------------|--------|
| 2013-2014                     | 90.40% |
| 2014-2015                     | 94.20% |
| 2015-2016                     | 98.50% |
| 2016-2017                     | 93%    |

Series 2016A,B

**Student Teacher/Ratio**

| <u>School</u>     | <u>Student/Teacher Ratio</u> |
|-------------------|------------------------------|
| Elementary - NIAA | 12.8:1                       |
| Secondary - NIAA  | 12.8:1                       |
| Elementary - NICH | 9.1:1                        |
| Secondary - NICH  | 9.1:1                        |

Series 2016A,B

**Historical Enrollment (provided, however, that only the most recent annual historical data will be provided)**

| <u>NIAA</u>  |                  |  |
|--------------|------------------|--|
| <u>Grade</u> | <u>2015-2016</u> |  |
| Pre-K3       | 0                |  |
| Pre-K4       | 66               |  |
| K            | 77               |  |
| 1            | 84               |  |
| 2            | 88               |  |
| 3            | 87               |  |
| 4            | 84               |  |
| 5            | 87               |  |
| 6            | 65               |  |
| 7            | 72               |  |
| 8            | 70               |  |
| 9            | 66               |  |
| 10           | 43               |  |
| 11           | 41               |  |
| 12           | 28               |  |
| Total        | 958              |  |

| <u>NICH</u>  |                  |  |
|--------------|------------------|--|
| <u>Grade</u> | <u>2015-2016</u> |  |
| K            | 18               |  |
| 1            | 21               |  |
| 2            | 23               |  |
| 3            | 20               |  |
| 4            | 19               |  |
| 5            | 37               |  |
| 6            | 17               |  |
| 7            | 47               |  |
| 8            | 35               |  |
| 9            | 30               |  |
| 10           | 21               |  |
| 11           | 26               |  |
| 12           | 8                |  |
| Total        | 322              |  |

| <u>NIAG</u>  |                  |  |
|--------------|------------------|--|
| <u>Grade</u> | <u>2015-2016</u> |  |
| K            |                  |  |
| 1            |                  |  |
| 2            |                  |  |
| 3            |                  |  |
| 4            |                  |  |
| 5            |                  |  |
| Total        | 0                |  |

\*\* Campus opened in SY 2016-2017

| <u>Grade</u> | <u>NIAF</u> | <u>2015-2016</u> |
|--------------|-------------|------------------|
| Pre-K3       |             |                  |
| Pre-K4       |             |                  |
| K            |             |                  |
| 1            |             |                  |
| 2            |             |                  |
| 3            |             |                  |
| Total        |             | 0                |

\*\* Campus opened in SY 2016-2017

| <u>Grade</u> | <u>NIAM</u> | <u>2015-2016</u> |
|--------------|-------------|------------------|
| K            |             |                  |
| 1            |             |                  |
| 2            |             |                  |
| 3            |             |                  |
| 4            |             |                  |
| 5            |             |                  |
| Total        |             | 0                |

\*\* Campus opened in SY 2016-2017

Series 2016A,B

### Student Retention Rates

|  | <u>NIAA</u> | <u>NICH</u> | <u>NIAG</u> | <u>NIAF</u> | <u>NIAM</u> | <u>District</u> |
|--|-------------|-------------|-------------|-------------|-------------|-----------------|
| <b>2016-17</b>                               |             |             |             |             |             |                 |
| Enrollment 2015-16                           | 958         | 322         | 0           | 0           | 0           | 1280            |
| Returning                                    | 903         | 277         | 0           | 0           | 0           | 1180            |
| Retention Rate                               | 94%         | 86%         | 0%          | 0%          | 0%          | 92%             |
| <b>** Campuses opened in SY 2016-2017 **</b> |             |             |             |             |             |                 |
|  |             |             |             |             |             |                 |
| <b>2017-18</b>                               |             |             |             |             |             |                 |
| Enrollment 2016-17                           | 1019        | 777         | 128         | 112         | 124         | 2160            |
| Returning (** See note below)                | 964         | 690         | 127         | 107         | 113         | 2001            |
| Retention Rate                               | 94%         | 88%         | 100%        | 95%         | 92%         | 93%             |

**\*\* Returning totals are based on intent to return forms provided by the school registrar as of 03/21/2017 \*\***

### NOTE:

|                                       |     |     |    |     |     |     |
|---------------------------------------|-----|-----|----|-----|-----|-----|
| 2017-2018 NEW ENROLLMENT APPLICATIONS | 210 | 119 | 93 | 125 | 200 | 747 |
|---------------------------------------|-----|-----|----|-----|-----|-----|

Series 2016A,B

### First Ratings (provided, however, that only the most recent annual historical data will be provided)

| <u>2015-2016 FIRST Ratings Based on Fiscal Year 2015 Data</u> |              |
|---|--------------|
| Status:   | Accredited   |
| Rating:   | A - SUPERIOR |
| Possible Score:   | 100          |
| Passing Score:  | 31           |
| Company Score   | 94           |