

**Notice of Sale and
Preliminary Official Statement**

New Issue- Book Entry Only

**\$13,000,000
TAXABLE GENERAL OBLIGATION
COMBINED PURPOSE BONDS
OF 2024**

**INDEPENDENT SCHOOL DISTRICT NO. 3
TULSA COUNTY, OKLAHOMA
(Broken Arrow Board of Education)**

Date of Sale

February 13, 2024
11:45 o'clock a.m.

Financial Advisor

Stephen L. Smith Corp.
531 East A Street, Suite 301
Jenks, Oklahoma 74037

This Official Statement does not constitute an offer to sell or a solicitation of an offer to buy within any jurisdiction to any person to whom it is unlawful to make such offer or solicitation within such jurisdiction. In connection with the offering of these Bonds, no dealer, salesman or any other person has been authorized to give any information or to make any representation other than contained herein. If given or made, such information or representation must not be relied upon.

The information contained in the Official Statement, including the cover page hereto, has been obtained from public officials, official records and from other sources which are deemed to be reliable. No representation or warranty is made, however, as to the accuracy or completeness of such information. The delivery of this Official Statement does not at any time imply that information contained herein is correct as of any date subsequent to its date.

Any statements contained in this Official Statement involving matters of opinion, estimation or projection, whether or not expressly so stated, are intended as such and not as representations of fact. This Official Statement shall not be construed as a contract or agreement between the School District and the purchasers or holders of any of the Bonds.

THE DATE OF THIS OFFICIAL STATEMENT IS DECEMBER 6, 2023.

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**INDEPENDENT SCHOOL DISTRICT NO. 3
TULSA COUNTY, OKLAHOMA
(Broken Arrow Board of Education)**

Officers and Members of the Board of Education

STEVE J. ALLEN, President and Member
JERRY DENTON, Vice President and Member
BRANDY ROULET, Clerk and Member
JOHN COCKRELL, Deputy Clerk and Member
DEBBIE TAYLOR, Member

School District Officials

CHUCK PERRY, Superintendent
DONNA DOLLAHON, Treasurer

Financial Advisor

STEPHEN L. SMITH CORP.
531 East A Street, Suite 301
Jenks, Oklahoma 74037
Telephone: (918) 296-9980

NOTICE OF SALE OF BONDS

In accordance with 62 O.S. 2021, § 354, notice is hereby given that the Board of Education of Independent School District Number 3 of Tulsa County, Oklahoma will receive bids by; sealed bid, facsimile bid, electronic (Parity®) bid or similar secure electronic bid on the 13th day of February, 2024, until 11:45 o'clock a.m., and the Board of Education will award said Bonds at 12:00 o'clock noon on the 13th day of February, 2024, at the Education Service Center, Broken Arrow Public Schools, 701 South Main Street, Broken Arrow, Oklahoma, for the sale of \$13,000,000 of Taxable General Obligation Combined Purpose Bonds of said School District, which Bonds will mature \$3,250,000 annually in two (2) years from their date and \$3,250,000 annually each year thereafter until paid.

Said Bonds shall be sold to the bidder bidding the lowest rate of interest the Bonds shall bear, and agreeing to pay par and accrued interest for the Bonds. Each bidder shall submit with his bid a sum in cash, cashier's or certified check, electronic (wire) transfer or surety bond payable to the treasurer of the District, equal to two (2%) percent of the amount of his bid. The Board reserves the right to reject all bids.

WITNESS my official hand and seal this 4th day of December, 2023.

/s/ BRANDY ROULET
Clerk, Board of Education

(SEAL)

CONDITIONS OF THE SALE

INDEPENDENT SCHOOL DISTRICT NO. 3 TULSA COUNTY, OKLAHOMA (Broken Arrow Board of Education)

\$13,000,000 Taxable General Obligation Combined Purpose Bonds of 2024

PLACE AND TIME OF THE SALE

The Board of Education of Independent School District No. 3 of Tulsa County, Oklahoma, will receive sealed bids at the Education Service Center, Broken Arrow Public Schools, 701 South Main Street, Broken Arrow, Oklahoma, until 11:45 o'clock a.m., and award bid at 12:00 o'clock p.m. local time, Tuesday, February 13, 2024, for the sale of the \$13,000,000 Taxable General Obligation Combined Purpose Bonds of 2024 ("the Bonds"), more completely described in the "Official Statement" which is a part hereof.

ADDRESS OF BIDS

Sealed bids plainly marked "Bid for Bonds" may be mailed either to "Ms. Donna Dollahon, Treasurer, Broken Arrow Public Schools, 701 South Main Street, Broken Arrow, OK 74012", or to the Financial Advisor at the address set out on the cover page hereof. Sealed bids must be submitted in duplicate on the Official Bid Form furnished herein.

TYPES OF BIDS AND INTEREST RATES

The Bonds will be sold in one block, all or none, and no bid of less than par and accrued interest will be considered. Bidders must specify the rate or rates of interest the Bonds will bear. However, no interest rate in excess of ten percent (10%) will be considered. Bidders shall specify the rate or rates of interest in multiples of one-eighth (1/8) or one-twentieth (1/20) of one percent per annum. Bidders are not restricted as to the number of rates that may be named, provided that the same rate shall be specified for all bonds of the same maturity.

BASIS FOR AWARD

For the purpose of awarding the Bonds, the interest cost of each bid will be computed by determining, at the rate or rates specified therein, the total of all interest on the Bonds from the date thereof to their respective maturities, and deducting therefrom the premium bid, if any. The Bonds, if sold, will be awarded to the bidder whose bid, on the basis of the above computation, produces the lowest interest cost to the School District. THE SCHOOL DISTRICT RESERVES THE RIGHT TO REJECT ALL BIDS AND TO WAIVE ANY MINOR IRREGULARITIES.

GOOD FAITH DEPOSIT

Each bid must be accompanied by a good faith deposit in the form of a Certified or Cashier's Check, or bank wire transfer made payable to the Treasurer of the School District in the amount of two percent (2%) of the par value of the Bonds. The good faith deposit of the successful bidder will be retained by the School District to assure performance of the contract on the part of said bidder. In the event said bidder should fail or refuse to take up and pay for the Bonds in accordance with his bid, then said check/wire will be cashed/returned as full liquidated damages. Otherwise, said check/wire will be returned to the purchaser upon payment for the Bonds. No interest will be allowed on said check/wire. Checks of unsuccessful bidders will be promptly returned.

BOOK-ENTRY ONLY BONDS

The Bonds are being issued book-entry only and a complete transcript of the legal proceedings had in connection with the issuance of the Bonds will be furnished to the purchaser at no expense.

LEGAL OPINION

Bids may be submitted subject to the opinion of the Attorney General of the State of Oklahoma and Phillips Murrah P.C., which will be provided by the School District without cost to the purchaser.

EXEMPTION FROM OKLAHOMA STATE INCOME TAXATION

Pursuant to Title 68, Oklahoma Statutes 2021, Section 2358.4, the Bonds issued by the School District shall be exempt from Oklahoma Income Taxation.

NON-LITIGATION CERTIFICATE

At the time of delivery of the Bonds, the School District will execute and furnish the purchaser with a certificate to the effect that no litigation of any nature has been filed or is then pending to restrain or enjoin the issuance or delivery of the Bonds, or affecting the provisions made for their payment or security, or in any manner questioning the validity of the Bonds.

THE OFFICIAL STATEMENT AND COMPLIANCE WITH SEC RULE 15c2-12

The School District has prepared the accompanying Official Statement, and for the limited purpose of complying with SEC Rule 15c2-12, deems such Official Statement to be final as of its date within the meaning of such Rule for the purpose of review prior to bidding. The School District will furnish to the Purchaser or Purchasers acting through a designated senior representative, in accordance with instructions received from the Purchaser(s), within seven (7) business days from the sale date a maximum of forty (40) copies of the Official Statement including a like number of copies of a supplement reflecting interest rates and other terms relating to the initial reoffering of the Bonds. The cost of any Official Statement and Supplement in excess of the number specified shall be prepared and distributed at the cost of the Purchaser(s). The Purchaser(s) shall be responsible for providing the initial reoffering prices and other terms, if any, to the Financial Advisor by the close of the next business day after the sale. Except as noted above, the School District assumes no responsibility or obligation for the distribution or delivery of any copies of the Official Statement in connection with the offering or reoffering of the Bonds.

RULE 10B-5 STATEMENT

Nothing that has come to our attention has caused us to believe that the Official Statement, as of its date, contained any untrue statement of a material fact or omitted to state a material fact (required to be stated therein or) necessary in order to make the statements therein, in light of the circumstances under which they were made, not misleading.

CONTINUING DISCLOSURE

The School District has covenanted for the benefit of the Bondholders to provide certain financial information and operating data relating to the School District by not later than ten months following the end of its fiscal year (the “Annual Financial Information”), and to provide notices of the occurrence of certain enumerated events. The Annual Financial Information will be filed by the School District with the Municipal Securities Rulemaking Board (the “MSRB”) through its Electronic Municipal Market Access (“EMMA”) system. These covenants have been made in order to assist the Underwriters in complying with SEC Rule 15c2-12(b)(5). During the previous five years, the District did not timely file the following to EMMA:

- (a) Regarding the School District General Obligation Bonds, Series 2016 and 2017, certain Audited Supplemental Financial Information for fiscal year June 30, 2017 or notice of failure to file such information. The financial information and notice of failure to file was posted to the repository as of January 3, 2019.

Procedures have been put in place to ensure that the annual audits are submitted within the 10 month time frame following the end of the School District’s fiscal year.

CUSIP NUMBERS

CUSIP identification numbers will be printed on the Bonds if assigned by the CUSIP Service Bureau, but neither the failure to print the numbers nor any error with respect thereto shall constitute cause for refusal by the purchaser to accept delivery of the Bonds. All expenses in relation to the printing of the CUSIP Service Bureau numbers shall be paid by the School District except that the CUSIP Service Bureau charge for the assignment of numbers shall be the responsibility of and paid by the purchaser.

ADDITIONAL INFORMATION MAY BE OBTAINED FROM THE FINANCIAL ADVISOR, STEPHEN L. SMITH CORP., 531 EAST A STREET, SUITE 301, JENKS, OKLAHOMA 74037, PHONE: 918-296-9980 FAX: 918-296-9902.

In the opinion of Phillips Murrah PC, Bond Counsel, interest on the Bonds is included in the gross income of the owners thereof for Federal income tax purposes, and interest on the Bonds is exempt from Oklahoma income taxation. See “Tax Matters” herein.

NEW ISSUE- BOOK-ENTRY ONLY

Standard & Poor’s Rating: TBD

Rating: Oklahoma Number: 1

Maximum Rate: 10%

**\$13,000,000 Taxable General Obligation Combined Purpose Bonds of 2024
INDEPENDENT SCHOOL DISTRICT NO. 3
TULSA COUNTY, OKLAHOMA
(BROKEN ARROW BOARD OF EDUCATION)**

Dated: April 1, 2024

Due: April 1, as shown below

The Bonds are being issued by Independent School District No. 3 of Tulsa County, Oklahoma (the “School District”). The Bonds are dated as of April 1, 2024. Interest on the Bonds is payable semiannually on April 1 and October 1 of each year (each an “Interest Payment Date”), commencing April 1, 2025. The Bonds will be initially issued, in fully registered form, in the name of Cede & Co., as nominee of The Depository Trust Company (“DTC”), New York, New York. Purchases of the Bonds will be made in book-entry form only, through brokers and dealers who are, or who act through DTC participants. Purchases of the Bonds may be made in the denomination of \$5,000 or any integral multiple thereof. **Beneficial owners of the Bonds will not receive physical delivery of Bond certificates so long as DTC or a successor securities depository acts as the securities depository with respect to the Bonds.** So long as DTC or its nominee is the registered owner of the Bonds, payment of the principal and interest on the Bonds will be payable by UMB Bank, N.A., Oklahoma City, Oklahoma, as initial Paying Agent and Registrar (the “Paying Agent and Registrar”), to DTC or its nominee and disbursement of such payments to DTC Participants will be the responsibility of DTC and disbursement of such payments to beneficial owners of the Bonds will be the responsibility of DTC Participants and Indirect Participants. No physical delivery of the Bonds will be made to the owners thereof. (see “The Bonds- Book-Entry-Only System” herein).

The Bonds are not callable prior to their stated maturities.

The proceeds from the Bonds will be used for improvements acquired and installed at a new Elementary School as follows: equipment; improvements acquire and installed at a new Vo-Ag facility as follows: metals and electrical; any other property improved, acquire or installed; improvements acquired and installed at a new Middle School as follows: site utilities, technology, and cabling; any other property improved, acquired, or installed; as well as additional school furniture, fixtures and equipment; and acquire student transportation equipment.

The Bonds are direct and general obligations of the School District and are payable as to principal and interest from ad valorem taxes which are required to be levied on all taxable property within the School District, without limitation as to rate or amount.

MATURITY SCHEDULE

<u>Maturity</u>	<u>Amount</u>	<u>Rate</u>	<u>Price or Yield</u>
4/1/2026	\$3,250,000	%	%
4/1/2027	\$3,250,000		
4/1/2028	\$3,250,000		
4/1/2029	\$3,250,000		

This cover page contains only a brief description of the Bonds and the security therefore. It is not a summary of this issue. Investors are advised to read the entire Official Statement to obtain information essential to the making of an informed investment decision.

The Bonds are offered when, as and if issued by the School District, and subject to the approving opinion of Bond Counsel as to validity and tax exemption. It is expected that the Bonds will be available for delivery on or about April 9, 2024.

**FINANCIAL ADVISOR
STEPHEN L. SMITH CORP.
Jenks, Oklahoma**

PURPOSE OF THE BOND ISSUE

The proceeds of the Building Bonds will be used for the following purposes and in the respective amounts shown:

improvements acquired and installed at a new Elementary School as follows: equipment; improvements acquire and installed at a new Vo-Ag facility as follows: metals and electrical; any other property improved, acquire or installed; improvements acquired and installed at a new Middle School as follows: site utilities, technology, and cabling; any other property improved, acquired, or installed; as well as additional school furniture, fixtures and equipment	\$12,000,000.00
Acquire student transportation equipment	<u>\$1,000,000.00</u>
TOTAL:	\$13,000,000.00

AUTHORITY FOR THE ISSUANCE OF BONDS

Political subdivisions in the State of Oklahoma must have authorization from the voters of such political subdivisions in order to become indebted for either a period of time beyond one year or for an amount in excess of the income and revenue provided for such year.

The Bonds were authorized to be issued a special election held in the School District for such purpose on February 10, 2015. The Bonds are being issued pursuant to the provisions of Article X, Section 26 of the Oklahoma Constitution, as amended, and Title 70, Article 15, Oklahoma Statutes 2021, and laws of the State of Oklahoma supplementary thereto. All existing indebtedness of the School District has been issued pursuant to Article X, Section 26 of the Oklahoma Constitution.

Under Article X, Section 26, political subdivisions issuing bonds under such section may issue obligations in a total amount such that the total aggregate net indebtedness (including judicial judgments) shall not exceed 10% of the net assessed valuation of the taxable property therein; provided that three-fifths of the voters voting in an election held for such purpose shall approve the issuance of such obligations.

PAYMENT OF AND SECURITY FOR THE BONDS

The Bonds, will be direct and general obligations of the School District and will be payable from ad valorem taxes which may be levied WITHOUT LIMITATION AS TO RATE OR AMOUNT on all taxable property within the School District to pay the principal of and interest on the Bonds when due.

Ad valorem taxes for the Bonds shall be levied annually beginning in Fiscal Year 2024-2025, shall become delinquent one-half on January 1 and one-half on April 1 of each year, and are required to be collected by the County Treasurer, apportioned and paid over to the School District Treasurer, and then deposited directly and only into the Sinking Fund of the School District. IN NO EVENT MAY SUCH AD VALOREM TAXES BE DEPOSITED INTO THE GENERAL FUND OR ANY FUND OF THE SCHOOL DISTRICT OTHER THAN THE SINKING FUND.

As previously stated, the Bonds are payable from ad valorem taxes on the taxable property within the School District including real, personal and public service property, and any other monies available for such purpose. Real and personal property in the School District is currently assessed at a rate of approximately 11% of estimated full market value. The Oklahoma State Tax Commission determines public service property assessments, and currently the assessment ratio is approximately 22.85% of estimated full market value. Pursuant to Oklahoma statutes, County Assessors are required to reassess property within the County at least once each five years. The School District is required to pay its proportionate share of the cost of such reassessment.

Ad valorem tax rates for Sinking Fund purposes are determined by ascertaining the actual dollars of revenues required for payment of principal and interest on indebtedness, fees to fiscal and paying agents and judicial judgments. Such total amount may be reduced by any surplus from the prior fiscal year and any contributions made into the Sinking Fund. To the resulting net requirements a reserve for delinquent taxes, in an amount of not less than 5% nor more than 20% of the net required tax collection, shall be added to the required collections. Such final total requirements shall then be divided by the total net assessed valuation of all real, personal and public service property in order to determine the appropriate tax rate for each property owner.

One hundred percent (100%) of the School District's Sinking (Debt Service) Fund revenues come from locally collected ad valorem taxes. None of these ad valorem taxes are collected or disbursed by the State of Oklahoma. Furthermore, as stated above, Sinking Fund taxes are collected by the County Treasurers of the counties in which the School District is located, apportioned by the County Treasurers, and paid over to the School District Treasurer and cannot, by Oklahoma Law, be placed in any fund of the School District other than the Sinking Fund. They may be used only for the payment of principal of and interest on indebtedness of the School District.

TAX LEVY AND COLLECTION PROCEDURES

Oklahoma statutes require that the School District each year make an ad valorem tax levy for a Sinking Fund which shall, with cash and investments in the fund, be sufficient to pay all the bonded indebtedness, interest and one-third of all outstanding judgments coming due in the following fiscal year.

After review and approval by the Board of Education, copies of the Sinking Fund Estimates are submitted to the County Excise Board to determine the ad valorem tax levy and appropriations. This submission is required to be made by July 20 of each year. The estimates are for the purposes of determining the ad valorem tax required to fund general operations and the Sinking Fund. The amounts contained in the Estimate of Needs are verified by the County Excise Board and, upon verification, the levies contained therein are ordered to be certified to the County Assessor in order that the County Assessor may extend said levies upon the tax rolls for the year for which the Estimate of Needs is submitted. The County Excise Board further certifies that the appropriations contained in the Estimate of Needs and the millage rates are within the limitations provided by law. While the County Excise Board may make recommendations with respect to the levy request, it only has the authority to change the reserve for delinquent taxes.

The County Assessor is required to file a tax roll report on or before October 1 of each year with the County Treasurer indicating the net assessed valuation for each municipality within the County. This report includes the assessed valuation for all real, personal and public service property (public service property assessed valuations are determined by the Oklahoma Tax Commission). The County Treasurer has fifteen (15) days after receipt of the tax roll report to start collecting taxes. The first half of taxes is due and payable on November 1 of each year. The second half is due and payable on or before April 1 of each year. However, if the first half is not paid by January 1, both first and second half are declared delinquent as of January 1. If the first half taxes are paid in a timely manner and the second half taxes are not paid on or before April 1, the taxes are considered delinquent. Interest accrues on delinquent taxes at the rate of 1.5% monthly (18% annually), to a maximum of 100% of the taxes due and owing, until such time as the delinquent taxes are paid. In the event taxes and accrued interest are not paid, the property is sold at tax sale on October 1 and the purchaser is issued a certificate of ownership; however, the original owner of the property has two (2) years in which to redeem the property by paying the taxes, interest and penalties owed. If, at the end of two years the original owner has not done so, the purchaser is issued a deed to the property.

COMPLIANCE WITH CONSTITUTIONAL DEBT LIMITATION
(As of June 30, 2023)

Estimated Full Market Value:	\$ 11,943,662,179.45
ASSESSED VALUE, Including Homestead Exemptions:	\$ 1,337,234,800.00
ASSESSED VALUE, Excluding Homestead Exemptions:	\$ 1,292,263,783.00
Outstanding General Obligation Bonded Indebtedness (including the Bonds)	\$ 131,785,000.00
<u>Less: Current Sinking Fund Balance</u>	<u>\$ 13,220,522.14</u>
Net General Obligation Bonded Indebtedness:	\$ 118,564,477.86
Ratio of Net General Obligation Bonded Indebtedness to Net Assessed Valuation:	9.17%
Approximate Area of the School District:	116 square miles
Approximate Population of the School District:	115,000 people
Per Capita Net Indebtedness:	\$1,031.00 per person

PAYMENT RECORD

The School District has no default of record.

AUTHORIZED BUT UNISSUED BONDS

In the same proposition voted on February 10, 2015, which authorized these Bonds, an additional \$272,500,000 in Building Bonds and \$3,000,000 in Transportation Bonds were voted and are remaining to be issued. It is anticipated that the remaining bonds will be issued in series over the next ten (10) years.

SCHEDULE OF OUTSTANDING INDEBTEDNESS
(Including the Bonds)

Date of Issue	Original Principal Amount	Remaining Maturities	Maturity Date	Total Outstanding
4/1/2024	\$13,000,000	\$3,250,000	4/1/2026-2029	\$13,000,000
3/1/2024	\$8,800,000	\$8,800,000	3/1/2026	\$8,800,000
4/1/2023	\$25,000,000	\$6,250,000	4/1/2025-2028	\$25,000,000
3/1/2023	\$8,000,000	\$8,000,000	3/1/2025	\$ 8,000,000
4/1/2022	\$46,885,000	\$4,795,000 \$14,030,000	4/1/2024 4/1/2025-2027	\$46,885,000
4/1/2021	\$30,000,000	\$7,500,000	4/1/2024-2026	\$22,500,000
4/1/2020	\$15,200,000	\$3,800,000	4/1/2024-2025	\$ 7,600,000
Total Outstanding Indebtedness				\$ 131,785,000

ESTIMATED SCHEDULED PRINCIPAL AND INTEREST PAYMENTS
(Including the Bonds)

Fiscal Year Ending 6-30	Maturing Principal-All Bonds	Interest Due All Bonds*	Total Principal and Interest - All Bonds
2024	\$ 16,095,000.00	\$ 1,957,972.50	\$ 18,052,972.50
2025	\$ 39,580,000.00	\$ 3,803,020.00	\$ 43,383,020.00
2026	\$ 39,830,000.00	\$ 3,008,295.00	\$ 42,838,295.00
2027	\$ 23,530,000.00	\$ 1,356,655.00	\$ 24,886,655.00
2028	\$ 9,500,000.00	\$ 567,500.00	\$ 10,067,500.00
2029	<u>\$ 3,250,000.00</u>	<u>\$ 146,250.00</u>	<u>\$ 3,396,250.00</u>
Totals	\$ 131,785,000.00	\$ 10,839,692.50	\$ 142,624,692.50

*Assumes 4.50% interest on the Bonds.

Source: District Administration & Budgets

ESTIMATED SCHEDULED SINKING FUND LEVIES TO RETIRE BONDS
(Including the Bonds)

Fiscal Year Ending 6/30	Principal Levy- All Bonds	Interest Levy All Bonds* ^o	Total Levy - All Bonds
2024	\$ 32,553,750.00	\$ 3,711,074.17	\$ 36,264,824.17
2025	\$ 35,953,750.00	\$ 3,842,586.67	\$ 39,796,336.67
2026	\$ 24,113,750.00	\$ 2,031,198.75	\$ 26,144,948.75
2027	\$ 18,113,750.00	\$ 1,189,764.58	\$ 19,303,514.58
2028	\$ 7,600,000.00	\$ 462,187.50	\$ 8,062,187.50
2029	\$ 2,600,000.00	\$ 109,687.50	\$ 2,709,687.50
Total	\$ 120,935,000.00	\$11,346,499.17	\$ 132,281,499.17
	ADD: SINKING FUND BALANCE		<u>\$ 13,220,522.14</u>
	TOTAL		\$ 145,502,021.31

* Does not include levies for judgments or reserve for uncollected taxes.

^o Assumes 4.50% interest on the Bonds.

OVERLAPPING AND UNDERLYING INDEBTEDNESS

Direct, underlying and overlapping indebtedness within the School District includes debt of the District, City of Broken Arrow, City of Tulsa, City of Coweta, Tulsa Community College, Tulsa Vo-Tech #18, Tulsa County and Wagoner County as shown.

Municipality	Net Debt	Percent Applicable to School District	Overlapping Debt to School District	Per Capita Debt
Broken Arrow Schools	\$ 118,564,477	100%	\$ 118,564,477	\$ 1,031.00
Tulsa County*	\$ 9,515,500	16.67%	\$ 1,586,233	\$ 13.79
Wagoner County*	\$ 0	n/a	\$ 0	\$ 0.00
Tulsa Community College*	\$ 0	n/a	\$ 0	\$ 0.00
Tulsa Vo-Tech #18*	\$ 0	n/a	\$ 0	\$ 0.00
City of Broken Arrow*	\$ 194,392,006	100%	\$ 194,392,006	\$ 1,690.37
City of Tulsa*	\$ 378,096,949	0.68%	\$ 2,571,059	\$ 22.36
City of Coweta*	<u>\$ 0</u>	n/a	<u>\$ 0</u>	<u>\$ 0.00</u>
Total	\$ 700,568,932		\$ 317,113,775	\$ 2,757.52

*As of June 30, 2022.

Source: County Budgets

COMPOSITION AND GROWTH OF THE NET ASSESSED VALUATION

The composition of the Net Assessed Valuation of the School District for the Fiscal Year 2023-2024 is as follows:

Property	Tulsa County	Wagoner County	Total	Percentage to Assessed Valuation
Gross Real	\$ 787,640,200	\$ 410,995,763	\$ 1,189,635,963	
Homestead	<u>\$ 27,303,890</u>	<u>\$ 17,667,127</u>	<u>\$ 44,971,017</u>	
Net Real Estate	\$ 760,336,310	\$ 384,328,636	\$ 1,144,664,946	88.58%
Personal	\$ 45,630,083	\$ 56,785,607	\$ 102,415,690	7.93%
Public Service	\$ 24,306,059	\$ 20,877,088	\$ 45,183,147	3.50%
Gross Valuation	\$ 857,576,342	\$ 479,658,458	\$ 1,337,234,800	
Net Valuation	\$ 830,272,452	\$ 461,991,331	\$ 1,292,263,783	

Source: Tulsa & Wagoner County Assessors

The growth of the Net Assessed Valuation for the past ten years has been as follows:

Fiscal Year	Valuation	Fiscal Year	Valuation
2023-2024	\$ 1,292,263,783	2018-2019	\$ 945,857,259
2022-2023	\$ 1,197,060,198	2017-2018	\$ 889,371,848
2021-2022	\$ 1,117,173,981	2016-2017	\$ 839,936,514
2020-2021	\$ 1,052,251,084	2015-2016	\$ 799,993,708
2019-2020	\$ 985,532,323	2014-2015	\$ 769,023,417

Source: Tulsa & Wagoner County Assessors

SINKING FUND TAX COLLECTIONS

Total Fiscal Year	Tax Levy	Current Collection	Percentage Collected	Total Collections	Total Percentage Collected
2022-2023	\$ 33,166,889	in progress	n/a	in progress	n/a
2021-2022	\$ 31,540,369	\$ 30,285,618	96.02%	\$ 30,843,05	97.79%
2020-2021	\$ 31,935,158	\$ 30,778,883	96.38%	\$ 32,080,546	100.46%
2019-2020	\$ 31,115,287	\$ 29,725,899	95.53%	\$ 30,260,212	97.25%
2018-2019	\$ 28,123,411	\$ 27,815,724	98.91%	\$ 28,266,596	100.51%
2017-2018	\$ 26,363,247	\$ 25,836,494	98.00%	\$ 26,261,601	99.61%
2016-2017	\$ 24,691,240	\$ 24,722,801	100.13%	\$ 25,185,449	102.00%
2015-2016	\$ 22,502,579	\$ 22,204,340	98.67%	\$ 22,617,111	100.51%
2014-2015	\$ 22,683,724	\$ 23,823,719	105.03%	\$ 23,823,719	105.03%
2013-2014	\$ 21,743,905	\$ 21,199,802	97.50%	\$ 21,638,463	99.52%

Source: District Administration & Budgets

PERCENTAGE OF TAXES COLLECTED

The ratio of Net and Gross Sinking Fund Tax Collections to the Gross Sinking Fund Levy (the levy after addition of the reserve for uncollected taxes) is as follows:

Fiscal Year	Ratio of Net Tax Collection to Gross Levy	Ratio of Gross Tax Receipts to Gross Levy
2021-2022	96.02%	97.79%
2020-2021	96.38%	100.46%
2019-2020	95.53%	97.25%
2018-2019	98.91%	100.51%
2017-2018	98.00%	99.61%
2016-2017	100.13%	102.00%
2015-2016	98.67%	100.51%
2014-2015	105.03%	105.03%
2013-2014	97.50%	99.52%

Source: District Administration & Budgets

TREND OF TAX RATES OF MAJOR TAXING UNITS

Fiscal Year	Tulsa County	Broken Arrow Schools	Tulsa Comm. College	Tulsa Vo-Tech	City of Broken Arrow	Total Levy
2022-23	\$ 23.16	\$ 69.31	\$ 7.21	\$ 13.33	\$ 16.61	\$ 129.62
2021-22	\$ 23.26	\$ 69.83	\$ 7.21	\$ 13.33	\$ 16.05	\$ 129.68
2020-21	\$ 23.25	\$ 71.95	\$ 7.21	\$ 13.33	\$ 16.19	\$ 131.93
2019-20	\$ 22.66	\$ 73.18	\$ 7.21	\$ 13.33	\$ 15.66	\$ 132.04
2018-19	\$ 22.74	\$ 71.33	\$ 7.21	\$ 13.33	\$ 15.61	\$ 130.22
2017-18	\$ 22.24	\$ 71.24	\$ 7.21	\$ 13.33	\$ 16.84	\$ 130.86
2016-17	\$ 22.24	\$ 71.00	\$ 7.21	\$ 13.33	\$ 16.92	\$ 130.70
2015-16	\$ 22.22	\$ 69.73	\$ 7.21	\$ 13.33	\$ 17.10	\$ 129.59
2014-15	\$ 22.23	\$ 71.10	\$ 7.21	\$ 13.33	\$ 17.14	\$ 131.01
2013-14	\$ 22.23	\$ 70.51	\$ 7.21	\$ 13.33	\$ 17.32	\$ 130.60

*Expressed in dollars per \$1,000 of net assessed valuation

Source: Tulsa & Wagoner County Assessors and Budgets

ACCOUNTING AND REPORTING PRACTICES

The accounting and reporting policies of the School District are prepared in accordance with generally accepted accounting principles (GAAP). Generally accepted accounting principles include all relevant Government Accounting Standards Board (GASB) pronouncements. The Annual Financial Statements and Independent Auditors Reports of the District for the year end June 30, 2023, are included in Appendix B and should be read in its entirety.

INDEPENDENT SCHOOL DISTRICT NO. 3 OF TULSA COUNTY, OKLAHOMA

Broken Arrow Public Schools is located in southeast Tulsa County and a portion of western Wagoner County, Oklahoma. The District encompasses 116 square miles primarily overlaying the City of Broken Arrow, Oklahoma, which is located fifteen miles southeast of downtown Tulsa, Oklahoma. Oklahoma State Highway 51 (Broken Arrow Expressway) bisects the District and is a major transportation thoroughfare from Tulsa to eastern Oklahoma and points south. Population growth in the area has been dramatic over the last thirty years. As a result, the District's enrollment has increased in conjunction with population growth.

The District was first formed in 1904 when the Broken Arrow City Council voted a two percent tax on property holders to fund a school building. The first graduating class consisted of three persons in May 1908, with a total student enrollment of 300. Since that time, the District has steadily grown to over 20,000 students. The District employs over 2,000 persons of whom approximate 1,062 are certified teachers, 100 are administrators and 1,000 are support staff. All teachers employed by the District have degrees as well as special training in their major field of instruction and are certified by the Oklahoma State Department of Education. All sites in the District are fully accredited by the Oklahoma State Department of Education and the North Central Accreditation Association.

The existing physical facilities of the School District included four early childhood centers, sixteen elementary schools and eleven secondary schools. Elementary schools educate grades kindergarten through fifth; middle schools accommodate sixth, seventh and eighth graders. Students in grades nine attend the Freshman Academy and the senior high includes tenth, eleventh and twelfth graders. The district operates 170 buses, transporting approximate 50 percent of all students.

Some of the major employers and industries in the District include: Broken Arrow Public Schools; Wal-Mart stores; the City of Broken Arrow; and Flight Safety International.

STUDENT ENROLLMENT TREND

School Year	Total Enrollment	Percentage Change
2023-24	20,057	-0.50%
2022-23	20,116	3.00%
2021-22	19,530	4.89%
2020-21	18,619	-1.04%
2019-20	19,436	1.86%
2018-19	19,081	0.03%
2017-18	19,074	1.24%
2016-17	18,841	2.64%
2015-16	18,357	2.28%
2014-15	17,947	4.30%
2013-14	17,207	

Source: District Administration

ECONOMIC INDICES

Unemployment Rate (Twelve Month Moving Average)

	June 2023	June 2022	June 2021
United States	3.6%	3.6%	5.9%
State of Oklahoma	2.7%	2.9%	3.7%
Tulsa County	3.0%	3.6%	3.9%

Source: US Bureau of Labor Statistics

Largest Ad Valorem Taxpayers (Based on Net Assessed Valuation 2023-2024)

<u>Name</u>	<u>Type of Business</u>	<u>NAV</u>
AG Equipment	Manufacturer	\$12,079,527
Public Service Co of OK	Electrical Utility	\$11,538,564
BD Creekside Apartments LLC	Apartment Complex	\$9,030,154
Greens at Broken Arrow	Apartment Complex	\$6,664,092
Wal-Mart Stores	Retail Discount Store	\$6,566,724
Alpine/JMCR	Real Estate	\$6,087,246
St. John Hospital	Hospital	\$6,069,028
Flight Safety International	Aviation Industry	\$5,056,042
OK Natural Gas	Gas Utility	\$4,389,929
Park at Mission Hills	Apartment Complex	\$4,098,899

Source: Tulsa County Assessor

Broken Arrow Area Major Employers

<u>Name of Employer</u>	<u>Type of Business</u>	<u>No. of Employees</u>
Broken Arrow Public Schools	Education	2,090
Wal-Mart (3)	Retail Store	900
City of Broken Arrow	Municipal Government	801
Northeastern State University	Education	800
Flight Safety International	Flight Simulators	735
Zeeco	Manufacturing	647
Oklahoma Healthcare Services	Health Care	460
AG Equipment Co.	Industrial Machinery & Equipment	360
Exterran	Energy Equipment Systems	350
Micahtek Inc.	Distributing Service	350
McDaniel Technical Services	Engineering Services	325
St. John- Broken Arrow	Hospital	300
Rhema Bible Church	Religious Organization	287
Davis H Elliott/Oklahoma Inc.	Electrical systems contractor	275
Baker Hughes Oil Tools	Oil Field Equipment	260
Bass Pro	Retail outdoor/sporting equipment	238
Mill Creek Lumber & Supply	Wholesale lumber	235
Blue Bell Creameries	Ice Cream (MFRS)	215

Source: City of Broken Arrow's most current availability

Sales Tax Collections

The City levies a three percent (3.55%) local sales tax, which together with the State sales tax of four and one-half percent (4.5%), and the County at 0.367% places the total sales tax rate at 8.417%. Wagoner County levies a 1.30% sales tax, which makes the total sales tax for Broken Arrow overlying Wagoner County 9.35%. Historical sales tax collections for the City are shown below:

<u>Fiscal Year</u>	<u>Total Collections</u>	<u>% Change</u>
2022	77,413,552	11.94%
2021	69,159,187	13.01%
2020	61,195,087	15.26%
2019	53,091,035	3.06%
2018	51,513,993	7.50%
2017	47,917,829	12.50%
2016	42,516,340	2.06%
2015	41,658,270	13.32%
2014	36,760,366	7.31%
2013	34,257,302	-6.86%
2012	36,782,091	9.89%

Source: City of Broken Arrow

RECORD DATE

The record date shall be defined as the fifteenth (15th) day preceding any interest payment date.

RATINGS

The 2024 Taxable General Obligation Combined Purpose Bonds will be rated by S&P Global Ratings , a division of Standard & Poor's Financial Services, LLC ("S&P"). An explanation of the significance of such ratings may be obtained from the companies furnishing the ratings. The ratings reflect only the respective views of such organizations and the District makes no representation as to the appropriateness of the ratings. There is no assurance that such ratings will continue for any given period of time or that they will not be revised downward or withdrawn entirely by such rating companies, if in the judgment of the companies, circumstances so warrant. Any such downward revision or withdrawal of such ratings may have an adverse effect on the market price of the 2024 Bonds.

UNDERWRITING

The Bonds have been sold at public sale by the School District to the Underwriters, and the Underwriters have jointly and severally agreed, subject to certain conditions, to purchase the Bonds. The successful proposal for the Bonds was submitted by _____ as representative of the Underwriters.

LITIGATION

Except as discussed below, the School District is not a party to any litigation or other proceeding pending or to its knowledge, threatened, in any court, agency or other administrative body (either state or federal), which, if decided adversely to the School District, would have a material adverse effect on the financial statements of the School District.

The School District took action June 26, 2016 to approve McDaniel Acord, PLLC providing legal representation to the School District in the Oklahoma Supreme Court case of ISD #89 v. Hofmeister, et al., which involved an alleged miscalculation of state aid over twenty years, a miscalculation alleged to result in an overpayment of monies to some districts and an underpayment of monies to other school districts. The Supreme Court quickly denied jurisdiction of the plaintiff's case, and the plaintiffs subsequently filed a case in district court asserting the same claims of miscalculation and recoupment (ISD #52 v. Hofmeister, et al.). The School District's legal counsel advised them not to join that subsequent lawsuit. In November 2022, the Oklahoma State Board of Education voted to request an audit from the State Auditor and Inspector's Office of the districts that may have received a larger share of state aid for Fiscal Year 2014.

On August 8, 2017, The United States Court of Appeals for the Tenth Circuit issued an opinion in the case of Patrick Dwayne Murphy v. Terry Royal, Warden, 866 F.3d 1164 (10th Cir. 2017), and on November 9, 2017 issued an amended opinion, 875 F.3d 896 (10th Cir. 2017). In its opinion, the Tenth Circuit concluded that the United States Congress has not disestablished the Creek Reservation that it established by treaty in 1866. As addressed in its opinion, the external boundaries of the 1866 Reservation include much of the eastern portion of the current State of Oklahoma, including a portion of the boundaries of the School District. The Court of Appeals further concluded that, accordingly, the land within the external boundaries of the 1866 Reservation constitutes "Indian country" within the meaning of the federal Major Crimes Act (18 U.S.C.A. § 1151, et seq.). On February 6, 2018, the Attorney General of the State of Oklahoma filed with the Supreme Court of the United States (the "Supreme Court") a petition for a writ of certiorari. The Supreme Court heard oral arguments on November 27, 2018 and has accepted supplemental briefs on December 28, 2018. After reviewing additional briefs and amicus curiae in January 2019, in June 2019 the case was restored to the calendar for re-argument. In addition, the Supreme Court has decided to first hear the similar case of McGirt v. Oklahoma (No. 18-9526) being directly appealed from the Oklahoma Court of Appeals. Arguments for McGirt were heard before the Supreme Court on May 11, 2020. On July 9, 2020 the Supreme Court held for the purposes of the Major Crimes Act, land

throughout much of eastern Oklahoma reserved for the Creek Nation since the 19th century remains a Native American territory. Also, on July 9, 2020 the Supreme Court affirmed in a per curiam opinion, the judgment of the U.S. Court of Appeals of the 10th Circuit is affirmed for the reasons stated in *McGirt v. Oklahoma*. On June 29, 2022, the Supreme Court Ruled in *Oklahoma v. Castro-Huerta* that the Federal Government and the State have concurrent jurisdictions to prosecute non-Indians who commit crimes against Indians in Indian Territory.

Although this case arises in a criminal law context, it may affect the application of civil law and have regulatory consequences within the same geographic territory, with numerous potential direct and indirect effects upon the State and its political subdivision within such geographic territory, including the School District. Application of this determination to other areas of State jurisdiction, such as civil action, tax, zoning, land use, hunting and fishing, etc. could affect the way the State and its political subdivisions interact with Indians in Indian Country. More specifically in regards to sales and use tax revenues, the Supreme Court's decision would expand the area in which businesses and tribes make tax-exempt sales to Creek Nation tribal members. Although businesses are required to collect and remit the appropriate sales taxes from non-tribal members, there remains an issue with enforcement against tribal businesses that may successfully claim sovereign immunity. The Supreme Court's decision could effectively reduce state or other governmental units' collections for sales and use taxes, due to the increased volume of tax-exempt sales to tribal members from non-tribal businesses. In addition, if it is determined that the School District is unable to levy and collect ad valorem taxes on property owned by Indians in the original boundaries of the Creek Nation reservation, then the School District would need to increase the millage that would be assessed on the remaining property in the School District in order to collect the amount necessary to pay the principal and interest on the Bonds. At this time, the School District is not involved in any litigation relating to this matter. However, *Hooper v. City of Tulsa* from the United States District Court, Northern District of Oklahoma, recently held on April 13, 2022, "that the Curtis Act grants the municipalities in its scope jurisdiction over violations of municipal ordinances by any inhabitant of those municipalities, including Indians." The relevant portion of the 1898 statute provides that "all inhabitants of such cities and towns, without regard to race, shall be subject to all laws and ordinances of such city or town governments, and shall have equal rights, privileges, and protections therein."

APPROVAL OF LEGALITY

All matters incident to the authorization and issuance of the bonds are subject to the approval of the Attorney General of the State of Oklahoma and to the approval of Phillips Murrah P.C., as Bond Counsel. Bond Counsel has not participated in the preparation of the Official Statement. Accordingly, Bond Counsel has no responsibility for the accuracy, sufficiency or completeness of any information furnished in connection with any offer or sale of the Bonds.

GLOBAL HEALTH EMERGENCY RISK

The continued spread of COVID-19 in the future and the continued financial impact specifically on the District, as well as the financial markets, generally, may have certain adverse financial impacts, which may include but are not limited to: (i) limit the ability of the District to conduct their operations and to provide services on a timely basis, if at all, (ii) significantly increase the cost of operations of the District, (iii) significantly impact the ability of the District to provide personnel to carry out its respective routine services; (iv) affect financial markets and consequently have a materially adverse effect on the returns and value of the investment portfolios of the District, and (v) affect the secondary market with respect to the Bonds. The extent of the impact to the District and their financial conditions will depend on future developments, which are uncertain and cannot be predicted by the District, including the duration of the outbreak and measures taken to address the outbreak.

The district has spent significant general and building fund dollars on personal protection equipment for students and staff and sanitization chemicals and supplies. The district received an allocation of \$14 million from the ARP funding passed March 11, 2021. From that allocation 20% of the funding is required to be spent addressing student learning loss. The remainder of the allocation may be spent on the district's COVID response and continuing operations that may have been disrupted from COVID. This federal funding will help offset the decline in state funded revenue. In addition to the third stimulus ARP relief package, the district has since

received ARP funding focused on IDEA students, preschool students, our Homeless program, and a nurse support grant. The district expect to expend the majority of our COVID/ARP funding by the end of this school year. All information related to the School District's COVID-19 response including the School District's reentry plan, current COVID-19 data, and daily district cases can be found at www.baschools.org/covid19.

*References to website addresses presented herein are for informational purposes only. Such websites and the information or links contained therein are not incorporated into, and are not part of, this Official Statement.

CYBERSECURITY

Computer networks and data transmissions and collection are vital to the operations of the District. Despite security measures, information and infrastructure of the District may be subject to attacks by outside or internal hackers, or breached by employee error, negligence or malfeasance. Any such breach or attack could compromise systems and information stored therein. Any such disruption or other loss of information could result in a disruption in the operations of the District and could adversely affect the ability of the District to timely receive ad valorem taxes.

In July 2019 the district experienced a ransomware attack on the district's network system. The Board of Education approved the contracts with Arete Advisors and Lewis Brisbois Bisgaard & Smith LLP to help determine the liability of the district for security of information breached. It was determined in the final report issued by Arete that no personal information had been compromised. Since that incident has occurred, the district has taken proactive steps to mitigate future attacks. All finance, payroll, and human resource software applications are now cloud based. Additional instructional and technology applications were also migrated to the cloud. The applications that could not be moved to the cloud have dedicated technology personnel monitoring their back up process. The district purchased multiple software products to both monitor network traffic as well as activity on district devices to prevent future ransomware attacks. During our renewal process with our insurance agent of record and Travelers, there was a new attestation the district was required to comply with in order to receive coverage. One of the items on the checklist was implementing two factor authentication for our employee computers/devices. Our technology team implemented this and our coverage continues with Travelers.

Finally, Board Policy 6110 has been updated to detail the district's response to cybersecurity monitoring. The district feels like should another attack happen we would be in a very strong position to quickly respond so that any disruption of service would be minimal. The finance applications that are now cloud based would enable payroll and accounts payable to continue operations.

TAX MATTERS

OPINION OF BOND COUNSEL

In the opinion of bond counsel, interest on the 2024 Taxable General Obligation Combined Purpose Bonds is included in gross income for federal income tax purposes.

In the opinion of bond counsel, under existing statutes interest on the 2024 Taxable General Obligation Combined Purpose Bonds shall be exempt from Oklahoma income taxation pursuant to Section 2358.5 of Title 68, Oklahoma Statutes, 2021.

Bond Counsel has expressed no opinion regarding other tax consequences arising with respect to the 2024 Taxable General Obligation Combined Purpose Bonds under the laws of the State or any other state or jurisdiction.

GENERAL MATTERS

Interest on the 2024 Taxable General Obligation Combined Purpose Bonds is not excluded from gross income for federal income tax purposes. Except as provided, Bond Counsel is not rendering any opinion regarding the tax

consequences of owning the Bonds. There are several tax-related issues attendant with ownership of the Bonds including, but not limited to, treatment of original issue discount or premium, if any, treatment of backup withholding tax, determination of an owner's tax basis and gains or losses in connection with sales, exchanges or other dispositions of the Bonds, foreign ownership, ownership by certain employee benefit plans and other retirement plans and other issues. Many of the rules related to these issues are complicated and purchasers of the Bonds should consult their own tax advisors and professionals as to the tax consequences of the purchase, ownership and disposition of the Bonds under federal, state, local, foreign and other tax laws.

REGISTRATION AND TRANSFER

Bonds presented to the Registrar for transfer after the close of business on a Record Date, defined as the fifteenth (15th) day preceding any interest payment date, and before the close of business on the next subsequent Interest Payment Date will be registered in the name of the transferee but the interest payment will be made to the registered owners shown on the books of the Registrar as of the close of business on the Record Date.

The Bonds will be initially registered in the name of Cede & Co., as nominee of The Depository Trust Company ("DTC") New York, New York, which will act as securities depository for the Bonds. Principal and interest on the Bonds will be paid by the Paying Agent and Registrar to DTC. Disbursements of such payments to the DTC Participants is the responsibility of DTC and disbursement of such payments to the Beneficial Owners is the responsibility of the DTC Participants and the Indirect Participants, as more fully described in the section titled "Book-Entry System."

BOOK-ENTRY-ONLY SYSTEM

The information in this section, "Book-Entry System", has been furnished by The Depository Trust Company. No representation is made by the School District as to the completeness or accuracy of such information. The School District shall have no responsibility or obligation to DTC Participants, Indirect Participants or the persons for which they act as nominees with respect to the Bonds, or for any principal, premium, if any, or interest payment thereof.

The Depository Trust Company ("DTC"), New York, New York, will act as securities depository for the Bonds. The Bonds will be issued as fully-registered securities registered in the name of Cede & Co. (DTC's partnership nominee). One fully-registered certificate will be issued for each maturity of the Bonds in the aggregate amount of each such maturity, and will be deposited with DTC at the office of the Paying Agent and Registrar on behalf of DTC utilizing the DTC FAST system of registration.

DTC is a limited-purpose trust company organized under the New York Banking Law, a "banking organization" within the meaning of the New York Banking Law, a member of the Federal Reserve System, a "clearing corporation" within the meaning of the New York Uniform Commercial Code, and a "clearing agency" registered pursuant to the provisions of Section 17A of the Securities Exchange Act of 1934. DTC holds securities that its participants ("Participants") deposit with DTC. DTC also facilitates the settlement among Participants of securities transactions, such as transfer and pledges, in deposited securities through electronic computerized book-entry changes in Participants' accounts, thereby eliminating the need for physical movement of securities certificates. Direct Participants include securities brokers and dealers, banks, trust companies, clearing corporations, and certain other organizations. DTC is owned by a number of its Direct Participants and by the New York Stock Exchange, Inc. Access to the DTC system is also available to others such as securities brokers and dealers, banks, and trust companies that clear through or maintain a custodial relationship with a Direct Participant, either directly or indirectly ("Indirect Participants"). The Rules applicable to DTC and its Participants are on file with the Securities and Exchange Commission.

Purchases of the Bonds under the DTC system must be made by or through Direct Participants, who will receive a credit for the Bonds on DTC's records. The ownership interest of each actual purchaser of each Bond ("Beneficial Owner") is in turn to be recorded on the Direct and Indirect Participants' records. Beneficial Owners will not receive written confirmation from DTC of their purchase, but Beneficial Owners are expected to receive written

confirmations providing details of the transaction, as well as periodic statements of their holdings from the Direct or Indirect Participant through which the Beneficial Owner entered into the transaction. Transfers of ownership interests in the Bonds are to be accomplished by entries made on the books of Participants acting on behalf of Beneficial Owners. **Beneficial Owners will not receive certificates representing their ownership interests in the Bonds, except in the event that use of the book-entry system for the Bonds is discontinued.**

To facilitate subsequent transfers, all Bonds deposited by Participants with DTC (or the Paying Agent and Registrar on behalf of DTC utilizing the DTC FAST system of registration) are registered in the name of DTC's partnership nominee, Cede & Co. The deposit of Bonds with DTC (or the Paying Agent and Registrar on behalf of DTC utilizing the DTC FAST system of registration) and their registration in the name of Cede & Co. effect no change in beneficial ownership. DTC has no knowledge of the actual Beneficial Owners of the Bonds; DTC's records reflect only the identity of the Direct Participants to whose accounts such Bonds are credited, who may or may not be the Beneficial Owners. The Participants will remain responsible for keeping account of their holdings on behalf of their customers

Conveyance of notices and other communications by DTC to Direct Participants, by Direct Participants to Indirect Participants, and by Direct Participants and Indirect Participant to Beneficial Owners will be governed by arrangements among them, subject to an statutory or regulatory requirements as may be in effect from time to time.

Redemption notices shall be sent to Cede & Co. If less than all of the Bonds within an issue are being redeemed, DTC's practice is to determine by lot the amount of the interest of each Direct Participant in such issue to be redeemed.

Neither DTC nor Cede & Co. will consent or vote with respect to the Bonds. Under its usual procedures, DTC mails an Omnibus Proxy to the issuer as soon as possible after the record date. The Omnibus Proxy assigns Cede & Co.'s consenting or voting rights to those Direct Participants to whose accounts the Bonds are credited on the record date (identified in a listing attached to the Omnibus Proxy).

Principal and interest payments on the Bonds will be made by the Paying Agent and Registrar to DTC. DTC's practice is to credit Direct Participants' accounts on payable date in accordance with their respective holdings shown on DTC's records unless DTC has reason to believe that it will not receive payment on payable date. Payments by Participants to Beneficial Owners will be governed by standing instructions and customary practices, as is the case with securities held for the accounts of customers in bearer form or registered in "street name", and will be the responsibility of such Participant and not of DTC, the Agent, or the issuer, subject to any statutory or regulatory requirements as may be in effect from time to time. Payment of principal and interest to DTC is the responsibility of the issuer or the Agent, disbursement of such payments to Direct Participants shall be the responsibility of DTC, and disbursement of such payments to the Beneficial Owners shall be the responsibility of Direct and Indirect Participants.

DTC may discontinue providing its services as securities depository with respect to the Bonds at any time by giving reasonable notice to the issuer or the Agent. Under such circumstances, the event that a successor securities depository is not obtained, Bond certificates will be printed and delivered.

The School District may decide to discontinue use of the system of book-entry transfer through DTC (or a successor securities depository). In that event, Bond certificates will be printed and delivered.

Use of Certain Terms in other Sections of the Official Statement. In reading this Official Statement it should be understood that while the Bond certificates are in the Book-Entry-Only System, references in other sections of this Official Statement to registered owners should be read to include the person for which the Participant acquires an interest in the Certificates, but (i) all rights of ownership must be exercised through DTC and the Book-Entry-Only System, and (ii) except as described above, notices that are to be given to registered owners under the Indenture will be given only to DTC.

The information in this section concerning DTC and DTC's book-entry system has been obtained from sources that the School District believes to be reliable, but the School District takes no responsibility for the accuracy thereof.

CONCLUDING STATEMENT

To the extent that any statements made in this Official Statement involve matters of opinion or estimates, whether or not expressly stated to be such, they are made as such and not as representations of fact or certainty and no representation is made that any of these statement have been or will be realized. Information in this Official Statement has been derived by the School District from official and other sources and is believed by the School District to be accurate and reliable. Information other than that obtained from official records of the School District has not been independently confirmed or verified by the School District and its accuracy is not guaranteed.

Neither this Official Statement nor any statement that may have been made orally or in writing in connection herewith is to be construed as or as a part of a contract with the original purchasers or subsequent owners of the Bonds.

INDEPENDENT SCHOOL DISTRICT NUMBER 3
TULSA COUNTY, OKLAHOMA

/s/ STEVE J. ALLEN
President, Board of Education

ATTEST:

/s/ BRANDY ROULET
Clerk, Board of Education

ADDENDUM “A”

CONTINUING DISCLOSURE CERTIFICATE

This Continuing Disclosure Certificate (the “Disclosure Certificate”) is executed and delivered by Independent School District No. 3 of Tulsa County, Oklahoma, (the “Issuer”) in connection with the issuance of \$13,000,000 Taxable General Obligation Combined Purpose Bonds of 2024 (the “Bonds”). The Bonds are being issued pursuant to a Resolution dated the 13th day of February, 2024. The Issuer covenants and agrees as follows:

SECTION 1. Purpose of the Disclosure Certificate. This Disclosure Certificate is being executed and delivered by the Issuer for the benefit of the Bondholders, including beneficial owners, and in order to assist the Participating Underwriters in complying with SEC Rule 15c2-12(b)(5).

SECTION 2. Definitions. In addition to the definitions set forth in the Resolution, which apply to any capitalized term used in this Disclosure Certificate unless otherwise defined in this Section, the following capitalized terms shall have the following meanings:

“**Annual Report**” shall mean any Annual Report provided by the Issuer pursuant to, and as described in, Sections 3 and 4 of this Disclosure Certificate.

“**Audited Financial Statements**” shall mean the School District’s annual financial statements, prepared on a prescribed basis of accounting that demonstrates compliance with the cash basis and budget laws of the State of Oklahoma, which financial statements shall have been audited by such auditor as shall be then required or permitted by the laws of the State. Revenues are recorded as received in cash, except for revenues susceptible to accrual and material revenues that are not received at the normal time of receipt. Expenditures are recorded in the accounting period in which the fund liability is incurred and encumbered.

“**Dissemination Agent**” shall mean the Issuer, or any successor Dissemination Agent designated in writing by the Issuer and which has filed with the Issuer a written acceptance of such designation.

“**EMMA**” shall mean the Municipal Securities Rulemaking Board’s Electronic Municipal Market Access system.

“**Listed Events**” shall mean any of the events listed in Section 5(a) of this Disclosure Certificate.

“**National Repository**” shall mean any Nationally Recognized Municipal Securities Information Repository for purposes of the Rule. Currently, the Municipal Securities Rulemaking Board’s Electronic Municipal Market Access (EMMA) system is the National Repository. Annual Reports and notices of material events are to be electronically filed at the EMMA website: www.emma.msrb.org.

The names and addresses of all current NRMSIRs should be verified each time information is delivered pursuant to this Certificate.

“**Participating Underwriter**” shall mean any of the original underwriters of the Bonds required to comply with the Rule in connection with the offering of the Bonds.

“**Repository**” shall mean each National Repository and each State Repository.

“**Rule**” shall mean Rule 15c2-12(b)(5) adopted by the Securities and Exchange Commission under the Securities Exchange Act of 1934, as the same may be amended from time to time.

“**State**” shall mean the State of Oklahoma.

“**State Repository**” shall mean any public or private repository or entity designated by the State as a state repository for the purpose of the Rule. As of the date of this Disclosure Certificate, there is no State Repository.

SECTION 3. Provision of Annual Reports.

(a) The Issuer shall, or shall cause the Dissemination Agent to, not later than ten months

following the end of the fiscal year (as of the date of this Disclosure Certificate, June 30 is the end of the fiscal year), provide annually to each Repository an Annual Report which is consistent with the requirements of Section 4 of this Disclosure Certificate. Not later than fifteen (15) Business Days prior to said date, the Issuer shall provide the Annual Report to the Dissemination Agent (if other than the Issuer). The Annual Report may be submitted as a single document or as separate documents comprising a package, and may cross-reference other information as provided in Section 4 of this Disclosure Certificate; provided that the audited financial statements of the School District may be submitted separately from the balance of the Annual Report.

(b) If the Issuer is unable to provide to the Repositories an Annual Report by the date required in subsection (a), the Issuer shall send a notice to each Repository in substantially the form attached as Appendix A.

(c) The Dissemination Agent shall:

(i) determine each year prior to the date for providing the Annual Report the name and address of each National Repository and each State Repository, if any; and (if the Dissemination Agent is other than the Issuer)

(ii) file a report with the Issuer certifying that the Annual Report has been provided pursuant to this Disclosure Certificate, stating the date it was provided and listing all the Repositories to which it was provided.

SECTION 4. Content of Annual Reports. The Issuer's Annual Report shall contain or incorporate by reference the financial information or operating data with respect to the Issuer of the type included in Appendix A of the final official statement. If Audited Financial Statements are not available by the time the Annual Report must be provided, unaudited financial statements will be provided as part of the Annual Report and Audited Financial Statements will be provided, when and if available, to each Repository.

Any or all of the items listed above may be incorporated by reference from other documents, including official statements of debt issues of the Issuer or related public entities, which have been submitted to each of the Repositories or the Securities and Exchange Commission. If the document incorporated by reference is a final official statement, it must be available from the Municipal Securities Rulemaking Board. The Issuer shall clearly identify each such other document so incorporated by reference.

SECTION 5. Reporting of Significant Events.

(a) This Section 5 shall govern the giving of notices of the occurrence of any of the following events:

1. Principal and interest payment delinquencies;
2. Non-payment related defaults; if material
3. Unscheduled draws on debt service reserves reflecting financial difficulties;
4. Unscheduled draws on credit enhancements reflecting financial difficulties;
5. Substitution of credit or liquidity providers, or their failure to perform;
6. Adverse tax opinions or events affecting the tax-exempt status of the security;
7. Modification to rights of security holders;
8. Bond calls; if material
9. Defeasances, release, substitution, or sale of property securing repayment of the securities; if material
10. Rating changes;
11. Tender offers;
12. Bankruptcy, insolvency, receivership or similar event of the obligated person;

13. Merger, consolidation, or acquisition of the obligated person, if material;
14. Appointment of a successor or additional trustee, or the change of name of a trustee, if material
15. Incurrence of a financial obligation of the issuer or obligated person, if material, or agreement to covenants, events of default, remedies, priority rights, or other similar terms of a financial obligation of the issuer or obligated person, any of which affect security holders, if material;
16. Default, event of acceleration, termination event, modification of terms, or other similar events under the terms of the financial obligation of the issuer or obligated person, any of which reflect financial difficulties;

(b) Whenever the Issuer obtains knowledge of the occurrence of a Listed Event, the Issuer shall take the actions specified in subsection (c) hereof.

(c) The Issuer shall within ten (10) business days file a notice of the occurrence of a Listed Event with the Municipal Securities Rulemaking Board and each State Repository, if material. Provided, that any event under subsections (a)(8), (9) or (11) will always be material. Notwithstanding the foregoing, notice of Listed Events described in subsections (a)(8) and (9) need not be given under this subsection any earlier than the notice (if any) of the underlying event is given to holders of affected Bonds pursuant to the Resolution.

SECTION 6. Termination of Reporting Obligation. The Issuer's obligation under this Disclosure Certificate shall terminate upon the defeasance, prior redemption or payment in full of all of the Bonds.

SECTION 7. Dissemination Agent. The Issuer may, from time to time, appoint or engage a Dissemination Agent to assist it in carrying out its obligations under this Disclosure Certificate, and may discharge any such Agent, with or without appointing a successor Dissemination Agent. The initial Dissemination Agent shall be the Issuer.

SECTION 8. Amendment; Waiver. Notwithstanding any other provision of the Disclosure Certificate, the Issuer may amend this Disclosure Certificate, and any provision of this Disclosure Certificate may be waived, if such amendment or waiver is supported by an opinion of counsel expert in federal securities laws, to the effect that such amendment or waiver would not, in and of itself, cause the undertakings herein to violate the Rule if such amendment or waiver had been effective on the date hereof but taking into account any subsequent change in or official interpretation of the Rule.

SECTION 9. Additional Information. Nothing in this Disclosure Certificate shall be deemed to prevent the Issuer from disseminating any other information, using the means of dissemination set forth in this Disclosure Certificate or any other means of communication, or including any other information in any Annual Report or notice of occurrence of a Listed Event, in addition to that which is required by this Disclosure Certificate. If the Issuer chooses to include any information in any Annual Report or notice of occurrence of a Listed Event in addition to that which is specifically required by this Disclosure Certificate, the Issuer shall have no obligation under this Disclosure Certificate to update such information or include it in any future Annual Report or notice of occurrence of a Listed Event.

SECTION 10. Default. In the event of a failure of the Issuer to comply with any provision of this Disclosure Certificate any bondholder, including beneficial owners, may take such actions as may be necessary and appropriate, including seeking mandate or specific performance by court order, to cause the Issuer to comply with its obligations under this Disclosure Certificate. A default under this Disclosure Certificate shall not be deemed an event of default under the Resolution, and the sole remedy under this Disclosure Certificate in the event of any failure of the Issuer to comply with this Disclosure Certificate shall be an action to compel performance.

SECTION 11. Beneficiaries. This Disclosure Certificate shall inure solely to the benefit of the Issuer, the Dissemination Agent, the Participating Underwriter and Bondholders, including beneficial owners, from time to time of the Bonds, and shall create no rights in any other person or entity.

APPENDIX A

FINANCIAL INFORMATION AND OPERATING DATA

SCHEDULE OF OUTSTANDING INDEBTEDNESS

(Including the Bonds)

Date of Issue	Original Principal Amount	Remaining Maturities	Maturity Date	Total Outstanding
4/1/2024	\$13,000,000	\$3,250,000	4/1/2026-2029	\$13,000,000
3/1/2024	\$8,800,000	\$8,800,000	3/1/2026	\$8,800,000
4/1/2023	\$25,000,000	\$6,250,000	4/1/2025-2028	\$25,000,000
3/1/2023	\$8,000,000	\$8,000,000	3/1/2025	\$ 8,000,000
4/1/2022	\$46,885,000	\$4,795,000 \$14,030,000	4/1/2024 4/1/2025-2027	\$46,885,000
4/1/2021	\$30,000,000	\$7,500,000	4/1/2024-2026	\$22,500,000
4/1/2020	\$15,200,000	\$3,800,000	4/1/2024-2025	\$ 7,600,000
Total Outstanding Indebtedness				\$ 131,785,000

ESTIMATED SCHEDULED PRINCIPAL AND INTEREST PAYMENTS

(Including the Bonds)

Fiscal Year Ending 6-30	Maturing Principal-All Bonds	Interest Due All Bonds*	Total Principal and Interest - All Bonds
2024	\$ 16,095,000.00	\$ 1,957,972.50	\$ 18,052,972.50
2025	\$ 39,580,000.00	\$ 3,803,020.00	\$ 43,383,020.00
2026	\$ 39,830,000.00	\$ 3,008,295.00	\$ 42,838,295.00
2027	\$ 23,530,000.00	\$ 1,356,655.00	\$ 24,886,655.00
2028	\$ 9,500,000.00	\$ 567,500.00	\$ 10,067,500.00
2029	\$ 3,250,000.00	\$ 146,250.00	\$ 3,396,250.00
Totals	\$ 131,785,000.00	\$ 10,839,692.50	\$ 142,624,692.50

*Assumes 4.50% interest on the Bonds.

Source: District Administration & Budgets

ESTIMATED SCHEDULED SINKING FUND LEVIES TO RETIRE BONDS
(Including the Bonds)

Fiscal Year Ending 6/30	Principal Levy- All Bonds	Interest Levy All Bonds* ^o	Total Levy - All Bonds
2024	\$ 32,553,750.00	\$ 3,711,074.17	\$ 36,264,824.17
2025	\$ 35,953,750.00	\$ 3,842,586.67	\$ 39,796,336.67
2026	\$ 24,113,750.00	\$ 2,031,198.75	\$ 26,144,948.75
2027	\$ 18,113,750.00	\$ 1,189,764.58	\$ 19,303,514.58
2028	\$ 7,600,000.00	\$ 462,187.50	\$ 8,062,187.50
2029	\$ 2,600,000.00	\$ 109,687.50	\$ 2,709,687.50
Total	\$ 120,935,000.00	\$11,346,499.17	\$ 132,281,499.17
	ADD: SINKING FUND BALANCE		<u>\$ 13,220,522.14</u>
	TOTAL		\$ 145,502,021.31

* Does not include levies for judgments or reserve for uncollected taxes.

^o Assumes 4.50% interest on the Bonds.

OVERLAPPING AND UNDERLYING INDEBTEDNESS

Direct, underlying and overlapping indebtedness within the School District includes debt of the District, City of Broken Arrow, City of Tulsa, City of Coweta, Tulsa Community College, Tulsa Vo-Tech #18, Tulsa County and Wagoner County as shown.

Municipality	Net Debt	Percent Applicable to School District	Overlapping Debt to School District	Per Capita Debt
Broken Arrow Schools	\$ 118,564,477	100%	\$ 118,564,477	\$ 1,031.00
Tulsa County*	\$ 9,515,500	16.67%	\$ 1,586,233	\$ 13.79
Wagoner County*	\$ 0	n/a	\$ 0	\$ 0.00
Tulsa Community College*	\$ 0	n/a	\$ 0	\$ 0.00
Tulsa Vo-Tech #18*	\$ 0	n/a	\$ 0	\$ 0.00
City of Broken Arrow*	\$ 194,392,006	100%	\$ 194,392,006	\$ 1,690.37
City of Tulsa*	\$ 378,096,949	0.68%	\$ 2,571,059	\$ 22.36
City of Coweta*	<u>\$ 0</u>	n/a	<u>\$ 0</u>	<u>\$ 0.00</u>
Total	\$ 700,568,932		\$ 317,113,775	\$ 2,757.52

*As of June 30, 2022.

Source: County Budgets

COMPOSITION AND GROWTH OF THE NET ASSESSED VALUATION

The composition of the Net Assessed Valuation of the School District for the Fiscal Year 2023-2024 is as follows:

Property	Tulsa County	Wagoner County	Total	Percentage to Assessed Valuation
Gross Real	\$ 787,640,200	\$ 410,995,763	\$ 1,189,635,963	
Homestead	<u>\$ 27,303,890</u>	<u>\$ 17,667,127</u>	<u>\$ 44,971,017</u>	
Net Real Estate	\$ 760,336,310	\$ 384,328,636	\$ 1,144,664,946	88.58%
Personal	\$ 45,630,083	\$ 56,785,607	\$ 102,415,690	7.93%
Public Service	\$ 24,306,059	\$ 20,877,088	\$ 45,183,147	3.50%
Gross Valuation	\$ 857,576,342	\$ 479,658,458	\$ 1,337,234,800	
Net Valuation	\$ 830,272,452	\$ 461,991,331	\$ 1,292,263,783	

Source: Tulsa & Wagoner County Assessors

The growth of the Net Assessed Valuation for the past ten years has been as follows:

Fiscal Year	Valuation	Fiscal Year	Valuation
2023-2024	\$ 1,292,263,783	2018-2019	\$ 945,857,259
2022-2023	\$ 1,197,060,198	2017-2018	\$ 889,371,848
2021-2022	\$ 1,117,173,981	2016-2017	\$ 839,936,514
2020-2021	\$ 1,052,251,084	2015-2016	\$ 799,993,708
2019-2020	\$ 985,532,323	2014-2015	\$ 769,023,417

Source: Tulsa & Wagoner County Assessors

SINKING FUND TAX COLLECTIONS

Total Fiscal Year	Tax Levy	Current Collection	Percentage Collected	Total Collections	Total Percentage Collected
2022-2023	\$ 33,166,889	in progress	n/a	in progress	n/a
2021-2022	\$ 31,540,369	\$ 30,285,618	96.02%	\$ 30,843,05	97.79%
2020-2021	\$ 31,935,158	\$ 30,778,883	96.38%	\$ 32,080,546	100.46%
2019-2020	\$ 31,115,287	\$ 29,725,899	95.53%	\$ 30,260,212	97.25%
2018-2019	\$ 28,123,411	\$ 27,815,724	98.91%	\$ 28,266,596	100.51%
2017-2018	\$ 26,363,247	\$ 25,836,494	98.00%	\$ 26,261,601	99.61%
2016-2017	\$ 24,691,240	\$ 24,722,801	100.13%	\$ 25,185,449	102.00%
2015-2016	\$ 22,502,579	\$ 22,204,340	98.67%	\$ 22,617,111	100.51%
2014-2015	\$ 22,683,724	\$ 23,823,719	105.03%	\$ 23,823,719	105.03%
2013-2014	\$ 21,743,905	\$ 21,199,802	97.50%	\$ 21,638,463	99.52%

Source: District Administration & Budgets

PERCENTAGE OF TAXES COLLECTED

The ratio of Net and Gross Sinking Fund Tax Collections to the Gross Sinking Fund Levy (the levy after addition of the reserve for uncollected taxes) is as follows:

Fiscal Year	Ratio of Net Tax Collection to Gross Levy	Ratio of Gross Tax Receipts to Gross Levy
2021-2022	96.02%	97.79%
2020-2021	96.38%	100.46%
2019-2020	95.53%	97.25%
2018-2019	98.91%	100.51%
2017-2018	98.00%	99.61%
2016-2017	100.13%	102.00%
2015-2016	98.67%	100.51%
2014-2015	105.03%	105.03%
2013-2014	97.50%	99.52%

Source: District Administration & Budgets

TREND OF TAX RATES OF MAJOR TAXING UNITS

Fiscal Year	Tulsa County	Broken Arrow Schools	Tulsa Comm. College	Tulsa Vo-Tech	City of Broken Arrow	Total Levy
2022-23	\$ 23.16	\$ 69.31	\$ 7.21	\$ 13.33	\$ 16.61	\$ 129.62
2021-22	\$ 23.26	\$ 69.83	\$ 7.21	\$ 13.33	\$ 16.05	\$ 129.68
2020-21	\$ 23.25	\$ 71.95	\$ 7.21	\$ 13.33	\$ 16.19	\$ 131.93
2019-20	\$ 22.66	\$ 73.18	\$ 7.21	\$ 13.33	\$ 15.66	\$ 132.04
2018-19	\$ 22.74	\$ 71.33	\$ 7.21	\$ 13.33	\$ 15.61	\$ 130.22
2017-18	\$ 22.24	\$ 71.24	\$ 7.21	\$ 13.33	\$ 16.84	\$ 130.86
2016-17	\$ 22.24	\$ 71.00	\$ 7.21	\$ 13.33	\$ 16.92	\$ 130.70
2015-16	\$ 22.22	\$ 69.73	\$ 7.21	\$ 13.33	\$ 17.10	\$ 129.59
2014-15	\$ 22.23	\$ 71.10	\$ 7.21	\$ 13.33	\$ 17.14	\$ 131.01
2013-14	\$ 22.23	\$ 70.51	\$ 7.21	\$ 13.33	\$ 17.32	\$ 130.60

*Expressed in dollars per \$1,000 of net assessed valuation

Source: Tulsa & Wagoner County Assessors and Budgets

STUDENT ENROLLMENT TREND

School Year	Total Enrollment	Percentage Change
2023-24	20,057	-0.50%
2022-23	20,116	3.00%
2021-22	19,530	4.89%
2020-21	18,619	-1.04%
2019-20	19,436	1.86%
2018-19	19,081	0.03%
2017-18	19,074	1.24%
2016-17	18,841	2.64%
2015-16	18,357	2.28%
2014-15	17,947	4.30%
2013-14	17,207	

Source: District Administration

ECONOMIC INDICES

Unemployment Rate (Twelve Month Moving Average)

	June 2023	June 2022	June 2021
United States	3.6%	3.6%	5.9%
State of Oklahoma	2.7%	2.9%	3.7%
Tulsa County	3.0%	3.6%	3.9%

Source: US Bureau of Labor Statistics

Largest Ad Valorem Taxpayers (Based on Net Assessed Valuation 2023-2024)

<u>Name</u>	<u>Type of Business</u>	<u>NAV</u>
AG Equipment	Manufacturer	\$12,079,527
Public Service Co of OK	Electrical Utility	\$11,538,564
BD Creekside Apartments LLC	Apartment Complex	\$9,030,154
Greens at Broken Arrow	Apartment Complex	\$6,664,092
Wal-Mart Stores	Retail Discount Store	\$6,566,724
Alpine/JMCR	Real Estate	\$6,087,246
St. John Hospital	Hospital	\$6,069,028
Flight Safety International	Aviation Industry	\$5,056,042
OK Natural Gas	Gas Utility	\$4,389,929
Park at Mission Hills	Apartment Complex	\$4,098,899

Source: Tulsa County Assessor

Broken Arrow Area Major Employers

<u>Name of Employer</u>	<u>Type of Business</u>	<u>No. of Employees</u>
Broken Arrow Public Schools	Education	2,090
Wal-Mart (3)	Retail Store	900
City of Broken Arrow	Municipal Government	801
Northeastern State University	Education	800
Flight Safety International	Flight Simulators	735
Zeeco	Manufacturing	647
Oklahoma Healthcare Services	Health Care	460
AG Equipment Co.	Industrial Machinery & Equipment	360
Exterran	Energy Equipment Systems	350
Micahtek Inc.	Distributing Service	350
McDaniel Technical Services	Engineering Services	325
St. John- Broken Arrow	Hospital	300
Rhema Bible Church	Religious Organization	287
Davis H Elliott/Oklahoma Inc.	Electrical systems contractor	275
Baker Hughes Oil Tools	Oil Field Equipment	260
Bass Pro	Retail outdoor/sporting equipment	238
Mill Creek Lumber & Supply	Wholesale lumber	235
Blue Bell Creameries	Ice Cream (MFRS)	215

Source: City of Broken Arrow's most current availability

Sales Tax Collections

The City levies a three percent (3.55%) local sales tax, which together with the State sales tax of four and one-half percent (4.5%), and the County at 0.367% places the total sales tax rate at 8.417%. Wagoner County levies a 1.30% sales tax, which makes the total sales tax for Broken Arrow overlying Wagoner County 9.35%. Historical sales tax collections for the City are shown below:

<u>Fiscal Year</u>	<u>Total Collections</u>	<u>% Change</u>
2022	77,413,552	11.94%
2021	69,159,187	13.01%
2020	61,195,087	15.26%
2019	53,091,035	3.06%
2018	51,513,993	7.50%
2017	47,917,829	12.50%
2016	42,516,340	2.06%
2015	41,658,270	13.32%
2014	36,760,366	7.31%
2013	34,257,302	-6.86%
2012	36,782,091	9.89%

Source: City of Broken Arrow