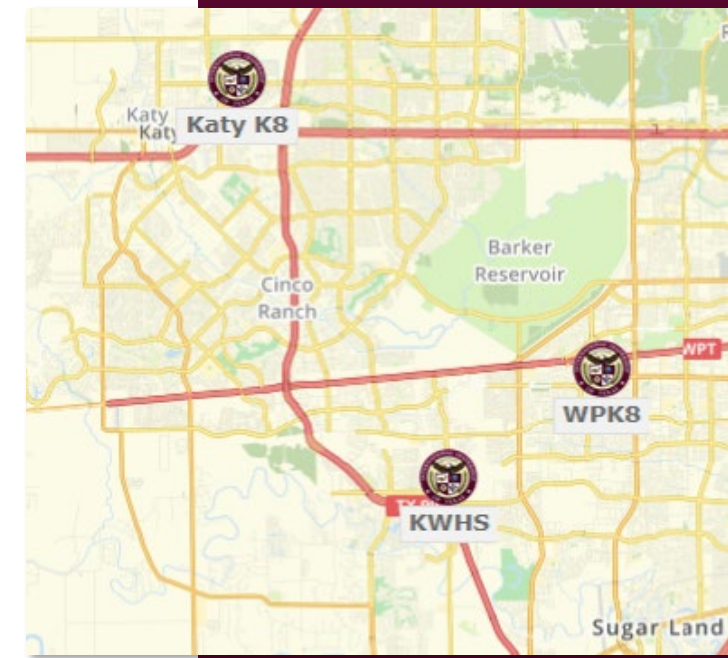
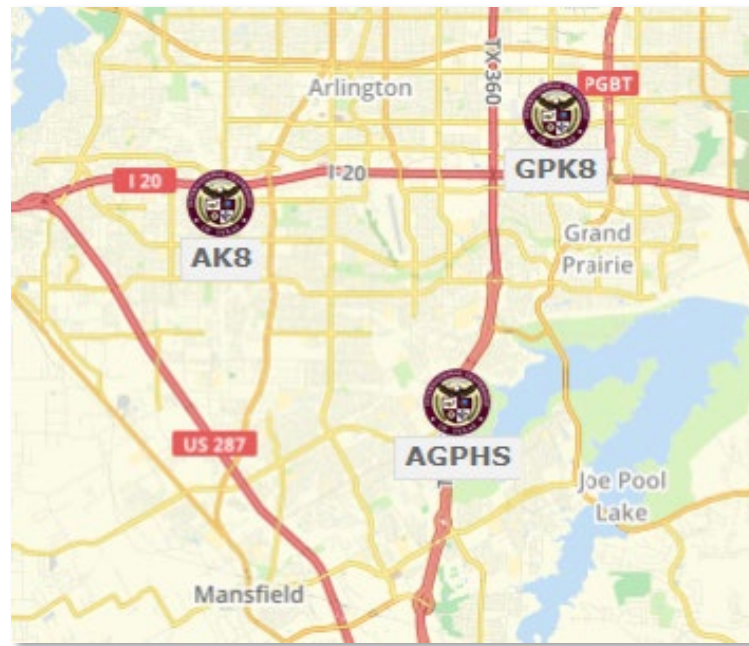


2022 Expansions

Expansion Locations:

- **Mansfield K-8:** Feed into Arlington-Grand Prairie High School
- **Fort Bend County K-8:** Feed into Katy-Westpark High School
- **Pearland K-8:** Feed into Windmill Lakes-Orem High School

➤ Each campus will have a K-5 and a 6-8 school, with a total of 1,416 Students preparing to be exceptional servant leaders in the international community.



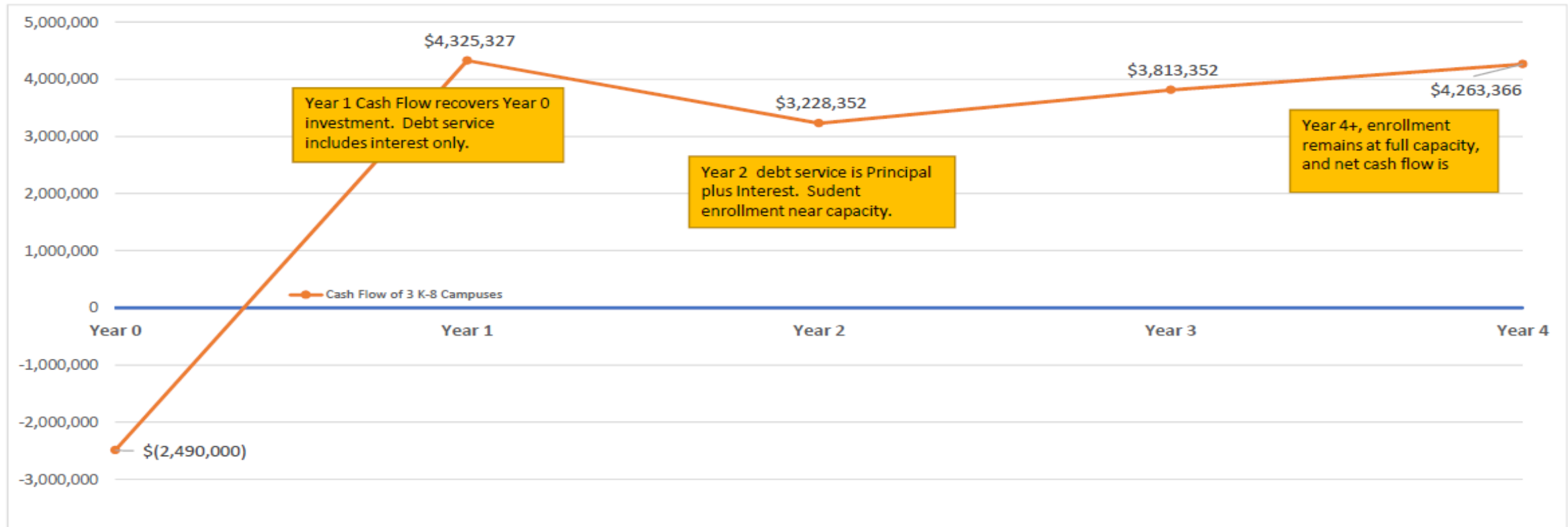
**International Leadership of Texas
K-8 Growth Model
Executive Summary**

CASH FLOW SNAPSHOT

Three New-Build K-8

	Year 0	Year 1	Year 2	Year 3	Year 4	Year 5	Year 10	Year 15	Year 20	Year 25	Year 30
<i>Enrollment</i>		3,600	3900	4050	4248	4248	4248	4248	4248	4248	4248
Revenue	-	36,000,000	39,000,000	40,500,000	42,480,000	42,480,000	42,480,000	42,480,000	42,480,000	42,480,000	42,480,000
Direct Expenses	2,040,000	7,400,627	8,570,627	9,155,627	9,605,641	9,605,641	30,325,559	30,325,559	30,325,559	30,325,559	30,325,559
Administrative Support	450,000	2,160,000	2,340,000	2,430,000	2,548,800	2,548,800	2,548,800	2,548,800	2,548,800	2,548,800	2,548,800
Debt Service	-	3,075,300	5,342,275	5,342,275	5,342,275	5,342,275	5,342,275	5,342,275	5,342,275	5,342,275	5,342,275
Net Cash Flow	(2,490,000)	4,325,327	3,228,352	3,813,352	4,263,366	4,263,366	4,263,366	4,263,366	4,263,366	4,263,366	4,263,366
<i>DS Coverage</i>		2.4	1.6	1.7	1.8	1.8	1.8	1.8	1.8	1.8	1.8
Project Cash Flow (Cumulative)	(2,490,000)	1,835,327	5,063,678	8,877,030	13,140,396	17,403,763	38,720,595	60,037,427	81,354,260	102,671,092	123,987,924

Cash flow growth with 3 new K-8 campuses



Financial Impact

BASE MODEL ASSUMPTIONS

Enrollment at scale	4,248
Revenue \$/ADA	10,000
Revenue Growth Method	Flat
Administration \$/ADA	\$600
Capital Investment	102,000,000
Debt - 3%, 30 year, 0.5% Orig.	5,342,275

1,416 each
 Current total State funding is higher. Additional funding expected from Food Service and Federal Funds.
 No growth to revenue or expense.
 Currently \$807 per student
 \$34 million each, Includes all land, building, equipment and and curriculum to serve every student.
 MADS; PSF Backed Bonds - 1st year Interest Only

Days Cash on Hand

ILTexas will always maintain 100 days cash on hand at June 30. Impact of the three additional K-8 campuses:

	Year 1*	Year 2	Year 3	Year 4
Total Cash Expenses	31,674,673	32,696,348	33,611,348	35,141,334
Daily Expenses	86,780	89,579	92,086	96,278
Project Cash Flow (Retained)	1,835,327	5,063,678	8,877,030	13,140,396

*Year 1 Project Cash Flow Includes negative cash generated for investment in Year 0.

INTERNATIONAL LEADERSHIP OF TEXAS - UNAUDITED
Expenses by Object Code

	OPENING Year 0	Year 1 2022-2023	Year 2 2023-2024	Year 3 2024-2025	Year 4 2025-2026	Year 5 2026-2027	Year 10 2031-2032	Year 15 2036-2037	Year 20 2041-2042	Year 25 2046-2047	Year 30 2051-2052
Enrollment		1,200	1,300	1,350	1,416	1,416	1,416	1,416	1,416	1,416	1,416
Revenue per Student		10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000
Revenue		12,000,000	13,000,000	13,500,000	14,160,000	14,160,000	14,160,000	14,160,000	14,160,000	14,160,000	14,160,000
6239 ESC SERVICES		282	282	282	296	296	296	296	296	296	296
6249 CONTRACTED MAINT/RPR		149,184	149,184	149,184	156,478	156,478	156,478	156,478	156,478	156,478	156,478
6254 INTERNET SERVICES		13,966	13,966	13,966	14,649	14,649	14,649	14,649	14,649	14,649	14,649
6256 WATER/WASTE MGMNT		71,400	71,400	71,400	74,891	74,891	74,891	74,891	74,891	74,891	74,891
6257 PHONE		13,843	13,843	13,843	14,520	14,520	14,520	14,520	14,520	14,520	14,520
6258 ELECTRIC		102,502	102,502	102,502	107,513	107,513	107,513	107,513	107,513	107,513	107,513
6259 GAS		3,015	3,015	3,015	3,162	3,162	3,162	3,162	3,162	3,162	3,162
6269 RENTALS-OP LEASES		28,246	28,246	28,246	29,627	29,627	29,627	29,627	29,627	29,627	29,627
6297 SECURITY SERVICE/STUDENT		76,338	76,338	76,338	80,070	80,070	80,070	80,070	80,070	80,070	80,070
6299/2 Food Service Contracted Services		590,720	590,720	590,720	619,600	619,600	619,600	619,600	619,600	619,600	619,600
6299 MISC. CONTRACTED SERVICE	-	452,100	452,100	452,100	474,203	474,203	474,203	474,203	474,203	474,203	474,203
62-- Professional and Contracted Svcs.	-	1,501,597	1,501,597	1,501,597	1,575,008	1,575,008	1,575,008	1,575,008	1,575,008	1,575,008	1,575,008
6319 SUPPLIES M/O		36,655	36,655	36,655	38,447	38,447	38,447	38,447	38,447	38,447	38,447
6321 TEXTBOOKS		387,869	387,869	387,869	406,832	406,832	406,832	406,832	406,832	406,832	406,832
6329 READING MATERIALS		35,848	35,848	35,848	37,601	37,601	37,601	37,601	37,601	37,601	37,601
6399 GENERAL SUPPLIES		213,138	213,138	213,138	223,558	223,558	223,558	223,558	223,558	223,558	223,558
6669 F&E / GRANT FUNDED	-	21,610	21,610	21,610	22,666	22,666	22,666	22,666	22,666	22,666	22,666
63+66 Other Supplies & Materials	-	695,120	695,120	695,120	729,103	729,103	729,103	729,103	729,103	729,103	729,103
6411 EMPLOYEE TRAVEL		243	243	243	243	243	243	243	243	243	243
6412 TRAVEL-STUDENTS		-	-	-	-	-	-	-	-	-	-
6419 TRAVEL--NON-EMP		-	-	-	-	-	-	-	-	-	-
6429 INS/BONDING COSTS		-	-	-	-	-	-	-	-	-	-
6449 DEPR EXP		-	-	-	-	-	-	-	-	-	-
6495 MEMBERSHIPS AND DUES		206	206	206	206	206	206	206	206	206	206
6499 MISC OP COSTS	-	15,958	15,958	15,958	15,958	15,958	15,958	15,958	15,958	15,958	15,958
64-- Other Operating Expenses	-	16,408	16,408	16,408	16,408	16,408	16,408	16,408	16,408	16,408	16,408
Total Expenses	680,000	8,813,124	9,363,124	9,638,124	10,108,520	10,108,520	10,108,520	10,108,520	10,108,520	10,108,520	10,108,520
ADMINISTRATIVE OVERHEAD	150,000	720,000	780,000	810,000	849,600	849,600	849,600	849,600	849,600	849,600	849,600
Net Operating Surplus	(830,000)	2,466,876	2,856,876	3,051,876	3,201,880	3,201,880	3,201,880	3,201,880	3,201,880	3,201,880	3,201,880
Debt Service		1,025,100	1,780,758	1,780,758	1,780,758	1,780,758	1,780,758	1,780,758	1,780,758	1,780,758	1,780,758
Net Cash Flow	(830,000)	1,441,776	1,076,117	1,271,117	1,421,122	1,421,122	1,421,122	1,421,122	1,421,122	1,421,122	1,421,122
Project Cash Flow	(830,000)	611,776	1,687,893	2,959,010	4,380,132	5,801,254	12,906,865	20,012,476	27,118,087	34,223,697	41,329,308
	<u>D/S Coverage:</u>	2.4	1.6	1.7	1.8	1.8	1.8	1.8	1.8	1.8	1.8
INVESTMENT	<u>(34,000,000)</u>	28,926.64	32,668.17	33,503.79	34,901.04	34,901.04	34,901.04	34,901.04	34,901.04	34,901.04	34,901.04
30 Year 3% + 0.5% Issuance cost		86,780	82,192								
Interest Only for 1st year		8,677,993									