

Finance Committee Meeting

October 24, 2022

Meeting Agenda

1. Introductions
2. 2021–22 Preliminary Budget Outcome
3. 2022–23 Projected Budget Outcome
4. 2023–24 Budget Discussion
5. L–S Debt Profile Review, Projections and Recommendations – Lauren Stadel and Olivia Atlasik (Raymond James)
6. Items from the Committee and Community Input

2021–22 Preliminary Budget Outcome

- The General Fund had a positive change in fund balance in the amount of \$222,642 as of June 30, 2022.
 - The General Fund had an ending fund balance of \$9,812,828 as follows:

➤ Non-spendable – Inventories, Prepaid Exp	\$ 93,314
➤ Assigned for Retirement	\$ 1,111,500
➤ Assigned for Technology	\$ 32,005
➤ Assigned for Assessment Appeals	\$ 171,710
➤ Assigned for Capital Expenditures	\$ 1,700,000
➤ Unassigned Fund Balance	\$ 6,704,299
 - Capital Reserve Fund had a balance of \$3,000,484 as of June 30, 2022.
 - Capital Projects Fund had a balance of \$24,187,485 as of June 30, 2022.
- The 2021-22 Financial Statements were presented at the Board Workshop on October 17, 2022 and will be on the agenda to accept at the Board Meeting on November 7, 2022.
- Recommend moving \$222,642 to Assigned for Capital Expenditures

2021-22 Preliminary Budget Outcome – cont.

Revenue Differences

REVENUE	2021-22 Budget	2021-22 Actual	\$ Variance	% Variance
Real Estate Taxes	36,773,372	36,884,969	111,597	0.30
Earned Income Taxes	3,400,000	3,734,641	334,641	9.84
Transfer Taxes	450,000	581,954	131,954	29.32
Delinquent Taxes	475,000	586,688	111,688	23.51
Interest Income	100,000	84,882	(15,118)	(15.12)
Gains (Losses) on Investments	-	(801,701)	(801,701)	n/a
IDEA & Access Revenue	543,685	659,268	115,583	21.26
Other Local Revenue	200,500	236,817	36,317	18.11
Basic Education Subsidy	4,492,124	4,576,636	84,512	1.88
Special Education Subsidy	1,473,252	1,561,352	88,100	5.98
State Share of Social Security & Retirement	4,983,288	4,867,665	(115,623)	(2.32)
Transportation Subsidy	762,450	742,941	(19,509)	(2.56)
PlanCon Subsidy	230,014	260,232	30,218	13.14
Property Tax Relief	635,758	635,758	-	0.00
Equipment Grant	-	12,065	12,065	n/a
Other State Revenue	441,120	472,693	31,573	7.16
Federal Revenue - Title I, II, IV	464,968	591,489	126,521	27.21
Federal Revenue - ESSER	-	954,238	954,238	n/a
Other Federal Revenue	-	31,631	31,631	n/a
TOTAL REVENUE	55,425,531	56,674,219	1,248,688	2.25

2021–22 Preliminary Budget Outcome – cont.

Expenditure Differences

EXPENDITURES	2021-22 Budget	2021-22 Actual	\$ Variance	% Variance
Salaries	23,422,494	22,797,765	(624,729)	(2.67)
Social Security & Retirement	9,848,315	9,532,544	(315,771)	(3.21)
Health Benefits	6,340,945	5,528,252	(812,693)	(12.82)
Tuition Reimbursement	239,475	169,873	(69,602)	(29.06)
Employer Share 403(b) - Retirements	58,500	212,810	154,310	263.78
Life Insurance	31,358	29,068	(2,291)	(7.30)
Unemployment	10,000	-	(10,000)	(100.00)
Workers' Comp	169,506	70,707	(98,799)	(58.29)
Special Education Contracts & Tuition	2,582,730	2,818,377	235,647	9.12
Cyber & Charter School Tuition (includes LLVS)	1,252,300	1,291,442	39,142	3.13
CTC Tuition	572,209	574,435	2,226	0.39
Instructional & Administrative Allocations	1,004,694	917,539	(87,155)	(8.67)
Technology Allocation	815,100	811,911	(3,189)	(0.39)
Transportation Allocation	1,481,685	1,500,505	18,820	1.27
Custodial & Maintenance Allocation	587,336	693,831	106,495	18.13
Utilities	547,150	575,414	28,264	5.17
Athletics & Music Allocations	250,190	253,004	2,814	1.12
Debt Service	1,892,820	1,889,317	(3,503)	(0.19)
Transfer to Other Funds	3,888,075	4,208,075	320,000	8.23
Federal Programs - Title I, II, IV	526,086	655,048	128,962	24.51
Federal Programs - ESSER	-	1,010,383	1,010,383	n/a
Budgetary Reserve	480,000	-	(480,000)	(100.00)
Balance of Other Expenditures	942,728	911,277	(31,451)	(3.34)
TOTAL EXPENDITURES	56,943,696	56,451,577	(492,119)	(0.86)
REVENUE OVER (UNDER) EXPENDITURES		222,642		

2022–23 Projected Budget Outcome

2022-23 Projected Budget Outcome

Comparison of Budget to Projected

Account Type	2022-23 Budget	2022-23 Projected	\$ Difference	% Variance to Budget
Total Fund Balance - Beginning	8,408,169	9,719,514	1,311,345	15.60
Revenue				
Local	43,205,869	43,676,603	470,734	1.09
State	13,274,713	13,710,750	436,036	3.28
Federal	1,195,680	1,262,851	67,171	5.62
<i>Gain / Loss on Investments *</i>	<i>(175,000)</i>	<i>(800,000)</i>	<i>(625,000)</i>	357.14
Total Revenue	57,501,262	57,850,203	348,941	0.61
Expenditures	54,390,245	54,647,913	257,667	0.47
<i>Budgetary Reserve *</i>	<i>480,000</i>	-	<i>(480,000)</i>	(100.00)
Transfer to Capital Reserve	3,431,723	2,903,578	(528,145)	(15.39)
Total Expenditures and Transfers	58,301,968	57,551,491	(750,478)	(1.29)
Operating Balance	(800,706)	298,713		
Adjusted Operating Balance *	<i>(145,706)</i>	1,098,713		
Total Fund Balance - Ending	7,607,463	10,018,227		
Assigned for Retirement	1,111,500	1,111,500		
Assigned for Lost Appeals	171,710	171,710		
Assigned for Technology	32,005	32,005		
Assigned for Capital Expenditures	1,700,000	1,700,000		
Unassigned Fund Balance	4,592,248	7,003,012		
Total Fund Balance	7,607,463	10,018,227		

2022-23 Projected Budget Outcome – cont.

Revenue Differences

Account Type	2022-23 Budget	2022-23 Projected	\$ Variance to Budget	% Variance to Budget	Comments
Real Estate and Interim Taxes	37,689,636	37,812,079	122,443	0.32	Slightly Higher Assessment than Budgeted
Earned Income Taxes	3,620,000	3,800,000	180,000	4.97	Lanc. Co. Tax Collection Bureau Projection
Delinquent Taxes	500,000	500,000	-	0.00	
Transfer Taxes	525,000	600,000	75,000	14.29	Lower Inventory but Higher Sales Price
Interest Earnings	120,000	120,000	-	0.00	
Gain / Loss on Investments	(175,000)	(800,000)	(625,000)	357.14	Based on Current Market Valuation
Intermediate Sources	547,733	639,733	92,000	16.80	Additional ARP IDEA Funds Through IU13
Other Local Revenue	203,500	204,791	1,291	0.63	
Basic Education Subsidy	4,555,000	4,960,000	405,000	8.89	Projected Subsidy from PDE
Special Education	1,550,000	1,600,000	50,000	3.23	Projected Subsidy from PDE
Vocational Education Subsidy	75,000	75,000	-	0.00	
Transportation Subsidy	753,870	753,870	-	0.00	
Property Tax Relief Funds	797,840	797,840	-	0.00	
Social Security and Retirement Subsidies	5,102,283	5,093,320	(8,963)	(0.18)	
PlanCon Subsidy	59,600	59,600	-	0.00	
Other State Subsidies	381,120	371,120	(10,001)	(2.62)	
Federal Revenue - Title I, II, ESSER	1,195,680	1,262,851	67,171	5.62	Carryover of Title Funds
Total	57,501,262	57,850,203	348,941	0.61	

2022-23 Projected Budget Outcome – cont.

Expenditure Differences

Account Type		2022-23 Budget	2022-23 Projected	\$ Variance to Budget	% Variance to Budget	Comments
Salaries						
	Professional	19,862,930	19,664,035	(198,895)	(1.00)	Administrative and Teaching Staff
	Salary Exempt & Support	4,622,168	4,627,402	5,234	0.11	
	Total Salaries:	24,485,098	24,291,436	(193,661)	(0.79)	
Benefits						
	Social Security	1,800,799	1,795,114	(5,685)	(0.32)	Tied to Wages
	Retirement	8,490,712	8,324,206	(166,506)	(1.96)	Tied to Wages
	Medical Benefits	6,292,663	6,292,663	-	-	
	Other Benefits	605,484	635,403	29,918	4.94	Increase in Workers Comp Premium
	Total Benefits:	17,189,659	17,047,386	(142,272)	(0.83)	
Purchased Professional Services		2,943,013	3,022,988	79,975	2.72	Carryover of Title I Funds
Purchased Property Services		710,238	710,173	(65)	(0.01)	
Other Purchased Services		4,737,799	4,712,755	(25,044)	(0.53)	Slight Decrease in Charter School Enrollment
Supplies		1,655,538	1,666,128	10,590	0.64	
Equipment		465,251	465,251	-	-	
Dues & Memberships		54,893	54,893	-	-	
Debt - Interest & Principal		2,148,757	2,676,902	528,145	24.58	Adjusted for May 2022 Bond Issue
Transfer to Food Service		-	-	-	-	
Transfer to Capital Reserve		3,431,723	2,903,578	(528,145)	(15.39)	Adjusted for May 2022 Bond Issue
Budgetary Reserve		480,000	-	(480,000)	(100.00)	
Total All Expenditures:		58,301,968	57,551,491	(750,478)	(1.29)	

2023–24 General Fund Budget

2023-24 Budget Schedule

- The Pennsylvania Department of Education (PDE) has provided the Act 1 base index, adjusted index and budget timeline for the 2023-24 Fiscal Year.
 - The 2023-24 base and adjusted index for Lampeter-Strasburg School District is 4.1%.
- Important dates on the timeline are:
 - January 17, 2023: the deadline to adopt a Resolution indicating that the district will not raise the rate of tax by more than its adjusted index OR date by which 2023-24 Proposed Preliminary Budget must be available for public inspection. This is the last anticipated Board Workshop date prior to Commonwealth deadline of January 26, 2023.
 - February 6, 2023: the deadline to adopt a 2023-24 Preliminary Budget (only if a Resolution has not been adopted). This is the last anticipated Board Meeting date prior to Commonwealth deadline of Feb. 15, 2023.
 - May 2, 2023: the deadline to adopt a 2023-24 Proposed Final Budget (30 days in advance of adopting Final Budget). This is the last anticipated Board Meeting date prior to Commonwealth deadline of May 31, 2023.
 - June 5, 2023: the deadline to adopt a 2023-24 Final Budget. This is the last anticipated Board Meeting date prior to Commonwealth deadline of June 30, 2023.

2023–24 General Fund Budget – Assumptions

- 3.0% increase to total wages (matches CBA) – continuing labor market shortages, competition and PSBA wage study
- Retirement rate – estimated 35.69% (increase from 2022-23 rate of 35.26%)
- 12% increase to medical insurance (primarily related to medical inflation)
- Cyber school and Special Ed enrollments - estimating flat for 2023-24 from current 2022-23 projection
- Capital Reserve transfer budgeted at net Debt Service level
- Millage Rate increased by Lampeter-Strasburg's 5-year projection of 1.9%
 - Maintained historical assumptions for 2023-24 (growth rate 0.85%, collection rate 97%)
 - Act 1 index of 4.1% projects an additional \$850,000 in tax revenues compared to 1.9%
- Earned Income Tax based on historical growth assumptions
- State Subsidies held relatively flat

2023-24 Budget

1.9% Millage Increase (per 5-Year projections)

Account Type	2022-23 Budget	2022-23 Projected	2023-24 Proposed	Difference	% Change
Total Fund Balance - Beginning	8,408,169	9,719,514	10,018,227	298,713	3.07
Revenue					
Local	43,205,869	43,676,603	44,672,427	995,824	2.28
State	13,274,713	13,710,750	13,887,173	176,423	1.29
Federal	1,195,680	1,262,851	1,085,609	(177,241)	(14.04)
<i>Gain / Loss on Investments *</i>	<i>(175,000)</i>	<i>(800,000)</i>	<i>(800,000)</i>	-	0.00
Total Revenue	57,501,262	57,850,203	58,845,209	995,006	1.72
Expenditures	54,390,245	54,647,913	57,211,183	2,563,270	4.69
<i>Budgetary Reserve *</i>	<i>480,000</i>	-	<i>480,000</i>	480,000	-
Transfer to Capital Reserve	3,431,723	2,903,578	2,749,121	(154,457)	(5.32)
Total Expenditures and Transfers	58,301,968	57,551,491	60,440,304	2,888,813	5.02
Operating Balance	(800,706)	298,713	(1,595,095)		
Adjusted Operating Balance *	<i>(145,706)</i>	<i>1,098,713</i>	<i>(315,095)</i>		
Total Fund Balance - Ending	7,607,463	10,018,227	8,423,132		
Assigned for Retirement	1,111,500	1,111,500	1,111,500		
Assigned for Lost Appeals	171,710	171,710	171,710		
Assigned for Technology	32,005	32,005	32,005		
Assigned for Capital Expenditures	1,700,000	1,700,000	1,700,000		
Unassigned Fund Balance	4,592,248	7,003,012	5,407,917		
Total Fund Balance	7,607,463	10,018,227	8,423,132		
% of Unassigned Fund Balance to Total Expenditures	7.88%	12.17%	8.95%		

Lampeter-Strasburg School District



Raymond James Public Finance

October 24, 2022

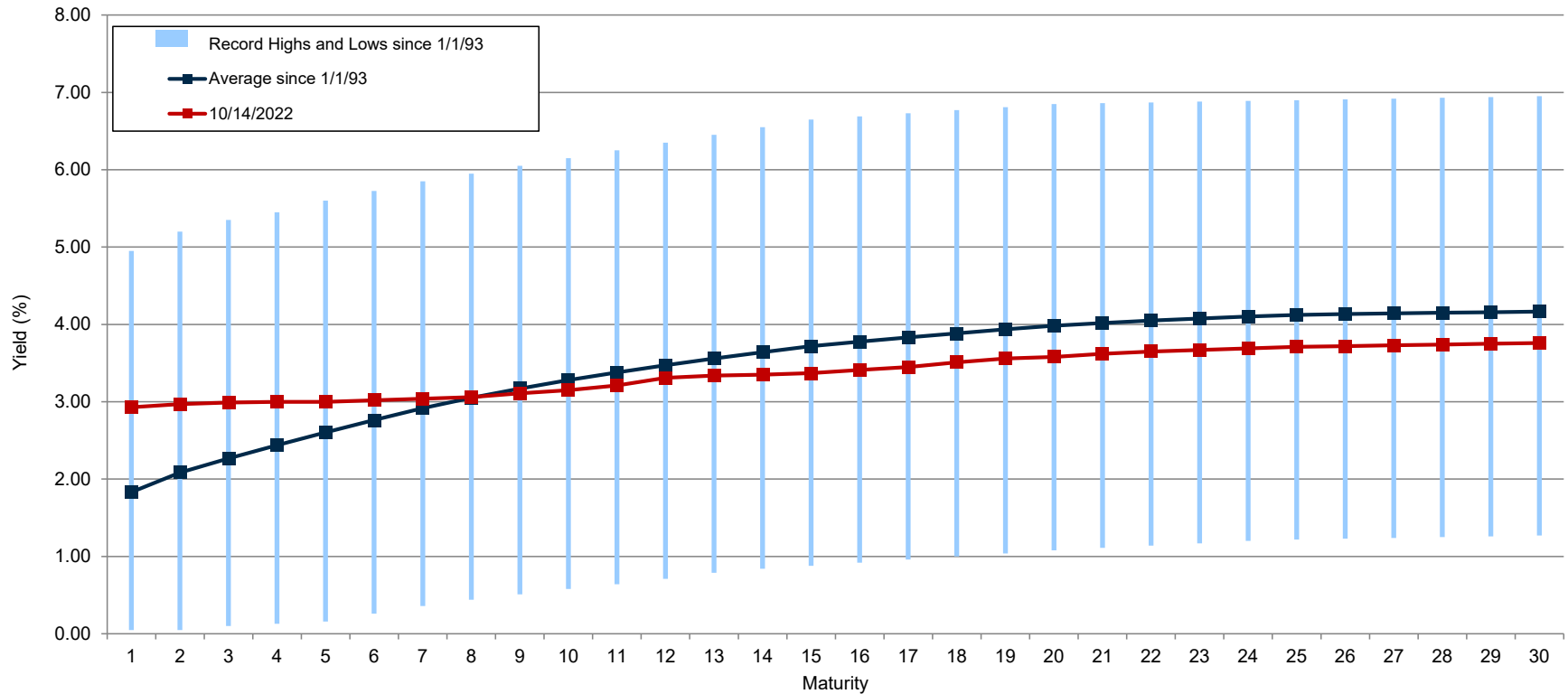
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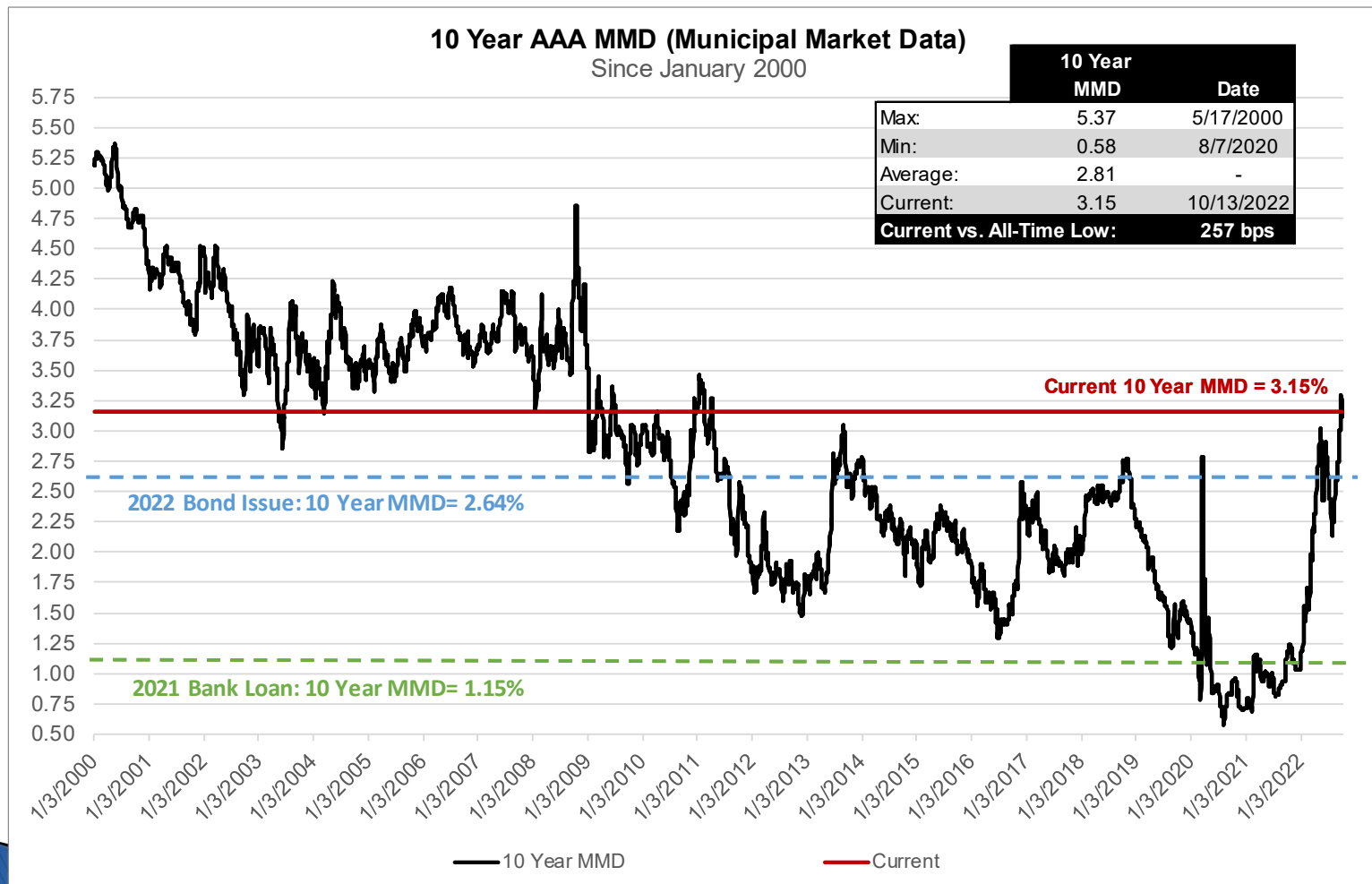
- The graph below shows the range between the record highs and lows of AAA MMD at each maturity since 1993, along with average rates over this time frame and the current rates.



Current (10/14/22)	1	5	10	15	20	25	30
Record Low since 1/1/93	0.05	0.16	0.58	0.88	1.08	1.22	1.27
Record High since 1/1/93	4.95	5.60	6.15	6.65	6.85	6.90	6.95
Average since 1/1/93	1.83	2.60	3.28	3.72	3.98	4.12	4.17
Current (10/14/22)	2.93	3.00	3.15	3.37	3.58	3.71	3.76

MMD stands for Municipal Market Data; which is the daily index off of which all municipal bonds are priced.

Interest Rate History (2000 - YTD)



	(1) Fiscal Year Ending	(2) G.O. Note Series of 2017	(3) G.O. Bond Series of 2021	(4) G.O. Bonds Series of 2022	(5) Total Gross Debt Service
Gross Debt Service <i>(Prior to State Reimbursement)</i>	6/30/2023	630,613	1,518,143	528,145	2,676,902
	6/30/2024	632,117	1,514,562	684,750	2,831,429
	6/30/2025	628,260	1,520,781	684,600	2,833,640
	6/30/2026	629,161	1,516,667	684,450	2,830,278
	6/30/2027	624,701	1,522,353	684,300	2,831,354
	6/30/2028	0	2,107,706	684,150	2,791,856
	6/30/2029	0	0	1,909,000	1,909,000
	6/30/2030	0	0	1,912,500	1,912,500
	6/30/2031	0	0	1,912,750	1,912,750
	6/30/2032	0	0	1,909,750	1,909,750
	6/30/2033	0	0	1,908,500	1,908,500
	6/30/2034	0	0	1,908,750	1,908,750
	6/30/2035	0	0	1,910,250	1,910,250
	6/30/2036	0	0	1,912,750	1,912,750
	6/30/2037	0	0	1,911,000	1,911,000
	TOTALS	3,144,852	9,700,211	21,145,645	33,990,708

Issue Details	Principal Outstanding ^[1] :	\$2,930,000	\$9,245,000	\$13,610,000	\$25,785,000
	Purpose:	CR 2011, NM	NM	NM	
	Call Date:	3/1/2023	Anytime	3/1/2030	
	Avg. Coupon:	2.41%	1.33%	4.90%	
	Reimb %:	11.24%	0.00%	0.00%	
	21/22 CARF%	41.76%	41.76%	41.76%	
	School Share:	95.31%	100.00%	100.00%	
	State Share:	4.69%	0.00%	0.00%	

Purpose Codes: NM = New Money CR = Current Refunding

[1] Outstanding principal as of October 19, 2022

Net Debt Service (After State Reimbursement)	(6) Fiscal Year Ended	(7) G.O. Note Series of 2017	(8) G.O. Bond Series of 2021	(9) G.O. Bonds Series of 2022	(10) Total Net Debt Service
	6/30/2023	601,013	1,518,143	528,145	2,647,302
	6/30/2024	602,447	1,514,562	684,750	2,801,759
	6/30/2025	598,770	1,520,781	684,600	2,804,151
	6/30/2026	599,629	1,516,667	684,450	2,800,746
	6/30/2027	595,379	1,522,353	684,300	2,802,031
	6/30/2028	0	2,107,706	684,150	2,791,856
	6/30/2029	0	0	1,909,000	1,909,000
	6/30/2030	0	0	1,912,500	1,912,500
	6/30/2031	0	0	1,912,750	1,912,750
	6/30/2032	0	0	1,909,750	1,909,750
	6/30/2033	0	0	1,908,500	1,908,500
	6/30/2034	0	0	1,908,750	1,908,750
	6/30/2035	0	0	1,910,250	1,910,250
	6/30/2036	0	0	1,912,750	1,912,750
	6/30/2037	0	0	1,911,000	1,911,000
	TOTALS	2,997,238	9,700,211	21,145,645	33,843,094

Issue Details	Principal Outstanding ^[1] :	\$2,930,000	\$9,245,000	\$13,610,000	\$25,785,000
	Purpose:	CR 2011, NM	NM	NM	
	Call Date:	3/1/2023	Anytime	3/1/2030	
	Avg. Coupon:	2.41%	1.33%	4.90%	
	Reimb %:	11.24%	0.00%	0.00%	
	21/22 CARF%	41.76%	41.76%	41.76%	
	School Share:	95.31%	100.00%	100.00%	
	State Share:	4.69%	0.00%	0.00%	

Purpose Codes: NM = New Money CR = Current Refunding

[1] Outstanding principal as of October 19, 2022

CAPITAL PROJECT FINANCING REVIEW – OPTION 1

PUBLIC FINANCE

1	2	3	4	5	6	7	8	9	10	11	12	13	14
Fiscal Year Ending June 30	Total Net Outstanding D/S	FINAL Series 2021 \$9,175,000 Project Fund Net D/S	FINAL Series of 2022 \$15,000,000 Project Fund Net D/S	PROPOSED Series of 2023 \$25,000,000 Project Fund Net D/S	PROPOSED Series of 2024 \$25,000,000 Project Fund Net D/S	PROPOSED Series of 2025 \$25,000,000 Project Fund Net D/S	Less: Interest Earnings/SD Reserves	Total Net D/S	Value of 1 Mil	New Mills Required	Total Mills in Place	Dollars Appropriated	Budget Surplus (Deficit)
2023	601,013	1,518,143	528,145					2,647,302	2,254,151	0.000	2.48	5,580,480	2,933,178
2024	602,447	1,514,562	684,750	1,409,267				4,211,025	2,272,184	0.150	2.63	5,965,951	1,754,926
2025	598,770	1,520,781	684,600	1,406,400	1,766,750			5,977,301	2,290,362	0.150	2.78	6,357,233	379,932
2026	599,629	1,516,667	684,450	1,411,400	1,768,200	1,614,183	840,135	6,754,394	2,308,685	0.150	2.93	6,754,394	0
2027	595,379	1,522,353	684,300	1,405,800	1,769,600	1,614,800	434,729	7,157,502	2,327,154	0.150	3.08	7,157,502	0
2028		2,107,706	684,150	1,420,000	1,765,000	1,619,600	29,828	7,566,628	2,345,771	0.150	3.23	7,566,628	0
2029			1,909,000	2,298,200	1,769,600	1,618,600		7,595,400	2,364,537	0.000	3.23	7,627,161	31,761
2030			1,912,500	2,295,800	1,768,000	1,617,000		7,593,300	2,383,454	0.000	3.23	7,688,178	94,878
2031			1,912,750	2,296,600	1,770,400	1,614,800		7,594,550	2,402,521	0.000	3.23	7,749,684	155,134
2032			1,909,750	2,300,400	1,766,600	1,617,000		7,593,750	2,421,742	0.000	3.23	7,811,681	217,931
2033			1,908,500	2,302,000	1,766,800	1,618,400		7,595,700	2,441,115	0.000	3.23	7,874,175	278,475
2034			1,908,750	2,301,400	1,765,800	1,619,000		7,594,950	2,460,644	0.000	3.23	7,937,168	342,218
2035			1,910,250	2,298,600	1,768,600	1,618,800		7,596,250	2,480,330	0.000	3.23	8,000,665	404,415
2036			1,912,750	2,298,600	1,765,000	1,617,800		7,594,150	2,500,172	0.000	3.23	8,064,671	470,521
2037			1,911,000	2,301,200	1,765,200	1,616,000		7,593,400	2,520,174	0.000	3.23	8,129,188	535,788
2038				4,211,000	1,764,000	1,618,400		7,593,600	2,540,335	0.000	3.23	8,194,221	600,621
2039				4,207,200	1,771,400	1,614,800		7,593,400	2,560,658	0.000	3.23	8,259,775	666,375
2040				4,207,600	1,772,000	1,615,400		7,595,000	2,581,143	0.000	3.23	8,325,853	730,853
2041				4,212,000	1,766,000	1,615,000		7,593,000	2,601,792	0.000	3.23	8,392,460	799,460
2042					5,978,600	1,613,600		7,592,200	2,622,606	0.000	3.23	8,459,600	867,400
2043					5,976,000	1,616,200		7,592,000	2,643,587	0.000	3.23	8,527,277	935,077
2044					5,980,000	1,612,600		7,592,600	2,664,736	0.000	3.23	8,595,495	1,002,895
2045						7,593,000		7,593,000	2,686,054	0.000	3.23	8,664,259	1,071,259
2046						7,593,000		7,593,000	2,707,542	0.000	3.23	8,733,573	1,140,573
2047						7,597,200		7,597,200	2,729,203	0.000	3.23	8,803,442	1,206,242
2048								-	2,751,036	0.000	3.23	8,873,869	8,873,869
2049								-	2,773,045	0.000	3.23	8,944,860	8,944,860
2050								-	2,795,229	0.000	3.23	9,016,419	9,016,419
2051								-	2,817,591	0.000	3.23	9,088,550	9,088,550
2052								-	2,840,131	0.000	3.23	9,161,259	9,161,259
2053								-	2,862,852	0.000	3.23	9,234,549	9,234,549
2054								-	2,885,755	0.000	3.23	9,308,425	9,308,425
2055								-	2,908,841	0.000	3.23	9,382,893	9,382,893
TOTAL	2,997,238	9,700,211	21,145,645	44,583,667	47,983,550	53,495,183	1,304,692	178,600,802		0.750			

(2) Annual Net Debt Service for Series of 2017 Notes.

(3) Actual Series of 2021, \$9,250,000 New Money Dated April 1, 2021. Fixed at 1.332%. Local Effort 100%. Produced \$9.175MM for project.

(4) Actual Series of 2022, \$13,610,000 New Money Dated May 24, 2022. Local Effort 100%. Produces \$15MM for project.

(5) Proposed Series of 2023, \$29,060,000 New Money Dated February 1, 2023. Current rates + 1.00% contingency. Local Effort 100%. Produces \$25MM for project.

(6) Proposed Series of 2024, \$29,925,000 New Money Dated February 1, 2024. Current rates + 1.00% contingency. Local Effort 100%. Produces \$25MM for project.

(7) Proposed Series of 2025, \$31,135,000 New Money Dated February 1, 2025. Current rates + 1.00% contingency. Local Effort 100%. Produces \$25MM for project.

(10) FY 2022-23 mill is worth \$2,254,151 and grows at a rate of .80% a year per the administration as of October 2022.

(12) Mills in place for prior debt.

CAPITAL PROJECT FINANCING REVIEW – OPTION 2

1	2	3	4	5	6	7	8	9	10	11	12	13	14
Fiscal Year Ending June 30	Total Net Outstanding D/S	FINAL Series 2021 \$9,175,000 Project Fund Net D/S	FINAL Series of 2022 \$15,000,000 Project Fund Net D/S	PROPOSED Series of 2023 \$25,000,000 Project Fund Net D/S	PROPOSED Series of 2024 \$25,000,000 Project Fund Net D/S	PROPOSED Series of 2025 \$25,000,000 Project Fund Net D/S	Less: Interest Earnings/SD Reserves	Total Net D/S	Value of 1 Mil	New Mills Required	Total Mills in Place	Dollars Appropriated	Budget Surplus (Deficit)
2023	601,013	1,518,143	528,145					2,647,302	2,254,151	0.000	2.48	5,580,480	2,933,178
2024	602,447	1,514,562	684,750	1,366,750				4,168,509	2,272,184	0.060	2.54	5,761,455	1,592,946
2025	598,770	1,520,781	684,600	1,261,800	1,398,817			5,464,768	2,290,362	0.060	2.60	5,944,968	480,201
2026	599,629	1,516,667	684,450	1,261,600	1,291,400	1,441,500	664,197	6,131,049	2,308,685	0.060	2.66	6,131,049	0
2027	595,379	1,522,353	684,300	1,261,400	1,291,200	1,395,800	430,705	6,319,726	2,327,154	0.060	2.72	6,319,727	0
2028		2,107,706	684,150	1,261,200	1,291,000	1,408,000	241,025	6,511,031	2,345,771	0.060	2.78	6,511,031	0
2029			1,909,000	1,261,000	1,840,800	1,739,600	187,281	6,563,119	2,364,537	0.000	2.78	6,563,119	0
2030			1,912,500	1,260,800	1,838,600	1,737,800	134,076	6,615,624	2,383,454	0.000	2.78	6,615,624	0
2031			1,912,750	1,260,600	1,835,600	1,740,400	80,801	6,668,549	2,402,521	0.000	2.78	6,668,549	0
2032			1,909,750	1,260,400	1,836,800	1,742,200	27,253	6,721,897	2,421,742	0.000	2.78	6,721,897	0
2033			1,908,500	1,260,200	1,842,000	1,738,200		6,748,900	2,441,115	0.000	2.78	6,775,673	26,773
2034			1,908,750	1,260,000	1,841,000	1,738,600		6,748,350	2,460,644	0.000	2.78	6,829,878	81,528
2035			1,910,250	1,259,800	1,839,000	1,743,200		6,752,250	2,480,330	0.000	2.78	6,884,517	132,267
2036			1,912,750	1,259,600	1,836,000	1,741,800		6,750,150	2,500,172	0.000	2.78	6,939,593	189,443
2037			1,911,000	1,259,400	1,837,000	1,744,600		6,752,000	2,520,174	0.000	2.78	6,995,110	243,110
2038				4,659,200	1,056,800	1,146,400		6,862,400	2,540,335	0.000	2.78	7,051,071	188,671
2039				4,658,000	1,056,600	1,146,200		6,860,800	2,560,658	0.000	2.78	7,107,479	246,679
2040				4,656,400	1,056,400	1,146,000		6,858,800	2,581,143	0.000	2.78	7,164,339	305,539
2041				4,654,200	1,056,200	1,145,800		6,856,200	2,601,792	0.000	2.78	7,221,654	365,454
2042				4,656,000	1,056,000	1,145,600		6,857,800	2,622,606	0.000	2.78	7,279,427	421,627
2043				4,657,000	1,055,800	1,145,400		6,858,200	2,643,587	0.000	2.78	7,337,662	479,462
2044				4,656,400	1,055,600	1,145,200		6,857,200	2,664,736	0.000	2.78	7,396,364	539,164
2045				4,659,200	1,055,400	1,145,000		6,859,600	2,686,054	0.000	2.78	7,455,535	595,935
2046					5,010,200	1,739,800		6,750,000	2,707,542	0.000	2.78	7,515,179	765,179
2047					5,006,800	1,745,800		6,752,600	2,729,203	0.000	2.78	7,575,300	822,700
2048					5,007,200	1,740,600		6,747,800	2,751,036	0.000	2.78	7,635,903	888,103
2049					5,011,000	1,739,600		6,750,600	2,773,045	0.000	2.78	7,696,990	946,390
2050					5,007,800	1,742,600		6,750,400	2,795,229	0.000	2.78	7,758,566	1,008,166
2051					5,007,600	1,744,400		6,752,000	2,817,591	0.000	2.78	7,820,634	1,068,634
2052						6,750,000		6,750,000	2,840,131	0.000	2.78	7,883,200	1,133,200
2053						6,749,200		6,749,200	2,862,852	0.000	2.78	7,946,265	1,197,065
2054						6,749,200		6,749,200	2,885,755	0.000	2.78	8,009,835	1,260,635
2055						6,749,600		6,749,600	2,908,841	0.000	2.78	8,073,914	1,324,314
TOTAL	2,997,238	9,700,211	21,145,645	55,011,150	60,318,617	66,528,100	1,765,338	213,935,623		0.300			

(2) Annual Net Debt Service for Series of 2017 Notes.

(3) Actual Series of 2021, \$9,250,000 New Money Dated April 1, 2021. Fixed at 1.332%. Local Effort 100%. Produced \$9.175MM for project.

(4) Actual Series of 2022, \$13,610,000 New Money Dated May 24, 2022. Local Effort 100%. Produces \$15MM for project.

(5) Proposed Series of 2023, \$31,425,000 New Money Dated February 1, 2023. Current rates + 1.00% contingency. Local Effort 100%. Produces \$25MM for project.

(6) Proposed Series of 2024, \$32,165,000 New Money Dated February 1, 2024. Current rates + 1.00% contingency. Local Effort 100%. Produces \$25MM for project.

(7) Proposed Series of 2025, \$33,150,000 New Money Dated February 1, 2025. Current rates + 1.00% contingency. Local Effort 100%. Produces \$25MM for project.

(10) FY 2022-23 mill is worth \$2,254,151 and grows at a rate of .80% a year per the administration as of October 2022.

(12) Mills in place for prior debt.

The information contained herein is solely intended to facilitate discussion of potentially applicable financing applications and is not intended to be a specific buy/sell recommendation, nor is it an official confirmation of terms. Any terms discussed herein are preliminary until confirmed in a definitive written agreement. While we believe that the outlined financial structure or marketing strategy is the best approach under the current market conditions, the market conditions at the time any proposed transaction is structured or sold may be different, which may require a different approach.

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– Items from the Committee and Community Input

– Next Steps (using historical Board dates):

- Act 1 Resolution – January 2, 2023

- Next Meeting Dates:

 - February 13, 2023?

 - April 10, 2023?

- *May 1 Board Meeting – Proposed Final Budget*

- *June 5 Board Meeting – Final Budget*