



School District No. 5 of Lexington County and Richland County (SC)

School Board Workshop Capital Funding Scenarios

February 28, 2022

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District Debt Overview

- The District has four (4) financings outstanding (following 3/1/22 payments), all of which must be paid from the debt service millage levy
 - The District has a target debt service millage levy of 69.5 mills
 - The District's 8% debt limit is approximately \$47 million (as of June 30, 2021)
 - Following 3/1/22 debt payments, the District will have no outstanding debt subject to the 8% debt limit

School District No. 5 of Lexington and Richland Counties, SC

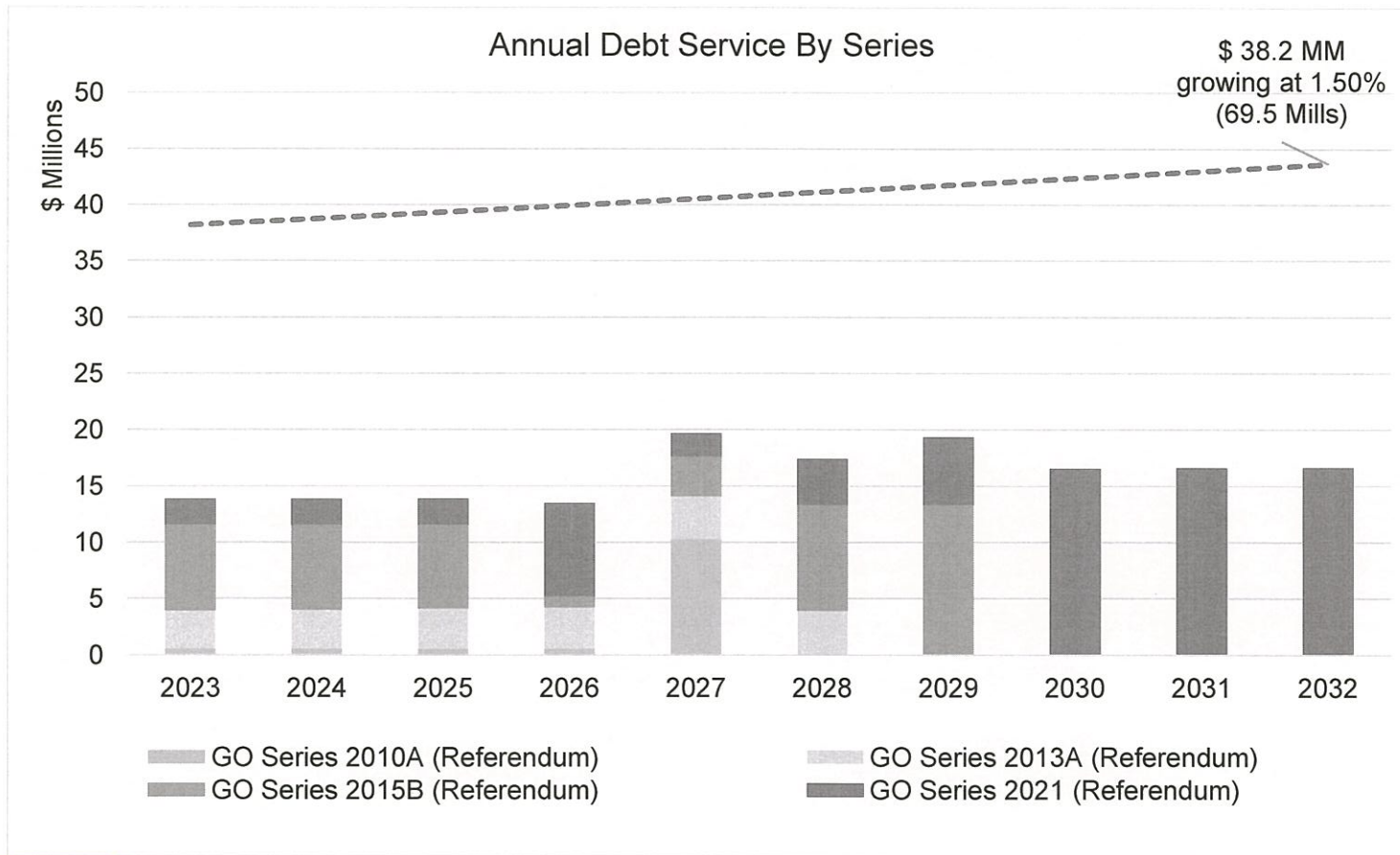
Long-Term Debt Outstanding	Issue Date	Original Par Amount	Interest Rate	Amount Outstanding	Call Date	Final Maturity
General Obligation Bonds, Series 2010A (QSCBs) ⁽¹⁾	6/9/2010	10,000,000	5.25%	10,000,000	Non-callable	6/1/2027
General Obligation Bonds, Series 2013A ⁽¹⁾	11/19/2013	40,444,000	2.21%	20,280,000	–	3/1/2028
General Obligation Bonds, Series 2015 ⁽¹⁾	11/19/2015	62,025,000	2.75% - 5.00%	43,270,000	3/1/2025	3/1/2029
General Obligation Bonds, Series 2021B ⁽¹⁾	12/15/2021	58,185,000	4.00%	58,185,000	Non-callable	3/1/1932
		170,654,000		131,735,000		

(1) Authorized by Referendum



District Debt Overview

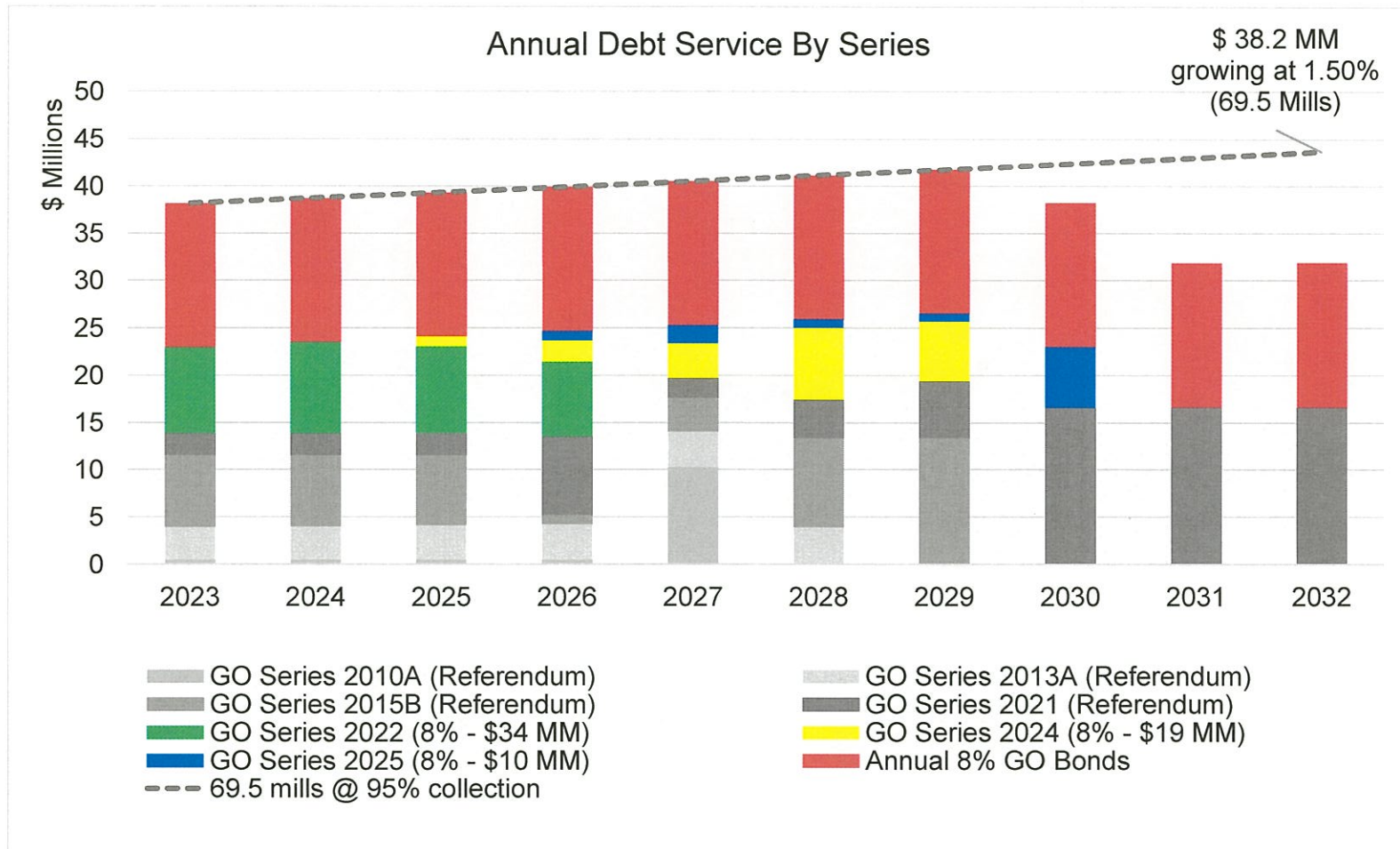
- The graph below shows the District's current debt obligations along with ad valorem taxes generated by a 69.5 mill debt service levy (assumes 1.5% increase in assessed values and no reassessment)





Long-Term Capital Planning – Base Case

- ◆ The base case scenario keeps the debt service millage at 69.5 mills with all debt issued within the 8% debt capacity





Long-Term Capital Planning – Base Case

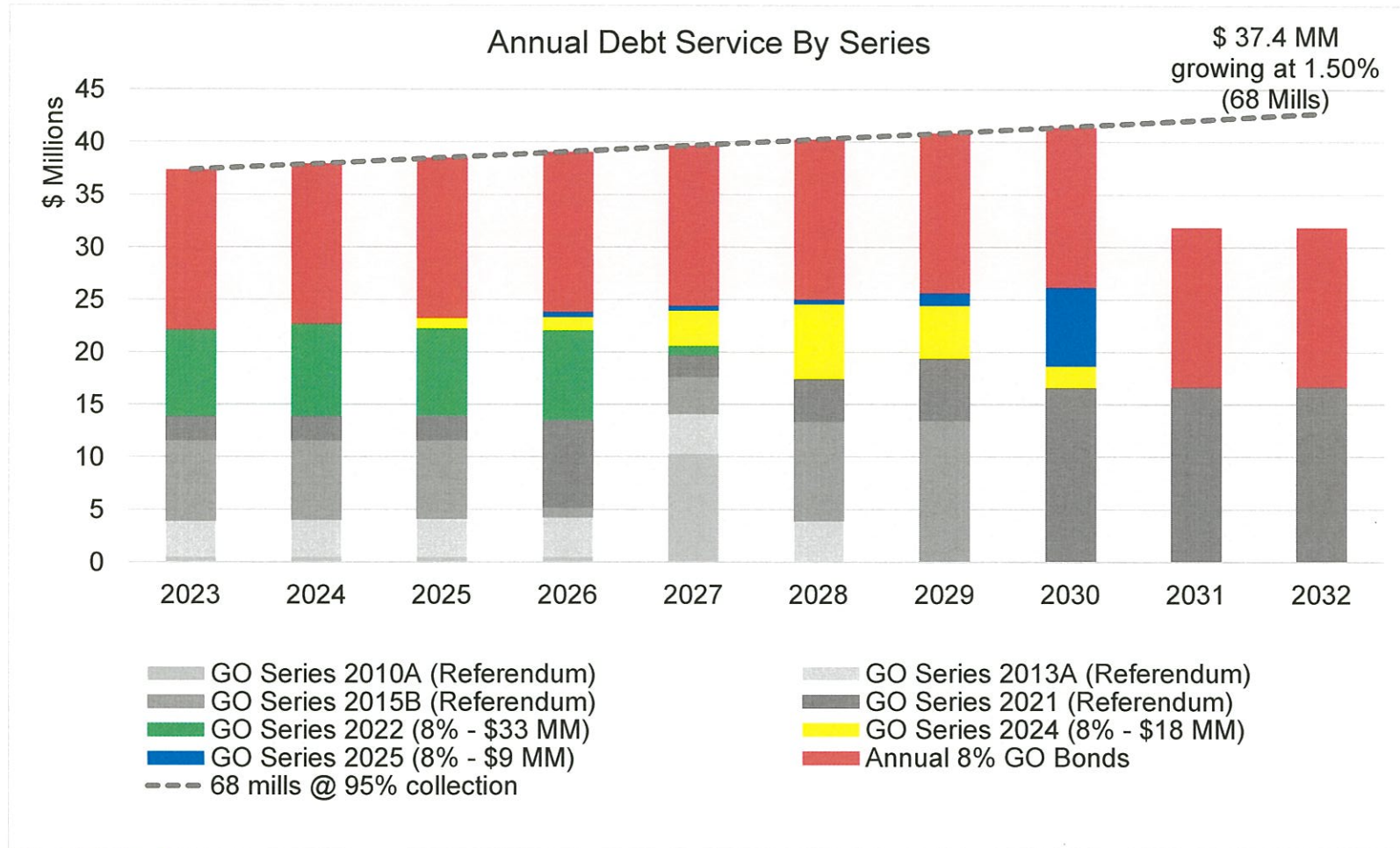
- ◆ The table below shows the funds available annually for capital projects (includes the \$15 MM annual funding) along with the par amount of 8% debt outstanding

<u>As of Date</u>	<u>Bond Proceeds for Projects</u>	<u>As of Date</u>	<u>Outstanding 8% Debt</u>
3/1/2022	49,000,000	3/1/2022	47,580,000
3/1/2023	15,000,000	3/1/2023	39,795,000
3/1/2024	34,000,000	3/1/2024	49,265,000
3/1/2025	25,000,000	3/1/2025	49,950,000
3/1/2026	15,000,000	3/1/2026	40,160,000
3/1/2027	15,000,000	3/1/2027	35,595,000
3/1/2028	15,000,000	3/1/2028	27,945,000
3/1/2029	15,000,000	3/1/2029	21,310,000
3/1/2030	15,000,000	3/1/2030	15,000,000
3/1/2031	15,000,000	3/1/2031	15,000,000
3/1/2032	15,000,000	3/1/2032	-
	228,000,000		



Long-Term Capital Planning – Decreased Millage Levy

- This scenario reduces the debt service millage to 68 mills with all debt issued within the 8% debt capacity





Long-Term Capital Planning – Decreased Millage Levy

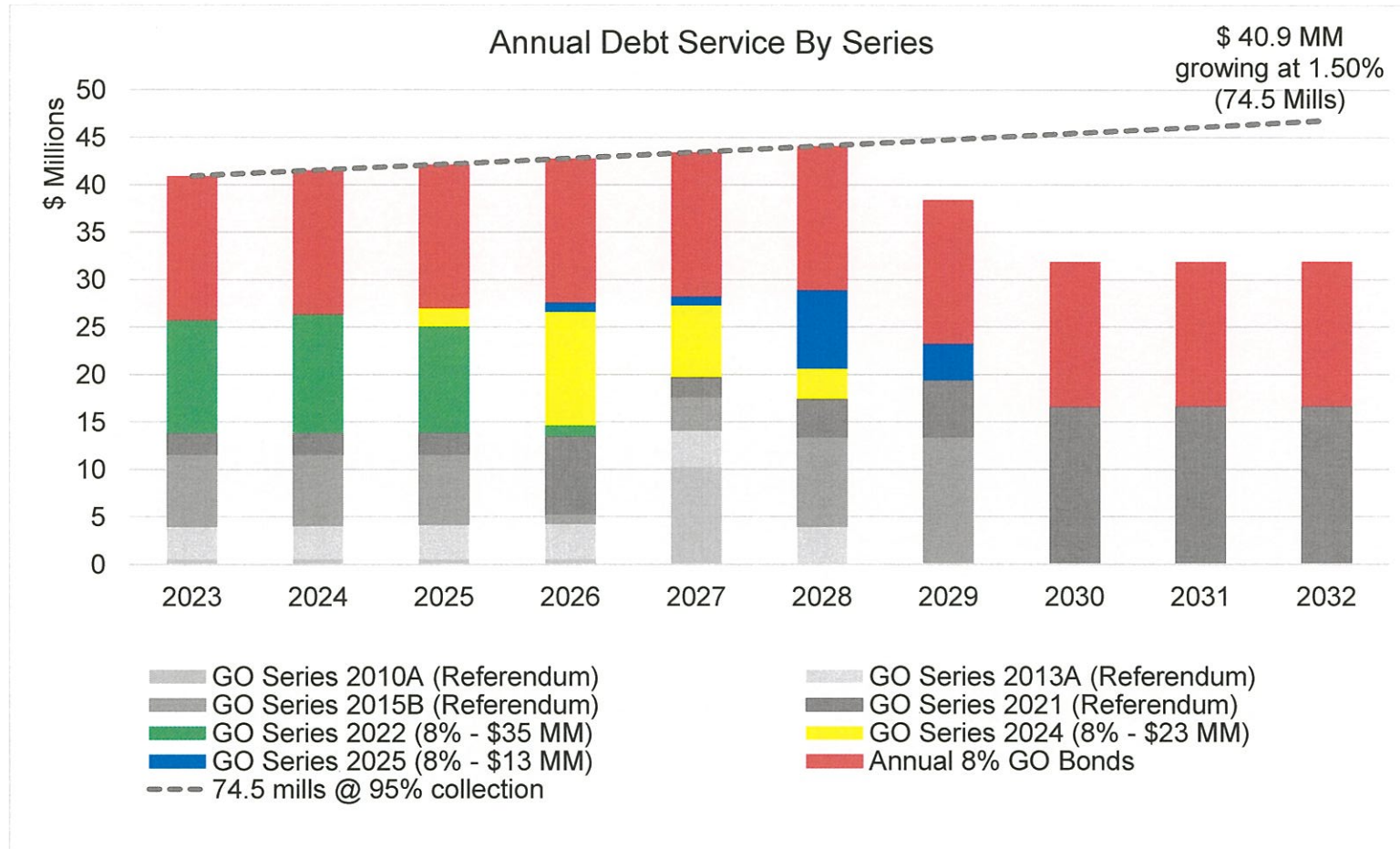
- The table below shows the funds available annually for capital projects (includes the \$15 MM annual funding) along with the par amount of 8% debt outstanding.

<u>As of Date</u>	<u>Bond Proceeds for Projects</u>	<u>As of Date</u>	<u>Outstanding 8% Debt</u>
3/1/2022	48,000,000	3/1/2022	46,560,000
3/1/2023	15,000,000	3/1/2023	39,560,000
3/1/2024	33,000,000	3/1/2024	48,685,000
3/1/2025	24,000,000	3/1/2025	49,185,000
3/1/2026	15,000,000	3/1/2026	40,230,000
3/1/2027	15,000,000	3/1/2027	36,545,000
3/1/2028	15,000,000	3/1/2028	29,830,000
3/1/2029	15,000,000	3/1/2029	24,180,000
3/1/2030	15,000,000	3/1/2030	15,000,000
3/1/2031	15,000,000	3/1/2031	15,000,000
3/1/2032	15,000,000	3/1/2032	-
	<u>225,000,000</u>		



Long-Term Capital Planning – Increased Millage Levy

- ◆ This scenario increases the debt service millage to 74.5 mills with all debt issued within the 8% debt capacity





Long-Term Capital Planning – Increased Millage Levy

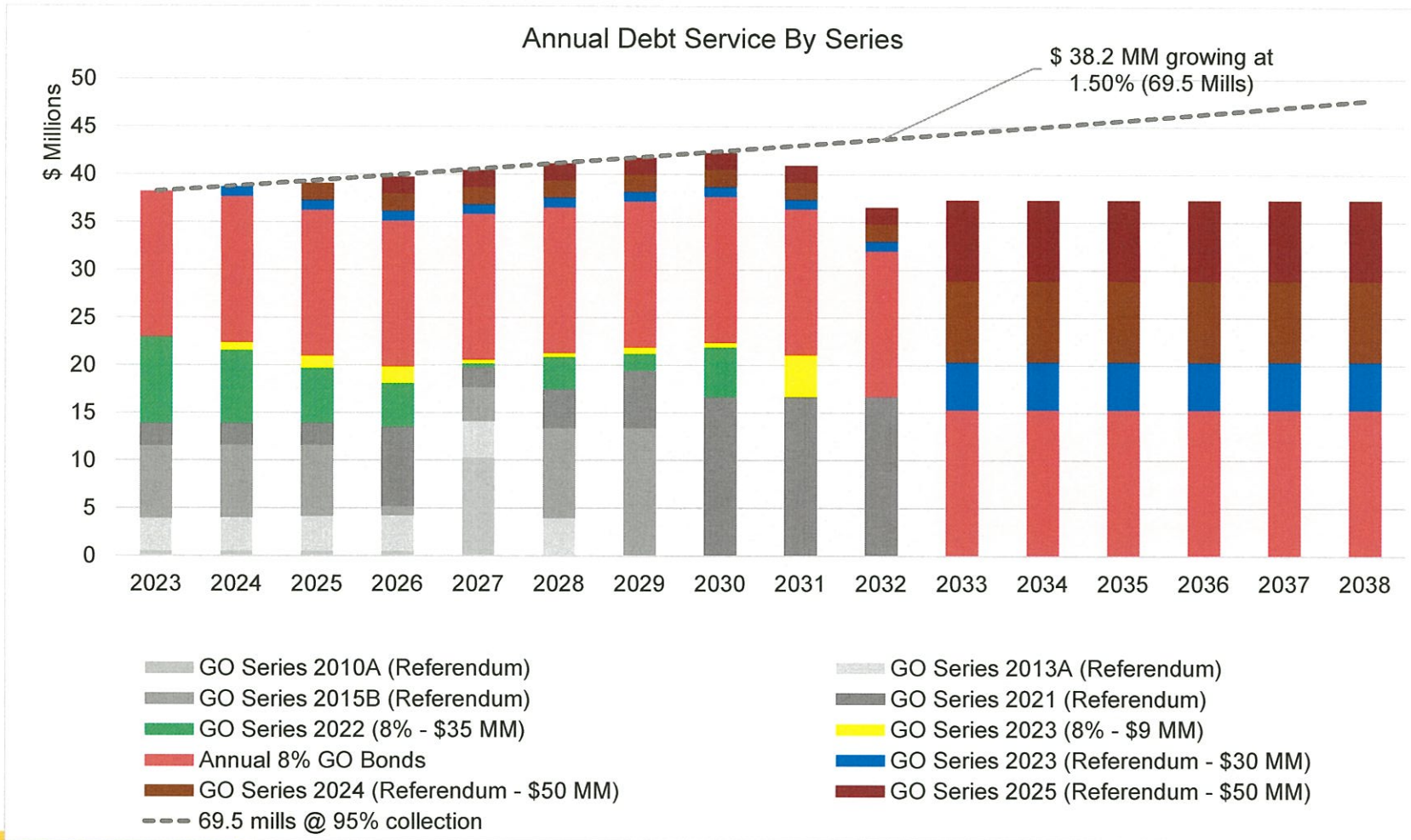
- The table below shows the funds available annually for capital projects (includes the \$15 MM annual funding) along with the par amount of 8% debt outstanding.

<u>As of Date</u>	<u>Bond Proceeds for Projects</u>	<u>As of Date</u>	<u>Outstanding 8% Debt</u>
3/1/2022	50,000,000	3/1/2022	48,780,000
3/1/2023	15,000,000	3/1/2023	38,295,000
3/1/2024	38,000,000	3/1/2024	48,980,000
3/1/2025	28,000,000	3/1/2025	49,795,000
3/1/2026	15,000,000	3/1/2026	37,130,000
3/1/2027	15,000,000	3/1/2027	29,530,000
3/1/2028	15,000,000	3/1/2028	18,685,000
3/1/2029	15,000,000	3/1/2029	15,000,000
3/1/2030	15,000,000	3/1/2030	15,000,000
3/1/2031	15,000,000	3/1/2031	15,000,000
3/1/2032	15,000,000	3/1/2032	-
	<u>236,000,000</u>		



Long-Term Capital Planning – Referendum Scenario

- ◆ This scenario keeps the debt service millage at 69.5 mills but seeks voter approval to issue up to \$130 MM of General Obligation Bonds





Long-Term Capital Planning – Referendum Scenario

- ◆ The table below shows the funds available annually for capital projects (includes the \$15 MM annual funding) along with the par amount of 8% debt outstanding.

<u>As of Date</u>	<u>Bond Proceeds for Projects</u>	<u>As of Date</u>	<u>Outstanding 8% Debt</u>
3/1/2022	50,000,000	3/1/2022	47,965,000
3/1/2023	54,000,000	3/1/2023	48,600,000
3/1/2024	65,000,000	3/1/2024	41,450,000
3/1/2025	65,000,000	3/1/2025	35,450,000
3/1/2026	15,000,000	3/1/2026	29,950,000
3/1/2027	15,000,000	3/1/2027	29,750,000
3/1/2028	15,000,000	3/1/2028	26,550,000
3/1/2029	15,000,000	3/1/2029	24,550,000
3/1/2030	15,000,000	3/1/2030	19,205,000
3/1/2031	15,000,000	3/1/2031	15,000,000
3/1/2032	15,000,000	3/1/2032	-
	<u>339,000,000</u>		



Long-Term Capital Planning – Comparison

- The table below shows the amount and timing of funding available under each scenario

<u>As of Date</u>	<u>Base Case (69.5 Mills)</u>	<u>Reduced Millage (68 Mills)</u>	<u>Increased Millage (74.5 Mills)</u>	<u>Referendum (69.5 Mills)</u>
3/1/2022	49,000,000	48,000,000	50,000,000	50,000,000
3/1/2023	15,000,000	15,000,000	15,000,000	54,000,000
3/1/2024	34,000,000	33,000,000	38,000,000	65,000,000
3/1/2025	25,000,000	24,000,000	28,000,000	65,000,000
3/1/2026	15,000,000	15,000,000	15,000,000	15,000,000
3/1/2027	15,000,000	15,000,000	15,000,000	15,000,000
3/1/2028	15,000,000	15,000,000	15,000,000	15,000,000
3/1/2029	15,000,000	15,000,000	15,000,000	15,000,000
3/1/2030	15,000,000	15,000,000	15,000,000	15,000,000
3/1/2031	15,000,000	15,000,000	15,000,000	15,000,000
3/1/2032	15,000,000	15,000,000	15,000,000	15,000,000
	228,000,000	225,000,000	236,000,000	339,000,000