



# Methacton School District

## *NEW MONEY DISCUSSION*

**September 15, 2021**

**Prepared by:  
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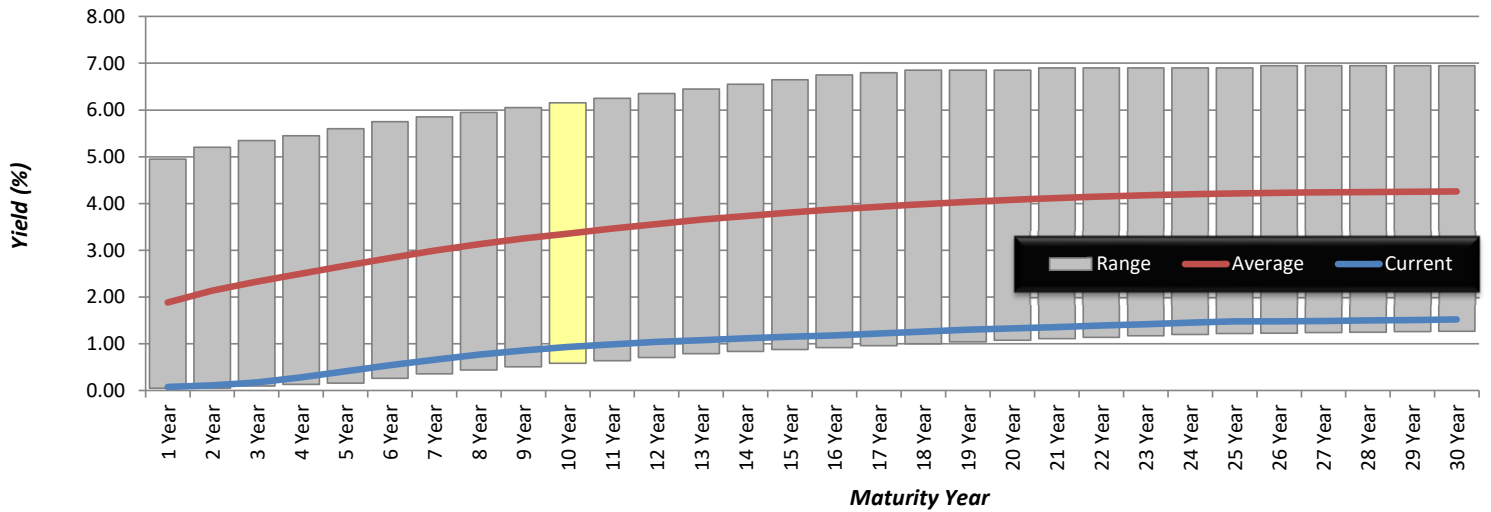


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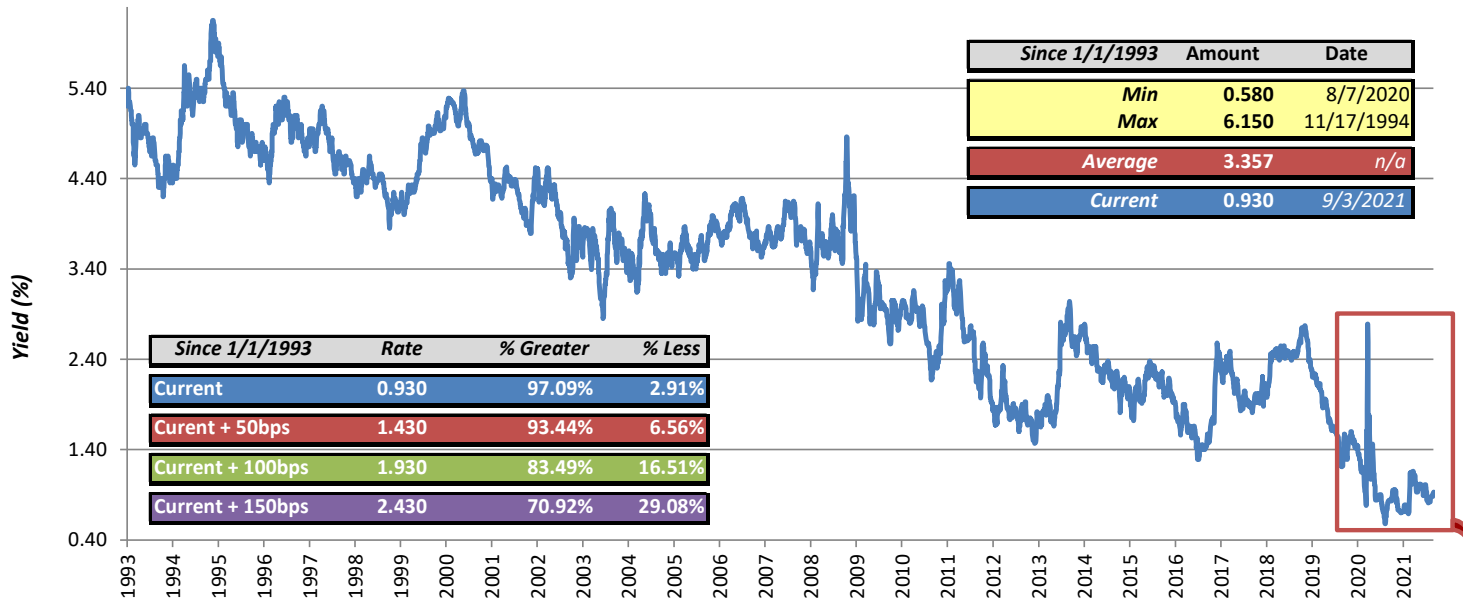
# MUNICIPAL MARKET UPDATE

September 3, 2021

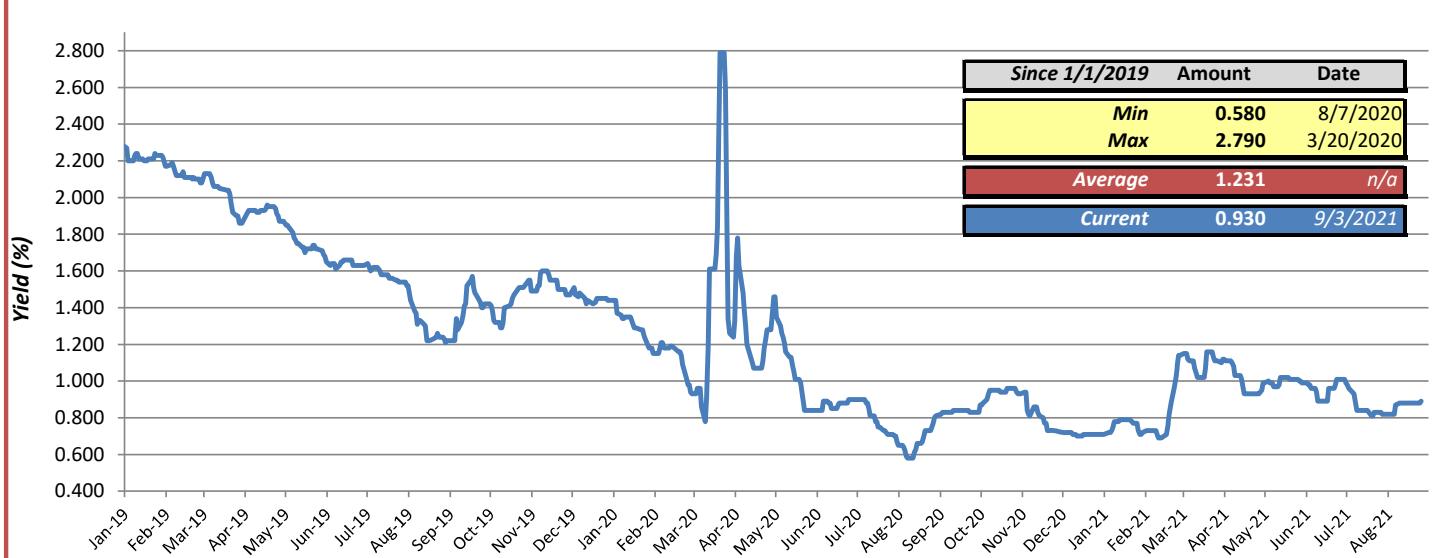
## HISTORICAL MMD CURVE ILLUSTRATION - SINCE JANUARY 1, 1993



## SPOT ANALYSIS - 10 YEAR MMD - SINCE JANUARY 1, 1993



## SPOT ANALYSIS - 10 YEAR MMD - SINCE JANUARY 1, 2019





**Methacton School District**  
**Topics of Discussion**  
**September 16, 2021**



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## **1) New Money Discussion**

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- A. PFM understands from District administration that the District has ongoing construction projects that will require a new money borrowing in 2021.
- i. PFM understands that the District needs to borrow \$13.5 million which is anticipated to get the District through this year's construction as well as planning for next year's projects.

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## **2) The District's Next Call Dates on its Debt (Potential Future Refinancing Opportunities)**

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- A. The District does not have any debt that is currently callable (able to be refinanced on tax-exempt basis).

**NEXT 3 CALL DATES**

Series of Bonds	Call Date
Series B of 2017	3/15/2023
Series of 2018	9/15/2023
Series A of 2018	9/15/2023

- B. The only way to refinance presently is to do an advanced refunded on a federally taxable basis which comes with higher interest rates and makes the refinancing less likely to save money.

METHACTON SCHOOL DISTRICT SUMMARY OF OUTSTANDING INDEBTEDNESS														PRINCIPAL & INTEREST	
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Debt Service Requirements															
	1	2	3	4	5	6	7	8	9	10	11	12	13	14	
	Fiscal Year Ended	G.O. Bonds Series B of 2015	G.O. Bonds Series of 2016	G.O. Bonds Series A of 2017	G.O. Bonds Series B of 2017	G.O. Bonds Series of 2018	G.O. Bonds Series A of 2018	G.O. Bonds Series of 2019	G.O. Bonds Series A of 2019	G.O. Bonds Series AA of 2019	G.O. Bonds Series of 2020	G.O. Notes Series of 2020	G.O. Bonds Series A of 2020	Total Debt Service	
6/30/2022		719,100	5,105,350	1,129,413	249,678	234,821	179,735	175,228	147,010	1,179,300	92,891	93,519	628,375	9,934,418	
6/30/2023			4,950,750	1,132,650	244,528	905,969	204,460	175,151	146,939	1,184,700	92,838	93,519	633,350	9,764,852	
6/30/2024			4,410,000	1,128,300	244,428	984,244	273,093	175,073	146,865	1,178,300	92,763	93,519	633,300	9,359,882	
6/30/2025					269,055	181,259	4,614,975	174,991	146,789	2,641,800	162,163	93,519	633,250	8,917,800	
6/30/2026					639,379	1,783,400	776,475	184,800	285,300	1,600,500	2,208,300	93,519	633,200	8,204,872	
6/30/2027					951,813	1,771,700		499,625	331,900			3,874,756	633,138	8,062,931	
6/30/2028					967,125	1,091,400		593,000	451,750			1,402,997	633,063	5,139,334	
6/30/2029					1,151,025			685,400	606,275				1,235,625	3,678,325	
6/30/2030					1,148,275			687,900	608,900				1,235,325	3,680,400	
6/30/2031					1,154,625			679,600	608,300				1,235,713	3,678,238	
6/30/2032					1,167,900			729,500	611,800				1,240,000	3,749,200	
6/30/2033					1,179,825			717,600	609,400				1,241,400	3,748,225	
6/30/2034					1,180,550			612,000	714,000				1,241,600	3,748,150	
6/30/2035					106,575								1,230,800	1,337,375	
6/30/2036													1,224,100	1,224,100	
6/30/2037													1,221,300	1,221,300	
6/30/2038													1,222,200	1,222,200	
6/30/2039													1,221,700	1,221,700	
6/30/2040													1,224,700	1,224,700	
6/30/2041													1,221,200	1,221,200	
6/30/2042													1,221,200	1,221,200	
6/30/2043													1,224,500	1,224,500	
6/30/2044													1,221,100	1,221,100	
6/30/2045													1,221,000	1,221,000	
6/30/2046													1,224,000	1,224,000	
6/30/2047															
6/30/2048															
<b>TOTAL</b>		<b>719,100</b>	<b>14,466,100</b>	<b>3,390,363</b>	<b>10,654,779</b>	<b>6,952,793</b>	<b>6,048,738</b>	<b>6,089,868</b>	<b>5,415,228</b>	<b>7,784,600</b>	<b>2,648,953</b>	<b>5,745,345</b>	<b>26,535,138</b>	<b>96,451,002</b>	

Local Effort Requirements															
	15	16	17	18	19	20	21	22	23	24	25	26	27	28	
	Fiscal Year Ended	G.O. Bonds Series B of 2015	G.O. Bonds Series of 2016	G.O. Bonds Series A of 2017	G.O. Bonds Series B of 2017	G.O. Bonds Series of 2018	G.O. Bonds Series A of 2018	G.O. Bonds Series of 2019	G.O. Bonds Series A of 2019	G.O. Bonds Series AA of 2019	G.O. Bonds Series of 2020	G.O. Notes Series of 2020	G.O. Bonds Series A of 2020	Total Local Effort	
6/30/2022		679,149	4,675,063	1,110,173	249,678	234,821	170,497	175,228	147,010	1,110,367	88,631	86,537	628,375	9,355,528	
6/30/2023			4,533,493	1,113,355	244,528	905,969	193,951	175,151	146,939	1,115,451	88,580	86,537	633,350	9,237,304	
6/30/2024			4,038,318	1,109,079	244,428	984,244	259,056	175,073	146,865	1,109,425	88,509	86,537	633,300	8,874,834	
6/30/2025					269,055	181,259	4,377,780	174,991	146,789	2,487,380	154,726	86,537	633,250	8,511,768	
6/30/2026					639,379	1,783,400	736,567	184,800	285,300	1,506,947	2,107,030	86,537	633,200	7,963,159	
6/30/2027					951,813	1,771,700		499,625	331,900			3,585,501	633,138	7,773,676	
6/30/2028					967,125	1,091,400		593,000	451,750			1,298,261	633,063	5,034,599	
6/30/2029					1,151,025			685,400	606,275				1,235,625	3,678,325	
6/30/2030					1,148,275			687,900	608,900				1,235,325	3,680,400	
6/30/2031					1,154,625			679,600	608,300				1,235,713	3,678,238	
6/30/2032					1,167,900			729,500	611,800				1,240,000	3,749,200	
6/30/2033					1,179,825			717,600	609,400				1,241,400	3,748,225	
6/30/2034					1,180,550			612,000	714,000				1,241,600	3,748,150	
6/30/2035					106,575								1,230,800	1,337,375	
6/30/2036													1,224,100	1,224,100	
6/30/2037													1,221,300	1,221,300	
6/30/2038													1,222,200	1,222,200	
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6/30/2044													1,221,100	1,221,100	
6/30/2045													1,221,000	1,221,000	
6/30/2046													1,224,000	1,224,000	
6/30/2047															
6/30/2048															
<b>TOTAL</b>		<b>679,149</b>	<b>13,246,874</b>	<b>3,332,607</b>	<b>10,654,779</b>	<b>6,952,793</b>	<b>5,737,852</b>	<b>6,089,868</b>	<b>5,415,228</b>	<b>7,329,570</b>	<b>2,527,475</b>	<b>5,316,448</b>	<b>26,535,138</b>	<b>93,817,779</b>	

<b>Principal <sup>[1]</sup>:</b>	705,000	13,205,000	3,235,000	8,430,000	5,900,000	5,400,000	4,470,000	4,010,000	6,110,000	2,255,000	5,205,000	15,815,000	<b>74,740,000</b>	
<b>PE%:</b>	26.71%	40.52%	8.19%	0.00%	0.00%	24.71%	0.00%	0.00%	28.10%	22.05%	35.89%	0.00%		
<b>PE% Status:</b>	Permanent	Permanent	Permanent	Estimated	Estimated	Estimated	Estimated	Estimated	Estimated	Estimated	Estimated	Estimated		
<b>CARF</b>	20.80%	20.80%	20.80%	20.80%	20.80%	20.80%	20.80%	20.80%	20.80%	20.80%	20.80%	20.80%		
<b>Call Date:</b>	NonCallable	NonCallable	NonCallable	3/15/2023	9/15/2023	9/15/2023	9/15/2024	3/1/2025	Non-Callable	Non-Callable	Non-Callable	9/15/2028		
<b>Purpose:</b>	Cur Ref 2010	Adv Ref 09	Cur Ref 2011	New Money	Cur Ref 2011A & 2015	Cur Ref 2013 Notes	New Money	New Money	Cur Ref 2012A & 2013	Cur Ref 2013A	Adv Ref Portion of 2016	New Money		
<b>BQ Status:</b>	Non-BQ	Non-BQ	BQ	BQ	Non-BQ	Non-BQ	BQ	BQ	BQ	Non-BQ	Non-BQ	Non-BQ		
<b>Average Rate:</b>	4.00%	3.89%	2.92%	2.58%	3.35%	2.07%	2.95%	2.68%	3.25%	1.82%	1.82%	3.26%		

<sup>[1]</sup> Outstanding as of September 7, 2021

<sup>[2]</sup> The North Montco Tech. Career Center debt is currently being paid off by the District with settlement scheduled for May 24, 2021.

**METHACTON SCHOOL DISTRICT  
SUMMARY OF NEW MONEY BORROWING**

*Estimated*



1

	2021
Project Fund Deposit	\$13,500,000
Settlement Date	12/2/2021
Bank Qualification Status	BQ
Call Feature	7 Year Call
Term (Years)	24

4

**ESTIMATED**

		2021 \$13,500,000 NEW MONEY	
2	3	Estimated Local Effort <sup>[1]</sup>	5
Fiscal Year Ending	Existing Local Effort		After 2021 Local Effort <sup>[1]</sup>
6/30/2022	9,355,528		9,355,528
6/30/2023	9,237,304	572,260	9,809,564
6/30/2024	8,874,834	516,100	9,390,934
6/30/2025	8,511,768	515,900	9,027,668
6/30/2026	7,963,159	515,700	8,478,859
6/30/2027	7,773,676	515,500	8,289,176
6/30/2028	5,034,599	515,300	5,549,899
6/30/2029	3,678,325	1,088,400	4,766,725
6/30/2030	3,680,400	1,084,400	4,764,800
6/30/2031	3,678,238	1,089,400	4,767,638
6/30/2032	3,749,200	1,019,700	4,768,900
6/30/2033	3,748,225	1,020,400	4,768,625
6/30/2034	3,748,150	1,020,100	4,768,250
6/30/2035	1,337,375	847,300	2,184,675
6/30/2036	1,224,100	959,800	2,183,900
6/30/2037	1,221,300	964,000	2,185,300
6/30/2038	1,222,200	962,100	2,184,300
6/30/2039	1,221,700	964,100	2,185,800
6/30/2040	1,224,700	960,000	2,184,700
6/30/2041	1,221,200	964,700	2,185,900
6/30/2042	1,221,200	963,100	2,184,300
6/30/2043	1,224,500	960,300	2,184,800
6/30/2044	1,221,100	961,200	2,182,300
6/30/2045	1,221,000	960,700	2,181,700
6/30/2046	1,224,000	958,800	2,182,800
6/30/2047			
6/30/2048			
<b>TOTAL</b>	<b>93,817,779</b>	<b>20,899,260</b>	<b>114,717,039</b>

[1] Assumes estimated interest rates. Actual rates would be determined at time of pricing.

Note - Assumes no PlanCon reimbursement.

Note - As the District decides on the project(s), the Bond financing plan may need to be re-evaluated.



# METHACTON SCHOOL DISTRICT

## Tentative Financing Timeline

### Series of 2021 - New Money Bonds



September 2021							October 2021						
S	M	T	W	T	F	S	S	M	T	W	T	F	S
			1	2	3	4						1	2
5	6	7	8	9	10	11	3	4	5	6	7	8	9
12	13	14	15	16	17	18	10	11	12	13	14	15	16
19	20	21	22	23	24	25	17	18	19	20	21	22	23
26	27	28	29	30			24/31	25	26	27	28	29	30

November 2021							December 2021						
S	M	T	W	T	F	S	S	M	T	W	T	F	S
	1	2	3	4	5	6				1	2	3	4
7	8	9	10	11	12	13	5	6	7	8	9	10	11
14	15	16	17	18	19	20	12	13	14	15	16	17	18
21	22	23	24	25	26	27	19	20	21	22	23	24	25
28	29	30					26	27	28	29	30	31	

Date	Objective
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Wednesday, September 15, 2021	<b>* Regularly Scheduled Finance Committee *</b> - PFM Financing Review with Committee
Friday, September 17, 2021	- PFM to Send Info Request to District
Tuesday, September 28, 2021	<b>* Regularly Scheduled Board Meeting*</b> - Authorization for Financing Team To Proceed
Friday, October 1, 2021	- Info Request Due Back to PFM
Week of October 4th	- Draft Preliminary Official Statement "POS" and Circulate to Financing Team & Credit Rating
Week of October 18th	- Credit Rating Interview with District - Due Diligence Call with Financing Team
Tuesday, October 19, 2021	<b>* Regularly Scheduled Work Session *</b> - Draft Max Parameters Resolution Available to Board
Week of October 25th	- Credit Rating Due Back to District - Print/Post Final POS
Tuesday, October 26, 2021	<b>* Regularly Scheduled Board Meeting*</b> - Board to Consider Max Parameters Resolution
Week of November 1st	- Bond Sale - Lock Interest Rates
Week of November 8th	- Finalize Official Statement "OS" & Print/Post
Week of December 1st	Settlement of Borrowing



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