

Overview of the Proposed 2023B Bonds

Lubbock County, Texas

July 10, 2023



SPECIALIZED PUBLIC FINANCE INC.
FINANCIAL ADVISORY SERVICES

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Overview of the Plan of Finance

- On May 4, 2019, Lubbock County (the “County”) voters approved a bond referendum authorizing the issuance of \$99,650,000 based on the growth of the taxable assessed valuation of the County.
 - Over the initial three phases, the County has issued total bond proceeds of \$92,550,000.
 - The **remaining Authorized but Unissued Balance is \$7,100,000 and is scheduled to be issued in September.**

- The remaining Authorized but Unissued Balance is anticipated to be issued without an increase on the County’s existing I&S Tax Rate of \$0.033298.

- The County recently received its preliminary Fiscal Year 2024 net taxable value from the Appraisal District. The remaining issuance will occur after the tax rolls are certified to ensure the I&S Tax Rate requirements are met based on the actual, realized growth.
 - All proposed bond issuance phases under this voter referendum are projected to have a final maturity in 2040.

 - The Bonds will be structured with an amortization of seventeen (17) years.

- Interest rates included in this analysis reflect the market as of June 26, 2023 plus a cushion for unanticipated market movements.



Proforma Model of the Estimated Tax Rate Impact

Based the Preliminary Fiscal Year 2024 Net Taxable Value

Fiscal Year Ending 30-Sep	Adjusted Net Taxable Value ⁽¹⁾	Projected Growth Rate	Existing Debt Service	Interest rates as of June 26, 2023 ⁽²⁾			Aggregate Existing & Proposed Debt Service	Projected Tax Rate @ 98% ⁽³⁾
				Series 2023B Bonds (Est. TIC of 3.84%)				
				Principal	Interest	Total		
2023	\$25,191,211,155	18.0%	\$ 8,363,737	\$ -	\$ -	\$ -	\$ 8,363,737	\$ 0.0333
2024	\$26,802,995,008	6.4%	7,919,491	485,000	343,192	828,192	8,747,683	0.0333
2025	27,607,084,858	3.0%	8,015,862	300,000	266,400	566,400	8,582,262	0.0317
2026	28,435,297,404	3.0%	8,474,287	315,000	254,475	569,475	9,043,762	0.0325
2027	28,435,297,404	0.0%	6,547,337	325,000	241,675	566,675	7,114,012	0.0255
2028	28,435,297,404	0.0%	6,546,187	340,000	228,375	568,375	7,114,562	0.0255
2029	28,435,297,404	0.0%	6,546,687	355,000	214,475	569,475	7,116,162	0.0255
2030	28,435,297,404	0.0%	6,548,387	365,000	200,075	565,075	7,113,462	0.0255
2031	28,435,297,404	0.0%	6,545,112	380,000	185,175	565,175	7,110,287	0.0255
2032	28,435,297,404	0.0%	6,306,062	395,000	169,675	564,675	6,870,737	0.0247
2033	28,435,297,404	0.0%	6,303,781	415,000	153,475	568,475	6,872,256	0.0247
2034	28,435,297,404	0.0%	6,304,937	430,000	136,575	566,575	6,871,512	0.0247
2035	28,435,297,404	0.0%	6,303,559	450,000	118,975	568,975	6,872,534	0.0247
2036	28,435,297,404	0.0%	6,309,219	465,000	100,675	565,675	6,874,894	0.0247
2037	28,435,297,404	0.0%	6,306,606	485,000	81,675	566,675	6,873,281	0.0247
2038	28,435,297,404	0.0%	6,308,806	505,000	61,875	566,875	6,875,681	0.0247
2039	28,435,297,404	0.0%	6,306,891	530,000	39,188	569,188	6,876,078	0.0247
2040	28,435,297,404	0.0%	6,313,431	560,000	13,300	573,300	6,886,731	0.0247
2041	28,435,297,404	0.0%	6,313,431	-	-	-	6,313,431	0.0227
2042	28,435,297,404	0.0%	6,313,431	-	-	-	6,313,431	0.0227
2043	28,435,297,404	0.0%	6,313,431	-	-	-	6,313,431	0.0227
2044	28,435,297,404	0.0%	6,313,431	-	-	-	6,313,431	0.0227
			\$147,524,109	\$ 7,100,000	\$ 2,809,254	\$ 9,909,254	\$ 157,433,363	

⁽¹⁾ Assessed Value for FY2023 reflect actual values. FY2024 reflects preliminary values.

Projected AV growth rates provided by the County (historical 10-year growth avg. = 6.2%).

⁽²⁾ Series 2023B and Series 2024 are based on current interest rates +25 basis points

⁽³⁾ Assumes 98% Tax Rate collections.



Proposed Financing Timeline

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

Denotes Commissioners Court Meeting Date
 Denotes Closing Date

Date	Task
Monday, July 10, 2023	Court Meeting - Update from Specialized Public Finance Inc. ("SPFI") on the financing plan for the Bonds. The Court will consider providing SPFI with authorization to pursue the issuance of the Bonds. (10:00 a.m.)
Week of: Monday, July 17, 2023	SPFI to distribute the Preliminary Official Statement ("POS") for comment and requests the rating from S&P's Global Ratings ("S&P").
Tuesday, July 25, 2023	Final taxable assessed valuation is received from the appraisal district.
Week of: Monday, July 31, 2023	Rating conference call with S&P.
Friday, August 18, 2023	Rating is received from S&P. SPFI to post the POS for potential investors.
Monday, August 28, 2023	Competitive Sale – Receive bids on the Bonds from Broker/Dealers, bids are verified by SPFI. (9:00 a.m.) Court Meeting – Final pricing results are presented by SPFI. The Court will award the Bonds to the winning bidder. (10:00 a.m.)



History of Municipal Interest Rates (MMD Rate)

History of Bond Buyer Tax-Exempt Interest Rates Since 1961

