

*Overview of the Refunding Opportunity*

# Lubbock County, Texas

*August 2021*



**SPECIALIZED PUBLIC FINANCE INC.**  
FINANCIAL ADVISORY SERVICES

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# Overview of Refunding Opportunity

## Refunding of the Series 2013 Bonds

- The County could refinance the Series 2013 General Obligation Bonds for a lower interest rate and approximately \$148,985 in savings.
- The Series 2013 Bonds have interest rates between 3.00% and 4.00%. The refunding analysis reflects assumes the bonds could be refinanced at a rate of 0.93% which reflects interest rates as of August 4<sup>th</sup> plus 20 basis points (subject to change with market movements).
- Due to the Federal Tax Reform in 2017, the earliest the Series 2013 Bonds may be refinanced on a tax-exempt basis is November 18, 2021.

<b>Refunded Obligations</b>					<b>Annual Savings</b>			
Issue	Maturities	Interest Rate	Amount	Callable	FYE 9/30	Existing D/S	Post-Refunding Net D/S	Savings
Series 2013 Bonds	2023-2026	3.00%-4.00%	\$3,405,000	2/15/2022	2022	\$ 765,550	\$ 759,590	\$ 5,960
					2023	793,850	755,950	37,900
					2024	962,125	925,200	36,925
					2025	960,900	927,400	33,500
					2026	963,900	929,200	34,700
						\$ 4,446,325	\$ 4,297,340	\$ 148,985
<b>Summary of Results</b>								
Par Amount of Refunding Bonds				\$3,440,000				
Est. True Interest Cost (TIC)				0.93%				
<b>Total Debt Service Savings</b>				<b>\$ 148,985</b>				
<b>Net Present Value Savings (\$)</b>				<b>\$ 140,719</b>				
<b>Net Present Value Savings (%)</b>				<b>4.133%</b>				

*Note: Interest Rates as of August 4, 2021 and include a 20 basis point cushion to account for unexpected market movements. Preliminary, subject to change. Assumes the refunding bonds close on December 2021.*

# Preliminary Refunding Timeline

## Refunding of the Series 2013 Bonds

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

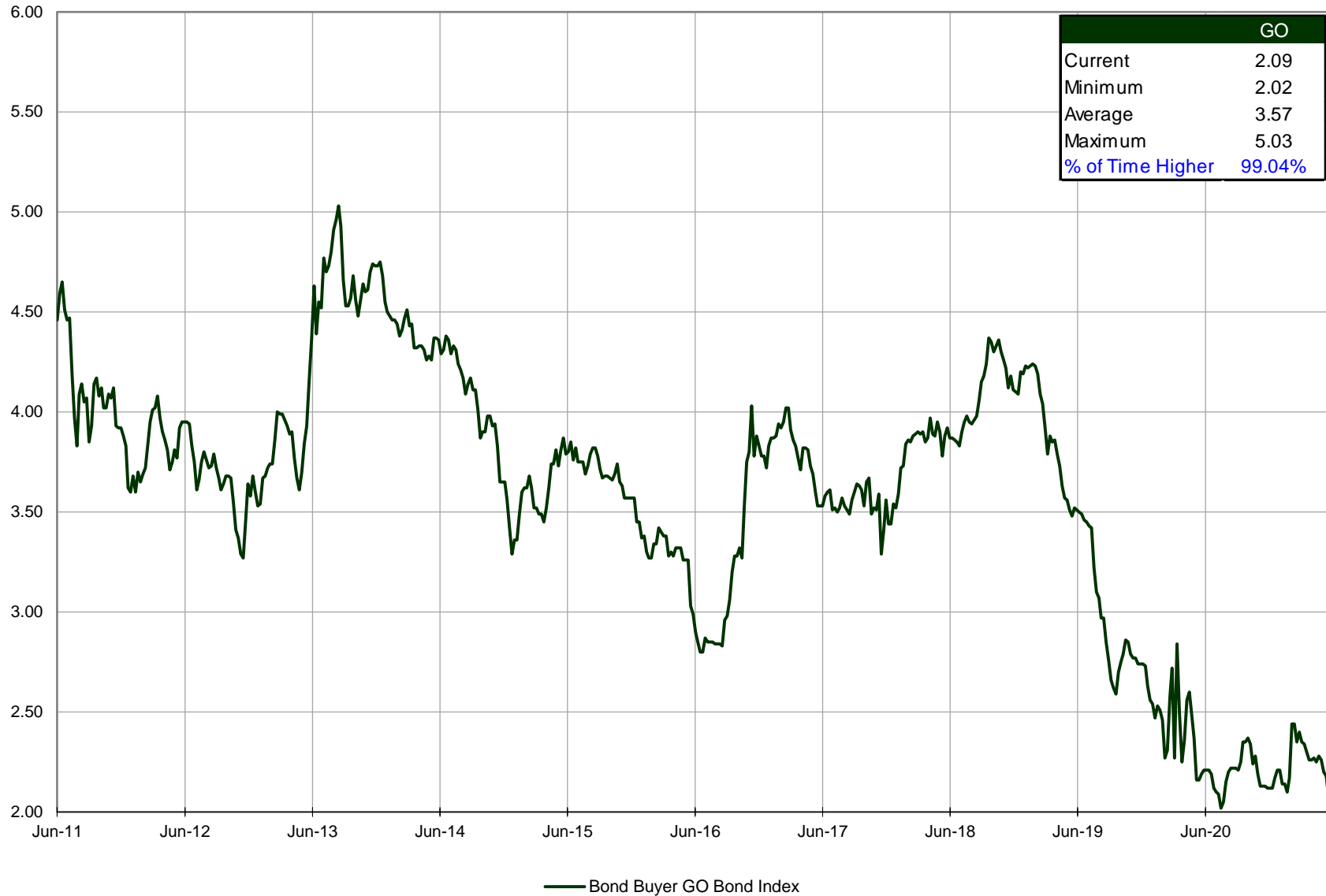
Denotes Commissioners Court Meeting Date  
 Denotes Closing Date

Date	Task
<b>Monday, September 27, 2021</b>	<u>Court Meeting</u> - 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 am).
<b>Week of: Monday, October 4, 2021</b>	SPFI to distribute the Preliminary Official Statement (“POS”) for comment and requests the rating from S&P’s Global Ratings (“S&P”).
<b>Week of: Monday, October 18, 2021</b>	Rating call with S&P.
<b>Friday, November 5, 2021</b>	Rating is received from S&P. SPFI to post the POS for potential investors.
<b>Tuesday, November 16, 2021</b>	<u>Competitive Sale</u> - Bids are received from broker/dealers. Bids are tabulated and verified by SPFI. Pricing Officer executes the bond documents.
<b>Monday, November 22, 2021</b>	<u>Court Meeting</u> – If necessary, SPFI will update the Court on the financing. (10:00 am)
<b>Thursday, December 16, 2021</b>	<u>Closing</u> – The County receives the Bond proceeds into the escrow to pay off the outstanding obligations.

# History of Municipal Interest Rates

## Bond Buyer's G.O. Index

Ten-Year History of The Bond Buyer's 20 Bond G.O. Index



**LUBBOCK COUNTY, TEXAS**  
**\$\* GENERAL OBLIGATION REFUNDING BONDS, (THE “BONDS”)**  
**SERIES 2021**

**UPDATED FINANCING SCHEDULE**

*AS OF SEPTEMBER 7, 2021*

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

Date	Task
<b>Monday, September 27, 2021</b>	<b>Court Meeting</b> - Financing update to the Court from Specialized Public Finance Inc. (“SPFI”) for the Refunding Bonds. The Court will consider an Order authorizing a Parameters Sale of the Bonds. (10:00 am).
<b>Week of: Monday, October 4, 2021</b>	SPFI to distribute the Preliminary Official Statement (“POS”) for comment and requests the rating from S&P’s Global Ratings (“S&P”).
<b>Week of: Monday, October 18, 2021</b>	Rating call with S&P.
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\*Preliminary, subject to change.

Denotes Commissioners Court Meeting Date

Denotes Closing Date