

Gettysburg Area School District

Refinancing Discussion

February 18, 2021



Lauren Stadel
Director
RBC Capital Markets
2101 Oregon Pike
Lancaster, PA 17601
Tel: (717) 519-5925
lauren.stadel@rbccm.com



RBC Capital Markets

Existing Gross Debt Service

Gettysburg Area School District

Aggregate Gross Debt Service

As of July 1, 2020

(1) As of Fiscal Year Ending June 30	(2) Series 2015 Bank Loan	(3) Series 2016 G.O. Bonds	(4) Series 2017 Bank Loan	(5) Series 2020 G.O. Bonds	(6) Total
2021	1,077,986	3,734,100	335,134	425,922	5,573,142
2022	0	4,802,450	332,512	782,070	5,917,032
2023	0	4,801,550	334,890	782,050	5,918,490
2024	0	4,804,200	332,154	782,000	5,918,354
2025	0	4,799,950	334,418	781,950	5,916,318
2026	0	993,200	4,146,568	781,900	5,921,668
2027	0	0	5,236,736	781,850	6,018,586
2028	0	0	0	2,881,800	2,881,800
2029	0	0	0	2,879,700	2,879,700
2030	0	0	0	2,881,800	2,881,800
2031	0	0	0	2,879,200	2,879,200
2032	0	0	0	2,883,200	2,883,200
2033	0	0	0	2,883,400	2,883,400
2034	0	0	0	2,879,800	2,879,800
2035	0	0	0	2,882,400	2,882,400
2036	0	0	0	2,880,800	2,880,800
2037	0	0	0		0
Total	1,077,986	23,935,450	11,052,412	31,049,842	67,115,690

Principal Outstanding	1,068,000	17,970,000	9,540,000	21,580,000	50,158,000
Call Provision	Anytime	Non-Callable	Anytime	10/01/2028	
Purpose	CR09, 10	AR11 Partial	AR11 Partial	NM	

Note:

CR= Current Refunding
 AR = Advance Refunding
 NM = New Money

Refunding Analysis – 2017 Bank Loan with ACNB

Summary of Refunding Results	
Settlement Date	05/01/2021
Par Amount of Refunded Bonds	\$ 9,540,000
Par Amount of Refunding Bonds	\$ 9,695,000
Arbitrage Yield	1.20%
Present Value Savings (\$)	\$ 423,294
Present Value Savings (%)	4.44%
Value of Negative Arbitrage	\$ -
Sources and Uses of Funds	
Sources:	
Par Amount	\$ 9,695,000
Original Issue Premium / (Discount)	-
Total Sources	\$ 9,695,000
Uses:	
Refunding Deposit	\$ 9,604,045
Costs of Issuance	86,128
Additional Proceeds	4,827
Total Uses	\$ 9,695,000

Cash Flow Savings <i>(Based on Gross Debt Service)</i>				
Fiscal Year Ending	Prior Debt Service	Refunding Debt Service	Savings	PV Savings
06/30/2022	\$ 332,512	\$ 82,084	\$ 250,428	\$ 248,827
06/30/2023	334,890	171,340	163,550	160,536
06/30/2024	332,154	330,680	1,474	1,707
06/30/2025	334,418	333,100	1,318	1,537
06/30/2026	4,146,568	4,145,460	1,108	1,320
06/30/2027	5,236,736	5,232,040	4,696	4,539
06/30/2028				
06/30/2029				
06/30/2030				
Total	\$ 10,717,278	\$ 10,294,704	\$ 422,574	\$ 418,467

Savings Summary	
Present Value of Savings from Cash Flow	\$ 418,467
Additional Proceeds	4,827
Net Present Value Savings	423,294

Value of 25 bps Interest Rate Movement	\$ 121,101
---	-------------------

Parameters Resolution – Mechanics and Timing for Bank Loan RFP

- February 18, 2021 – review of concept and draft Parameters Resolution with Finance Committee
- March 1, 2021 – review Parameters Resolution and process with full Board
- March 15, 2021 – Board adopts Borrowing Resolution and Bond Purchase Agreement
- Early March 2021 – draft bank loan RFP
- March 16, 2021 – send out RFP to banks
- April 1, 2021 – due date for RFP submissions, review results with Administration
- Early May 2021 – settlement of bank loan, payoff of 2017 loan