

Electric Utility System Refunding Opportunity | May 21, 2021

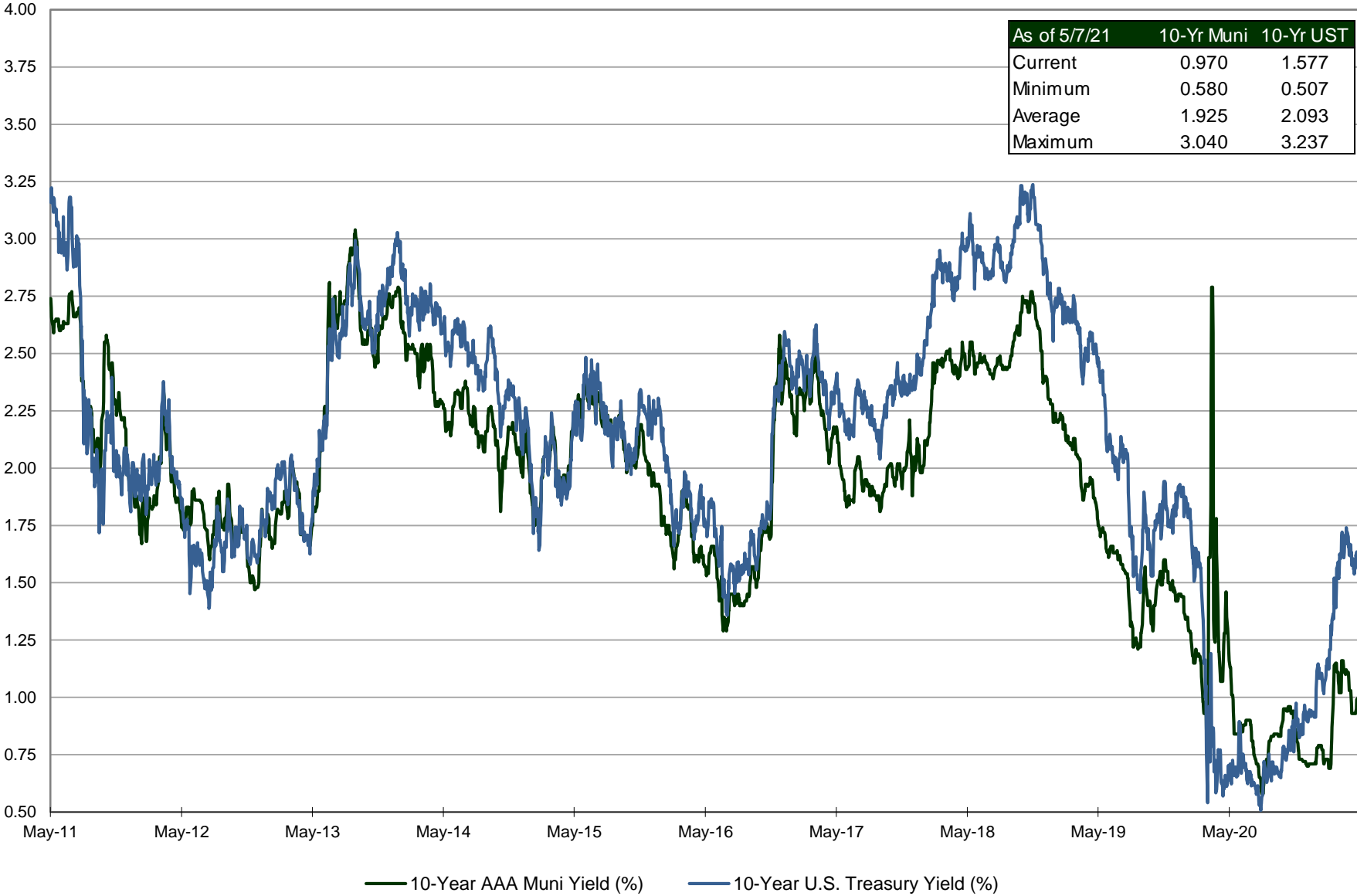
# City of San Marcos, Texas



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

Dan Wegmiller  
Managing Director  
512.820.6086  
dan@spfmuni.com

# Ten-Year History of Tax-Exempt and Taxable Yields



## Preliminary Electric Utility System Revenue Taxable Refunding Opportunity

Preliminary Refunded Bonds				
Issue	Maturities	Interest Rates	Amount	Callable Beginning
Series 2013 Elec Util Sys Rev Bds	2023 - 2033	4.25% - 5.00%	\$ 14,945,000	11/1/2022
			\$ 14,945,000	

Preliminary Summary of Results	
Est. Par Amount of Refunding Bonds	\$ 16,365,000
Est. True Interest Cost (TIC)	2.853%
Est. Total Debt Service Savings	\$ 1,212,795
Est. Net Present Value Savings (\$)	\$ 996,328
Net Present Value Savings (%)	6.667%
Negative Arbitrage in the Refunding Escrow	\$ 472,065
Captured Benefit = NPV Savings / (NPV Savings + Negative Arbitrage)	67.852%

Projected Annual Savings			
FYE 9/30	Existing Net D/S	Post-Ref Net D/S	Est. Savings
2021	\$ -	\$ (2,833)	\$ 2,833
2022	1,124,388	1,032,643	91,745
2023	1,654,188	1,563,358	90,829
2024	1,647,188	1,553,158	94,030
2025	1,651,725	1,557,188	94,537
2026	1,638,163	1,546,362	91,800
2027	1,686,944	1,595,927	91,017
2028	1,686,163	1,590,831	95,332
2029	1,696,375	1,602,285	94,090
2030	1,690,625	1,595,358	95,267
2031	1,805,750	1,714,064	91,686
2032	1,999,375	1,905,835	93,540
2033	1,998,875	1,906,957	91,918
2034	1,998,750	1,904,578	94,172
	\$ 22,278,506	\$ 21,065,711	\$ 1,212,795

Note: Preliminary refunding analysis based on market conditions as of May 13, 2021 plus 25bps for purposes of illustration only. Analysis assumes a September 2021 delivery.