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PTMA FINANCIAL SOLUTIONS

LINCOLN WOOD 74 SCHOOL DISTRICT

Additional Working Cash Bond Scenarios

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SCENARIO 1: ESTIMATED SERIES 2027 WORKING CASH BONDS 12-YEAR PAYBACK; NO ROOM IN DSEB UNTIL LEVY YEAR 2037 PROCEEDS = $6.3 MILLION

		Limited Tax Debt Service												
Levy Year	Fiscal Year	$8,505,000 GO Limited School Bonds, Series 2015	$4,235,000 GO Limited School Bonds, Series 2016	$5,910,000 GO Limited Tax School Bonds, Series 2018	$6,365,000 GO Limited Tax School Bonds, Series 2021	PROPOSED: GO Limited School Bonds, Series 2027 (2)	Total	Non Referendum Debt Service Extension Base Created W/1994 Levy (1)	Remaining Margin	Total General Obligation Bonds Debt Service	5.0% County Loss/Cost Debt Service	Rate Setting EAV	Growth Rate	B&I Tax Rate
2023	2025	~~$ 891,150~~	~~$ 164,100~~	~~$ 177,600~~	~~$ 497,850~~	~~$ -~~	~~$ 1,730,700~~	~~$ 1,909,188~~	~~$ 178,488~~	~~$ 1,730,700~~	~~$ 1,817,235~~	~~$ 826,091,837~~	~~2.72%~~	~~0.2200~~
2024	2026	~~890,950~~	~~164,100~~	~~177,600~~	~~181,650~~	~~-~~	~~1,414,300~~	~~1,974,100~~	~~559,800~~	~~1,414,300~~	~~1,485,015~~	~~823,423,941~~	~~-0.32%~~	~~0.1803~~
2025	2027	-	1,059,100	177,600	181,650	-	1,418,350	2,031,349	612,999	1,418,350	1,489,268	968,282,207	17.59%	0.1538
2026	2028	-	1,058,300	177,600	181,650	666,943	2,084,493	2,086,196	1,703	2,084,493	2,188,718	968,282,207	0.00%	0.2260
2027	2029	-	1,056,100	177,600	181,650	666,750	2,082,100	2,086,196	4,096	2,082,100	2,186,205	968,282,207	0.00%	0.2258
2028	2030	-	1,057,500	177,600	181,650	667,250	2,084,000	2,086,196	2,196	2,084,000	2,188,200	968,282,207	0.00%	0.2260
2029	2031	-	422,300	847,600	181,650	631,750	2,083,300	2,086,196	2,896	2,083,300	2,187,465	968,282,207	0.00%	0.2259
2030	2032	-	-	845,800	476,650	762,000	2,084,450	2,086,196	1,746	2,084,450	2,188,673	968,282,207	0.00%	0.2260
2031	2033	-	-	848,000	532,800	704,750	2,085,550	2,086,196	646	2,085,550	2,189,828	968,282,207	0.00%	0.2262
2032	2034	-	-	844,000	532,000	709,000	2,085,000	2,086,196	1,196	2,085,000	2,189,250	968,282,207	0.00%	0.2261
2033	2035	-	-	849,000	530,900	701,750	2,081,650	2,086,196	4,546	2,081,650	2,185,733	968,282,207	0.00%	0.2257
2034	2036	-	-	847,600	534,500	703,500	2,085,600	2,086,196	596	2,085,600	2,189,880	968,282,207	0.00%	0.2262
2035	2037	-	-	-	1,372,650	708,750	2,081,400	2,086,196	4,796	2,081,400	2,185,470	968,282,207	0.00%	0.2257
2036	2038	-	-	-	1,370,300	712,250	2,082,550	2,086,196	3,646	2,082,550	2,186,678	968,282,207	0.00%	0.2258
2037	2039	-	-	-	1,371,900	294,000	1,665,900	2,086,196	420,296	1,665,900	1,749,195	968,282,207	0.00%	0.1806
2038	2040	-	-	-	422,300	-	422,300	2,086,196	1,663,896	422,300	443,415	968,282,207	0.00%	0.0458
2039	2041	-	-	-	-	-	-	2,086,196	2,086,196	-	-	968,282,207	0.00%	0.0000
2040	2042	-	-	-	-	-	-	2,086,196	2,086,196	-	-	968,282,207	0.00%	0.0000
2041	2043	-	-	-	-	-	-	2,086,196	2,086,196	-	-	968,282,207	0.00%	0.0000
2042	2044	-	-	-	-	-	-	2,086,196	2,086,196	-	-	968,282,207	0.00%	0.0000
2043	2045	-	-	-	-	-	-	2,086,196	2,086,196	-	-	968,282,207	0.00%	0.0000
2044	2046	-	-	-	-	-	-	2,086,196	2,086,196	-	-	968,282,207	0.00%	0.0000
2045	2047	-	-	-	-	-	-	2,086,196	2,086,196	-	-	968,282,207	0.00%	0.0000
Total DS From Current FY:		$ -	$ 4,653,300	$ 5,792,400	$ 8,052,250	$ 7,928,693	$ 26,426,643			$ 26,426,643	$ 27,747,975			

Net Proceeds: $ 6,300,000

(1) Pursuant to Public Act 96-0501, the District's DSEB will increase by the lesser of CPI or 5% each year starting with levy year 2009.
The applicable CPI increase has been applied to levy years 2009-2026, and assumed to be 0% per year thereafter.
If the District issues limited tax bonds with debt service structured assuming a growing DSEB, it will need to pass resolutions, perhaps annually, to capture the additional DSEB levy available from CPI growth.
If the CPI growth is less than estimated on average, the District will have to pay debt service in excess of the DSEB from funds on hand.
(2) Rates based upon market conditions as of November 5, 2026 and recent bond sales which PMA believes to be accurate and reliable. Estimated TIC = 3.71%.
NOTE: Scenarios where a greater portion of the overall debt is issued in advance of the expenditures of the proceeds will likely result in higher fees earned by the investment manager of the debt proceeds.

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SCENARIO 2: ESTIMATED SERIES 2027 WORKING CASH BONDS 12-YEAR PAYBACK; NO ROOM IN DSEB UNTIL LEVY YEAR 2037 PROCEEDS = $6.5 MILLION

		Limited Tax Debt Service												
Levy Year	Fiscal Year	$8,505,000 GO Limited School Bonds, Series 2015	$4,235,000 GO Limited School Bonds, Series 2016	$5,910,000 GO Limited Tax School Bonds, Series 2018	$6,365,000 GO Limited Tax School Bonds, Series 2021	PROPOSED: GO Limited School Bonds, Series 2027 (2)	Total	Non Referendum Debt Service Extension Base Created W/1994 Levy (1)	Remaining Margin	Total General Obligation Bonds Debt Service	5.0% County Loss/Cost Debt Service	Rate Setting EAV	Growth Rate	B&I Tax Rate
~~2023~~	~~2025~~	~~$ 891,150~~	~~$ 164,100~~	~~$ 177,600~~	~~$ 497,850~~	~~$ -~~	~~$ 1,730,700~~	~~$ 1,909,188~~	~~$ 178,488~~	~~$ 1,730,700~~	~~$ 1,817,235~~	~~$ 826,091,837~~	~~2.72%~~	~~0.2200~~
~~2024~~	~~2026~~	~~890,950~~	~~164,100~~	~~177,600~~	~~181,650~~	~~-~~	~~1,414,300~~	~~1,974,100~~	~~559,800~~	~~1,414,300~~	~~1,485,015~~	~~823,423,941~~	~~-0.32%~~	~~0.1803~~
2025	2027	-	1,059,100	177,600	181,650	-	1,418,350	2,031,349	612,999	1,418,350	1,489,268	968,282,207	17.59%	0.1538
2026	2028	-	1,058,300	177,600	181,650	664,490	2,082,040	2,086,196	4,155	2,082,040	2,186,142	968,282,207	0.00%	0.2258
2027	2029	-	1,056,100	177,600	181,650	666,750	2,082,100	2,086,196	4,096	2,082,100	2,186,205	968,282,207	0.00%	0.2258
2028	2030	-	1,057,500	177,600	181,650	667,750	2,084,500	2,086,196	1,696	2,084,500	2,188,725	968,282,207	0.00%	0.2260
2029	2031	-	422,300	847,600	181,650	632,750	2,084,300	2,086,196	1,896	2,084,300	2,188,515	968,282,207	0.00%	0.2260
2030	2032	-	-	845,800	476,650	758,500	2,080,950	2,086,196	5,246	2,080,950	2,184,998	968,282,207	0.00%	0.2257
2031	2033	-	-	848,000	532,800	702,000	2,082,800	2,086,196	3,396	2,082,800	2,186,940	968,282,207	0.00%	0.2259
2032	2034	-	-	844,000	532,000	707,000	2,083,000	2,086,196	3,196	2,083,000	2,187,150	968,282,207	0.00%	0.2259
2033	2035	-	-	849,000	530,900	705,500	2,085,400	2,086,196	796	2,085,400	2,189,670	968,282,207	0.00%	0.2261
2034	2036	-	-	847,600	534,500	702,750	2,084,850	2,086,196	1,346	2,084,850	2,189,093	968,282,207	0.00%	0.2261
2035	2037	-	-	-	1,372,650	708,750	2,081,400	2,086,196	4,796	2,081,400	2,185,470	968,282,207	0.00%	0.2257
2036	2038	-	-	-	1,370,300	713,000	2,083,300	2,086,196	2,896	2,083,300	2,187,465	968,282,207	0.00%	0.2259
2037	2039	-	-	-	1,371,900	640,500	2,012,400	2,086,196	73,796	2,012,400	2,113,020	968,282,207	0.00%	0.2182
2038	2040	-	-	-	422,300	-	422,300	2,086,196	1,663,896	422,300	443,415	968,282,207	0.00%	0.0458
2039	2041	-	-	-	-	-	-	2,086,196	2,086,196	-	-	968,282,207	0.00%	0.0000
2040	2042	-	-	-	-	-	-	2,086,196	2,086,196	-	-	968,282,207	0.00%	0.0000
2041	2043	-	-	-	-	-	-	2,086,196	2,086,196	-	-	968,282,207	0.00%	0.0000
2042	2044	-	-	-	-	-	-	2,086,196	2,086,196	-	-	968,282,207	0.00%	0.0000
2043	2045	-	-	-	-	-	-	2,086,196	2,086,196	-	-	968,282,207	0.00%	0.0000
2044	2046	-	-	-	-	-	-	2,086,196	2,086,196	-	-	968,282,207	0.00%	0.0000
2045	2047	-	-	-	-	-	-	2,086,196	2,086,196	-	-	968,282,207	0.00%	0.0000
Total DS From Current FY:		$ -	$ 4,653,300	$ 5,792,400	$ 8,052,250	$ 8,269,740	$ 26,767,690			$ 26,767,690	$ 28,106,075			

Net Proceeds: $ 6,500,000

(1) Pursuant to Public Act 96-0501, the District's DSEB will increase by the lesser of CPI or 5% each year starting with levy year 2009. The applicable CPI increase has been applied to levy years 2009-2026, and assumed to be 0% per year thereafter.
If the District issues limited tax bonds with debt service structured assuming a growing DSEB, it will need to pass resolutions, perhaps annually, to capture the additional DSEB levy available from CPI growth.
If the CPI growth is less than estimated on average, the District will have to pay debt service in excess of the DSEB from funds on hand.

(2) Rates based upon market conditions as of November 5, 2026 and recent bond sales which PMA believes to be accurate and reliable. Estimated TIC = 3.76%.

NOTE: Scenarios where a greater portion of the overall debt is issued in advance of the expenditures of the proceeds will likely result in higher fees earned by the investment manager of the debt proceeds.

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WORKING CASH BONDS SCENARIO SUMMARY

	Scenario 1-Series 2027 Aggregate Level Debt Service $6,300,000 Proceeds	Scenario 2-Series 2027 Aggregate Level Debt Service $6,500,000 Proceeds
Estimated True Interest Cost of Series 2027 Bonds (TIC) (1)(2).....	3.71%	3.76%
Estimated Net Debt Service of Series 2027 Bonds (2).....	$7,928,693	$8,269,740
Levy Year of Final Payment.....	2037	2037

(1) True Interest Cost (TIC) is the semiannual discount rate which equates the principal and interest payments to the purchase price paid by the purchaser.

(2) Rates based upon market conditions as of November 5, 2026 and recent bond sales which PMA believes to be accurate and reliable.

NOTE: Scenarios where a greater portion of the overall debt is issued in advance of the expenditures of the proceeds will likely result in higher fees earned by the investment manager of the debt proceeds.

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NON-REFERENDUM GENERAL OBLIGATION BONDS

- Since the District is subject to the tax cap, the annual debt service (principal and interest) payments on certain non-referendum GO bonds are limited by its Debt Service Extension Base (DSEB)
- Original DSEB was determined in the levy year in which tax caps became law and was equal to the amount of non-referendum debt service levied for that year
  - The types of non-referendum bonds are described on the next slide
  - Maximum length of maturity is 30 years
- Public Act 96-0501, enacted in 2009, increases a district's DSEB annually by the Consumer Price Index (CPI)
    - Original DSEB: $1,395,552
    - **DSEB for levy year 2026: $2,086,196**

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NON-REFERENDUM GO BONDS

- The following types of non-referendum GO bonds are subject to the District's DSEB:
  - Working Cash (for capital projects or operating capital)
    - If for capital, funds are abated (permanent transfer) to the O&M fund and then transferred to the capital projects fund
    - **The District's statutory working cash bond limit is $8.1 million**
  - Funding (pays off a claim or liability like a land contract)
  - Tort
- All of these require a Bond Issue Notification Act (BINA) hearing
- Working Cash Bonds and Funding Bonds also require a back door referendum which is a 30-day petition process (10% of registered voters)

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