# **Glendale**Unified School District

Bond Market Update

June 15, 2021







Capital Markets

## Glendale USD General Obligation Bond Update

Glendale USD currently has \$99,776,844 of General Obligation Bonds from its 2015 and 2016 bond issuances that can be refinanced

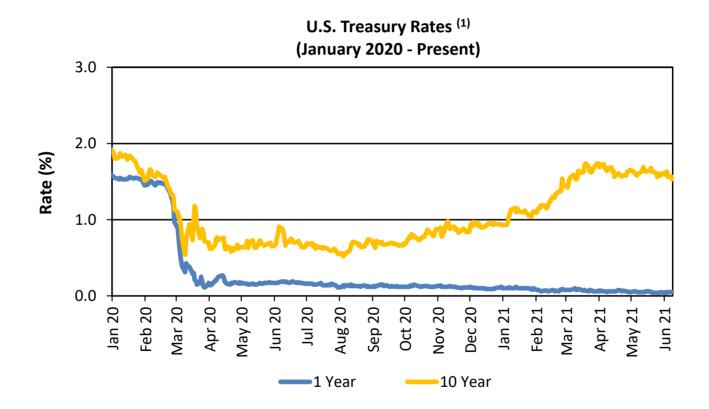
### **Summary Statistics with Sensitivity Analysis**

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	<b>Base Market</b>	Base	Base Market
	Rates <i>minus</i>	Market Rates	Rates <i>plus</i>
	0.20%	(as of 5/12/21)	0.20%
New Refunding Bond Issue Amount:	119,545,000	120,280,000	121,510,000
Prior GUSD Bonds Refunded:	99,776,844	99,776,844	99,776,844
New True Interest Cost (TIC):	2.43%	2.63%	2.83%
<b>Total Taxpayer Savings:</b>	13,991,552	10,070,413	6,114,607.68
Net PV Savings:	10,498,722	7,255,316	4,191,596
Percentage Savings of Refunded Bonds:	10.52%	7.27%	4.20%
Value of Negative Arbitrage:	(8,035,697)	(8,895,396)	(9,808,369)

#### Overview of Key Market Themes

The economic impact and central bank response to COVID-19 has resulted in historically low interest rates, however rates have been rising in recent weeks due to:

- Positive sentiment surrounding vaccine distribution
- Potential inflation as a result of the most recent stimulus bill



#### Municipal Bond Fund Flows

# Municipal Bond in/outflows have returned to a more steady pace following the large outflows at the height of the pandemic

 The past 12 weeks have demonstrated positive inflows with the most recent week demonstrating an inflow of approximately \$2.6 billion



