

## BOARD AGENDA ITEM

August 8, 2023

### ***SUBJECT:***

Issuance and Sale of General Obligation Bonds, Series 2023

### ***BACKGROUND INFORMATION:***

Section 15 of Article X of the Constitution of the State of South Carolina provides that subsequent to November 30, 1982, school districts of the State may incur bonded indebtedness in an amount not exceeding eight percent (8%) of the assessed value of all taxable property therein. The School Board approved the issuance of \$20,000,000 bonds in the District's adopted 2023 – 2024 budget and as part of the District's Five-Year Facilities Plan.

### ***ADMINISTRATIVE CONSIDERATION:***

Since 1984, the District's annual bond issuances with its 8% constitutional debt limits has totaled \$455,160,000. The District has paid \$419,920,000 as of June 30, 2023. The amount applicable to the debt limit as of this date is \$35,240,000 (see attachment 1). The District could issue bonds of \$20,000,000 for fiscal year 2023 – 2024 and remain within the 8% debt limit. Bond proceeds are used to fund projects in the District's Five-Year Facilities Plan.

The Series 2016A and Series 2018A bond issuances, originally totaling \$75,000,000 and \$50,000,000 and serviced by sales tax collections, do not apply to the 8% debt limit. Bonds issued in relation to the \$90,000,000 referendum, Series 2019A, also do not apply to the 8% debt limit. None of these are reflected in the 8% dollar figures listed above.

### ***RECOMMENDATION:***

Approve the resolution to provide for the issuance and sale of general obligation bonds, series 2023.

### ***ATTACHMENTS:***

1. Bonds applicable to the debt limit, including history of 8% bond issuances since 1984
2. Proposed resolution

### ***PREPARED BY:***

M. O. Traxler III

**Bonds Applicable to the Debt Limit**

<u>Issue Year</u>	<u>Original Issue</u>	<u>Paid Through June 30, 2023</u>	<u>Outstanding at July 1, 2023</u>
1984	\$ 11,000,000	\$ 11,000,000	\$ -
1985	1,250,000	1,250,000	-
1986	2,700,000	2,700,000	-
1987	2,250,000	2,250,000	-
1988	2,650,000	2,650,000	-
1989	6,300,000	6,300,000	-
1990	4,500,000	4,500,000	-
1991	7,600,000	7,600,000	-
1992	6,450,000	6,450,000	-
1993	7,550,000	7,550,000	-
1994	8,000,000	8,000,000	-
1995	7,600,000	7,600,000	-
1996	10,500,000	10,500,000	-
1997	9,600,000	9,600,000	-
1998	10,000,000	10,000,000	-
1999	9,500,000	9,500,000	-
2000	9,700,000	9,700,000	-
2001	10,500,000	10,500,000	-
2002	13,500,000	13,500,000	-
2003	11,200,000	11,200,000	-
2004	11,750,000	11,750,000	-
2006	21,740,000	21,740,000	-
2007	13,220,000	13,220,000	-
2008	13,800,000	13,800,000	-
2009	13,800,000	13,800,000	-
2010	14,000,000	14,000,000	-
2011	16,000,000	16,000,000	-
2012	17,500,000	17,500,000	-
2013	17,500,000	17,500,000	-
2014	17,500,000	17,500,000	-
2015	17,500,000	17,500,000	-
2016B	18,000,000	18,000,000	-
2017A	18,000,000	18,000,000	-
2018B	18,500,000	18,500,000	-
2019B	18,500,000	16,365,000	2,135,000
2020	18,500,000	10,080,000	8,420,000
2021	18,500,000	7,575,000	10,925,000
2022	18,500,000	4,740,000	13,760,000
Total	\$ <u>455,160,000</u>	\$ <u>419,920,000</u>	\$ <u>35,240,000</u>