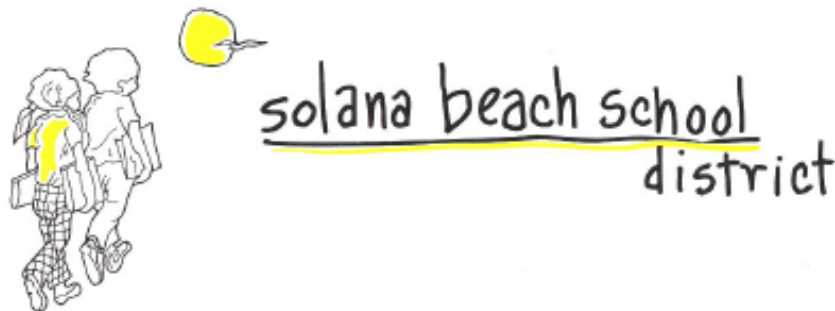




Capitol | PFG

Issuing the 2nd Series of Measure JJ Bonds

February 13, 2019



Measure JJ Approved in November 2016!

Authorized \$105 Million

- *Estimated tax rate of \$30 per \$100,000 of assessed value*

Planned Bond Issuance Schedule

Bond Series	Issuance Timeframe	Estimated Issuance Amount
Series A	Spring 2017	\$50,000,000
Series B	Spring 2019	\$55,000,000

- The District is on target to meet the planned issuance schedule
 - While maintaining the \$30/\$100,000 of assessed value tax rate promise made to voters

Remaining Measure JJ Projects

Planned Measure JJ Projects for Next 2-3 Years	
Project	Estimated Cost
Solana Vista School Reconstruction	\$35,000,000
Solana Santa Fe School Modernization	\$9,900,000
Carmel Creek School Modernization	\$2,700,000
Solana Pacific School Enhancements	\$2,700,000
Solana Ranch School Enhancements	\$2,700,000
Total	\$53,000,000

- *Measure JJ projects will be eligible for State funding and may be augmented with CFD funds on eligible school sites*
 - *Decision on School #8 will impact project scope and available funding*



A Bond Plan is Based on Several Assumptions

Assessed Value Growth

- 3.5% for 2019-20, 3% for 2020-21, and 2.5% thereafter (AV grew by 4.95% in SFID 1 last year)

Bond Interest Rates

- Estimated TIC of 3.65% (3.46% on 2017 Bonds)

Bond Term

- 25 years (30 year term on 2017 Bonds)

Tax Rate Limitations

- \$30 per \$100,000 of AV



Estimated Series 2019 Bond Sizing

Sources of Funds:

Bond Proceeds

Par Amount of Bonds	\$55,000,000
Premium	\$5,460,000

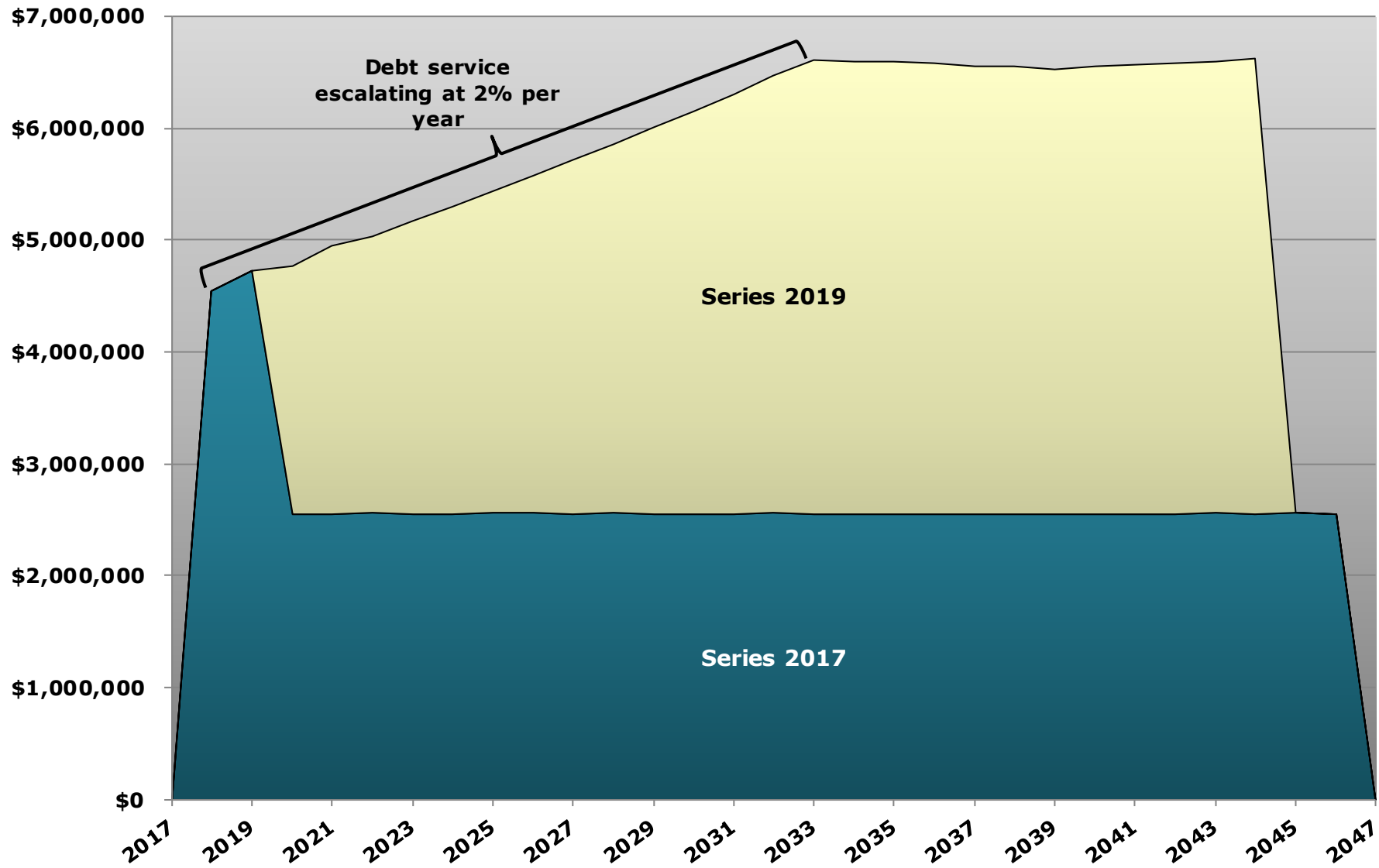
Total Sources of Funds **\$60,460,000**

Uses of Funds:

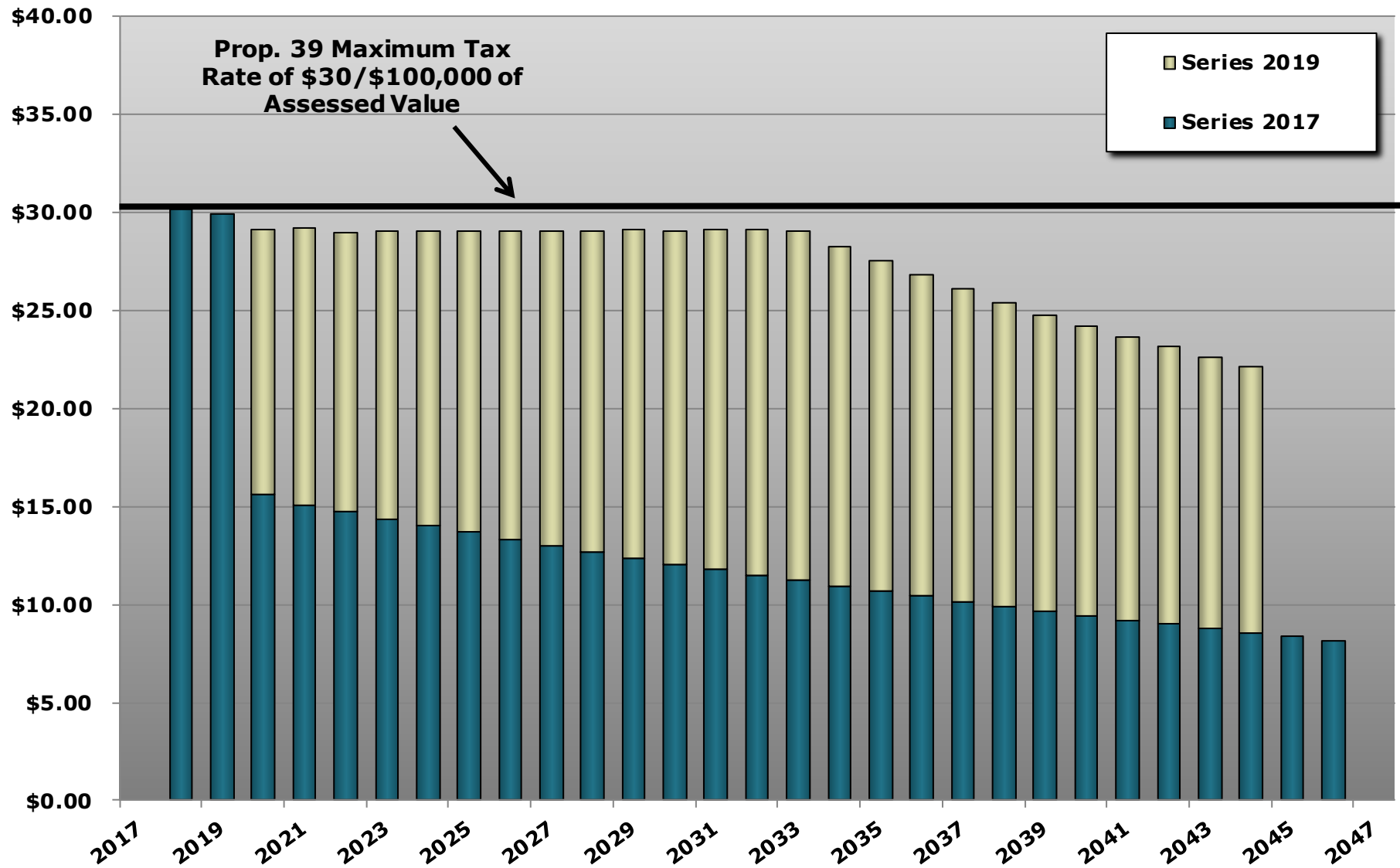
Project Fund Deposit	\$54,780,000
Capitalized Interest Fund	\$5,248,000
Cost of Issuance	\$220,000
Underwriter's Discount	\$212,000

Total Uses of Funds **\$60,460,000**

SFID 1 Combined Debt Service Uses All Current Interest Bonds With 17% of Total Principal Retired in First 5 Years of Bonds Outstanding



**SFID Tax Rates Can Be Maximized at \$30/\$100,000 of AV.
As the Tax Base Grows, Bonds Can be Refinanced to
Shorten the Overall Term and Maintain the \$30 Tax Rate**



Comments on Series 2019 Bonds

Average Life of Bonds: 15.5 Years

Term of Bonds: 25 Years
• 8-10 year call protection

Assumed All-In True Interest Cost: 3.65%

Current Interest Bonds

Debt Repayment Ratio: 1.58 to 1
• Total repayment estimated at \$161 million

Maximum Tax Rate: \$30 per \$100,000 of AV





Next Steps

Planned Schedule for Moving Forward

Feb 13

- Board considers resolution authorizing the issuance of bonds and Preliminary Official Statement (action item)

Mar 26

- Bond Sale

Apr 16

- Bond Closing (money in the bank)



Board Questions and Discussion

