



ALUM ROCK UNION ELEMENTARY SCHOOL DISTRICT

Bond Sale Update

Meeting Date:
November 12, 2015

NOTICE: The information presented herein is illustrative and only for discussion purposes. All figures are estimates and approximations based on current market conditions and projections. Actual results of any bond program will depend on a number of factors at the time of each bond issue, including but not limited to actual growth in assessed values, District credit ratings, prevailing interest rates, and bond structuring and total debt limitations that may be imposed by law or policy.

Project: Multi-purpose Community Centers

- The District has identified construction of two multi-purpose community centers as a high-priority project
- The costs to build such facilities are estimated as follows*:

	Fischer Middle School	George Middle School	Totals
Hard Costs	\$10,800,000	\$7,000,000	\$17,800,000
Soft Costs	\$2,537,149.0	\$1,729,300.0	\$4,266,449
Total	\$13,337,149	\$8,729,300	\$22,066,449

* Estimates received from Del Terra on October 28, 2015

Financing Plan

- The project will be paid from a combination of bond funds on hand and a proposed sale of new Measure J bonds
- Bond principal amount is estimated to exceed the \$15 million previously authorized by the Board of Trustees
- The proposed financing plan is as follows:

Total Project Costs	\$22,066,449
Available Unspent Bond Funds (2013 Measure J Bonds)	\$10,537,586
New Measure J Bond Issue (CIBs Only)*	<u>\$15,580,000</u>
Total Available Funding	\$26,117,586
Funds Available for Other Projects	\$4,051,137

* No Capital Appreciation Bonds (CABs); based on current interest rates, subject to change

Proposed Financing Structure & Schedule

Bond Structure

- Tax-Exempt Series C Measure J Bonds, up to \$20 million
- Final maturity will not exceed 30 years
- Structured as 100% current interest bonds (no CABs)
- Call option at 10 years, at face value (no premium)

Financing Schedule

- November 12, 2015: Board approves revised bond documents
- January 14, 2016: Bonds sold
- January 28, 2016: Closing - project funds received by District