

Riverside Unified School District
Business and Governmental Relations Division

Board Finance Subcommittee Meeting

Superintendent's Office

Monday, April 20, 2015

11:30 a.m.

CALL TO ORDER – Tom Hunt called the meeting to order at 11:34 a.m.

PRESENT: Mr. Tom Hunt (Chairperson), Mr. Brent Lee (for Mrs. Kathy Allavie),
Dr. David Hansen, Mr. Michael Fine, Ms. Sandie Meekins, Mrs. Joyce
Threadgold (recorder)

ALSO PRESENT: Mr. Adam Bauer, President, Fieldman, Rolapp & Associates

1. Approval of the Board Finance Subcommittee Meeting Minutes

With the absence of Kathy Allavie, the minutes of the February 20, 2015 subcommittee meeting will be approved at the next Board Finance Subcommittee Meeting.

2. General Obligation (GO) Bond Refunding

Mr. Adam Bauer, President, Fieldman, Rolapp & Associates, gave an overview of the Municipal Market update and credit ratings, and the 2015 General Obligation Refunding Bonds along as well as the summary of the long-term debt. Mr. Fine explained that with the Subcommittee's approval, staff will be proceeding on preparation of the documents for the Board of Education's approval to refund (refinance) the 2006 Series B General Obligation Bonds. He went on to say that the refunding is currently estimated to save taxpayers approximately \$6.5 million over the life of the bonds in reduced interest costs. This equates to roughly \$1.87 per year per \$100,000 of assessed valuation savings. The GO Bond Refunding is on the fast track and will be on the May 4 Board of Education Meeting Agenda.

3. Certificate of Participation (COP) Issuance

Mr. Bauer explained the process for the Certificate of Participation Issuance which included the financing schedules. Mr. Fine stated that the potential acquisition of two parcels of land will necessitate the borrowing of funds to close escrow. With the Subcommittee's approval, staff is proceeding on preparation and bidding of \$10 million of Certificates of Participation. In order to issue COPs, the District must first give RCOE 30 days' notice and provide a variety of financial reports. The COPs will be privately placed with an investor based on bids received. The private placement will facilitate a quick financing transaction and provide the funds before June 30 anticipated escrow closings. The Board of Education will consider the documents and award of the COPs bid to a buyer at their June 1 Board of Education Meeting.

PUBLIC RELATIONS

1. Unscheduled Communications

There were no unscheduled communications.

ADJOURNMENT

The meeting was adjourned at 12:42 p.m.