

GENERAL OBLIGATION SCHOOL BONDS, SERIES 2019
EXECUTIVE SUMMARY

On December 9, 2014, the Board approved Master Bond Resolution No. 15-101, authorizing the issuance of General Obligation Bonds (“GOBs”) in an aggregate amount not to exceed \$800 million, to be issued in multiple series.

On May 19, 2015 the Board voted on the amendment to the District Educational Facilities Plan (DEFP), incorporating the Safety, Music and Arts, Athletics, Renovation, and Technology (SMART) initiative. The SMART initiative lists the projects that will be funded by the \$800 million GOBs.

Also on May 19, 2015, the Board approved Resolution No. 15-111, setting in motion the issuance of the first tranche of GOBs in an aggregate principal amount of \$155,055,000.

Due to the needs of the SMART initiative, as it relates to GOBs, we are nearing funding capacity from the first tranche issued in 2015. Coupled with a multitude of projects nearing or close to finalizing the design phase and projects entering the construction phase, it is prudent at this time to issue the second tranche of GOBs. Based on several meetings and the recommendation by the SMART Program Leadership Team and consultants, funding needs for the second tranche are identified to be approximately \$200 million.

Therefore, to ensure continuity and adequate funding for the SMART initiative, staff recommends the Board approve the second tranche of GOBs in an amount not to exceed \$200 million.

Assuming an issuance of \$200 million, \$444,945,000 aggregate principal amount of the \$800 million voter-approved GOB remains for the District to issue over the life of the SMART Program.