

Los Rios Community College District

# General Obligation Bond Rating and Series 'A' Update



Citizens' Oversight Committee  
July 18, 2002

**I. SERIES 'A' – First Issuance \$27.5 million**

A. Series 'A' Projects

1. American River College (ARC)

a. Allied Health Modernization\*

b. Natomas Center Phase I

2. Cosumnes River College (CRC)

a. New Instructional & Library Building\*

b. Bookstore Expansion

***\*Combination of State and Local Bonds***

- A. Series 'A' Projects (Cont'd)
  - 3. Folsom Lake/El Dorado Centers
    - a. New Instructional Facilities – Phase IC\* (FLC)
    - b. Instructional/Library Space (EDC)\*
    - c. Parking Expansion (EDC)
    - d. Bookstore/Cafeteria (FLC)
  - 4. Sacramento City College (SCC)
    - a. Technology Building Modernization
    - b. Cafeteria Modernization

***\*Combination of State and Local Bonds***

## **II. Series 'A' Financing Timeline**

March – June	Preparation of Preliminary Official Statement (POS)
April 17	Board of Trustees Resolution Approved Authorizing Sale
June 4	Sacramento County Board of Supervisors Resolution Approved
June 24	Bond Presentation – New York Standard & Poor's (S & P) Moody's
June 26	Advertise Notice of Intent to Sell (Bond Buyer)

July 3–9 Receipt of Rating

S & P **A+**

Strengths include “diverse local economy, very low direct debt burden.”

Strengths offset by “average income levels and funding dependent on State appropriations.”

Moody's **Aa<sup>3</sup>**

Key considerations: “include the District’s large tax base, average wealth levels, stable financial position with healthy overall reserve levels, and manageable debt burden.”

“As a result of the District’s adept management, the District’s finances are very strong.”

July 11	Competitive Bids Opened:	TIC*
	Banc of America Securities LLC	4.773791%
	Salomon Smith Barney, Inc.	4.734917%
	US Bancorp Piper Jaffray	4.715324%
	Prudential Securities Inc.	4.714057%
	UBS PaineWebber Inc.	4.696454%
	<b>Stone &amp; Youngberg LLC</b>	<b>4.646596%</b>

July 15–24 Pre-Close

August 1 Close – Proceeds Received

***\*Total Interest Cost***