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  Aa3**

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:  
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%  
**Stone & Youngberg LLC**  **4.646596%**

July 15–24  Pre-Close

August 1  Close – Proceeds Received

*Total Interest Cost*