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Please see Board minutes for Q&A and verbal commentary.

Colusa Unified School District



Financial Planning for a November 2014 Bond Election



Presented by Lori Raineri and Stacie Frerichs
March 18, 2014

Agenda

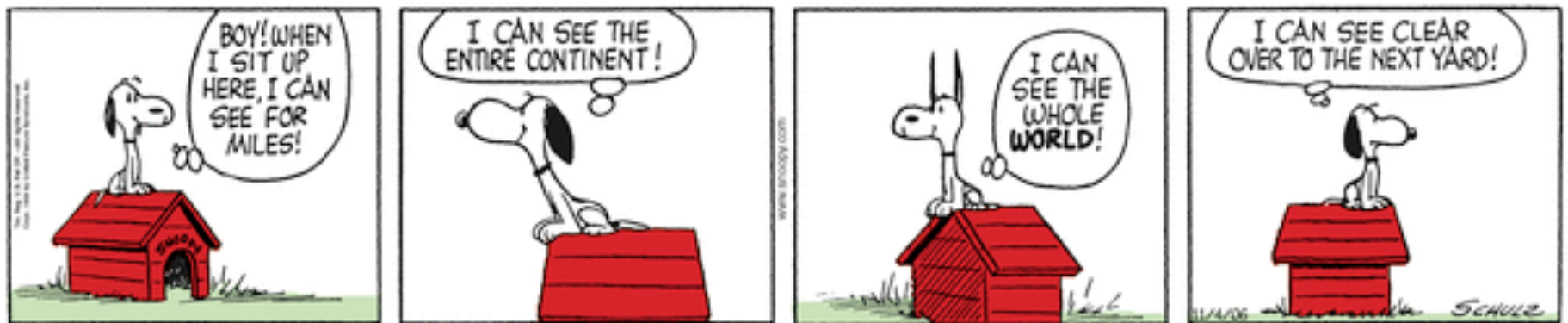
- **What has been accomplished**
- **Where we are now**
- **What is needed between now and November**
- **Appendix**
 - **Historical Assessed Value**
 - **Assumed Future Assessed Value**
 - **5-Year Compounded Annual Growth Rate**
 - **15-Year Compounded Annual Growth Rate**
 - **25-Year Compounded Annual Growth Rate**
 - **District's Tax Base**
 - **Median and Mean AV by Parcel Use**



What Has Been Accomplished

- **Looked at financial potential for a GO Bond based on statutory limits**
 - **\$60/\$100,000 AV and bonding capacity**
- **Hired FM3 to conduct a facilities needs assessment**
 - **Results presented at the February Board Meeting**
- **Hired Bregman and Associates to conduct a public opinion survey**
 - **Presented today**

We Looked Into the Next Yard



Facilities Needs and Public Opinion Survey

FINDINGS

- Each site was reviewed by the project team
 - Building-by-building, room-by-room inspections
 - Relevant District data also incorporated when developing this analysis
- Grand totals for all noted facility renovation work equals an estimated **\$35,307,134** in FY13 dollars



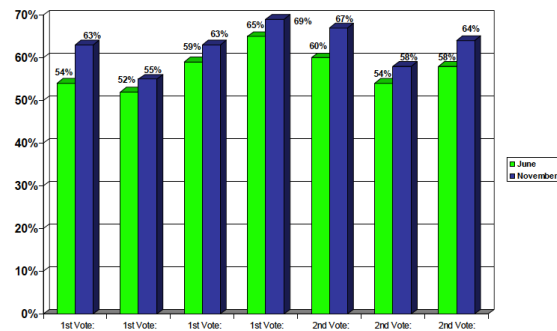
CUSD Facility Needs Assessment 2/25/14

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- **Facilities Needs Assessment**
 - **More than \$35 million in needs**

Chart 5

**Comparison of 7 "Yes" Votes:
Likely June and Likely November Voters**

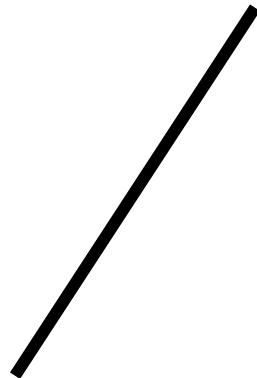


GENE BREGMAN & ASSOCIATES

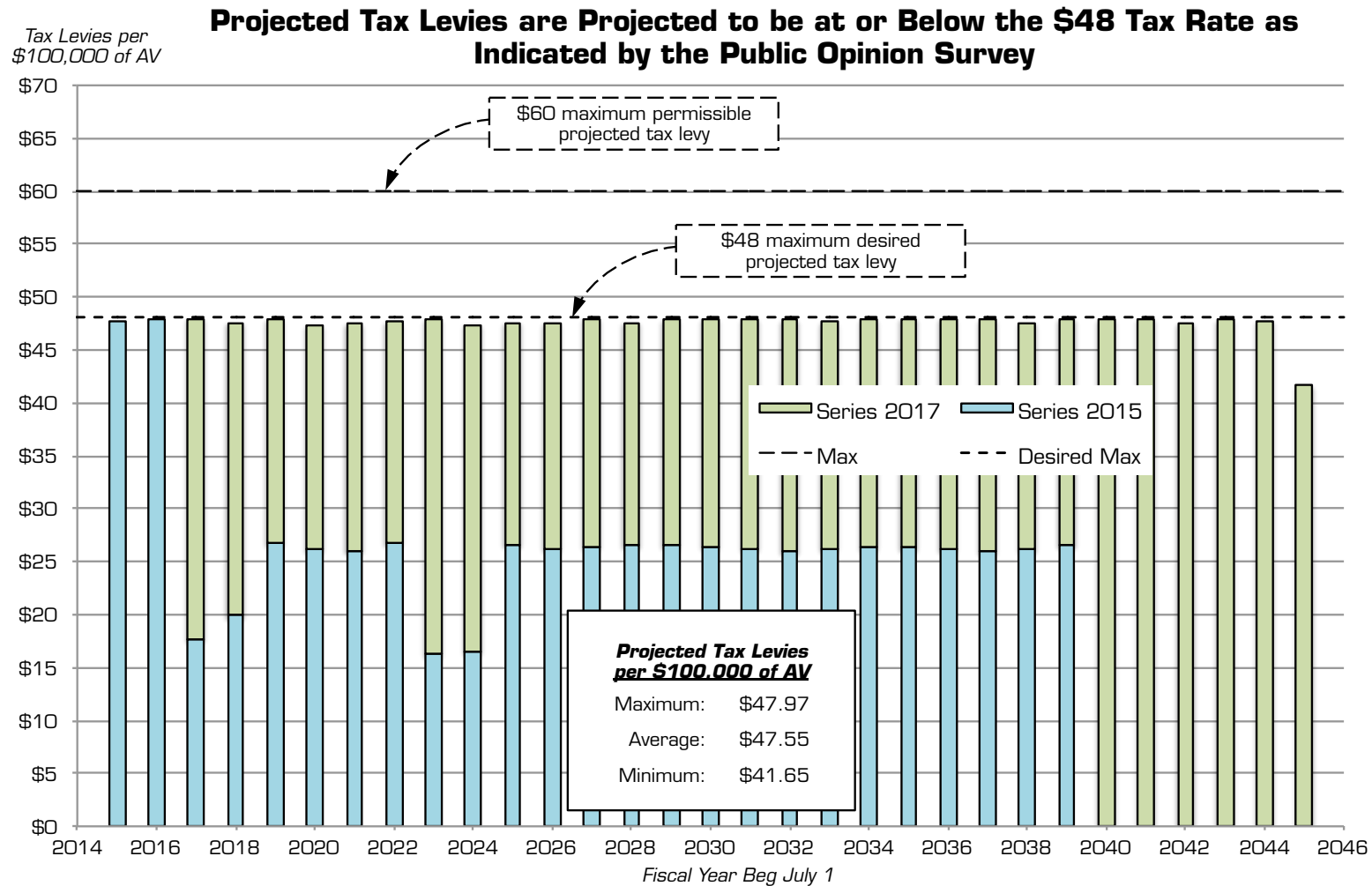
- **Public Opinion Survey**
 - **Tax rate above \$45/\$100,000 AV**
 - **Selected \$48/\$100,000 parameter**

G.O. Bond Tax Rates

- Bond tax rate \approx required tax collection \div total assessed value within District
- Each property pays its pro rata share, based on its individual assessed value (not market value)

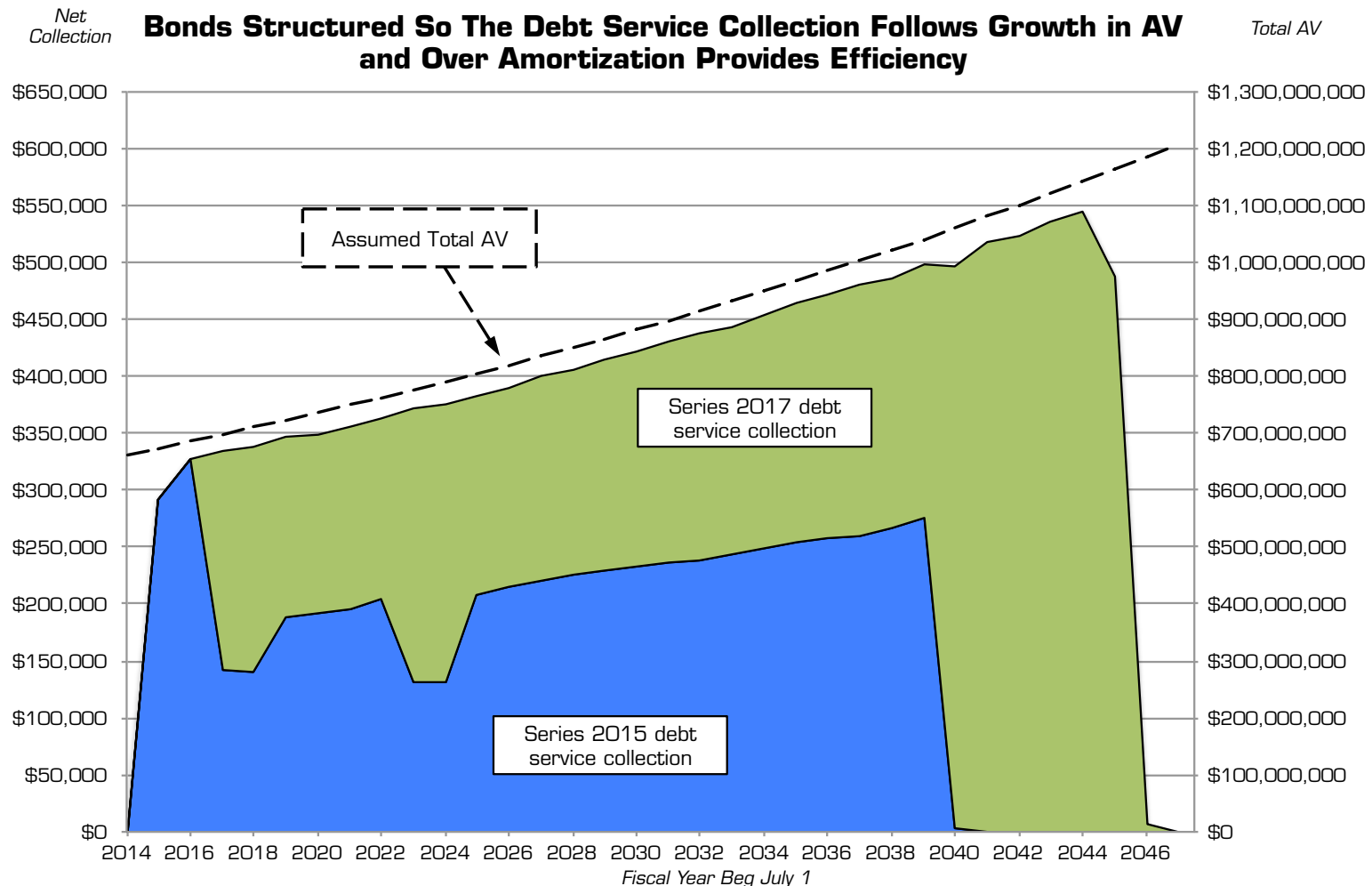


New Bond Plan: Projected Tax Rates < \$48



Tax levies based on assumed increases of 1% of 2014-15 and 2% annual thereafter for net local secured AV, while all other AV types are assumed to remain unchanged. Debt service includes County reserve requirement of full collection of next fiscal year's first payment and 1/2 of second payment.

Repayment Structure is Important

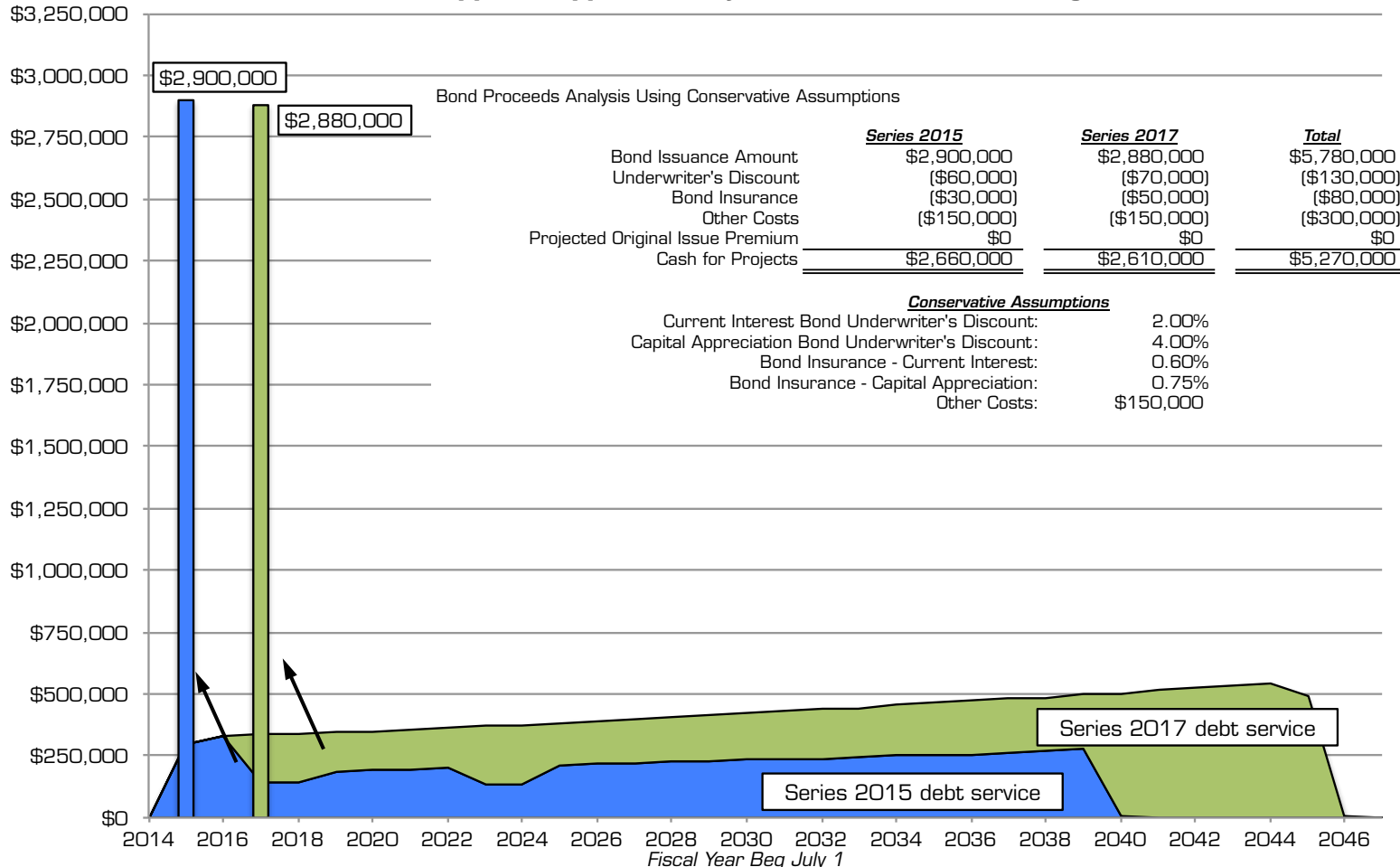


Net local secured AV is assumed to increase 1% for 2014-15, & 2% annually thereafter, while all other AV types are assumed to remain unchanged. Debt service includes County reserve requirement of full collection of next fiscal year's first payment and 1/2 of second payment.

\$5.8 Mil in Bonds → \$5.3 Mil for Projects

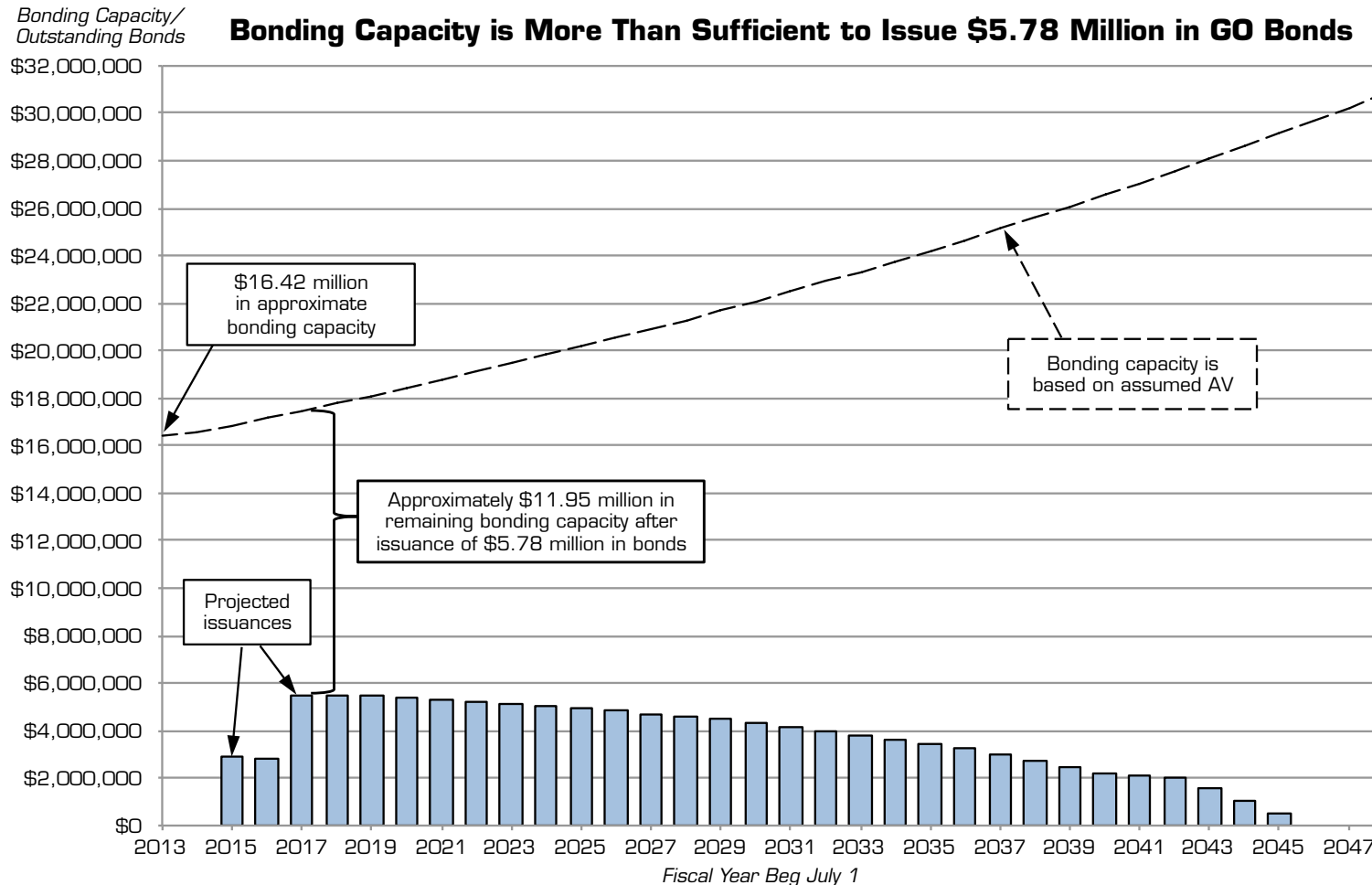
Issuances/Net
Debt Service

Tax Revenue Supports Approximately \$5,780,000 in Borrowing Over Two Series



Net local secured AV is assumed to increase 1% for 2014-15, & 2% annually thereafter, while all other AV types are assumed to remain unchanged. Debt service includes County reserve requirement of full collection of next fiscal year's first payment and 1/2 of second payment. Issuances rounded.

After Bonds Issued, Capacity Remains

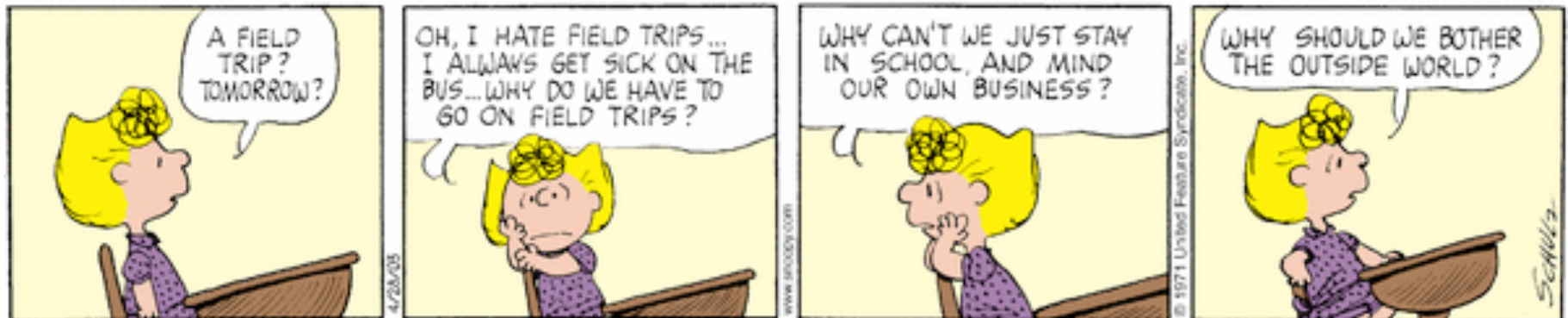


Bonding capacity based on assumed AV increases of 1% for 2014-15, & 2% annually thereafter for net local secured, while all other AV types are assumed to remain unchanged. Annual bonding capacity is as of August 20 when AV becomes "equalized."

Next Steps

March 18, 2014	Board Meeting: Presentation of public opinion survey and proposed bond financial plan.	Gene <u>Bregman</u> and Associates District Staff Govt. Financial Strategies
April 2014	Solicit fee quotes and select bond counsel.	Govt. Financial Strategies
March - April 2014	Development of bond resolution and ballot statement.	Bond Counsel District Staff Govt. Financial Strategies
March - June 2014	Conduct Community Meetings.	District Staff Govt. Financial Strategies
Tuesday, May 20 or June 24, 2014	Board Meeting: Board considers resolution calling for election.	School Board
	After Board action - resolution calling for election delivered to Colusa County.	District Staff
Friday, August 8, 2014	<u>Statutory</u> deadline for calling of election and forwarding resolution to County (at least 88 days prior to election).	
November 4, 2014	Election Day.	District Voters

A School Bond is a Community Endeavor



Thank You

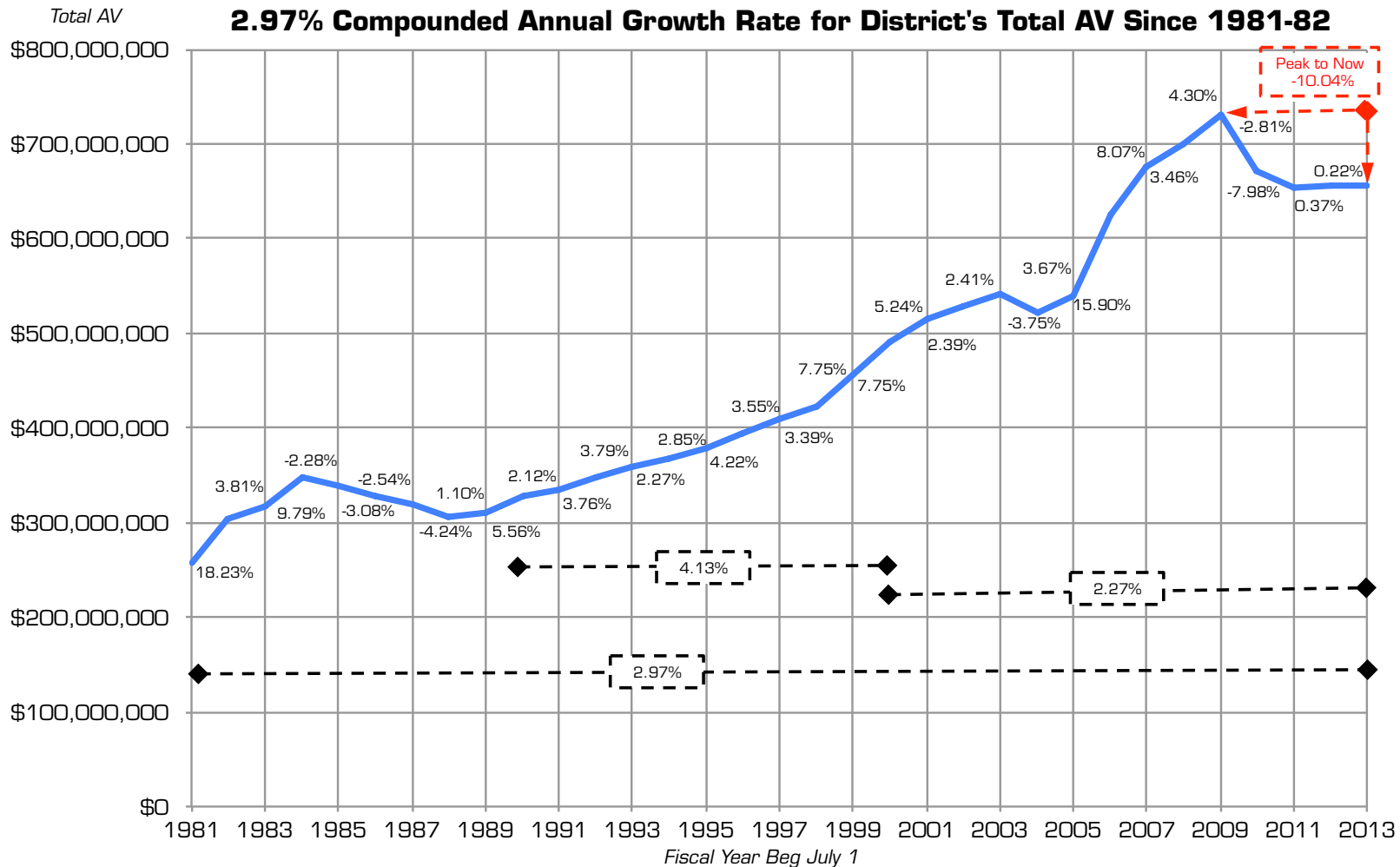
■ **Questions or Comments?**

For Reference

■ Appendix

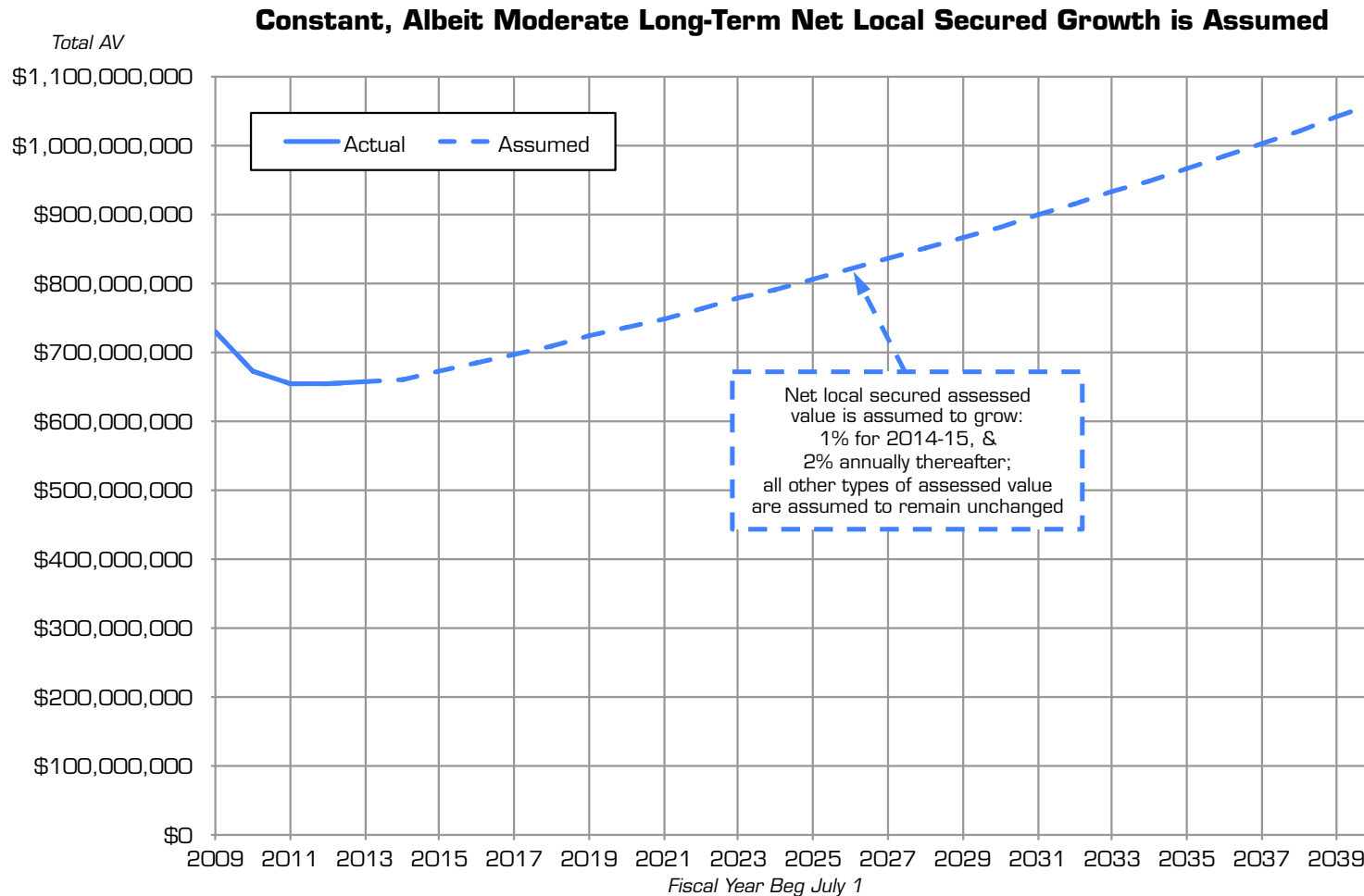
- Historical Assessed Value
- Assumed Future Assessed Value
- 5-Year Compounded Annual Growth Rate
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- Median and Mean AV by Parcel Use

Historical Assessed Value



Assessed values for all years except 1999-00, 2002-03 and 2008-09 provided by Colusa County Auditor-Controller's Department. Roughly constant growth assumed over missing years.

Assumed Future Assessed Value

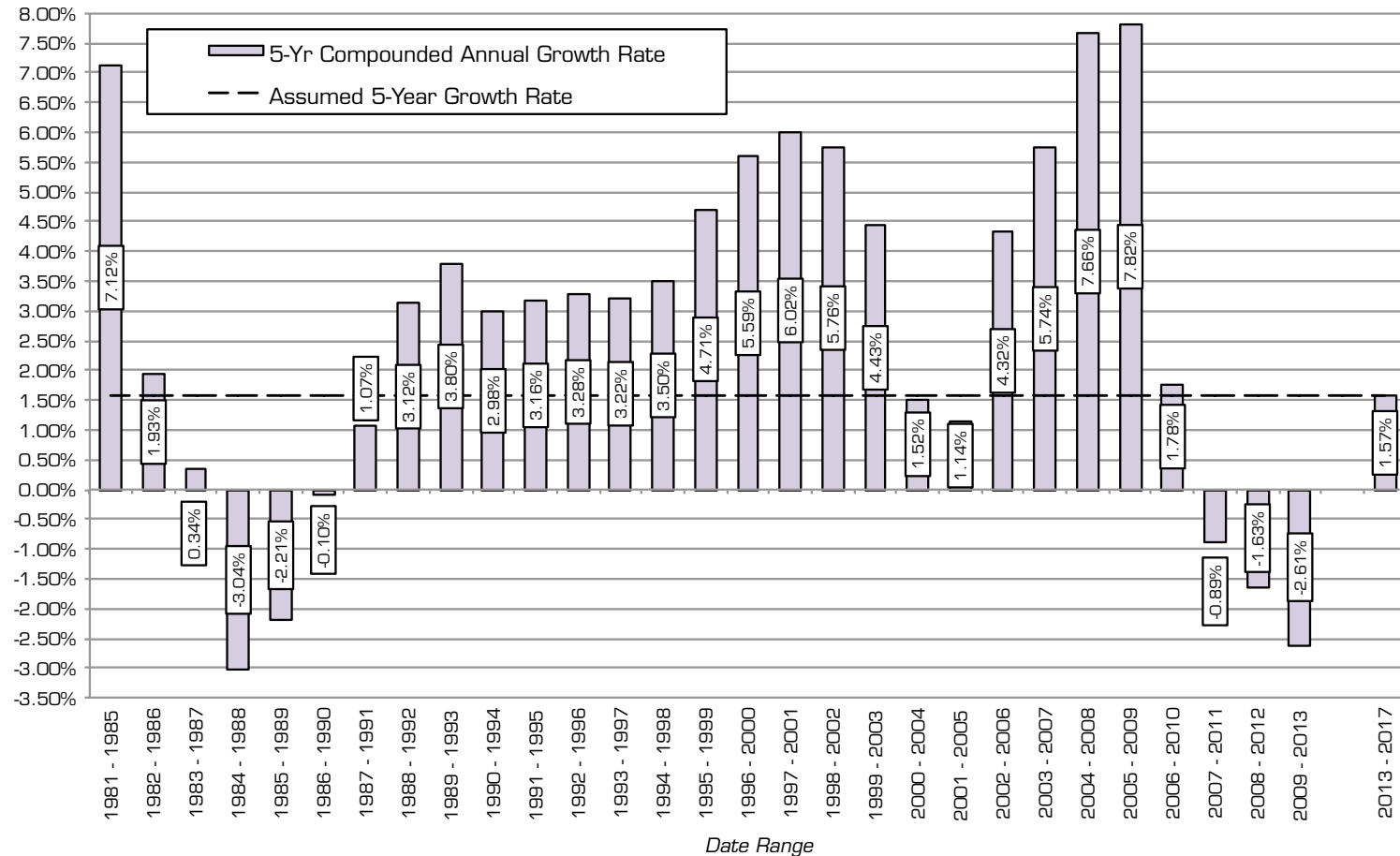


Historic assessed values provided by Colusa County Auditor-Controller's Department.

5-Year Compounded Annual Growth Rate

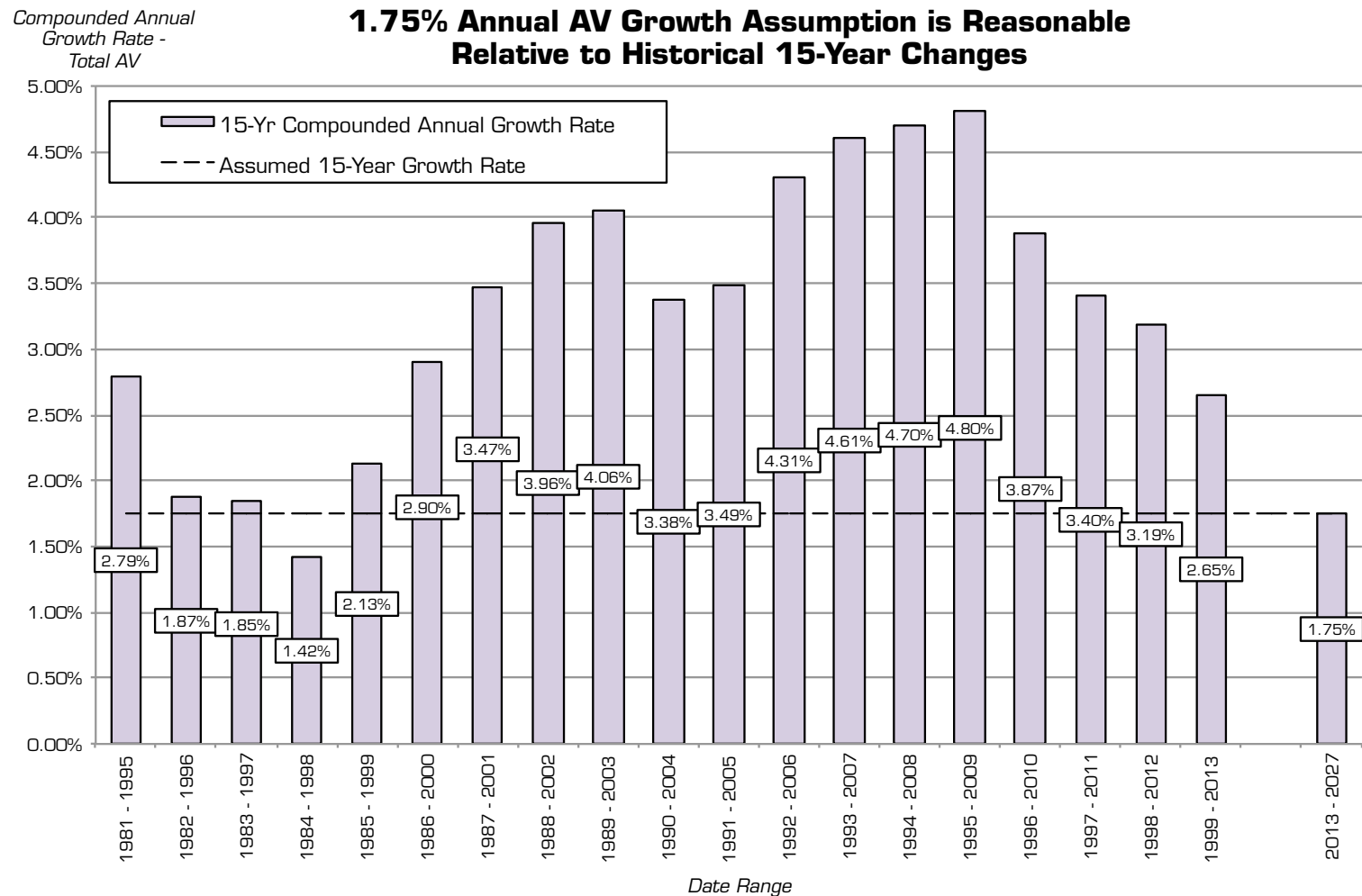
Compounded Annual
Growth Rate -
Total AV

**1.57% Annual AV Growth Assumption is Reasonable in Light of the Years
of Negative Growth**



Historical data from Colusa County Auditor-Controller's office. Net local secured AV is assumed to increase 1% for 2014-15, & 2% annually thereafter, while all other AV types are assumed to remain unchanged.

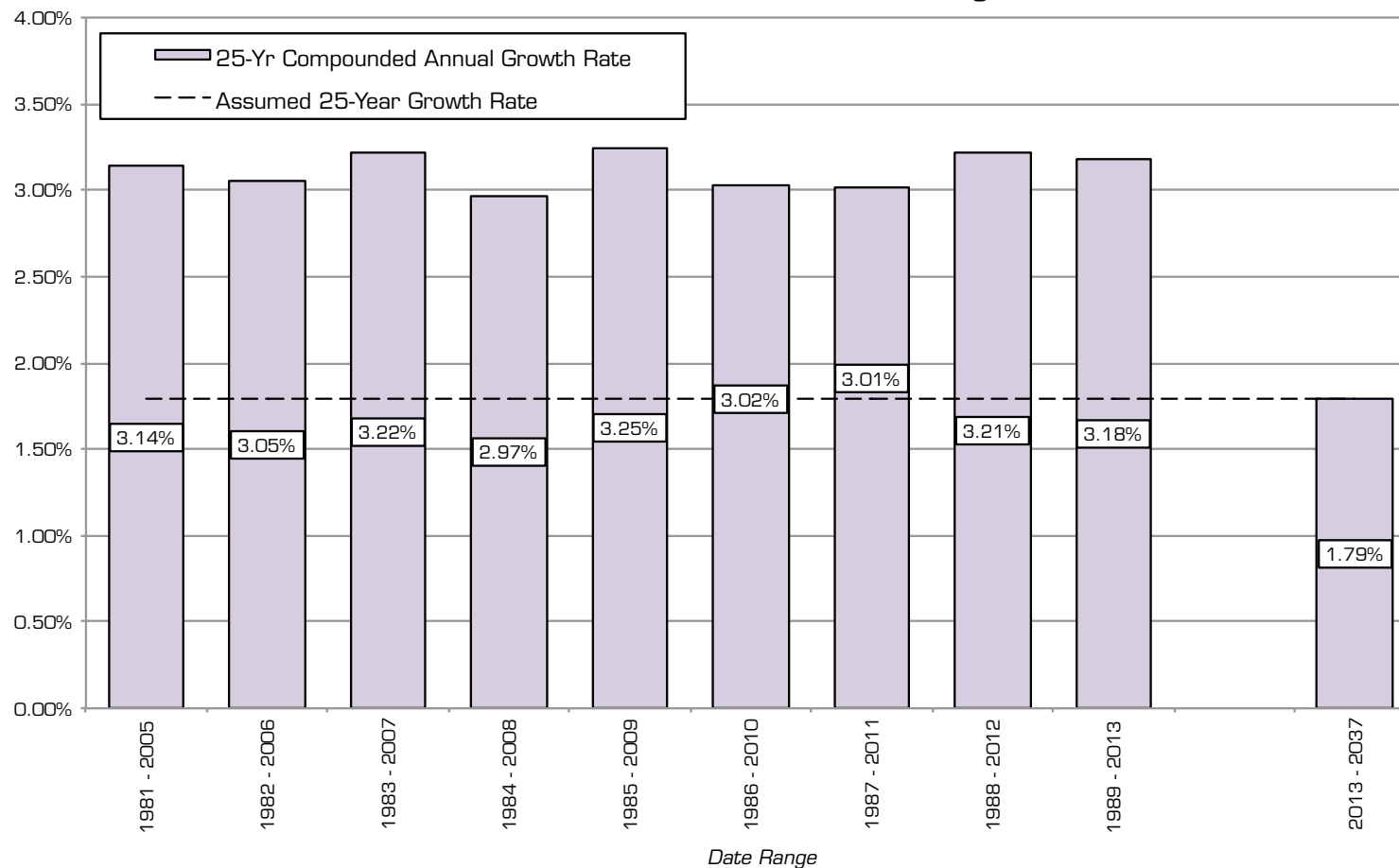
15-Year Compounded Annual Growth Rate



Historical data from Colusa County Auditor-Controller's office. Net local secured AV is assumed to increase 1% for 2014-15, & 2% annually thereafter, while all other AV types are assumed to remain unchanged.

25-Year Compounded Annual Growth Rate

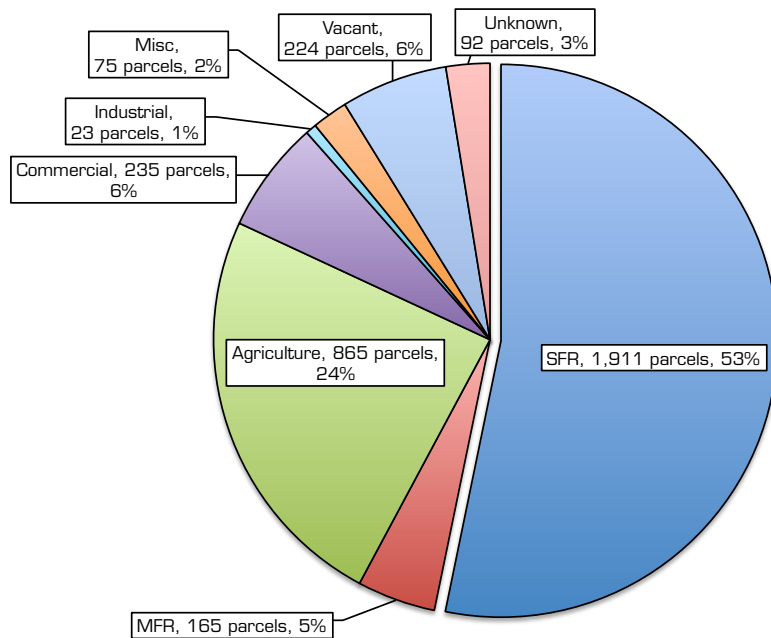
Compounded Annual Growth Rate - Total AV **1.79% Annual AV Growth Assumption is Somewhat Conservative Relative to Historical 25-Year Changes**



Historical data from Colusa County Auditor-Controller's office. Net local secured AV is assumed to increase 1% for 2014-15, & 2% annually thereafter, while all other AV types are assumed to remain unchanged.

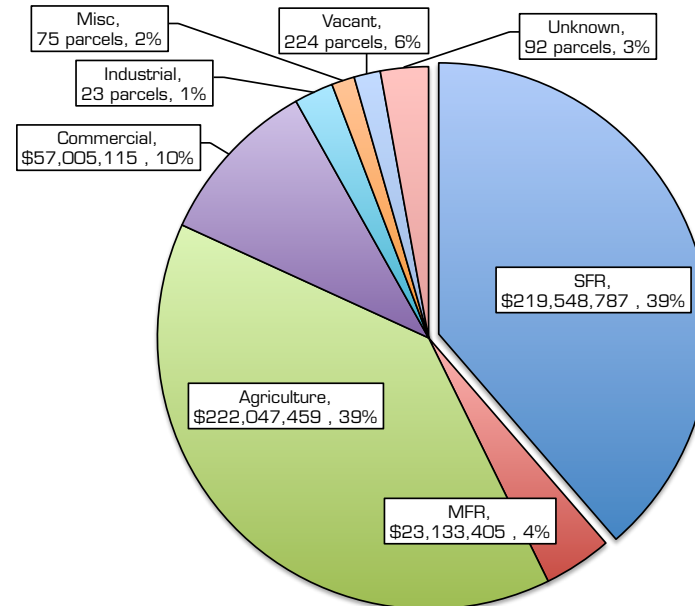
District's Tax Base

Single Family Residential Parcels Account for More Than Half of the Parcels within the District



Parcel detail provided by Colusa County Assessor's Department.

Single Family Residential and Agricultural Parcels are Approximately the Same AV and Account for Approximately 78% of the AV in the District



Number of parcels and use code detail provided by Colusa County Assessor's Department.

Median and Mean AV by Parcel Use

