

The background features a large, faded watermark of the Compton Unified School District logo. The logo is circular and contains the letters 'A', 'B', and 'C' at the top, a central emblem with a book and a torch, and the words 'COMPTON UNIFIED SCHOOL DISTRICT' around the perimeter. The text 'COMPTON UNIFIED SCHOOL DISTRICT MEASURE S' is centered in the foreground in a bold, white, sans-serif font.

COMPTON UNIFIED SCHOOL DISTRICT MEASURE S

Series B Bond Issuance

Initial Bond Measure

- On August 18, 2015, LPA presented the districts Facilities Maser Plan that outlines all the facility needs across the district. Over \$1 billion in upgrades and repairs
- On November 3, 2015, there was a local election on Measure S to authorize the issuance of up to \$350 million for the following purpose:
 - *To make schools safe and modern, and to inspire learning; shall the Compton Unified School District issue \$350,000,000 in bonds at legal rates to construct and renovate local schools, sites, and facilities, including research libraries, modern classrooms and science labs, media and performing arts centers, technology centers and athletic complexes; repair safety hazards and security systems; replace worn-out roofs, plumbing, heating, electrical, and other systems*
- On November 23, 2015, the Los Angeles County Register-Recorder issued a certificate of election results that certified the passage of Measure S.

Measure S Bond Issuance

- On August 23, 2016, the Board authorized the issuance of Series A of Measure S in the amount of up to \$20 million leaving \$330 million remaining in future issuances.
- Funds from Series A have been used to cover planning, assessments, and acquisition of parcels.
- Two annual independent audits have been completed ensuring district is in compliance with use of bond funds
- Board has finalized first major project and design: Compton High School
 - *Estimated cost of \$210,000,000*
- As the schematic design phase continues and the district begins to prepare for submittal to DSA, it is necessary to begin the process for Series B issuance.

Compton High School

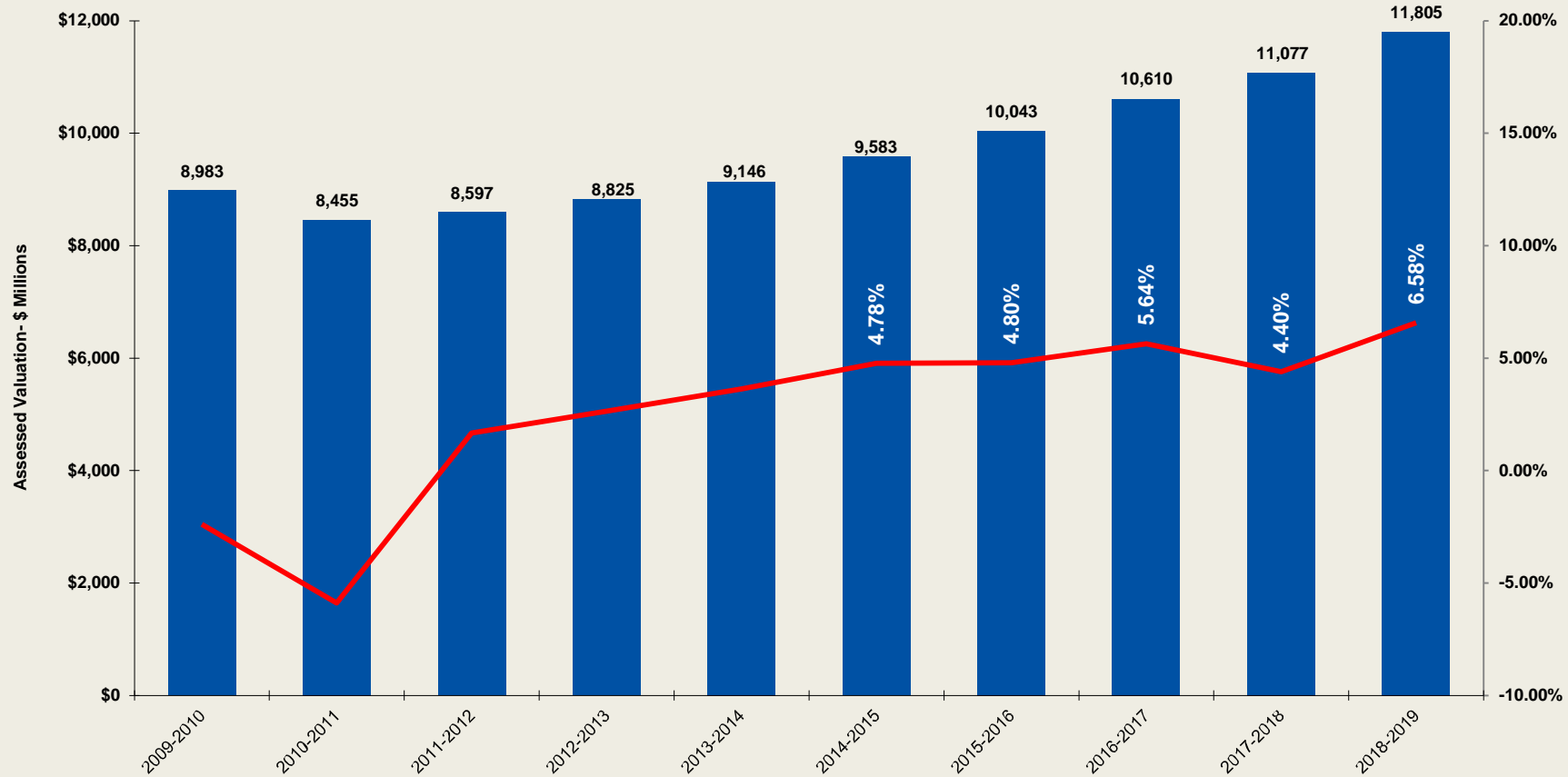




Issuance of Series B

- Current ratings are Aa3 from Moody's and A from S&P
- Factors that impact bonding capacity and rating
 - *Assessed valuation (AV)*
 - *Interest Rates*
 - *Future growth of AV*
 - *Districts fiscal solvency*
 - *Districts leadership*
 - *Debt levels*
 - *Economic Factors*

Assessed Valuation and Historical Growth



Fiscal Year 2018-2019	
Assessed Valuation (AV)	\$11,805,351,359
Compounded Annual Growth	3.08%
15 Year Average AV Growth	5.02%
10 Year Average AV Growth	2.59%
5 year Average AV Growth	5.24%

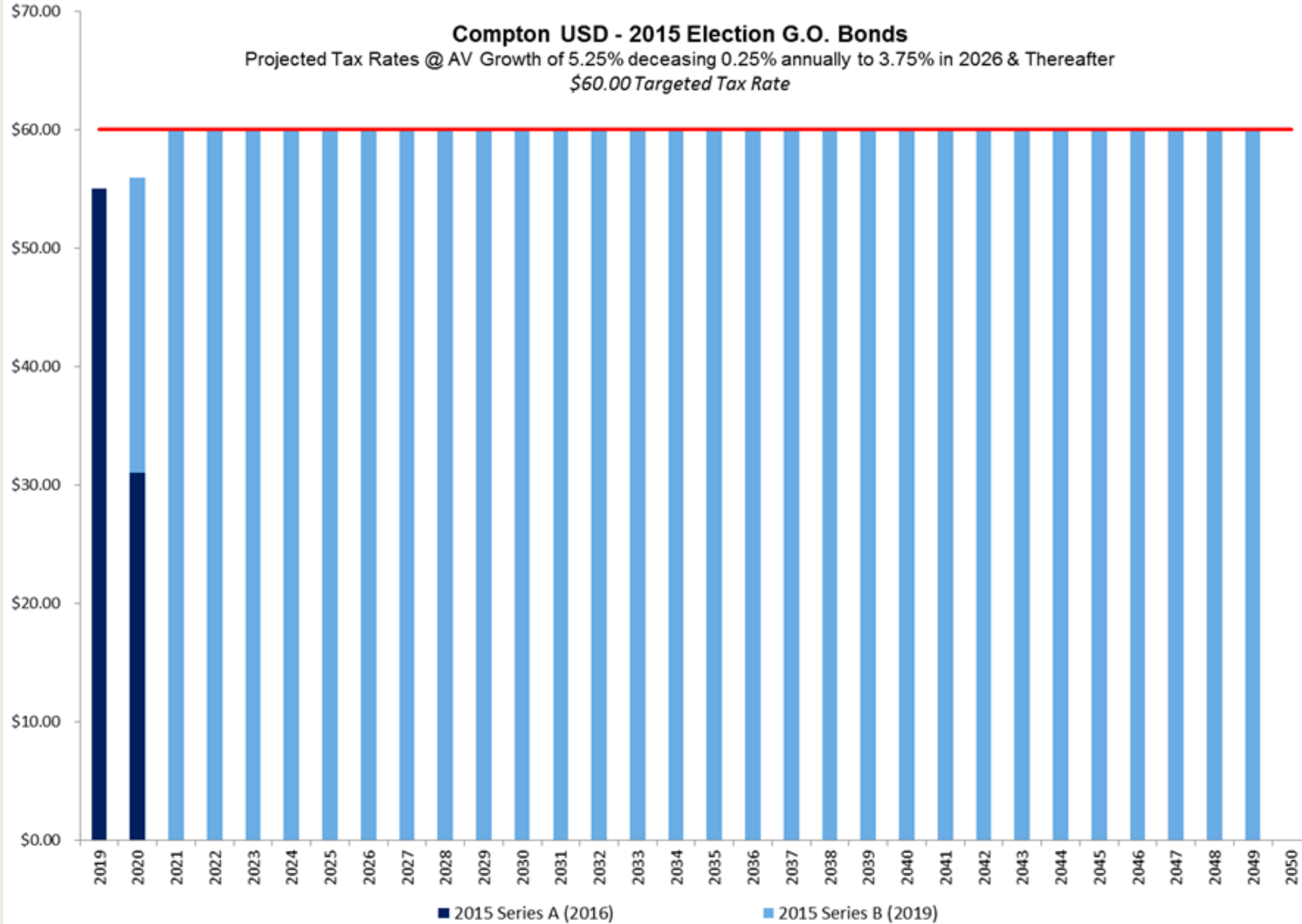
Source: Compton Unified School District

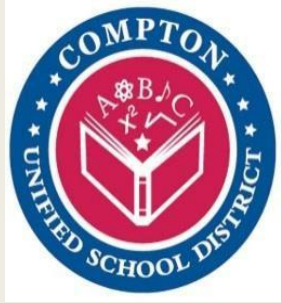
Series B Issuance

- Current AV trends and interest rates will allow the issuance of an estimated \$215,000,000
- The amount could be slightly higher or lower based on market conditions when bonds are issued in August 2019
- Approximately 94% of issuance will be current interest bonds (CIBs) and 6% will be capital appreciation bonds (CABs)
 - *CIBs are bonds that pay interest semi-annually*
 - *CABs pay all principal and interest at a set point in the final years of debt repayment*
- Estimated repayment ratio for entire amount 2.33:1
- Final repayment year 2049

Compton USD - 2015 Election G.O. Bonds

Projected Tax Rates @ AV Growth of 5.25% decreasing 0.25% annually to 3.75% in 2026 & Thereafter
\$60.00 Targeted Tax Rate





Timeline for Series B

<u>Date</u>	<u>Event</u>	<u>Responsible Parties</u>
04/09	Distribute Preliminary Schedule, Term Sheet and Interested Parties List	UW
04/22	Distribution of Resolutions and supporting documents for comment	BC, UC DC
05/10	First draft of GO Bond Preliminary Official Statement (POS) Agenda cut-off for District Board of Trustees	BC, District
05/10	Distribute Draft Credit Rating Presentation	UW
05/22	Board of Trustees Regular Meeting – Information Item*	District
06/07	Distribute Second draft of POS	DC
06/07	Agenda cut-off for District Board of Trustees	BC, District
06/07	Mail Package to Rating Agencies and Insurers	UW
06/10 & 06/11	Rating Meetings (In-person in San Francisco)	District, UW
06/12	Board of Trustees Regular Meeting – Adopt Resolution*	District
07/09	County Board of Supervisors adopts Bond Resolution	BC, County
07/16	Receive Ratings and Insurance Bid	UW
07/26	Print/Post GO Bond Preliminary Official Statement	UW, DC
08/06	Pre-price GO Bonds**	UW, District, County
08/07	Price GO Bonds** Sign Bond Purchase Agreement	UW, District, County UW, District
08/08-08/28	Finalize Documentation	All Hands
08/16	Print and Distribute Final Official Statement	UW, DC
08/28	Pre-Close	All Hands
08/29	Closing and delivery of funds	All Hands

QUESTIONS