

Board of Education Presentation

2025 Refunding GO Bonds & Measure J Series C GO Bonds



April 23, 2025



Presented by:

*Adrian Vargas
Chief Business Officer
Mt. Diablo USD*

*Rachel Chang-Kwei
Senior Vice President
Fieldman*

Overview



- Mt. Diablo Unified School District (“MDUSD”) has a robust facilities funding program, primarily comprising of local funding provided by general obligation (“GO”) bonds and matching facilities funding from the State.
- MDUSD has historically been very proactive in taking advantage of bond refinancing opportunities to deliver taxpayer savings.
- Based on current market conditions, one outstanding series of GO bonds, 2010 Measure C Series A, is a strong candidate for MDUSD to pursue a bond refinancing for additional tax savings to the community.
- Currently, the amount of remaining authorization under the 2018 Measure J is \$55,000,000.
- In order to continue the modernization projects and technology upgrades at various school sites, MDUSD plans to proceed with issuing the last series of Measure J GO bonds at the same time as the refinancing.
- Combining two issuances on the same timeline provides for significant cost and time efficiencies, as well as potentially better investor reach to achieve more advantageous interest rates and greater taxpayer savings.

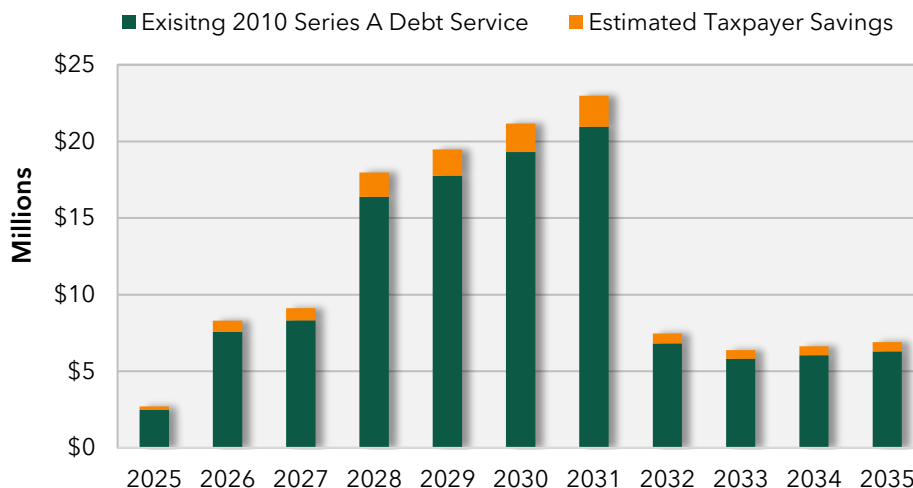
Potential Taxpayer Savings*



Item	2010 Measure C
	Refunding of Series A GO Bonds
Existing Bonds:	
Par Amount Outstanding	\$90,045,000
Bond Principal Refunded	\$88,215,000
Interest Rate	5.65%
Final Payoff	2035
2025 Refunding Bonds:	
Type of Refunding	Current
Tax Status	Tax-Exempt
Not-to-Exceed Bond Principal	\$90,000,000
Interest Rate	3.19%
Final Payoff	2035
Gross Savings	\$11,356,568
NPV Savings (\$)	\$9,693,048
NPV Savings (%)	10.99%

- MDUSD taxpayers could save over \$10 million net of all estimated issuance costs, or 11% in net present value (NPV).
- Industry best practices generally recommends NPV savings of at least 3% to proceed with refinancings.
- The proposed refinancing does not extend the existing bond term.

Estimated Annual Refinancing Savings



*Scale provided by Stifel as of February 20, 2025, plus 50 bps. Preliminary; subject to change.

Measure J Series C Structuring Options*



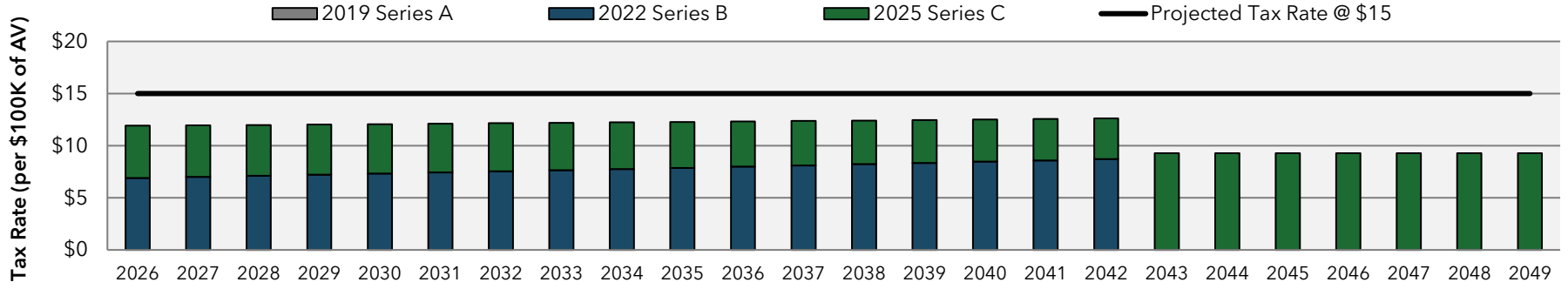
Item	Option A	Option B	Option C
1. Projected Annual Assessed Value Growth	2.00%	2.00%	2.00%
2. Measure J Tax Rate Estimate per \$100K	\$15.00	\$15.00	\$15.00
3. Series C Principal Amount	\$55,000,000	\$55,000,000	\$55,000,000
4. Series C Bond Term	25 Years	20 Years	18 Years
5. Series C Final Maturity	2049	2044	2042
6. Estimated Average Tax Rate - Series C	\$5.87	\$6.50	\$6.83
7. Estimated Average Tax Rate - Measure J	\$11.38	\$13.46	\$14.61
8. Estimated Net Debt Service - Series C	\$103,745,131	\$84,120,171	\$75,922,669
9. Repayment Ratio	1.89	1.53	1.38

*Scale provided by Stifel as of February 20, 2025, plus 50 bps. Preliminary; subject to change.

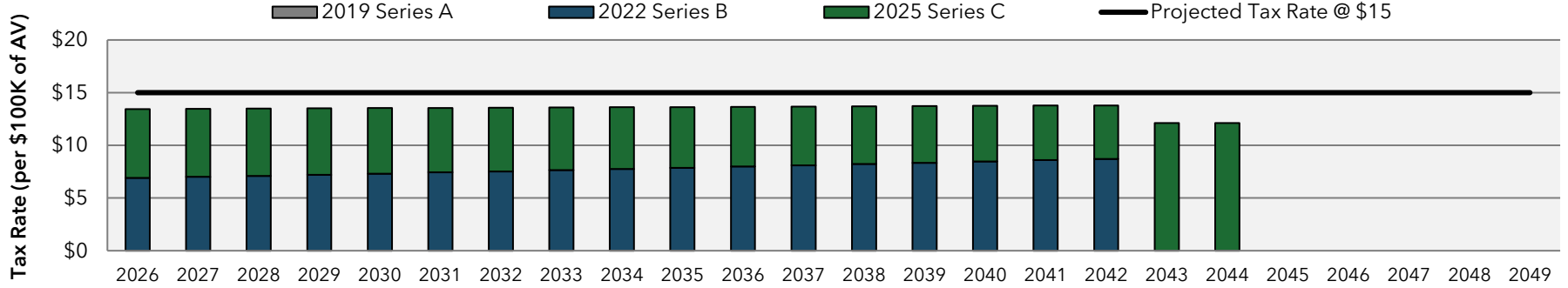
Measure J Series C Structuring Options*



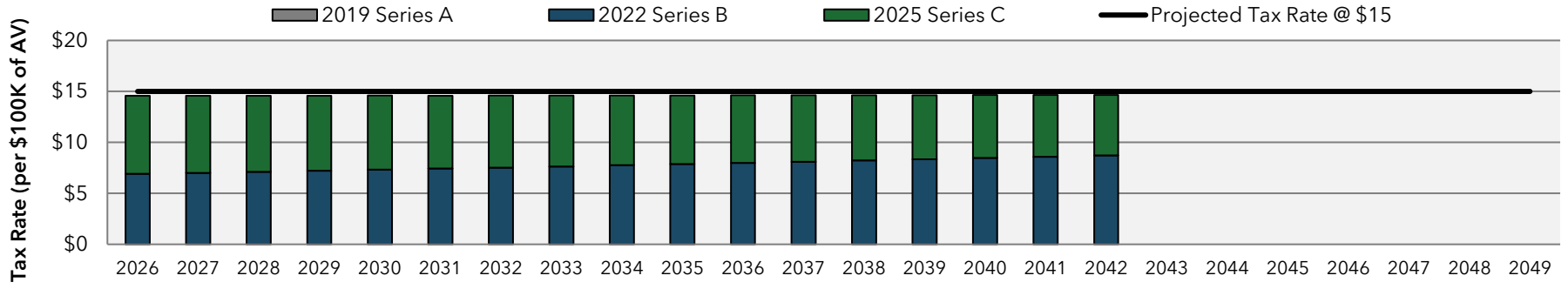
Measure J Projected Tax Rates - Option A



Measure J Projected Tax Rates - Option B

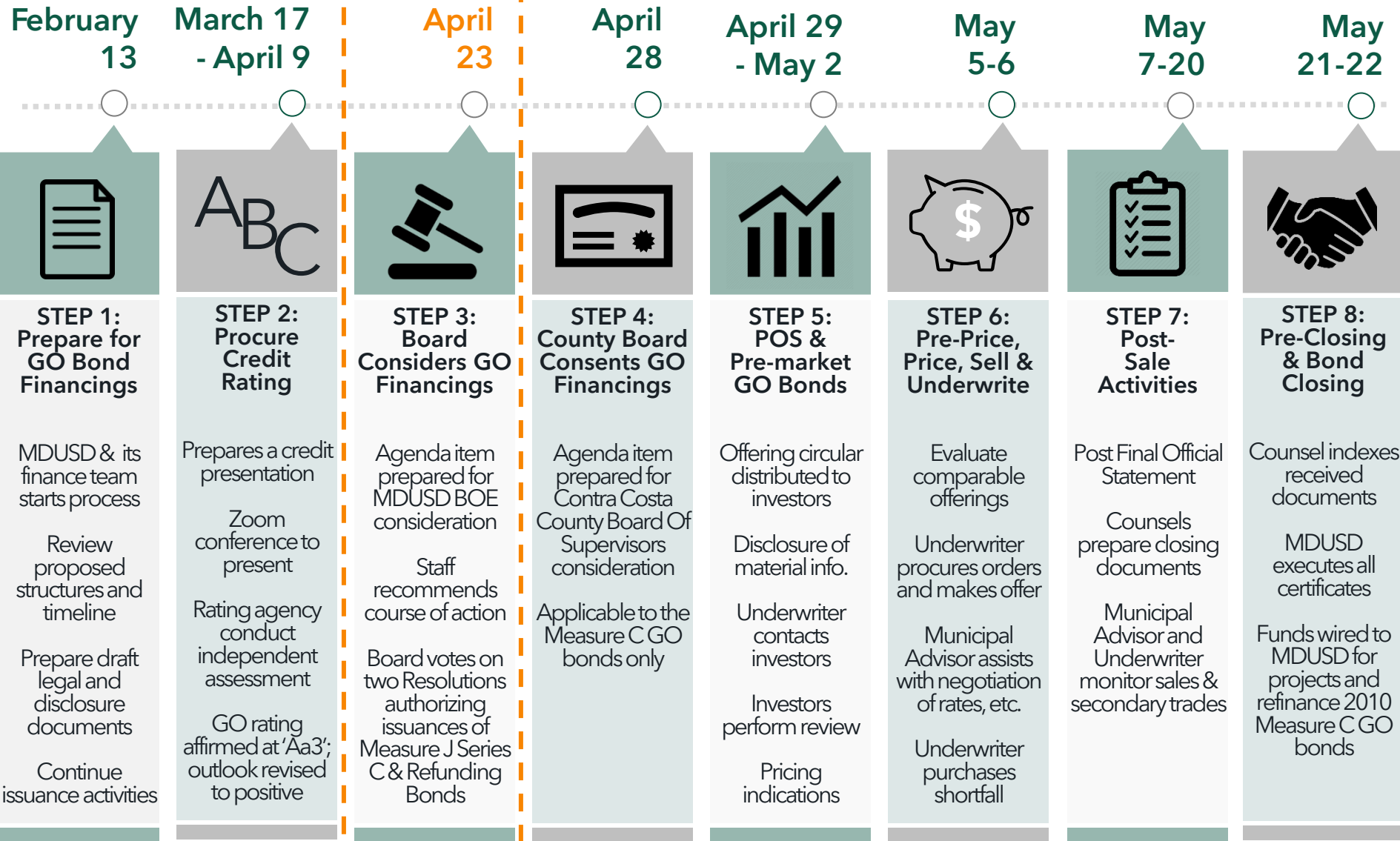


Measure J Projected Tax Rates - Option C



*Scale provided by Stifel as of February 20, 2025, plus 50 bps. Preliminary; subject to change.

Financing Timeline*



*Preliminary; subject to change.

Questions/Discussions



Thank You!