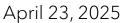




Board of Education Presentation

2025 Refunding GO Bonds & Measure J Series C GO Bonds





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*

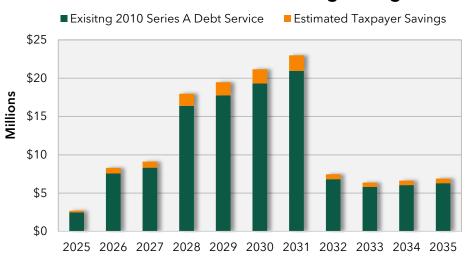


2010 Measure C

ltem	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 (\$) \$9,693,0		
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





Measure J Series C Structuring Options*



ltem	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

Measure J Series C Structuring Options*







2034 2035

\$5

\$0

2041 2042 2043 2044 2045 2046 2047

Financing Timeline*



February 13

March 17
- April 9

April 23

April 28

April 29 - May 2

May 5-6

May 7-20

May 21-22



STEP 1: Prepare for GO Bond Financings

MDUSD & its finance team starts process

Review proposed structures and timeline

Prepare draft legal and disclosure documents

Continue issuance activities



STEP 2: Procure Credit Rating

Prepares a credit presentation

Zoom conference to present

Rating agency conduct independent assessment

GO rating affirmed at 'Aa3'; outlook revised to positive



STEP 3: Board Considers GO Financings

> Agenda item prepared for MDUSD BOE consideration

Staff recommends course of action

Board votes on two Resolutions authorizing issuances of Measure J Series C & Refunding Bonds



STEP 4: County Board Consents GO Financings

Agenda item prepared for Contra Costa County Board Of Supervisors consideration

Applicable to the Measure C GO bonds only



STEP 5: POS & Pre-market GO Bonds

Offering circular distributed to investors

Disclosure of material info.

Underwriter contacts investors

Investors perform review

Pricing indications



STEP 6: Pre-Price, Price, Sell & Underwrite

Evaluate comparable offerings

Underwriter procures orders and makes offer

Municipal Advisor assists with negotiation of rates, etc.

Underwriter purchases shortfall



STEP 7: Post-Sale Activities

Post Final Official Statement

Counsels prepare closing documents

Municipal Advisor and Underwriter monitor sales & secondary trades



STEP 8:

Pre-Closing

& Bond Closing

received documents

MDUSD executes all certificates

Funds wired to MDUSD for projects and refinance 2010 Measure C GO bonds



Questions/Discussions





Thank You!

