What are General Obligation Bonds?

OBTAIN FUNDS TODAY WITH PROMISE TO REPAY

- Conversion of expected future revenue stream (taxpayer revenues) into currently available funds for capital projects
- Repay the debt over 25 to 30 years with interest at a specific rate

COMMUNITY AND GOVERNING BOARD APPROVAL REQUIRED

- Measure P was already approved in November 2024 by over 56.5% of voters, allowing the District to access \$54 million of additional bonds
- District does not immediately receive the bond amount, it must sell bonds to investors first typically in multiple phases
- Board of Trustees ("Board") needs to authorize moving forward each time the District wants to do a bond sale
- Prior Measure LL was authorized by voters in November 2018 for \$48 million, and the District Board authorized two separate sales in 2019 and 2020



Sample Issuance Schedule



STEP 1: Kick-off & Document Preparation

School District & its finance team kick off financing

Review proposed structures and timeline

Prepare legal and disclosure documents

Continue issuance activities



STEP 2: Procure Credit Rating(s)

Municipal Advisor prepares a credit presentation

Zoom conferences to present and address questions

Independent assessment



STEP 3: Board Authorizes Financing

Agenda item prepared for approval

Staff recommends course of action

Board votes



STEP 4: POS & Pre-Market Bonds

Offering circular distributed to investors

Underwriter contacts investors

Investment analysts perform independent review

Pricing indications



STEP 5: Hold Competitive Sale

Bidders provide best possible rates on morning of sale

Municipal Advisor verifies the bids and confirms the winning bidder

Municipal Advisor structures final payment schedule



STEP 6: Post-Sale Actions

Post the Final Official Statement

Counsel reviews documents with the District

> Municipal Advisor and Underwriter monitor sales



STEP 7: Pre-Closing & Closings

Counsels index received documents

School District executes all certificates

Funds wired and project fund delivered

