



West Contra Costa USD

General Obligation Bond Update

Presentation to the Facilities Subcommittee

October 14, 2014



1300 Clay St., Suite 1000, Oakland, CA 94612

phone 510-839-8200 fax 510-208-8282

A Division of Zions First National Bank

Today's Informational Items

- Present the Resolution to the Board of Education authorizing the issuance and sale of \$135 million in general obligation bonds.

- Resolution incorporates approval of forms of the following documents:
 - Bond Purchase Contract
 - Continuing Disclosure Certificate
 - Preliminary Official Statement

- The Board of Education will be presented the same documents for approval in an action item at its next scheduled meeting on November 12, 2014.

Bond Financing Professionals

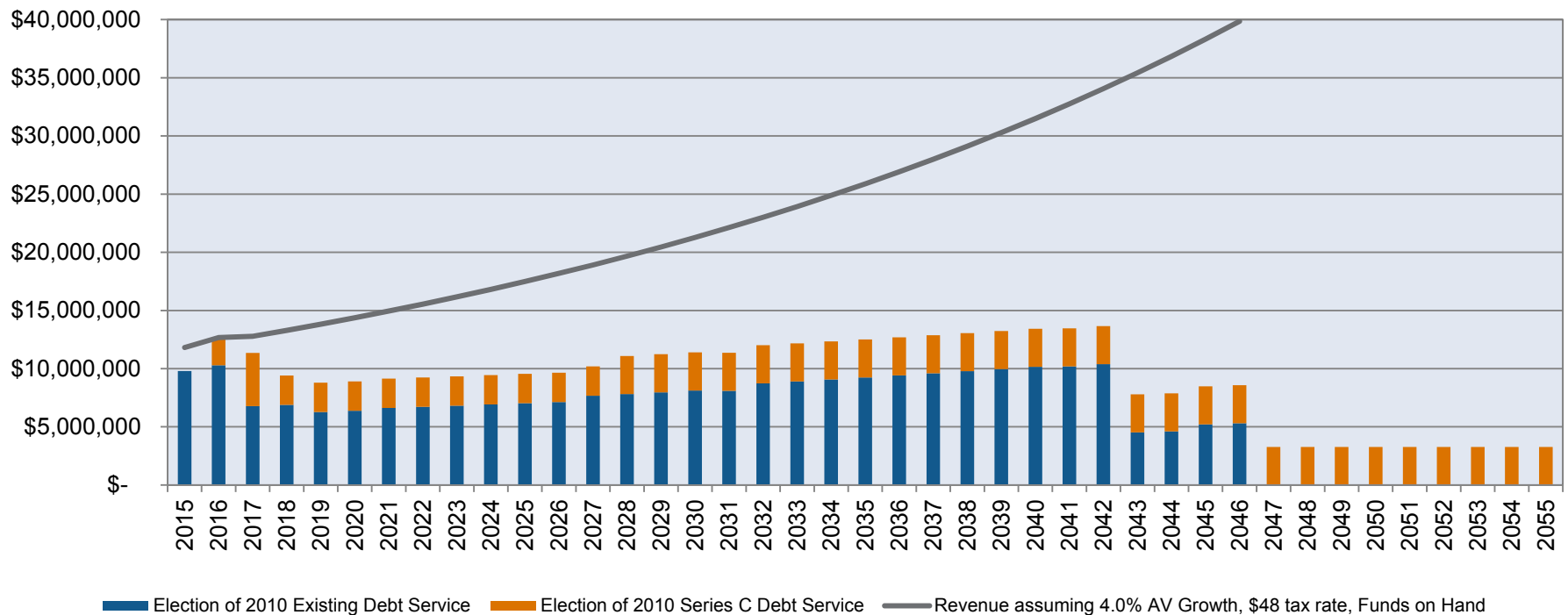
- **Nixon Peabody, Bond Counsel**
prepares legal documents and issues legal and tax opinions
- **Nixon Peabody, Disclosure Counsel**
outlines disclosure obligations, prepares preliminary/final official statements and issues disclosure opinion
- **KNN Public Finance, Financial Advisor**
manages overall planning and execution of the financing for the District, and provides District information for planning and disclosure work by the financing team
- **Piper Jaffray & Co., Stifel Nicolaus & Co Incorporated, Backstrom McCarley Berry & Co LLC, Underwriters**
manages investor outreach and sale of the bonds to investors, and assists with structuring the financing

Bond Sale Parameters

- Bonds will be issued as \$50 million Election of 2010, Series C, and \$85 million Election of 2012, Series B.
- Fixed-rate current interest bonds, with up to 40-year final maturity
- No capital appreciation bonds
- Maximum underwriter's discount of \$5.25/bond.

Election of 2010, Series C – Proposed Amortization

- The 2015 Bonds need to be structured to provide debt service capacity for future bond issuances.
- A longer final amortization of up to 40 years using only current interest bonds will help near-term debt service constraints and provide maximum future flexibility.

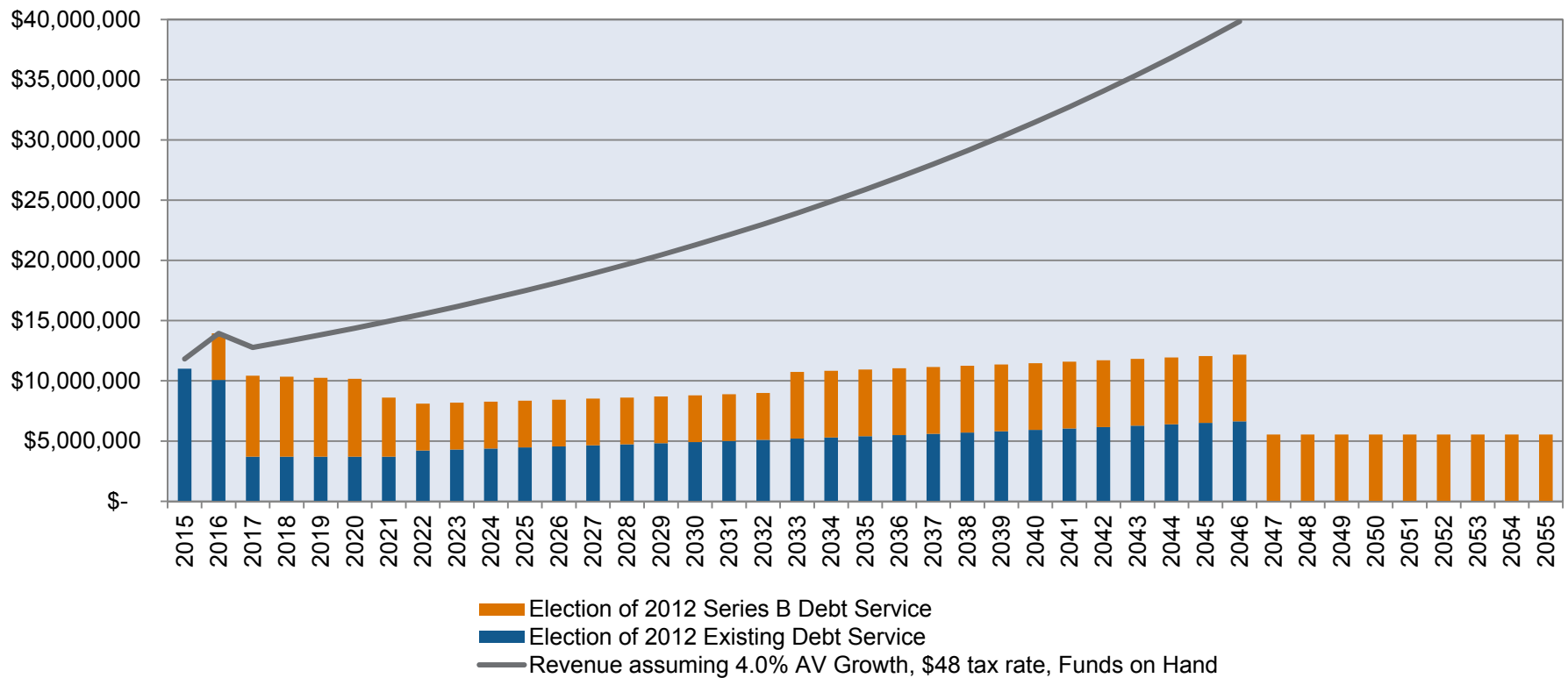


Note: Indicative debt structure, subject to change.



Election of 2012, Series B – Proposed Amortization

- The Election of 2012, Series B bonds will be structured similarly to the 2010 bonds to provide maximum future flexibility.



Note: Indicative debt structure, subject to change.



Issuance Schedule

- The current issuance schedule assumes a \$48 tax rate and 4% AV growth

Year	Series	2010 Measure D	2012 Measure E	Total
	Previously Issued	\$140,000,000	\$85,000,000	\$225,000,000
2014-15	Elec. 2010 Ser. C Elec. 2012 Ser. B	50,000,000	85,000,000	135,000,000
2016-17	Elec. 2010 Ser. D Elec. 2012 Ser. C	60,000,000	65,000,000	125,000,000
2018-19	Elec. 2010 Ser. E Elec. 2012 Ser. D	65,000,000	60,000,000	125,000,000
2020-21	Elec. 2010 Ser. F Elec. 2012 Ser. E	44,714,718	56,963,559	101,678,277
2045	Elec. 2010 Ser. G Elec. 2012 Ser. F	20,285,282	8,036,441	28,321,723
		\$380,000,000	\$360,000,000	\$740,000,000

Issuance amounts are subject to change based on future A.V. growth, market conditions, interest rates at the time of sale, and structure assumptions. Bonds after the 2015 issuance may be required to use AB 182 compliant capital appreciation bonds and/or the use of Bond Anticipation Notes.

Preliminary Financing Schedule*

Date	Activity
September 9, 2014	Subcommittee approval of financing schedule and structure
September 17, 2014	Board approval of financing team
September 18, 2014	Financing Kickoff Meeting
September-October	Drafting of legal documents and preliminary official statement
October 15, 2014	Informational item: resolution authorizing sale (1st of 2 required consecutive meetings)
November 12, 2014	Board approval of resolution, legal documents, and preliminary official statement
November-December	Drafting of rating agency presentation
Week of January 12, 2015	Meetings with rating agencies
February 11, 2015	Board approval of updated preliminary official statement
Week of February 23	Investor outreach & discussion
February 26 or March 4	Pricing
March 11, 2015	Closing

*Subject to change