



Agenda Item Details

Meeting	Jul 09, 2015 - Regular Board Meeting
Category	7. Information
Subject	7.03 Refunding Option for Capital Appreciation Bonds
Type	Information, Presentation

Background:

The voters of Yuba Community College District authorized the District \$190 Million general obligation bonds for its facilities and equipment on November 2006. In May 2007, Series A and Series B bonds, in the amount of \$29.50 million and \$65.49 million, respectively were issued. The Series A provided \$20.75 million from current interest serial bonds (CIBs) and \$8.75 million from capital appreciation bonds (CABs). The Series B provided \$50.35 million from CIBs and \$15.14 million from CABs. In July 2011, Series C bonds, in the amount of \$30.30 million from CIBs and \$4.63 million from CABs were issued.

Status and Analysis:

The Finance Committee, at its April 28, 2015 meeting, reviewed and recommended that the Governing Board approve a resolution to acquire up to 60% of CABs. The Governing Board approved the recommendation. YCCCD had \$28.9 million worth of bonds to sell in the market and were able to sell all bonds except for \$2 million.

With the sale, YCCCD was able to lock-in average interest rate of 3.21%; an existing average for these bonds were 7.25%. This refunding will result in tax payer savings of a net present value of \$14.33 million. The comparable of market is attached.

For Board Consideration / Discussion:

How does this action achieve the District/College Mission, Vision and Values and support Student Learning?

[Yuba CCD Pricing Book 2015-06-18.pdf \(286 KB\)](#)

[yuba ccd board mtg wrap up.pdf \(2,602 KB\)](#)

[Yuba CCD Refunding 2015-06-18proposedfinal.pdf \(70 KB\)](#)