



COMPTON UNIFIED SCHOOL DISTRICT MEASURE S

Series B Bond Issuance Updates



School District Bond Issuance

- Education Code 15266 provides authorization process for issuance of bonds for school districts
- Proposition 39: School Facilities Local Vote Act of 2000
 - *2/3 Board approval*
 - *List facilities projects*
 - *55% voter approval*
 - *Debt limit not to exceed 2.5% of assessed valuation of unified school district*
 - *Tax rate limitation to no more than \$60 per year per \$100,000 value of taxable property value for a unified school district*
 - *Annual independent performance and financial audits*
 - *Establish bond oversight committee*

Property Tax Examples:

- A home value of \$100,000
 - \$60.00 increase to annual property tax
- Average home value in Compton is \$412,700 based on Zillow
 - \$247.62 increase to annual property tax

Initial Bond Measure

- On August 18, 2015, LPA presented the district's Facilities Master Plan that outlines all the facility needs across the district. Over \$1 billion in upgrades and repairs
- On November 3, 2015, there was a local election on Measure S to authorize the issuance of up to \$350 million for the following purpose:
 - *To make schools safe and modern, and to inspire learning; shall the Compton Unified School District issue \$350,000,000 in bonds at legal rates to construct and renovate local schools, sites, and facilities, including research libraries, modern classrooms and science labs, media and performing arts centers, technology centers and athletic complexes; repair safety hazards and security systems; replace worn-out roofs, plumbing, heating, electrical, and other systems*
- On November 23, 2015, the Los Angeles County Register-Recorder issued a certificate of election results that certified the passage of Measure S.

Measure S Bond Issuance

- On August 23, 2016, the Board authorized the issuance of Series A of Measure S in the amount of up to \$20 million leaving \$330 million remaining in future issuances.
- Funds from Series A have been used to cover planning, assessments, and acquisition of parcels for Compton High School project.
- Two annual independent audits have been completed ensuring district is in compliance with use of bond funds
- Board has finalized first major project and design: Compton High School
 - *Estimated cost of \$210,000,000*
- As the schematic design phase continues and the district begins to prepare for submittal to DSA, it is necessary to begin the process for Series B issuance.

Measure S: Series A Repayment

- Issuance date of August 26, 2016 for \$20,000,000
- First payment made June 1, 2017
- Final payment due June 1, 2020
- Total in repayment \$21,501,126.94
- Los Angeles County Treasurer and Tax Collectors assess tax, collect funds, and distributes payments

Compton High School



NEW FACILITIES TO INCLUDE:

NEW ACADEMIC BUILDING

NEW GYMNASIUM

NEW FOOTBALL FIELD

NEW PERFORMING ARTS CENTER

CIF SWIMMING POOL

NEW TENNIS COURTS

NEW BASKETBALL COURTS

NEW PARKING

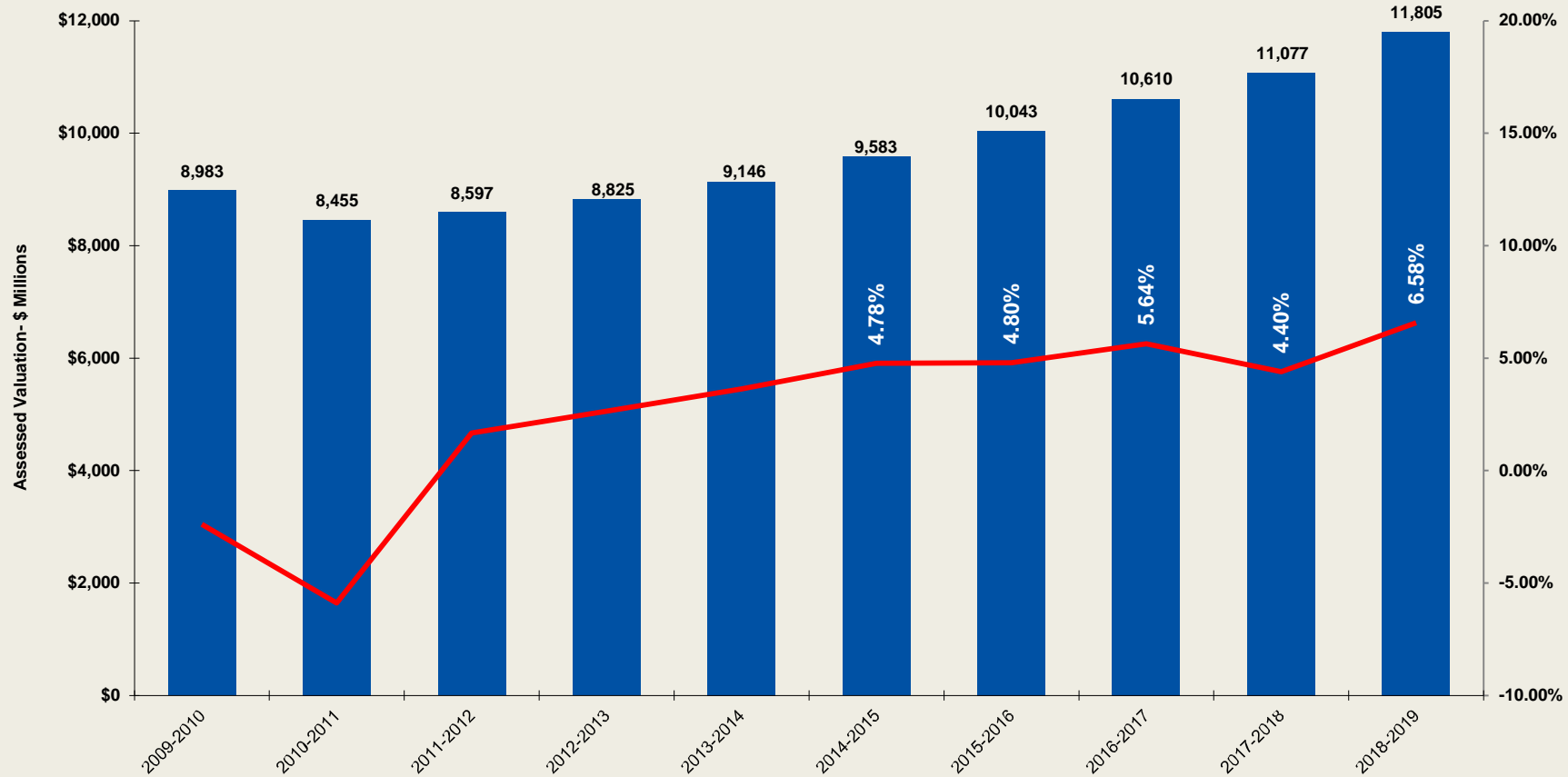
**All facilities to be state of the art 21st
century learning environments**



Series B Issuance

- Issuance of \$229,996,079.85
- Average interest cost 3.07%
- Payback ratio 1.69:1
- Initial payment June 2020
- Final repayment year June 2049

Assessed Valuation and Historical Growth

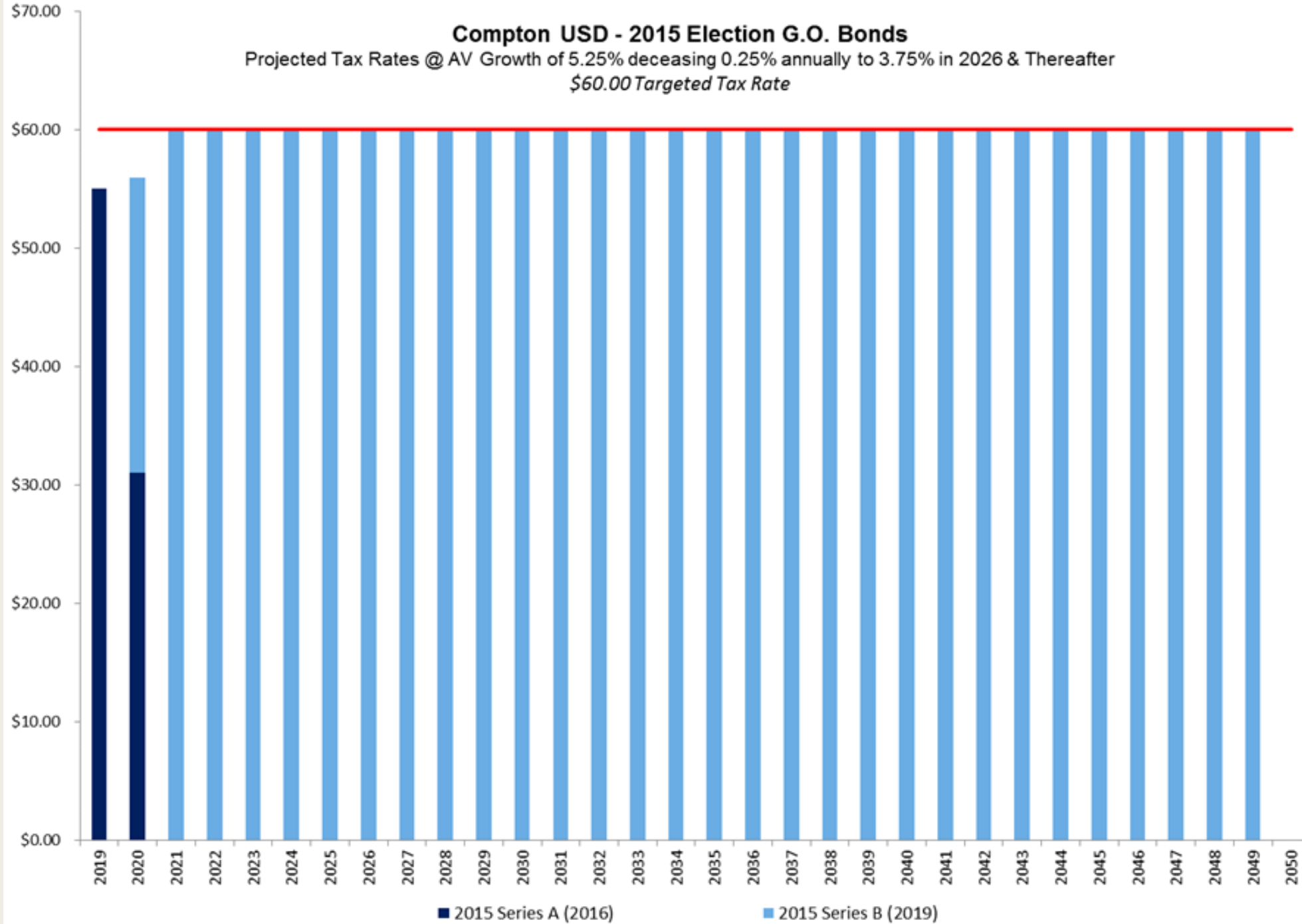


Fiscal Year 2018-2019	
Assessed Valuation (AV)	\$11,805,351,359
Compounded Annual Growth	3.08%
15 Year Average AV Growth	5.02%
10 Year Average AV Growth	2.59%
5 year Average AV Growth	5.24%

Source: Compton Unified School District

Compton USD - 2015 Election G.O. Bonds

Projected Tax Rates @ AV Growth of 5.25% decreasing 0.25% annually to 3.75% in 2026 & Thereafter
\$60.00 Targeted Tax Rate



Thank you!