



# Memorandum

DATE: August 12, 2015  
MEMO TO: MROSD Board of Directors  
THROUGH: Stephen E. Abbors, General Manager *SEA*  
FROM: Andrew Taylor, Senior Accountant  
SUBJECT: Completion of 2015A and 2015B Bond Sale

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## SUMMARY

As noted in Section 6 of Board Resolution 15-19, Section 53507.9 of the Government Code, the Board is required to present actual cost information for the sale of the General Obligation Bonds, Series 2015 at its first public meeting following the sale of the Bonds. At the time of the adoption of the Resolution, the issuance costs were estimated to be \$200,000.

## DISCUSSION

The District successfully completed the sale of \$40,000,000 of Series A tax-exempt bonds, and \$5,000,000 of Series B taxable bonds. The final expected costs of issuance for the financing is as follows:

Bond Counsel Fee (including out of pocket expenses)	Jones Hall	\$ 57,500
Disclosure Counsel Fee (including out of pocket expenses)	Jones Hall	\$ 20,000
Rating Agency Fee	Standard & Poor's	\$ 25,000
Rating Agency Fee	Fitch	\$ 25,000
Financial Advisor Fee (including out of pocket expenses)	BPF Capital	\$ 16,500
Tax Roll Consultant Fee	Goodwin Consulting	\$ 6,500
Fiscal Agent Fee	Zions Bank	\$ 4,400
Printing	Avia	\$ 1,500
Miscellaneous/Contingency	N/A	\$ 13,600
<b>TOTAL</b>		<b>\$170,000</b>

Due to the favorable market conditions, the sale of the Bonds generated a premium of \$2.6 million, part of which will be used to pay the costs of issuance. After the deduction of other costs associated with the sale, the remaining \$2.2 million balance of bond premium will be enable the District to smooth the debt service resulting in a lower tax rate for the taxpayers over the next three years.

## NEXT STEPS

Final documentation for the sale will be signed on August 13, 2015.