

Mt. San Antonio Community College District

2019 Bond Anticipation Notes &

Election of 2018 General Obligation Bonds
Series 2019A

January 9, 2019



RBC Capital Markets

District Historical Assessed Values Remain Strong

The District grew by 5.96%% in Fiscal Year 2018-19

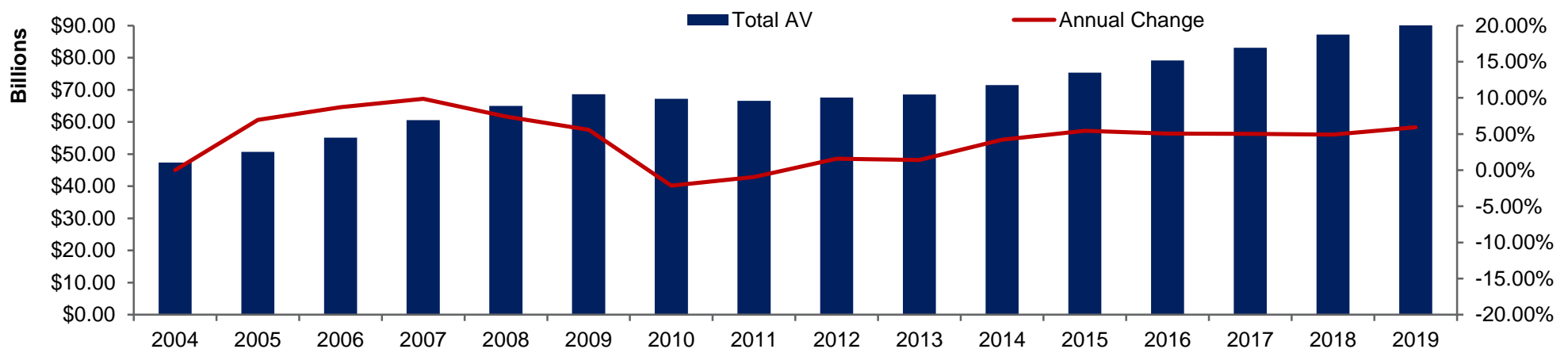
Historical Assessed Valuation

Year	Secured	Utility	Unsecured	Total AV	Annual Change	15 Year Compounded Annual Growth
2003-2004	44,998,546,279	40,274,632	2,348,369,983	47,387,190,894	-	-
2004-2005	48,321,115,981	44,528,334	2,321,271,063	50,686,915,378	6.96%	-
2005-2006	52,627,356,785	38,752,577	2,443,394,722	55,109,504,084	8.73%	-
2006-2007	57,971,723,516	33,129,278	2,554,519,495	60,559,372,289	9.89%	-
2007-2008	62,374,579,756	5,461,507	2,662,984,677	65,043,025,940	7.40%	-
2008-2009	65,825,087,662	5,469,356	2,840,451,537	68,671,008,555	5.58%	-
2009-2010	64,271,360,340	5,413,478	2,914,242,940	67,191,016,758	-2.16%	-
2010-2011	63,791,383,012	5,352,087	2,764,919,214	66,561,654,313	-0.94%	-
2011-2012	64,853,666,362	3,965,658	2,752,525,550	67,610,157,570	1.58%	-
2012-2013	65,818,902,443	14,960,416	2,727,324,074	68,561,186,933	1.41%	-
2013-2014	68,354,340,931	391,499,077	2,714,445,827	71,460,285,835	4.23%	-
2014-2015	72,018,787,635	511,297,460	2,828,066,081	75,358,151,176	5.45%	-
2015-2016	75,710,504,673	547,139,525	2,919,772,351	79,177,416,549	5.07%	-
2016-2017	79,704,009,047	486,113,826	2,955,687,315	83,145,810,188	5.01%	-
2017-2018	83,764,891,359	440,328,148	3,030,116,099	87,235,335,606	4.92%	-
2018-2019	88,873,452,490	398,703,240	3,158,159,598	92,430,315,328	5.96%	4.55%

Definitions

- **Secured** = real property (e.g. vacant land, homes, office buildings, etc.)
- **Utility** = communication, electric, and gas charges billed to an address in the unincorporated areas of the County
- **Unsecured** = personal property (e.g. boats, business fixtures, aircraft, etc.)
- **CAGR** = Compounded Annual Growth Rate

Graphical Representation of District's Historical AV



Overview of Current Bond Ratings

MOODY'S

Prime	Aaa
High Grade	Aa1
	Aa2
	Aa3
Upper Medium Grade	A1
	A2
	A3
Lower Medium Grade	Baa1
	Baa2
	Baa3

 Underlying Rating

STANDARD & POOR'S

Prime	AAA
High Grade	AA+
	AA
	AA-
Upper Medium Grade	A+
	A
	A-
Lower Medium Grade	BBB+
	BBB
	BBB-

Credit Worthiness and Feedback on the District

- High Grade: An obligor has VERY STRONG capacity to meet its financial commitments. It differs modestly from the highest rated obligors (Prime).
- Feedback from the rating agencies on the District has been very positive.
 - Large tax base that is expected to continue to experience moderate growth
 - Healthy reserves and liquidity position
 - Debt burden is low and pension driven budgetary pressures are stable though expected to increase

Measure R & RR Outstanding Debt

- Measure R (2001) authorized \$221,000,000 of G.O. bonds,
 - Authorization approved by 58.5% of voters in the District
 - All authorization has been issued
- Measure RR (2008) authorized \$353,000,000 of G.O. bonds
 - Authorization approved by 69.9% of voters in the District
 - Approximately \$115.69 million remains unsold
- Measure R & RR have a combined tax rate limit of \$25.00 per \$100,000 of assessed value
 - 2018-19 tax rate was \$24.35 per \$100,000 of A.V.
- District has a \$89.9 million Bond Anticipation Note outstanding and matures in April 2022

Summary of Outstanding Debt

Series	Dated Date	Final Maturity	Original Principal Amount	Outstanding Principal Amount	Callable Amount Outstanding	Call Date
2013 GO Refunding Bonds, Series A	08/01/2013	09/01/2028	\$74,910,000.00	\$58,265,000.00	\$29,570,000.00	08/01/2023
2013 GO Refunding Bonds, Series B	08/01/2013	08/01/2023	\$48,190,000.00	\$32,415,000.00	\$0.00	Non-Callable
2015 GO Refunding Bonds	09/11/2015	06/01/2033	\$19,440,000.00	\$19,130,000.00	\$12,130,000.00	06/01/2025
Election of 2008, Series A (2013)	08/01/2013	08/01/2043	\$205,586,691.45	\$200,306,691.45	\$165,272,534.50	08/01/2023
Election of 2008, Series B (2013)	08/01/2013	08/01/2023	\$11,715,000.00	\$6,215,000.00	\$0.00	Non-Callable
Election of 2008, Series C (2015)	09/11/2015	08/01/2022	\$20,000,000.00	\$14,250,000.00	\$0.00	Non-Callable
2017 Bond Anticipation Note	03/22/2017	04/01/2022	\$89,996,003.25	\$89,996,003.25	\$0.00	Non-Callable
Totals:			\$469,837,694.70	\$420,577,694.70	\$206,972,534.50	

Proposed 2019 Interim Financing (Bond Anticipation Note)

- Approximately \$25.7 million Bond Anticipation Note scheduled to be issued and closed by January 31, 2019
 - BAN will be purchased and held by the Royal Bank of Canada (RBC)
 - Will have a term of 3 months and will have a fixed interest rate
 - Interest rate will be based on 3 month LIBOR at the time of sale plus a spread of 0.58%
- Using LIBOR (London Interbank Offered Rate) as of January 3, 2019 of 2.80% plus the applicable spread the estimated interest rate is 3.38%
 - LIBOR represents the interest rate at which banks offer to lend funds to one another for short term loans
- The BAN will be repaid with proceeds from Measure GO Series A General Obligation Bonds

2019 Bond Anticipation Note **Estimated Summary Statistics** *(based on 1/3/19 LIBOR Rate)*

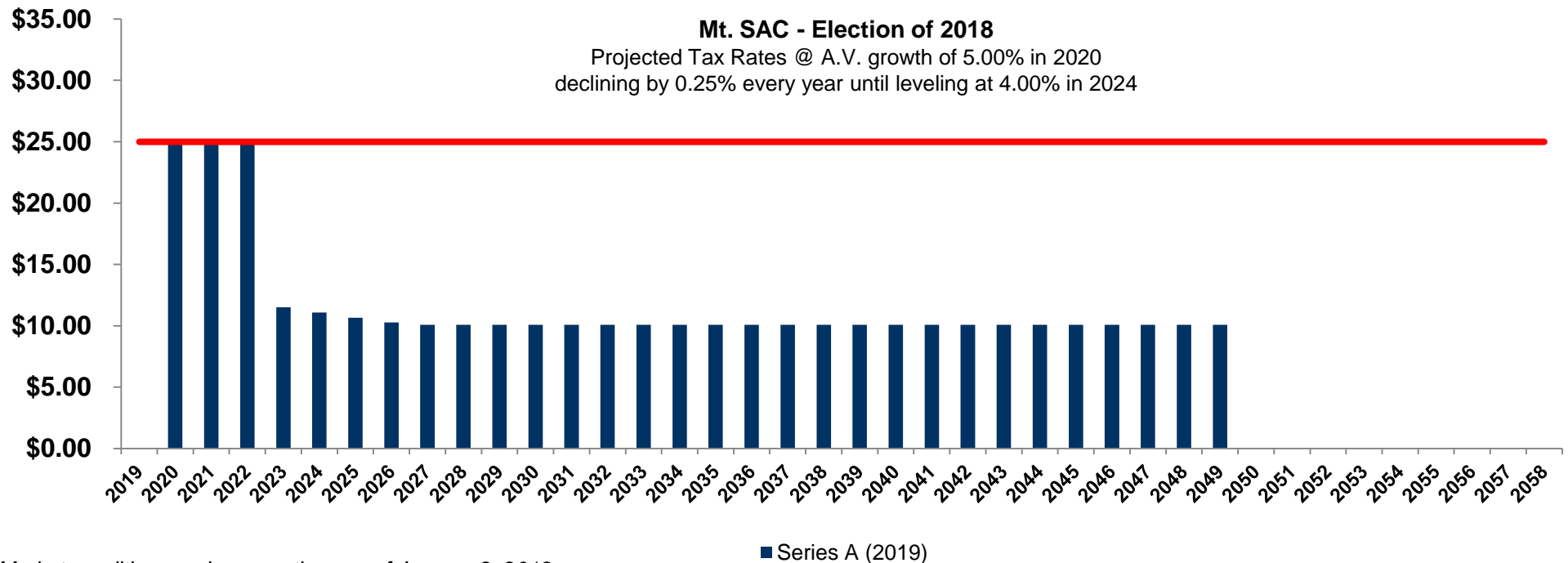
	BAN Direct Purchase
	1/3/19 LIBOR
Interest Rate:	3.38%
Bond Issue Amount:	\$25,700,000
Total Note Payback Period:	04/30/2019
Total Note Debt Service:	\$25,911,810
Total Note Payback Ratio:	1.01 to 1

Proposed Measure GO Bond – Election of 2018 G.O. Bonds Series 2019A

- Measure GO (2018) authorized \$750,000,000 of G.O. bonds
 - Authorization approved by 60.82%% of voters
 - Maximum tax rate of \$25.00 per \$100,000 of A.V.
- G.O. bond size is approximately \$311 million
- Proceeds for new projects (\$285 million) and to pay-off 2019 BAN
- Current interest bonds only
- Remaining authorization after issuance is approximately \$439 million

Results Based Market Conditions as of 1/2/2019

Series A	
Bond Issuance Schedule:	2019
Bond Issue Amount:	\$311,560,000
Maximum Tax Rate:	\$25.00
Total Bond Payback Ratio:	1.98 to 1
True Interest Cost ("TIC"):	3.982%
Capital Appreciation Bonds:	\$0



Market conditions and assumptions as of January 2, 2019

2019 BAN & General Obligation Bond, Series 2019A Financings - Next Steps

Preliminary Schedule of Events

Date	Activity
January 9	Board of Trustees Meeting - Overview of Proposed Financings - Consider Financing Approval
By Week of Jan 14	Lock-in Rate for 2019 BAN
Week of Jan 28	2019 BAN Closing and Delivery of Funds
February 13 & 14	Credit Rating Agency Meetings
February 19	LA County Board of Supervisors Adopts Resolution
Week of Mar 4	Series 2019A GO Bond Pricing
Week of Apr 1	Series 2019A Closing and Delivery of Funds

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