

CHICO UNIFIED FINANCING CORPORATION
BOARD OF DIRECTORS ANNUAL MEETING

November 16, 2016

Immediately following the Open Session of the Board of Education
Regular Session which begins at 6:00 pm

Marsh Jr. High School
2253 Humboldt Rd., Chico, CA 95928

AGENDA

1. **CALL TO ORDER**
2. **INFORMATION AND DISCUSSION**
 - 2.1 Annual Financial Report/Status Update
3. **ACTION CALENDAR**
 - 3.1 Consider Approval of Minutes of Annual Meeting – November 18, 2015
4. **ADJOURNMENT**

Eileen Robinson, President
Board of Education
Chico Unified School District

The Chico Unified School District Board of Education welcomes you to this meeting and invites you to participate in matters before the Board.

INFORMATION, PROCEDURES AND CONDUCT OF CUSD BOARD OF EDUCATION MEETINGS

No disturbance or willful interruption of any Board meeting shall be permitted. Persistence by an individual or group shall be grounds for the Chair to terminate the privilege of addressing the meeting. The Board may remove disruptive individuals and order the room cleared, if necessary. In this case, further Board proceedings shall concern only matters appearing on the agenda.

CONSENT CALENDAR

The items listed on the Consent Calendar may be approved by the Board in one action. However, in accordance with law, the public has a right to comment on any consent item. At the request of a member of the Board, any item on the consent agenda shall be removed and given individual consideration for action as a regular agenda item. Board Bylaw 9322.

STUDENT PARTICIPATION

At the discretion of the Board President, student speakers may be given priority to address items to the Board.

PUBLIC PARTICIPATON FOR ITEMS ON THE AGENDA (Regular and Special Board Meetings)

The Board shall give members of the public an opportunity to address the Board either before or during the Board's consideration of each item of business to be discussed at regular or special meetings.

- Speakers will identify themselves and will direct their comments to the Board.
- Each speaker will be allowed three (3) minutes to address the Board.
- In case of numerous requests to address the same item, the Board may select representatives to speak on each side of the item.

PUBLIC PARTICIPATON FOR ITEMS NOT ON THE AGENDA (Regular Board Meetings only)

The Board shall not take action or enter into discussion or dialog on any matter that is not on the meeting agenda, except as allowed by law. (Government Code 54954.2) Items brought forth at this part of the meeting may be referred to the Superintendent or designee or the Board may take the item under advisement. The matter may be placed on the agenda of a subsequent meeting for discussion or action by the Board.

- Public comments for items not on the agenda will be limited to one hour in duration (15 minutes at the beginning of the meeting and 45 minutes at the end of the meeting).
- Initially, each general topic will be limited to 3 speakers.
- Speakers will identify themselves and will direct their comments to the Chair.
- Each speaker will be given three (3) minutes to address the Board.
- Once 2 speakers have shared a similar viewpoint, the Chair will ask for a differing viewpoint. If no other viewpoint is represented then a 3rd speaker may present.
- Speakers will not be allowed to yield their time to other speakers.
- After all topics have been heard, the remainder of the hour may be used by additional speakers to address a previously raised issue.

WRITTEN MATERIAL:

The Board is unable to read written materials presented during the meeting. If any person intends to appear before the Board with written materials, they should be delivered to the Superintendent's Office or delivered via e-mail to the Board and Superintendent 10 days prior to the meeting date.

COPIES OF AGENDAS AND RELATED MATERIALS:

- Available at the meeting
- Available on the website: www.chicousd.org
- Available for inspection in the Superintendent's Office prior to the meeting
- Copies may be obtained after payment of applicable copy fees

AMERICANS WITH DISABILITIES ACT

Please contact the Superintendent's Office at 891-3000 ext. 149 should you require a disability-related modification or accommodation in order to participate in the meeting. This request should be received at least 48 hours prior to the meeting in order to accommodate your request.

Pursuant to Government Code 54957.5, If documents are distributed to board members concerning an agenda item within 72 hours of a regular board meeting, at the same time the documents will be made available for public inspection at the Chico Unified School District, Superintendent's Office located at 1163 East Seventh Street, Chico, CA 95928 or may be viewed on the website: www.chicousd.org.

AGENDA ITEM: Chico Unified Schools Financing Corporation Annual Meeting

Prepared by: Kevin Bultema, Assistant Superintendent Business Services

☐ Consent

Board Date November 16, 2016

☒ Information Only

☐ Discussion/Action

Background Information

The Chico Unified Schools Financing Corporation was formed to facilitate the use of debt financing for specific projects throughout the District.

In 1996, \$2.9 million in debt was issued to finance lighting and HVAC system retrofits for the majority of school sites. This debt was refinanced in 2004 in the form of a Certificate Of Participation (COP) at which point the principal was \$2,705,000. There are only two payments left on the rental payment schedule with the debt fully paid September 1, 2017.

The second project of the Financing Corporation was issued in 2005 to fund the Solar Photovoltaic System on the roof of Little Chico Creek Elementary School. The rental payments will be made through the 2024-25 fiscal year.

The Financing Corporation has not issued any new debt since 2005. The annual repayment schedules are attached.

Educational Implications

The District's Strategic Plan states: "A safe, nurturing and inspiring environment is essential for individuals to thrive."

Fiscal Implications

The 2004 COP payments remaining are \$328,212.50 and \$36,400 in 2016-17 and 2017-18 respectively. The Solar Lease payments including principal and interest are \$47,666 annually.

Estimated Rental Payments

Total Payments are required to be made in semiannual installments by the District under the Facilities Lease on or before January 15 and August 15 of each year the Certificates are outstanding, commencing on August 15, 2005, for the use and possession of the Facilities.

The Facilities Lease requires that Rental Payments be deposited in the Certificate Fund maintained by the Trustee. On each Principal Payment Date, the Trustee will withdraw from the Certificate Fund the aggregate amount necessary to make annual principal and semiannual interest payments with respect to the Certificates, as shown in the following exhibit of the Rental Payment Schedule.

**Rental Payment Schedule
2004 Certificates of Participation**

Date	Principal	Interest Rate Coupon	Interest	Semi-Annual Debt Service	Gross Annual Debt Service
Sep 1, 2005	\$20,000	2.000%	\$69,603.73	\$89,603.73	\$89,603.73
Mar 1, 2006			\$41,148.75	\$41,148.75	
Sep 1, 2006	\$125,000	2.000%	\$41,148.75	\$166,148.75	\$207,297.50
Mar 1, 2007			\$39,898.75	\$39,898.75	
Sep 1, 2007	\$185,000	2.000%	\$39,898.75	\$224,898.75	\$264,797.50
Mar 1, 2008			\$38,048.75	\$38,048.75	
Sep 1, 2008	\$215,000	2.250%	\$38,048.75	\$253,048.75	\$291,097.50
Mar 1, 2009			\$35,630.00	\$35,630.00	
Sep 1, 2009	\$225,000	2.600%	\$35,630.00	\$260,630.00	\$296,260.00
Mar 1, 2010			\$32,705.00	\$32,705.00	
Sep 1, 2010	\$235,000	2.900%	\$32,705.00	\$267,705.00	\$300,410.00
Mar 1, 2011			\$29,297.50	\$29,297.50	
Sep 1, 2011	\$240,000	3.000%	\$29,297.50	\$269,297.50	\$298,595.00
Mar 1, 2012			\$25,697.50	\$25,697.50	
Sep 1, 2012	\$255,000	3.250%	\$25,697.50	\$280,697.50	\$306,395.00
Mar 1, 2013			\$21,553.75	\$21,553.75	
Sep 1, 2013	\$270,000	3.350%	\$21,553.75	\$291,553.75	\$313,107.50
Mar 1, 2014			\$17,031.25	\$17,031.25	
Sep 1, 2014	\$285,000	3.500%	\$17,031.25	\$302,031.25	\$319,062.50
Mar 1, 2015			\$12,043.75	\$12,043.75	
Sep 1, 2015	\$300,000	3.625%	\$12,043.75 ⁽¹⁾	\$312,043.75	\$324,087.50
Mar 1, 2016			\$6,606.25	\$6,606.25	
Sep 1, 2016	\$315,000	3.750%	\$6,606.25 ⁽²⁾	\$321,606.25	\$328,212.50
Mar 1, 2017			\$700.00	\$700.00	
Sep 1, 2017	\$35,000	4.000%	\$700.00	\$35,700.00	\$36,400.00
	\$2,705,000		\$670,326.23	\$3,375,326.23	\$3,375,326.23

① 18,150. Interest

② 7,300.25 Interest

* PD. FROM FUND 01 RASC. 8150

						INT.	PRINCIPAL
2014-15	108	\$3,972.22	\$1,661.99	\$2,310.23	\$404,707.48	\$412,801.63	
	109	\$3,972.22	\$1,652.56	\$2,319.66	\$402,387.82	\$410,435.57	
	110	\$3,972.22	\$1,643.08	\$2,329.14	\$400,058.68	\$408,059.85	
	111	\$3,972.22	\$1,633.57	\$2,338.65	\$397,720.03	\$405,674.43	19,884. ⁵⁰
	112	\$3,972.22	\$1,624.02	\$2,348.20	\$395,371.84	\$403,279.27	27,782. ⁰
	113	\$3,972.22	\$1,614.43	\$2,357.79	\$393,014.05	\$400,874.33	
	114	\$3,972.22	\$1,604.81	\$2,367.41	\$390,646.64	\$398,459.57	
2015-16	115	\$3,972.22	\$1,595.14	\$2,377.08	\$388,269.56	\$396,034.95	
	116	\$3,972.22	\$1,585.43	\$2,386.79	\$385,882.77	\$393,600.43	
	117	\$3,972.22	\$1,575.69	\$2,396.53	\$383,486.24	\$391,155.97	
	118	\$3,972.22	\$1,565.90	\$2,406.32	\$381,079.92	\$388,701.52	
	119	\$3,972.22	\$1,556.08	\$2,416.14	\$378,663.78	\$386,237.05	
	120	\$3,972.22	\$1,546.21	\$2,426.01	\$376,237.77	\$383,762.52	
	121	\$3,972.22	\$1,536.30	\$2,435.92	\$373,801.85	\$377,539.87	18,492. ²⁵
	122	\$3,972.22	\$1,526.36	\$2,445.86	\$371,355.99	\$375,069.55	29,174. ³⁹
	123	\$3,972.22	\$1,516.37	\$2,455.85	\$368,900.14	\$372,589.14	
	124	\$3,972.22	\$1,506.34	\$2,465.88	\$366,434.26	\$370,098.61	
	125	\$3,972.22	\$1,496.27	\$2,475.95	\$363,958.32	\$367,597.90	
	126	\$3,972.22	\$1,486.16	\$2,486.06	\$361,472.26	\$365,086.98	
2016-17	127	\$3,972.22	\$1,476.01	\$2,496.21	\$358,976.05	\$362,565.81	
	128	\$3,972.22	\$1,465.82	\$2,506.40	\$356,469.65	\$360,034.35	
	129	\$3,972.22	\$1,455.58	\$2,516.64	\$353,953.02	\$357,492.55	
	130	\$3,972.22	\$1,445.31	\$2,526.91	\$351,426.10	\$354,940.36	
	131	\$3,972.22	\$1,434.99	\$2,537.23	\$348,888.87	\$352,377.76	
	132	\$3,972.22	\$1,424.63	\$2,547.59	\$346,341.28	\$349,804.70	17,030. ¹⁶
	133	\$3,972.22	\$1,414.23	\$2,557.99	\$343,783.29	\$347,221.12	30,636. ⁴
	134	\$3,972.22	\$1,403.78	\$2,568.44	\$341,214.85	\$344,627.00	
	135	\$3,972.22	\$1,393.29	\$2,578.93	\$338,635.93	\$342,022.28	
	136	\$3,972.22	\$1,382.76	\$2,589.46	\$336,046.47	\$339,406.93	
	137	\$3,972.22	\$1,372.19	\$2,600.03	\$333,446.44	\$336,780.90	
	138	\$3,972.22	\$1,361.57	\$2,610.65	\$330,835.79	\$334,144.15	
	139	\$3,972.22	\$1,350.91	\$2,621.31	\$328,214.48	\$331,496.63	
	140	\$3,972.22	\$1,340.21	\$2,632.01	\$325,582.47	\$328,838.30	
2017-18	141	\$3,972.22	\$1,329.46	\$2,642.76	\$322,939.72	\$326,169.11	
	142	\$3,972.22	\$1,318.67	\$2,653.55	\$320,286.17	\$323,489.03	
	143	\$3,972.22	\$1,307.84	\$2,664.38	\$317,621.78	\$320,798.00	
	144	\$3,972.22	\$1,296.96	\$2,675.26	\$314,946.52	\$318,095.98	15,494. ⁸¹
	145	\$3,972.22	\$1,286.03	\$2,686.19	\$312,260.33	\$315,382.93	32,171. ⁰²
	146	\$3,972.22	\$1,275.06	\$2,697.16	\$309,563.17	\$312,658.80	
	147	\$3,972.22	\$1,264.05	\$2,708.17	\$306,855.00	\$309,923.55	
	148	\$3,972.22	\$1,252.99	\$2,719.23	\$304,135.77	\$307,177.13	
	149	\$3,972.22	\$1,241.89	\$2,730.33	\$301,405.44	\$304,419.49	
	150	\$3,972.22	\$1,230.74	\$2,741.48	\$298,663.96	\$301,650.60	
	151	\$3,972.22	\$1,219.54	\$2,752.68	\$295,911.28	\$298,870.40	
	152	\$3,972.22	\$1,208.30	\$2,763.92	\$293,147.37	\$296,078.84	
2018-19	153	\$3,972.22	\$1,197.02	\$2,775.20	\$290,372.17	\$293,275.89	
	154	\$3,972.22	\$1,185.69	\$2,786.53	\$287,585.63	\$290,461.49	
	155	\$3,972.22	\$1,174.31	\$2,797.91	\$284,787.72	\$287,635.60	
	156	\$3,972.22	\$1,162.88	\$2,809.34	\$281,978.38	\$284,798.17	13,882. ⁵⁰
	157	\$3,972.22	\$1,151.41	\$2,820.81	\$279,157.58	\$281,949.15	33,784. ¹
	158	\$3,972.22	\$1,139.89	\$2,832.33	\$276,325.25	\$279,088.50	
	159	\$3,972.22	\$1,128.33	\$2,843.89	\$273,481.36	\$276,216.17	
	160	\$3,972.22	\$1,116.72	\$2,855.50	\$270,625.85	\$273,332.11	
	161	\$3,972.22	\$1,105.06	\$2,867.16	\$267,758.69	\$270,436.27	
	162	\$3,972.22	\$1,093.35	\$2,878.87	\$264,879.82	\$267,528.61	
	163	\$3,972.22	\$1,081.59	\$2,890.63	\$261,989.19	\$264,609.08	
	164	\$3,972.22	\$1,069.79	\$2,902.43	\$259,086.76	\$261,677.63	
	165	\$3,972.22	\$1,057.94	\$2,914.28	\$256,172.48	\$258,734.20	
	166	\$3,972.22	\$1,046.04	\$2,926.18	\$253,246.29	\$255,778.76	
	167	\$3,972.22	\$1,034.09	\$2,938.13	\$250,308.16	\$252,811.24	
	168	\$3,972.22	\$1,022.09	\$2,950.13	\$247,358.03	\$249,831.61	
	169	\$3,972.22	\$1,010.05	\$2,962.17	\$244,395.86	\$246,839.82	

MINUTES

3.1.

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1. CALL TO ORDER

Board President Griffin called the November 18, 2015, Annual Meeting to order at the Chico City Council Chambers at 421 Main Street, Chico, CA.

Present: Griffin, Robinson, Hovey, Kaiser, Loustale

Absent: None

2. INFORMATION AND DISCUSSION**2.1. Annual Financial Report/Status Update**

Assistant Superintendent Kevin Bultema reviewed the Certificates of Participation (COPs) financing package and announced the Financing Corporation has not issued any new debt.

3. ACTION CALENDAR**3.1 Consider Approval of Minutes of Annual Meeting – November 19, 2014**

Board Member Kaiser moved to approve the Minutes of the Annual Meeting held on November 19, 2014; seconded by Board Member Loustale

AYES: Griffin, Robinson, Hovey, Kaiser, Loustale

NOES: None

6. ADJOURNMENT

Board President Griffin adjourned the CUSD Financing Corporation Board of Directors Annual Meeting.

:mm

APPROVED:

Board of Education

Administration