

**Tustin Unified School District
Citizens' Oversight Committee**

MINUTES

May 3, 2006

Chairman, George Jeffries called the regular meeting of the Citizens' Oversight Committee to order at 4:36 p.m. in the Staff Conference Room, Tustin Unified School District, 300 South C Street, Tustin, CA.

Members Present:

Patrick Craig (absent)
Ann Davert
Lisa Frost (arrived 4:43 p.m.)
George Jeffries
Bruce Junor (absent)
Larry Leaman
Jason Rush
Judy Shade (arrived 4:57 p.m.)
Paul Wilkins

Staff Present

Peter Gorman, Superintendent
Brock Wagner, Deputy Superintendent, Business Services
Tony Soria, Director of Fiscal Services
Peter Burns, Senior Director, Maintenance, Operations, and Facilities

Guests

Rod Carter and Ryan Vollmer from RBC Capital Markets
Rob Anslow from Bowie, Arneson, Wiles and Giannone

George Jeffries led the Pledge of Allegiance to the Flag of the United States of America.

Adoption of the Agenda

It was moved by Ann Davert, seconded by Jason Rush, and carried unanimously to adopt the agenda.

Public Comments

None.

Discussion Item:

1. Refinancing of the First Issuance of Bond Debt

Peter Gorman shared that Rod Carter from RBC Capital Markets would be providing a presentation on the General Obligation Refunding Bonds. Brock Wagner also shared that the District and taxpayers would be saving money by refinancing the first bond issuance.

Rod Carter passed out a handout regarding the General Obligation Refunding Bonds. He reviewed the District's promise to voters not to exceed a \$40 tax rate per \$100,000 assessed valuation and shared the valuation and timing factors in bond refinancing.

Mr. Carter also shared that a portion of the Series "A" Bonds issued in July 2003 for \$15 million, may be refinanced to accomplish three objectives:

1. Provide additional funds to be used only on authorized projects
2. Decrease total debt services on Series A Bonds
3. Reduce the term of Series A Bonds

The District is refunding only a portion of the bonds for an estimated savings to the taxpayers of \$665,135, with an estimate \$2.6 million going to the Building Fund for construction. It was shared that two factors: growth/assessed valuation and shorter terms gives us an advantage to generate more money sooner to pay off the loan and the District continues to stay under the \$40 cap.

Brock Wagner shared that there are State guidelines and thresholds to ensure that the District saves money in the refinance. The Bond refinance will go to the Board on May 8, at 3 p.m., and all are welcome to attend.

It was moved by Ann Davert and seconded by Larry Leaman, and carried unanimously to support the refinancing of the first issuance of Bond debt.

Adjourn

It was moved by Lisa Frost, seconded by Ann Davert, and carried unanimously to adjourn the meeting at 5:24 p.m.