



COUNTY OF SAN MATEO
Inter-Departmental Correspondence
County Counsel



Date: December 12, 2016

Board Meeting Date: January 3, 2017

Special Notice / Hearing: None

Vote Required: Majority

To: Honorable Board of Supervisors

From: John C. Beiers, County Counsel

Subject: Resolution Authorizing Issuance and Sale by the Cabrillo Unified School District of its General Obligation Bonds, Election of 2012, Series C

RECOMMENDATION:

Adopt a resolution authorizing the Cabrillo Unified School District to issue its General Obligation Bonds, Election of 2012, Series C, in an aggregate principal amount not to exceed \$20,000,000 without further action of the County.

BACKGROUND:

The voters in the Cabrillo Unified School District ("District") approved by more than fifty-five percent of the voters a school bond measure on June 5, 2012, authorizing the issuance of general obligation bonds in the maximum aggregate principal amount of \$81,000,000 (the "Bond Measure"). The District previously issued \$18,000,000 of bonds in October 2012 and \$20,000,000 of bonds in January 2015 pursuant to the Bond Measure.

On December 8, 2016, the Governing Board of the District authorized the issuance and sale of its "Cabrillo Unified School District General Obligation Bonds, Election of 2012, Series C," in an aggregate principal amount not to exceed \$20,000,000 (the "Series C Bonds"), and requested that the County Board of Supervisors authorize the District to issue and sell the Series C Bonds on its own behalf, by competitive sale.

DISCUSSION:

State law generally provides that the County may issue and sell general obligation bonds on behalf of a school district, but California Government Code §§ 53506 et. seq. and Education Code § 15140(b) also allow the Board of Supervisors to authorize the District to sell and issue bonds directly on its own behalf without further action of the Board of Supervisors or officers of the County.

The District is being assisted by Dannis Woliver Kelley as bond counsel, and Isom Advisors as financial advisor.

Authorizing the District to issue and sell its own bonds will contribute to the Shared Vision 2025 outcome of Collaborative Community by supporting fiscal accountability.

FISCAL IMPACT:

These bonds are general obligations of the District, and do not constitute an obligation of the County. No County funds are pledged or obligated to the payment of the bonds.