



GOVERNING BOARD AGENDA ITEM
AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10

DATE OF MEETING: **March 28, 2023**

TITLE: Adoption of Resolution Authorizing the Issuance & Sale of School Improvement Bonds of the Amphitheater Unified School District No. 10 of Pima County, Arizona and the Adoption of Resolution Authorizing the Issuance & Sale of Refunding Bonds of the Amphitheater Unified School District No. 10 of Pima County, Arizona

BACKGROUND:

The Governing Board called for a special bond election on June 21, 2016. The special election was held on November 8, 2016 at which time the voters approved the issuance and sale of \$56 million in bonds to address a substantial list of capital needs within the District. The District issued bonds February of 2017, March of 2019 and March of 2021. The District is ready to issue the final \$14.5 million in bonds.

To initiate the bond sale process, the Board must now approve a Resolution authorizing the issuance and sale of school improvement bonds and delegating authority, as may be expedient, to draft, approve and/or execute documents necessary to effect issuance and sale of bonds.

A favorable interest rate market has presented the district with the opportunity to refinance up to \$12,100,000 of outstanding debt. This refinancing would provide a minimum estimated savings to the taxpayers of \$400,000 over the remaining bond payments.

The district is pursuing a negotiated private sale based upon the outcome of the recent bond sale. The preliminary plan is to negotiate a refinancing by early May with a June 1st closing date allowing for the required 30 day call window before the July 1st payment. If we are unable to make the proposed schedule, we will have to postpone refinancing until this fall (October 1st to December 1st) to stay within the Internal Revenue Service's 90 day tax exempt window while hoping that the interest rate market remains stable.

RECOMMENDATION:

The Administration recommends that the Governing Board approved the attached forms of Resolution and authorize the Governing Board President, Superintendent and Chief Financial Officer to execute the documents outlined in the resolution.

INITIATED BY:

Scott Little, Chief Financial Officer

Date: March 27, 2023

Todd A. Jaeger, J.D., Superintendent