



## **Board Presentation**

# **Irvine Unified School District Community Facilities District No. 01-1 (South Irvine Communities) Special Tax Refunding Bonds, Series 2024**

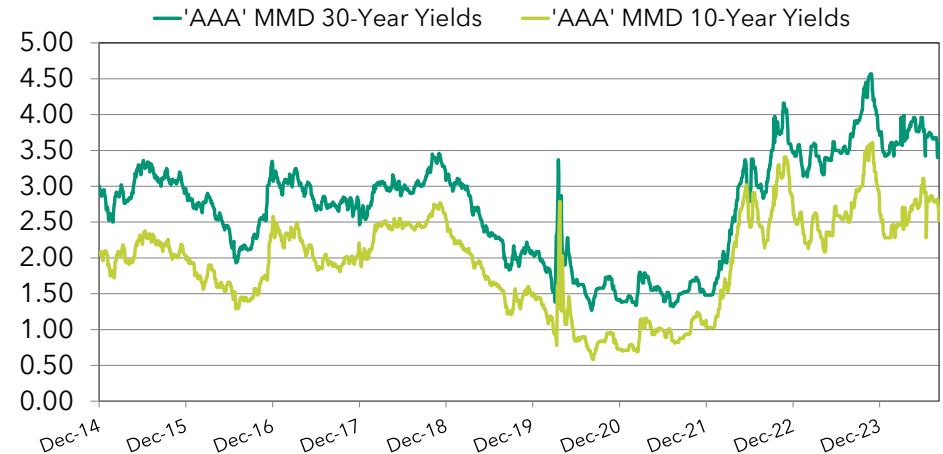
September 10, 2024



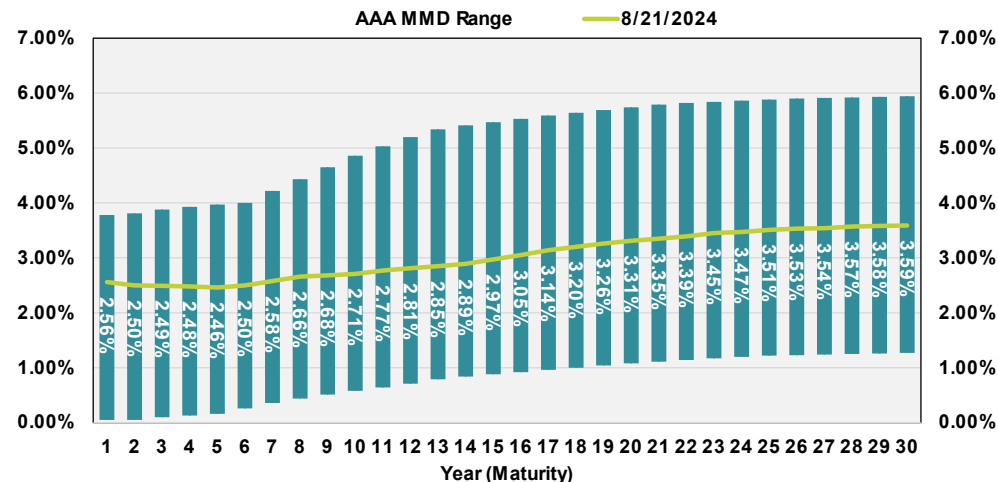
# Municipal Market Update

- Federal Open Market Committee (“FOMC”) officials are expected to approve a rate cut at the September 18 meeting
- It would be the first rate cut since the early days of the COVID-19 pandemic in March 2020
- Markets have already fully priced in the September cut, with both U.S. Treasury (UST) rates and Municipal Market Data (MMD) benchmark rates rallying over the past month

**Historic Change in 'AAA' MMD Yields  
(December 1, 2014 through August 21, 2024)**



**Historical AAA MMD Range: 2005 to August 21, 2024**



# CFD No. 01-1 Aerial View (Quail Hill)



# CFD No. 01-1 Aerial View (Shady Canyon)



# CFD No. 01-1 Aerial View (Turtle Ridge)



# Purpose for Refinancing CFD No. 01-1 Bonds

Issuer	Dated Date	Final Maturity	Original Par Amount	Outstanding Par as of 9-10-24	Next Call Date
<b>CFD No. 01-1 of the Irvine Unified School District</b> Special Tax Refunding Bonds, Series 2015	3/18/2015	9/1/2038	\$88,170,000	\$71,160,000	3/1/25 at 100%

- 2015 Bonds can be refinanced by early December 2024 (90 days prior to optional call date)
- Municipal interest rates are lower than the currently outstanding CFD No. 01-1 Bonds
- The District is taking advantage of lower interest rates to generate annual savings for CFD No. 01-1 taxpayers
- The term of the Special Tax Bonds is not being extended
- The term of the CFD levy is not being extended



# Projected Refinancing Savings\*

Key Refunding Highlights	
Call Date	3/1/2025
Call Price	100%
Gross Savings	\$8,812,869
NPV Savings (\$)	\$7,007,768
NPV Savings (%)	9.85%
Annual Savings	\$629,491

	Prior Debt Service	Refunding Debt Service	Savings	NPV Savings
9/1/2025	\$6,403,000	\$5,851,381	\$551,619	\$554,172
9/1/2026	6,525,750	5,961,250	564,500	536,145
9/1/2027	6,660,250	6,084,250	576,000	529,694
9/1/2028	6,790,250	6,204,000	586,250	521,999
9/1/2029	6,930,250	6,335,000	595,250	513,181
9/1/2030	7,069,000	6,461,000	608,000	507,514
9/1/2031	7,205,750	6,586,500	619,250	500,475
9/1/2032	7,349,750	6,715,750	634,000	496,099
9/1/2033	7,494,750	6,847,750	647,000	490,168
9/1/2034	7,649,750	6,991,500	658,250	482,827
9/1/2035	7,798,250	7,125,500	672,750	477,758
9/1/2036	7,954,500	7,269,250	685,250	471,143
9/1/2037	8,117,000	7,416,250	700,750	466,457
9/1/2038	8,279,250	7,565,250	714,000	460,137
<b>Total</b>	<b>\$102,227,500</b>	<b>\$93,414,631</b>	<b>\$8,812,869</b>	<b>\$7,007,768</b>



\* Preliminary, subject to change.

# Financing Schedule\*

Date	Activity
9/10/2024	School Board meeting to consider Issuance
10/7/2024	Rating Call with S&P
10/14/2024	Receive Credit Rating
10/30/2024	Pricing / Lock in Rates
12/3/2024	Closing
3/1/2025	Prior Bonds Redeemed

