

**Responses for Questions submitted for the Financial Advisory Services RFP No. 9052:**

- 1) Are there any particular swap termination values that you would like us to assume for the restructuring analysis? We have resources to determine values and unless indicated otherwise, we will rely on these systems to determine values. Any particular date you would like us to assume for the date of swap termination value?

The district is using the swap termination values that our current Financial Advisor supplies for the restructuring analysis. The total Swap Mark-to-Market Valuation as of 4/30/19 is -\$127,877,598. Please see below for the breakdown. In the proposal, please go ahead and let us know what systems/resources you are using to determine the swap termination values. We also do not have a particular date in mind, please go ahead and let us know what date you are using to determine the swap termination value.

The swap termination values that the District is using are as follows:

2000C=-\$20,729,180

2012A=-\$14,156,542

2013B=-\$14,156,542

2007A/B=-\$78,835,334

- 2) What is the method being used to calculate interest on the 2012A, 2013B, 2013C and 2013D bonds? The final interest amount should be lower than reflected in debt profile if assuming semi-annual interest with a fiscal year calculation date of 6/30.

We are using the following to calculate the interest on the variable rate debt bonds:

2012A - swap of 3.75% + direct purchase spread of .45% =4.20%

2013A - swap of 3.75% + direct purchase spread of .45% =4.20%

2013C - swap of 2.919%, swap has matured, we currently use 2.919% as the average interest rate, total effective cost is currently about 2%

2013D - swap of 2.919%, swap has matured, we currently use 2.919% as the average interest rate, total effective cost is currently about 2%

- 3) In restructuring the debt to accomplish an approximate \$105mm per year in level debt service, would the district like to take into consideration the SRF loan debt service? During our initial review, we determined that the debt service associated with non-variable obligations (fixed-rate bonds and SRF) already exceeds this \$105mm cap (years 6/30/2024-6/30/2027). Is the district wanting to restructure existing fixed rate debt or is the SRF debt service to be excluded from the total debt service calculation?

The district would like the proposed consultant to take into consideration the SRF Loan debt service amount in the restructuring analysis. The debt is currently scheduled to be over the targeted amount of \$105M per year. The district is hoping to restructure the fixed rate bonds and the variable rate bonds to meet the targeted amount of \$105M per year.

- 4) Please confirm the amount and principal drawn for the District's SRF loans as of the day the RFP is due.

The following are the District's SRF loan amounts and the principal drawn:

As of 5/31/19, the Total State Revolving Loan Amount is \$1,395,221,378. The Total Principal Amount drawn on the State Revolving Loan is \$616,878,058. Approximately 44% has been received and approximately 56% will be received in the future.