

SUBMITTAL TO THE BOARD OF SUPERVISORS
COUNTY OF RIVERSIDE, STATE OF CALIFORNIA

422A



FROM: Treasurer-Tax Collector

SUBMITTAL DATE: May 5, 2005

SUBJECT: Resolution No. 2005-251 - Menifee Union School District 2002 Election General Obligation Bonds, Series B

RECOMMENDED MOTION: That your Honorable Board approve and adopt Resolution No. 2005-251, Authorizing the Sale and Issuance of Menifee Union School District, Riverside County, California, 2002 Election General Obligation Bonds, Series B, in the Principal Amount not to Exceed \$5,070,797.50.

BACKGROUND: Education Code Section 15140 requires that General Obligation Bonds of a school district be offered for sale by the Board of Supervisors of the County when that County's Superintendent of Schools has jurisdiction over the district and when the district wishes to offer its bonds via a negotiated sale. Although recent legislation (Stats.1999, Chap. 667) permits a board of supervisors to opt out of that requirement, this Board has not adopted the necessary enabling resolution. At the same time the County Treasurer has taken the position that school districts should not be negotiating the sale of bonds without his participation.

(Continued on page 2)

Paul McDonnell, Treasurer - Tax Collector

FINANCIAL DATA:

CURRENT YEAR COST:

\$ N/A

ANNUAL COST:

\$

NET COUNTY COST:

\$

IN CURRENT YEAR BUDGET:

\$

BUDGET ADJUSTMENT:

\$

FY: 04/05

SOURCE OF FUNDS:

C.E.O. RECOMMENDATION:

APPROVE.

County Executive Office Signature

Policy

Consent

Department Recommendation:
Per Executive Office:

COUNTY OF RIVERSIDE
MAY 11 2005
OFFICE EXECUTIVE

MAY 11 2005
REGISTERED RIVERSIDE COUNTY

Prev. Agn. ref.

Dist.

AGENDA NO.

2.13

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Menifee Union School District (the "District"), under the jurisdiction of the Riverside County Superintendent of Schools, wishes to offer bonds via a negotiated sale. Accordingly, the Menifee Union School District Board of Education passed Resolution No. 2005-04/66 requesting this Board to sell the District's general obligation bonds which have been duly authorized by the voters of the District.

The election held on November 5, 2002, was pursuant to paragraph (3) of subdivision (b) of Section 1 of Article XIII A and subdivision (b) of Section 18 of Article XVI of the California Constitution and Section 15266 of the Education Code that represent, in part, the codification of Proposition 39 approved by the voters of California on November 7, 2000. Measure J approved by the qualified voters of Menifee Union School District (the "School District") authorizes the incurrence of general obligation bonded indebtedness in an aggregate principal amount not to exceed \$14,500,000.

Pursuant to Resolution Number 2003-135, this Board previously authorized the issuance of Menifee Union School District, Riverside County, California, 2002 Election General Obligation Bonds, Series A bonds (the "Series A Bonds") in an aggregate principal amount not to exceed \$9,430,000. In accordance with that authorization, the Series A bonds were issued in the aggregate principal amount of \$9,429,202.50 on June 4, 2003.

The Menifee Union School District, Riverside County, California, 2002 Election General Obligation Bonds, Series B bonds (the "Series B Bonds") represent the second and final series of bonds authorized during the 2002 election.

The subject Resolution provides for the issuance of the Series B bonds in an aggregate principal amount not to exceed \$5,070,797.50. The bond proceeds are to be expended only for identified school facilities and improvements and are subject to review by a Citizen's Oversight Committee appointed by the School District's Board.

The Series B Bonds are general obligation bonds of the Menifee Union School District and do not constitute an obligation of the County. No part of any fund of the County is pledged or obligated to the payment of the Series B Bonds.

County Counsel has reviewed Resolution No. 2005-251 and the documents attached and have approved them as to form.