



County of Monterey

Refunding Update for the 2007 COPs
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A Limited Liability Company

Refunding Update for the County's 2007 Certificates of Participation

■ Refunding Overview:

- The Series 2007 COPs were issued with an original par amount of \$152.68 million, of which \$108.975 million is currently outstanding.
- The 2007 COPs were issued to finance certain construction costs of the County government center as well as refinance outstanding County COPs.
- The COPs are callable on August 1, 2017 at a redemption price of 100% and eligible for a current refunding.
- All callable maturities will be refunded – 2018 through 2037. Payment of the August 1, 2017 maturity will be made prior to closing on the refunding.

Sources of Funds:

Par Amount:	\$79,425,000
Premium:	15,191,494
Contribution from Prior Bonds:	10,227,125
	\$104,843,619

Uses of Funds:

Refunding Escrow Requirement:	\$104,194,742
Cost of Issuance:	250,000
Underwriter's Discount:	397,125
Rounding Amount:	1,752
	\$104,843,619

Summary of Refunding Savings:

True Interest Cost (TIC):	2.639%
Par Amount of Refunded Bonds:	\$103,600,000
Percentage Savings of Refunded Bonds:	17.7317%
Net PV Savings:	\$18,370,085
Gross Cash Flow Savings:	\$21,222,724
Average Annual Cash Flow (Budgetary) Savings:	\$1,430,400

Key Assumptions:

- Dated date of 8/23/2017.
- 10-year par call at 8/1/2027.
- Market conditions as of 6/22/2017 and "AA" rated COP interest rate scale.
- DSRF contribution from the 2007 COPs at the original amount earning rate of 1.3%.
- No new DSRF size for 2017 Refunding COPs.
- SLGS-funded escrow as of 6/22/2017.
- COI of \$250,000 and UW Discount of \$5 per bond.

Detailed Annual Cash Flow Savings

Refunding Debt Service and Cash Flow Savings

Date	Prior Debt Service	Prior Receipts	Prior Net Cash Flow	Refunding Net Debt Service	Gross Annual Cash Flow Savings	Present Value to 08/23/2017 @ 2.1833%
6/30/2018	2,349,963	66,476	2,283,486	1,692,224	591,262	585,654
6/30/2019	9,165,425	132,953	9,032,472	7,603,625	1,428,847	1,396,856
6/30/2020	9,170,425	132,953	9,037,472	7,607,650	1,429,822	1,368,215
6/30/2021	9,165,975	132,953	9,033,022	7,600,750	1,432,272	1,341,133
6/30/2022	9,170,025	132,953	9,037,072	7,604,375	1,432,697	1,312,948
6/30/2023	9,167,000	132,953	9,034,047	7,602,125	1,431,922	1,284,070
6/30/2024	8,667,625	132,953	8,534,672	7,106,250	1,428,422	1,253,518
6/30/2025	8,670,413	132,953	8,537,460	7,106,750	1,430,710	1,228,664
6/30/2026	8,662,175	132,953	8,529,222	7,096,250	1,432,972	1,204,279
6/30/2027	8,667,350	132,953	8,534,397	7,104,000	1,430,397	1,176,389
6/30/2028	8,670,150	132,953	8,537,197	7,109,000	1,428,197	1,149,442
6/30/2029	8,665,238	132,953	8,532,285	7,101,000	1,431,285	1,127,278
6/30/2030	8,075,663	132,953	7,942,710	6,514,500	1,428,210	1,100,792
6/30/2031	8,076,313	132,953	7,943,360	6,514,375	1,428,985	1,077,829
6/30/2032	8,044,363	132,953	7,911,410	6,481,500	1,429,910	1,055,455
6/30/2033	8,498,788	132,953	8,365,835	6,933,625	1,432,210	1,034,530
6/30/2034	3,424,563	132,953	3,291,610	1,858,750	1,432,860	1,012,947
6/30/2035	3,426,313	132,953	3,293,360	1,863,625	1,429,735	989,208
6/30/2036	3,427,100	132,953	3,294,147	1,864,250	1,429,897	968,254
6/30/2037	3,426,700	132,953	3,293,747	1,865,500	1,428,247	946,550
6/30/2038	3,747,463	10,293,601	-6,546,139	0	-6,546,139	-4,245,678
	\$150,339,025	\$12,886,177	\$137,452,848	\$116,230,124	\$21,222,724	\$18,368,333
PV of savings from cash flow:						18,368,333
Plus refunding funds on hand:						1,752
Net PV Savings: \$						18,370,085

Assumptions: Dated Date of 8/23/2017; 10-year par call at 8/1/2027; COI of \$250,000 and UW Discount of \$5 per bond; Interest rates as of 6/22/2017. Prior reserve fund earnings assumed at 1.3% in calculating prior receipts.