



MEASURE MM FUNDING UPDATE

Overview of Measure MM General Obligation Bond Program

- Approved by District Voters on November 8, 2016
- Passage Rate: 62.4%
- Estimated Maximum Tax Rate (at Time of Election): **\$14.99** per \$100,000 of Assessed Valuation
- Estimated Average Tax Rate (at Time of Election): **\$14.99** per \$100,000 of Assessed Valuation
- **\$455,000,000 Total Bond Authorization**
 - Series A: \$100,000,000 Issued in September 2017
 - Series B: \$255,000,000 Issued in September 2020
 - Series C: \$100,000,000 Issued in November 2022

MiraCosta College | MIRA COSTA COMMUNITY COLLEGE DISTRICT | **MEASURE MM**
CONSTRUCTION BOND PROGRAM | miracosta.edu/measuremm

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About Measure MM

Thanks to voter approval in November 2016, Measure MM was the first successful MiraCosta College bond measure in more than 50 years receiving about 62% of the vote.

Measure MM allows MiraCosta College to continue to expand and grow, attract new populations of students, and adapt facilities and programs to meet the changing needs of the students, the community, and the future workforce.

Measure MM allows the MiraCosta Community College District to implement its Facilities Master Plan and complete the following:

- ✓ Improve the Veterans Center to expand job training, job placement, counseling, and add additional support services
- ✓ Upgrade Career Training facilities for:
 - Science
 - Nursing
 - Healthcare
 - Engineering and skilled trades
- ✓ Update instructional technology for improved students learning in core subjects like math, science, and technology
- ✓ Expand access for students with disabilities
- ✓ Repair or replace:
 - Leaky roofs
 - Worn-out floors
 - Outdated restrooms
 - Outdated electrical systems
 - Deteriorating plumbing lines
- ✓ Modernize science centers and labs to allow for state-of-the-art courses in biology, chemistry, and physical science

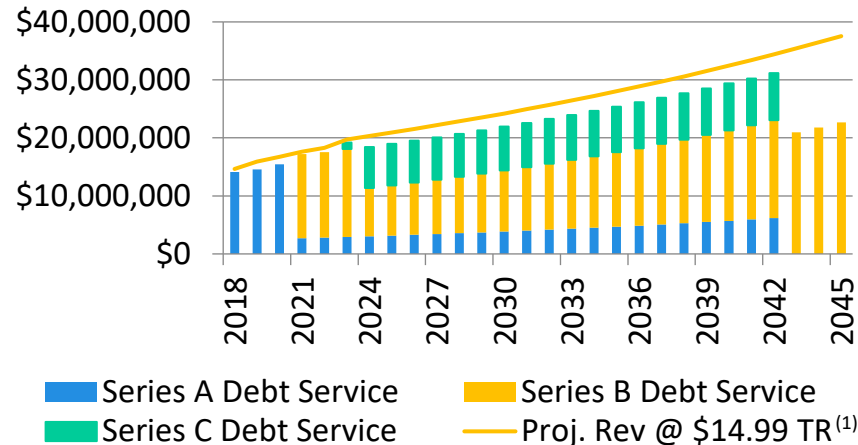
Founded in 1934, MiraCosta College District is located in San Diego County along the south California coast, between Orange County to the north and the metropolitan area of San Diego to the south. The district includes the communities of Oceanside, Carlsbad, Escondido, Encinitas, Rancho Santa Fe, Carlsif, Solana Beach, Del Mar, Carmel Valley, and parts of Camp Pendleton.

Historical and Projected Tax Rates for Measure MM Bonds

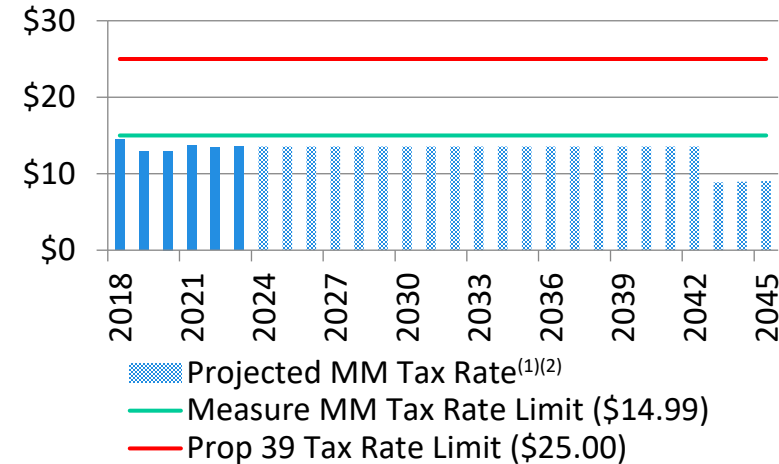
Historical Tax Rates

Fiscal Year	Assessed Valuation	Annual Change	Measure MM Tax Rate ⁽²⁾ (Per \$100K of AV)
2017-18	\$101,557,030,627	5.99%	\$14.43
2018-19	\$108,150,831,036	6.49%	\$12.94
2019-20	\$114,076,082,142	5.48%	\$12.99
2020-21	\$119,873,272,540	5.08%	\$13.73
2021-22	\$124,600,504,491	3.94%	\$13.39
2022-23	\$134,304,489,189	7.79%	\$13.57

Debt Service Chart



Tax Rate Chart



(1) Projected Revenue and Tax Rates are calculated based on 2022-23 assessed valuation, assuming 3.00% annual increase in assessed valuation and 2.00% delinquency rate in secured AV.

(2) Tax Rates for 2017-18 through 2022-23 are actual. Source: San Diego County Auditor-Controller's Office.

Comparison of Original vs. Final Measure MM Bond Plans

	Original Plan at Election	Final Plan
Issue Summary		
Series A	\$ 80,000,000 (2017)	\$100,000,000 (2017)
Series B	\$125,000,000 (2019)	\$255,000,000 (2020)
Series C	\$125,000,000 (2021)	\$100,000,000 (2022)
Series D	\$125,000,000 (2024)	
Duration to Access All Authorization	7 Years	5 Years
Total Length of Tax	30 Years	28 Years
Maximum Maturity	25 Years	25 Years
% of Capital Appreciation Bonds	0.00%	0.00%
Total Debt Payback	\$777,089,013	\$624,237,764
Total Program Repayment Ratio	1.71 to 1	1.37 to 1
Estimated <u>Maximum</u> Tax Rate	\$14.99	\$14.43
Estimated <u>Average</u> Tax Rate	\$14.99	\$13.07
(Per \$100,000 Assessed Valuation)		
Assumed AV Growth Rates		
FY 2017-18	4.00%	5.99% (Actual)
FY 2018-19	4.00%	6.49% (Actual)
FY 2019-20	4.00%	5.48% (Actual)
FY 2020-21	4.00%	5.08% (Actual)
FY 2021-22	4.00%	3.94% (Actual)
FY 2022-23	4.00%	7.79% (Actual)
FY 2023-24 and Thereafter	4.00%	3.00%
Assumed AV Delinquency Rates		
Secured	2.00%	2.00%
Unsecured	0.00%	0.00%

Premium and Proceeds from Series C Sales

- **Series C was \$100M authorization**
 - Demand was high with order requests exceeding \$461M
- **Bonds sold at a premium (higher than face value) generating an additional \$9,489,280**
 - Per recent Attorney General opinion, any bond premium generated must be used to pay down debt service , reducing our taxpayer's debt service burden from \$156.5M down to \$147M for series C
 - Funds Placed in debt service account and used to offset portions of the first 3 years of debt service and interest payments on Series C
- **Bond Revenue Available for College Use Synopsis:**
 - \$100,000,000 Series C Bond Revenue
 - (\$315,000) Less Cost of Issuance
 - (\$280,870) Less Underwriter's Cost

\$99,404,130 MCCD Total Available to Fund Projects

Questions

