

KernTax Bond Evaluation Process Timeline

3-6 months before School District places bond measure on ballot:

- Meet with district to review plan
- Identify total debt capacity
- Identify existing debt
- Identify available bonding capacity
- Identify Authorized but Unissuable Debt.
- Establish district needs and wants
- Review detailed, prioritized project list, including estimated costs
- Discuss funding options
 - General Obligation Bonds
 - State matching funds
 - District Resources
 - Certificates of Participation
 - Lease-Leaseback

Post-Meeting Due Diligence

- Review past 10 years of AV growth
- Estimate future AV growth for the length
- Analyze past bond performance
- Estimate future payments on existing bonds (County Treasurer)

Second Meeting with District, a month later

- Review findings with district and make recommendations

Grade the district's final proposal

- **Past performance**
 - Past promises to taxpayers
 - Completion of Project List Financial results (Staying under legal tax rate)
 - Completion of Prop 39 requirements
 - Annual Reports
 - Performance & Financial audits
 - Prop 39 web page
- **Current Bond Proposal**
 - Past performance of financial advisors
 - Detailed Project lists
 - Plans to reduce costs
 - Commitment to Competitive bond sales
 - No CABS or premium
- **Prioritization of Needs and Wants**
- **Project List**
- **Openness, transparency and communication**

Make recommendation to Board

Decide appropriate action to take

- Support
- No Position
- Do Not Support
- Appropriate Action
- Ballot Arguments
- Rebuttal Augments
- Political Action:
Independent Political Action Committee