
July 18, 2016

Kern Community College District

G.O. Bond Review

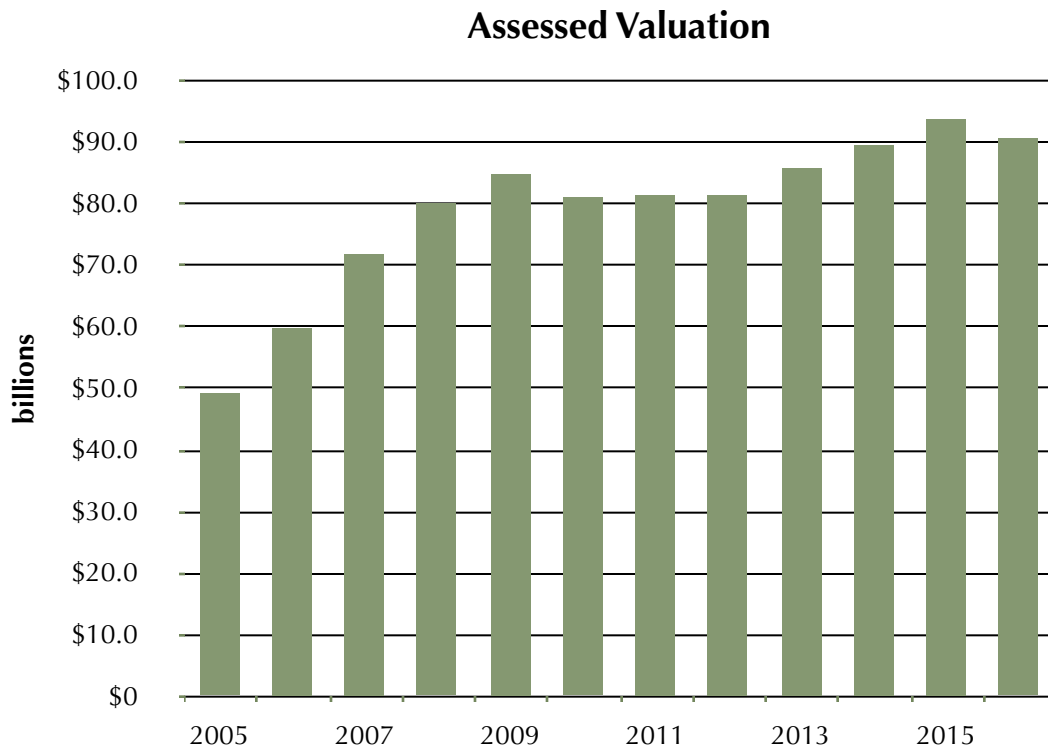
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Kern Community College District: Debt Review

District AV Has Recovered

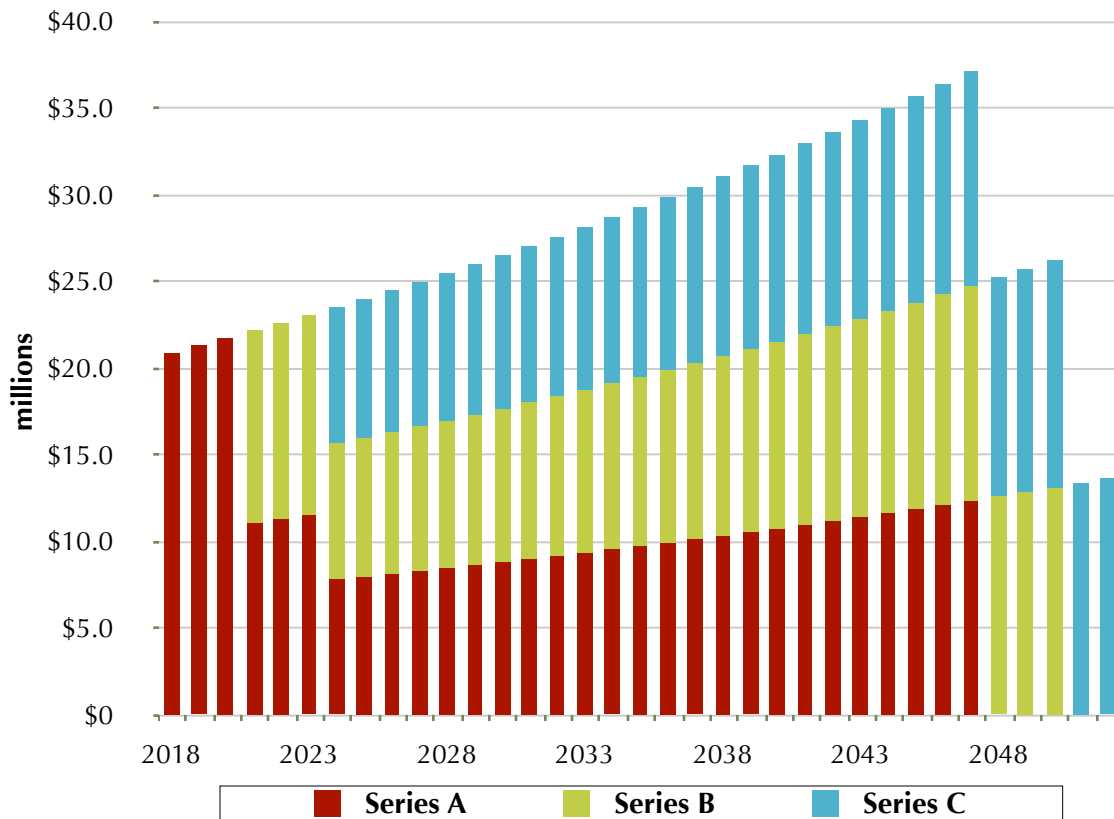


Assessed Valuation: 2005 to Date		
FY ending	(billions)	% change
2005	\$49.213	
2006	\$59.839	21.6%
2007	\$71.914	20.2%
2008	\$80.046	11.3%
2009	\$84.808	5.9%
2010	\$81.014	-4.5%
2011	\$81.421	0.5%
2012	\$81.414	0.0%
2013	\$85.865	5.5%
2014	\$89.601	4.4%
2015	\$93.813	4.7%
2016	\$90.603	-3.4%
5-Year Average		2.2%
10-Year Average		4.5%

Kern Community College District: Debt Review

Conventional Bonds Require Taxpayer Payments for 30+ Years

Debt Service/Top Tax Rate: \$24.51

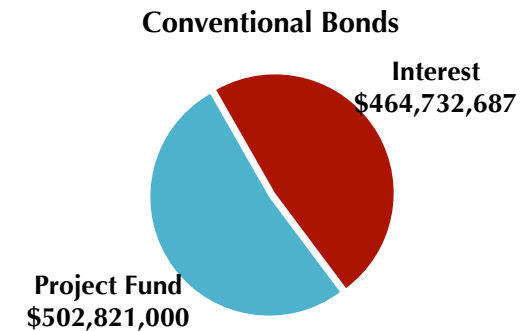


Assumptions:

- Current AV = \$82.1 billion*
- AV growth: 2.00%
- Series of bonds: 3
- Term of each bond series: 30 years
- Interest rate: 4.5%/4.75%/5.0%

*Does not include District AV within Mono and Inyo Counties

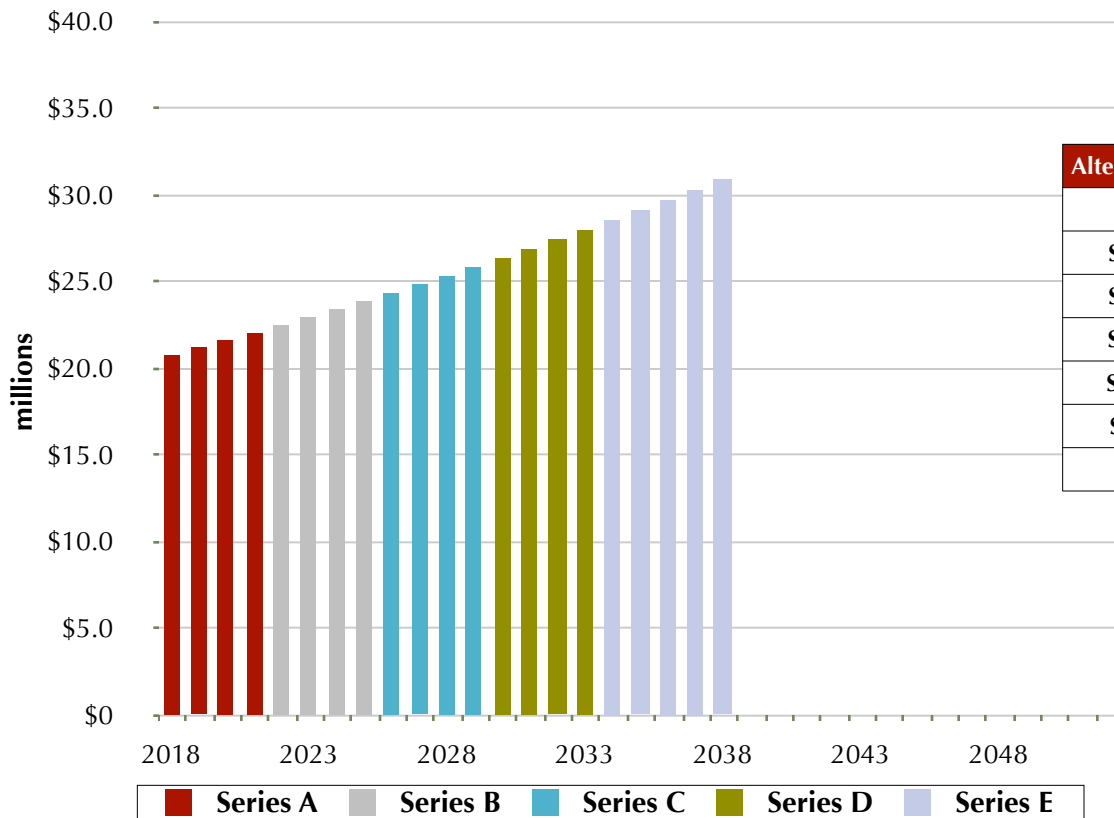
Alternative A: Conventional				
	Year	Principal	Interest	Total
Series A	2017	\$192,315,000	\$144,771,720	\$337,086,720
Series B	2020	\$158,365,000	\$153,340,767	\$311,705,767
Series C	2023	\$152,141,000	\$166,620,200	\$318,761,200
Total		\$502,821,000	\$464,732,687	\$967,553,687



Kern Community College District: Debt Review

G.O. Flex-Bonds™ Reduce Taxpayer Obligations

Debt Service/Top Tax Rate: \$24.38



Assumptions:

- Current AV = \$82.1 billion*
- AV growth: 2.00%
- Series of bonds: 5
- Term of each bond series: 4 to 5 years
- Interest rate: 2.5%

*Does not include District AV within Mono and Inyo Counties

Alternative B: G.O. Flex-Bonds™				
	Year	Principal	Interest	Total
Series A	2017	\$80,655,000	\$5,156,687	\$85,811,687
Series B	2021	\$87,305,000	\$5,580,329	\$92,885,329
Series C	2025	\$94,500,000	\$6,042,068	\$100,542,068
Series D	2029	\$102,290,000	\$6,539,968	\$108,829,968
Series E	2033	\$138,071,000	\$10,667,412	\$148,738,412
Total		\$502,821,000	\$33,986,464	\$536,807,464

