



Santa Cruz County Capital Financing Authority Lease Revenue Bonds, 2025 Series A




Agenda Item #8 and #9

Overview

- Public Improvements to be Financed
- Financing Process
- Cost of Financing
- Resolutions and Recommended Actions

Public Improvements to Be Financed

Ben Lomond Transfer Station

- Household Hazardous Waste Drop Off 
- Recycling Center Canopy 
- Electrical Upgrades 
- Minor Repairs

Total Project Cost Estimate = \$8,500,000

Bids to be Opened June 11 to Finalize Cost

Bid to be Awarded by August 10, 2025

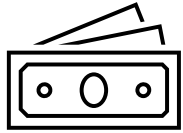
Public Improvements to Be Financed

Acquisition of Public Defender's Office Space

- Currently Leasing 420 and 440 May Avenue
- Board Authorized Offer to Purchase
- \$3.5 Million Acquisition Cost
- \$500,000 Repairs



Financing Process



Issuance of Lease Revenue Bonds is the County's Traditional Method of Financing Infrastructure



Requires Board to Conduct a Public Hearing and Adoption of Resolutions by Both the Board of Supervisors and the Santa Cruz County Capital Financing Authority Board

Financing Costs

	Transfer Station	Acquisition	Total
Project Fund	\$8,500,000	\$4,000,000	\$12,500,000
Underwriter Discount	53,000	27,000	80,000
Costs of Issuance	135,000	65,000	200,000
Total Costs	8,688,000	4,092,000	12,780,000
Original Issue Premium	(528,000)	(247,000)	(775,000)
Par Amount of Bonds Issued	\$8,160,000	\$3,845,000	\$12,005,000
Annual Debt Service	\$ 540,000	\$255,000	\$ 795,000
Paid From	CSA 9C	Rental Savings	

30 Year Maturity

Estimated
Interest
Rate ~ 4.65%

County
Lease Revenue
Bond Rating ~
AA+

Resolutions

- Authorize Sale of Bonds
- Set Parameters for Bond Sale
 - Bond Amount
 - Not-To-Exceed \$15,000,000
 - Interest Rate
 - Not-to-Exceed 6%
- Authorize Competitive Bid or Negotiated Sale Depending on Market Conditions
- Approve Form of Financing Documents
 - Preliminary Official Statement
 - 1st Amendment to Lease Agreement
 - 1st Amendment to Site Lease
 - 1st Supplemental Indenture
 - Assignment Agreement
 - Official Notice Inviting Bids
 - Bond Purchase Agreement

Recommended Action

- Board of Supervisors
 - Open Public Hearing and Receive Testimony
 - Close Public Hearing
 - Adopt Resolution Authorizing Issuance of Bonds and Related Actions
- Financing Authority Board of Directors
 - Adopt Resolution Authorizing Issuance of Bonds and Related Actions

Questions?

Thank You

