

RIALTO UNIFIED SCHOOL DISTRICT
Regular Meeting of the School Facilities Corporation
Dr. John R. Kazalunas Education Center
182 East Walnut Avenue
Rialto, California

DINA WALKER
President

EDGAR MONTES
Clerk

NANCY G. O'KELLEY
Member



CUAUHTÉMOC AVILA
Superintendent

JOSEPH W. MARTINEZ
Vice President

JOSEPH AYALA
Member

September 27, 2017

(Immediately following the regular meeting of the Board of Education.)

Any individual who requires disability-related accommodations or modifications, including auxiliary aids and services, in order to participate in the Board meeting should contact the Superintendent or designee in writing.

AGENDA

A. OPENING
Call to Order

OPEN SESSION

1. Comments on Open Session Agenda Item. Any person wishing to speak on any item on the Open Session Agenda will be granted three minutes.

B. GENERAL CONSENT ITEM

Moved _____ **Seconded** _____

1. Authorize an agreement with Banc of America Public Capital Corp to secure financing for \$11.5 million over fifteen (15) years with an annual payment of \$930,144.01 at an interest rate of 2.70%, with payments beginning March 30, 2018, for the project of implementing District-wide heating, ventilation, and air-conditioning (HVAC) equipment, LED lighting, and energy management system upgrades. (Ref. SFC 1.1)

Vote by Board Members: Ayes: _____ Noes: _____ Abstain: _____

D. ADJOURNMENT

Moved _____ **Seconded** _____

Vote by Board Members: Ayes: _____ Noes: _____ Abstain: _____

Time _____

**AGREEMENT WITH
BANC OF AMERICA PUBLIC CAPITAL CORP**

September 27, 2017

On August 23, 2017, the Rialto Unified School Board of Education approved an agreement with Trane US Inc. with Notice to Proceed, contingent on the District's ability to secure financing for the project of implementing District-wide heating, ventilation, and air-conditioning (HVAC) equipment, LED lighting, and energy management system upgrades.

The District solicited proposals for financing from four (4) financial institutions. The District received three (3) proposals in return from Holman Capital Corporation, Key Government Finance, and Banc of America Public Capital Corp with interest rates of 3.05%, 2.99%, and 2.70% respectively. At a competitive, 2.70% interest rate, the net realized savings to the District will be a total of \$12.9 million, well above the initially estimated value of \$11.8 million. The total amount of \$11.5 million is to be financed over a period of fifteen (15) years.

It is recommended that the School Facilities Corporation authorize an agreement with Banc of America Public Capital Corp to secure financing for \$11.5 million over fifteen (15) years with an annual payment of \$930,144.01 at an interest rate of 2.70%, with payments beginning March 30, 2018, for the project of implementing District-wide heating, ventilation, and air-conditioning (HVAC) equipment, LED lighting, and energy management system upgrades.

(Ref. SFC 1.1)