



Los Angeles County Office of Education

Serving Students ■ Supporting Communities ■ Leading Educators

Debra Duardo, M.S.W., Ed.D.
Superintendent

July 13, 2018

**Los Angeles County
Board of Education**

Thomas A. Saenz
President

James Cross
Vice President

Candace Bond McKeever

Douglas R. Boyd

Alex Johnson

Gregory McGinity

Monte E. Perez

Mr. Steven M. Sturgeon, Board President
William S. Hart Union High School District
21380 Centre Pointe Parkway
Santa Clarita, CA 91350-2948

Dear Mr. Sturgeon:

In accordance with the provisions of Education Code Section 17150(a) and Government Code Section 53635.7, the Los Angeles County Superintendent of Schools has reviewed the William S. Hart Union High School District's (District) "Public Disclosure of Nonvoter-Approved Debt" (Disclosure) for a 2019 Lease Revenue Bonds (LRBs) in the amount of \$19.5 million to finance capital projects. The LRBs issuance is scheduled to be acted upon by the District Governing Board on July 18, 2018.

We reviewed the following information provided by the District for the proposed LRBs' issuance:

- Type of financing and the term of issue;
- Source of funds to be used for repayment;
- District's attendance history and projections;
- Status of the District's current outstanding indebtedness;
- Analysis of the District's cumulative annual debt service projections;
- District's financial projections for the current and two subsequent years;
- District's debt repayment schedule.

According to the information provided in the Disclosure, the District will make twenty-four annual payments ranging from \$704,467 to \$4,783,000. The primary source of repayment for the LRBs will be surplus tax revenues generated through the Community Facilities Districts that are otherwise not required for debt payments.

Mr. Steven Sturgeon, Board President
William S. Hart Union High School District
July 13, 2018
Page 2

We have determined the District's analysis for the proposed financing and the method of repayment appears to be reasonable and repayment probable. If there are significant changes to the terms of this financing, please submit a revised debt disclosure for our review.

We wish to thank District staff for their cooperation in the review of the LRBs' public disclosure documents. If you have any questions regarding this letter or if we can be of further assistance, please call me at (562) 922-6505.

Sincerely,

A handwritten signature in blue ink, appearing to read "Rick Chau", with a stylized flourish at the end.

Rick Chau
Business Services Consultant
Business Advisory Services

RC:lc

cc: Vicki Engbrecht, Superintendent
Ralph Peschek, Chief Financial Officer
Brittany Kruczynski, Director of Fiscal Services
Dr. Candi Clark, Los Angeles County Office of Education (LACOE)
Keith Crafton, LACOE
Charles Faulkner, LACOE
Jeff Young, LACOE
Chris Burdy, LACOE
Patricia Smith, LACOE
Tracy Minor, LACOE