

Glossary of Terms for Measure L Financial Reports

Allowance for Arbitrage Interest Rebate: The amount earmarked to repay to the IRS interest earned in excess of the amount allowed by IRS Code. Legally the District can earn interest on public debt, up to a certain extent. The estimated rebate amount is provided by a third party financial analyst and based on a calculation that measures the length of time funds are earning interest and the amount of interest earned with the rate funds are expended on projects.

Bond Proceeds: Funds and premiums received, from the issuance of the bonds,

Bond Program Budget: The budgeted amount of bond proceeds to include issuances of bonds, refunding transactions, premiums received, interest earned and future issuances.

Bond Refunding: Refinancing of Bonds.

Construction Direct: An expenditure category reflecting costs for the construction bid of the general contractor including all labor, materials and permanent fixtures related to the building or site.

Construction Indirect: An expenditure category reflecting costs for project inspector, materials and lab testing, labor compliance, construction administration and construction management.

Cost of Issuance: Costs required to issue bonds in the market and are dictated by a third party, such as fees for the financial adviser, bond legal counsel, underwriter and rating agencies.

Debt Reduction: Long term debt the District paid off at inception of Bond Program that is legally allowed per Measure L Ballot Language.

Design: An expenditure category reflecting costs for architectural fees in the programmatic, schematic design, design development and construction documents phase; DSA Fees.

Group II: An expenditure category reflecting costs for movable equipment such as computers and office furniture.

Measure L Budget Reconciliation Report: Report issued at the end of each quarter and presented for Board approval with the District's Quarterly Financial Reports: in Aug (6/30), Nov (9/30), Feb (12/30) and May (3/30). This document reports the current total Measure L Bond Program budget with any additional budget from the State Capital Outlay Funds for a total project budget.

Measure L Financial Report: Report issued at the end of each quarter and presented for Board approval with the District's Quarterly Financial Reports in Aug (6/30), Nov (9/30), Feb (12/30) and May (3/30). This document reports the status of total Measure L Bond Program budget, each project budget, project expenditures in total and by category and expenditures by fiscal year.

Other: An expenditure category reflecting costs for non project specific cost legally incurred to the Measure L Bond Program. See *Cost of Issuance and Debt Reduction*.

Premium: The excess of proceeds over the total bond par amount.

Program and Project Management: An expenditure category reflecting costs for program, project management and executive support services

Program Contingency: Funds that have not yet been allocated to projects and available in the event each project's contingency cannot cover an unforeseen event that may require additional budget.

Program to Date: Activity over the entire program including all fiscal years.

Refunding: The transaction to retire or payoff previously issued bonds at a lower interest rate which typically results in cash out with funds being returned to the Bond Program Budget.

Reimbursed Costs: Bond eligible project or long term debt costs reimbursed to the District that were incurred prior to receipt of Measure L Bond Proceeds. The reimbursement was authorized by Board Resolution 04-13.

Series Release / Issuance: The par amount of the bond issuance at each interval. This amount will total \$250M when all bonds are issued. Follows suit such as Series A, B, C.

Site Acquisition, Development and Planning: An expenditure category reflecting costs for land acquisition, site planning, due diligence, feasibility studies, annexation costs, site fees, legal fees and other planning costs.