



NEWS

Glendale Unified School District

223 North Jackson St., Glendale, CA 91206-4380 • 818-241-3111, ext. 1218 • FAX 818-548-9041

Contact: Public Information/Administrative Services

FOR IMMEDIATE RELEASE

Distribution Date: August 4, 2016

NEWS ADVISORY

GUSD Sells Measure S Series “C” Bonds

Glendale, CA – On August 4, 2016, Glendale Unified School District (“District”) successfully sold its \$70 million General Obligation Bonds, Election of 2011, Series C (“Bonds”). The Bonds were issued as part of the \$270 million Measure S bond measure approved by voters in 2011.

Prior to the sale, the District received a credit rating upgrade from ‘Aa2’ to ‘Aa1’ from Moody’s Investors Service and a credit rating affirmation of ‘AA’ from Standard & Poor’s. Each of the rating agencies noted the District’s strong finances and local economy.

The strong credit ratings and the District name distinguished its Bonds from other financings sold in the marketplace.

While the District had \$70 million in Bonds to sell, it received \$231.345 million in orders from investors, or 3.3 times oversubscription. The broad investor participation included 38 separate institutional investors such as money managers, bank trust departments, and casualty & insurance companies. The excess demand for the District’s Bonds allowed it to achieve even lower interest rates than projected.

The Bonds also benefited from the historically low interest rate environment. The Bonds ultimately achieved a very low all-inclusive interest cost of 2.78%, and a net repayment ratio (debt service ÷ principal) of 1.45 to 1, far below the legislative cap of 4 to 1.

###