

**CHABOT-LAS POSITAS COMMUNITY COLLEGE DISTRICT
EXECUTIVE SUMMARY
DECEMBER 8, 2009**

**CERTIFICATES OF PARTICIPATION
1995 FINANCING PROJECT**

In the fall of 1995, the Chabot-Las Positas Community College District issued Certificates of Participation (COP) to fund three projects; (1) District Energy Retrofitting Project, (2) Las Positas College Modular Classroom Buildings and (3) Construction of the Chabot College Bookstore. The work for the three projects was completed October, 1998 at costs of: (1) \$2,051,230.07 for the District Energy Retrofitting Project, (2) \$1,383,388.23 for the Las Positas College Modular Classroom Buildings and (3) \$2,843,433.58 for Chabot the College Bookstore. Through June, 2004, the District continued to make scheduled repayments of the COP's which were funded by monthly transfers from the General Fund and the Chabot College Bookstore.

On August 18, 2004, the Chabot-Las Positas Community College District exercised its option under Section 10.3 of the lease agreement to prepay the remaining lease payments of the Certificate of Participation (1995 Financing Project). Under an escrow agreement with BNY Western Trust, the District deposited \$3,600,322.95 for the purchase of United States Treasury securities that would mature and earn interest in such amounts and at such times to provide sufficient amounts to repay the original COP principal and interest due through December 1, 2010. The deposit was funded by the proceeds from Measure B.

As annual principal and semi-annual interest payments are due under the COP's, the securities are redeemed and interest earned on the securities are used to fund the payments. As of June 30, 2009, the remaining COP principal due is \$1,090,000.00 and the market value of securities held are \$1,105,728.00.