

**COUNTY OF SAN DIEGO
BOARD OF SUPERVISORS
TUESDAY, OCTOBER 21, 2025**

MINUTE ORDER NO. 13

SUBJECT: APPROVAL OF THE ISSUANCE OF REVENUE OBLIGATIONS BY THE CALIFORNIA ENTERPRISE DEVELOPMENT AUTHORITY FOR THE BENEFIT OF LA JOLLA COUNTRY DAY SCHOOL IN AN AGGREGATE AMOUNT NOT TO EXCEED \$45,000,000 (DISTRICT: 3)

OVERVIEW

The County has received a request from the California Enterprise Development Authority (“CEDA” or “Authority”) to conduct a public hearing as required by the Internal Revenue Code and to approve the Authority’s issuance of one or more series of revenue bonds, notes or other obligations in an aggregate principal amount not to exceed \$45,000,000 (the “Revenue Obligations”), for the benefit of La Jolla Country Day School (the “Borrower”), a California nonprofit public benefit corporation. The Borrower has applied for the financial assistance of the Authority to finance and/or refinance the acquisition, development, construction, equipping and furnishing of Borrower’s educational facilities located at 9490 Genesee Avenue and 9409 Regents Road, La Jolla, California 92037, California 92115 (collectively, the “Project”).

The Authority is authorized to assist nonprofit public benefit organizations and for-profit corporations with a public benefit project wishing to issue conduit revenue bonds, including the Borrower. In order to facilitate such a financing, the Authority and the Borrower are asking the County of San Diego, a member jurisdiction in which the Project resides, to approve the Authority’s issuance of the Revenue Obligations. Although the Authority will be the issuer of the Revenue Obligations for the Borrower, the financing cannot proceed without the approval of an applicable legislative body.

On June 13, 2006 (12), the Board of Supervisors approved the issuance of \$40,000,000 in revenue bonds by the Association of Bay Area Governments (ABAG) Finance Authority for Nonprofit Corporations for the benefit of the Borrower. Subsequent to such approval, on June 29, 2006, ABAG issued \$20,000,000 aggregate principal amount of its ABAG Finance Authority for Nonprofit Corporations Variable Rate Demand Revenue Bonds (La Jolla Country Day School) Series A (Tranche One) and on July 12, 2007 issued \$20,000,000 aggregate principal amount of its ABAG Finance Authority for Nonprofit Corporations Variable Rate Demand Revenue Bonds (La Jolla Country Day School) Series A (Tranche Two) (together, the “Prior Bonds”).

The proceeds of the Prior Bonds financed improvements to the Borrower’s educational campus. On October 14, 2010, the Prior Bonds were currently refunded by the \$30,000,000 ABAG Finance Authority for Nonprofit Corporations Revenue Bonds (La Jolla Country Day School) Series 2010A (the “2010 Bonds”), which were sold to First Republic Bank, and a taxable loan from First Republic Bank in the amount of \$9,578,900 (the “Taxable Loan”).

Following the collapse and sale of First Republic Bank, the Taxable Loan was acquired by JPMorgan Chase Bank, N.A. (“JPMorgan”) and the 2010 Bonds were held by the Federal Deposit Insurance Corporation (the “FDIC”). The 2010 Bonds were recently acquired by City National Bank from the

FDIC. A portion of the proceeds of the Revenue Obligations in the approximate amount of \$25,000,000 will refinance the 2010 Bonds and the Taxable Loan resulting in the debt being held by a single lender, greatly simplifying the Borrower's financing.

The remaining balance of the authorized Revenue Obligations in the approximate amount of \$20,000,000 may, at the Borrower's option, be used to fund current and future projects identified in the Borrower's master plan for the campus including, but not limited to, the construction of the Design and Innovation Center which is currently ongoing.

Today's recommendations will provide the Authority with the required authorization to pursue its determination to issue the Revenue Obligations on behalf of the Borrower for the Project.

RECOMMENDATION(S)

CHIEF ADMINISTRATIVE OFFICER

Adopt a Resolution entitled:

RESOLUTION OF THE BOARD OF SUPERVISORS OF THE COUNTY OF SAN DIEGO APPROVING THE ISSUANCE OF CALIFORNIA ENTERPRISE DEVELOPMENT AUTHORITY REVENUE OBLIGATIONS IN AN AGGREGATE PRINCIPAL AMOUNT NOT TO EXCEED \$45,000,000 FOR THE PURPOSE OF FINANCING AND/OR REFINANCING THE ACQUISITION, DEVELOPMENT, CONSTRUCTION, EQUIPPING AND FURNISHING OF EDUCATIONAL FACILITIES.

EQUITY IMPACT STATEMENT

This financing will assist the Borrower by maintaining the current lower tax-exempt interest rates associated with its debt that was incurred to buildout its campus. The financing will directly translate into additional resources available for the Borrower's educational programs to further the learning experiences for students in the County of San Diego. During the 2024-25 school year, the Borrower provided approximately \$5,600,000 in financial aid to students. Approximately 44% of the students identify as students of color.

SUSTAINABILITY IMPACT STATEMENT

The proposed action would result in economic, social, and educational benefits for the community, and will contribute to the County of San Diego Sustainability Goal No. 2, providing just and equitable access, by allowing the Borrower to continue its mission to provide a comprehensive education to San Diego County students by encouraging intellectual exploration, personal growth and social responsibility.

FISCAL IMPACT

If approved, the proposal will result in approximately \$991 of unanticipated revenue to be used to reimburse the County for staff costs associated with this non-County financing. There will be no change in net General Fund costs and no additional staff years.

The Borrower will be responsible for the payment of all present and future costs in connection with the issuance of the financing related to the Project. The County will incur no obligation of indebtedness as a result of today's actions.

BUSINESS IMPACT STATEMENT

N/A

ACTION:

ON MOTION of Supervisor Aguirre, seconded by Supervisor Desmond, the Board of Supervisors took action as recommended, on Consent, adopting Resolution No. 25-116 entitled: RESOLUTION OF THE BOARD OF SUPERVISORS OF THE COUNTY OF SAN DIEGO APPROVING THE ISSUANCE OF CALIFORNIA ENTERPRISE DEVELOPMENT AUTHORITY REVENUE OBLIGATIONS IN AN AGGREGATE PRINCIPAL AMOUNT NOT TO EXCEED \$45,000,000 FOR THE PURPOSE OF FINANCING AND/OR REFINANCING THE ACQUISITION, DEVELOPMENT, CONSTRUCTION, EQUIPPING AND FURNISHING OF EDUCATIONAL FACILITIES.

AYES: Aguirre, Anderson, Lawson-Remer, Montgomery Steppe, Desmond

State of California)
County of San Diego) §

I hereby certify that the foregoing is a full, true and correct copy of the Original entered in the Minutes of the Board of Supervisors.

ANDREW POTTER
Clerk of the Board of Supervisors



Signed
by Andrew Potter