## Senate Report 12-10-2019

I. Workgroup to increase revenue earned from Supplemental portion of SCFF

1. Sort of permanent outcome
2. Changing Satisfactory Academic Progress (SAP) policy (proposed)
3. Low cost, potentially high benefit ( $\$ 2-4$ mil additional revenue to District per year)
4. Needs ITS, may need faculty support, may need SCC on board; let's not put up barriers unless it's clearly justified
II. Workgroup to restore FTES to $\geq 20 \mathrm{~K}$
5. Some goals are short term (e.g., advertising), some are long term (dual enrollment, DE expansion...)
6. Will cost \$\$
III. Others:
7. $\$ \$ \$$ is very limited $\Rightarrow$ everyone (admin, faculty, staff) should choose where to spend $\$ \$$ wisely (do cost/benefits analysis), especially for large-money decisions (construction \$\$\$\$\$\$\$\$\$\$\$\$\$\$\$\$\$\$\$ \$\$\$\$\$\$\$\$\$\$\$\$\$\$\$\$\$\$\$\$\$\$\$ \& personnel \$\$)
8. $\sim \$ 1,000$ per sf, $\sim 10 \%$ annual increase
3.SAC may take on debt to fund Health Science bldg 4.Campus Entrance revamp project

## CURRENT (partially funded) CAPITAL PROJECTS

|  | Budget |
| :---: | :---: |
| HEALTH SCIENCES BUILDING | 58,800,000 |
| RUSSELL HALL REPLACEMENT SECONDARY |  |
| EFFECTS AND RELOCATIONS - Demolition | 852,200 |
| Campus Entrance Improvements | 20,000,000 |
| Total Expenses | 79,652,200 |
| State Funds - Health Science Center | 20,475,000 |
| 41-2398 SAC Health Science Center | 6,806,934 |
| 41-3156 SAC Health Science Center | 13,000,000 |
| FY 18/19 Fund 11 Transfer | 2,500,000 |
| Total Saved | 42,781,934 |
| Unfunded Liability | 36,870,266 |
| Additional Ongoing Annual |  |
| Science Center FT Custodian (S\&B's) | 72,917 |
| Science Center FT Custodian (S\&B's) | 72,917 |
| Science Center FT Custodian (S\&B's) | 72,917 |
| Johnson Center FT Custodian (S\&B's) | 72,917 |
| Johnson Center FT Custodian (S\&B's) | 72,917 |
| Johnson Center FT Custodian (S\&B's) | 72,917 |
| Preventative Maintence - Scence Center | TBD |
| Preventative Maintence - Johnson Center | TBD |
| Totals | 437,502 |

October 24, 2019
Rancho Santiago Community College District
Santa Ana College Campus
Attn: Mark Reynoso
1530 W. 17 ${ }^{\text {th }}$ Street
Santa Ana, CA 92706
Dear Mark,
Thank you for your time to discuss a possible financing scenario for Rancho Santiago Community College District (RSCCD) Santa Ana College campus. Based on our conversation we have prepared this guideline for you to consider the options available to you. These points are not intended to be final but rather for discussions. This letter is neither a commitment nor an offer to lend by the Bank at this time. However, it is a summary of the credit facility that we would be pleased to consider as we look forward to a long-lasting banking relationship with you.

| Credit Facility: | Commercial Real Estate Term Loan |
| :--- | :--- |
| Borrower: | Rancho Santiago Community College District <br> (Santa Ana College) |
| Guarantor: | TBD, if needed. |


| Amount: | Not to exceed $\$ 40,000,000$ |
| :--- | :--- |
| Structure: | Master Loan Agreement; Loan A $(\$ 16 \mathrm{~m}) \&$ Loan B (\$20m) |

Purpose: A) Provide funds to complete the construction of a Health \& Science Building and B) Provide funds to renovate the Campus Entrance.

Maturity: Loan maturity shall be ten (10) years.
Amortization: Several options are available including a 10 year, 15 year, 20 year and a 25 year amortization.

Repayment Options: There are several options available to meet the needs and scope of project for repayment under the Master Loan Agreement.

[^0]| Taxable Options |  |  |  |  |  |  |
| :--- | ---: | ---: | ---: | ---: | :---: | :---: |
| Amortization | 10 Years | 15 Years | 20 Years | 25 Years |  |  |
| Rate | $4.25 \%$ | $4.25 \%$ | $4.25 \%$ | $4.25 \%$ |  |  |
| Monthly Payment | 410,938 | 302,168 | 249,018 | 218,086 |  |  |
| Annual Payment | $4,931,254$ | $3,626,012$ | $2,988,218$ | $2,617,029$ |  |  |
|  | Tax Exempt Options |  |  |  |  |  |
| Amortization | 10 Years | 15 Years | 20 Years | 25 Years |  |  |
| Rate | $3.25 \%$ | $3.25 \%$ | $3.25 \%$ | $3.25 \%$ |  |  |
| Monthly Payment | 391,758 | 281,990 | 227,841 | 195,929 |  |  |
| Annual Payment | $4,701,100$ | $3,383,878$ | $2,734,094$ | $2,351,153$ |  |  |

The above scenarios do not account for any interest only payments which would be offered for a construction loan, nor do they account for any principal pay-downs. In addition, this also assumes that the A \& B loans are termed out for the same period.


[^0]:    Rancho Santiago CCD - Santa Ana College
    October 24, 2019
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