

Memorandum



DATE December 9, 2010

TO Members of the Budget, Finance & Audit Committee:
Jerry R. Allen, Chair, Ann Margolin, Vice-Chair, Vonciel Jones Hill, Angela Hunt,
Delia D. Jasso, Ron Natinsky, David A. Neumann

SUBJECT The Jesuit School – Bond Issue Consent

The Budget, Finance & Audit Committee's December 13, 2010 agenda includes the Subject briefing. Briefing materials are attached.

Please contact me if you need additional information.



Jeanne Chipperfield
Chief Financial Officer

C: Honorable Mayor & Members of the City Council
Mary K. Suhm, City Manager
Deborah A. Watkins, City Secretary
Tom P. Perkins, City Attorney
Craig D. Kinton, City Auditor
Ryan S. Evans, First Assistant City Manager
A.C. Gonzalez, Assistant City Manager
Jill A. Jordan, P.E., Assistant City Manager
Forest E. Turner, Assistant City Manager
Frank Libro, Public Information Office
Helena Stevens-Thompson, Assistant to the City Manager

The Jesuit School Bond Issuance

TEFRA Approval

**Budget, Finance and Audit Committee Meeting
December 13, 2010**

DISCUSSION MATERIALS

SUBJECT

- Issuance of bonds by the Red River Education Finance Corporation ("RREFC") in an amount not to exceed \$11 million for the benefit of Jesuit College Preparatory School (the "School").
- The Bonds will be issued to finance the demolition of the existing locker rooms and coaches' offices, and the construction of a three-story building housing locker rooms, weight rooms, coaches' offices, training rooms and other athletic support facilities; the renovation of the original 1962 classroom wing; and other building renovations located at 12345 Inwood Road, Dallas, Texas 75244.

BACKGROUND

- Jesuit College Preparatory School is an all boys school, ninth through twelfth grade.
- The School is accredited by the Southern Association of Colleges and Schools, the Texas Catholic Conference Education Department, and recognized by the Texas Educational Agency. The school is also affiliated with the National Catholic Educational Association and the Jesuit Secondary Education Association.
- The School intends to use funds received to refinance a loan, the proceeds of which were used for the Construction of a Locker Room Tower and construct other improvements hereinabove described ("the project").
- The City of Dallas is not being asked to make a loan, guarantee the credit of the School, or to provide funds or credit support for the financing in any manner. The bonds will not be a debt or liability of the City and the City's name will not appear on the bonds issued by RREFC. This request is being made in order to comply with the Internal Revenue Code.

- The required public hearing is scheduled for January 7, 2011, following a reasonable notice period.

RECOMMENDATION

- Forward the School's request to the City Council, with a recommendation to approve an item on the January 12, 2011 City Council Agenda.