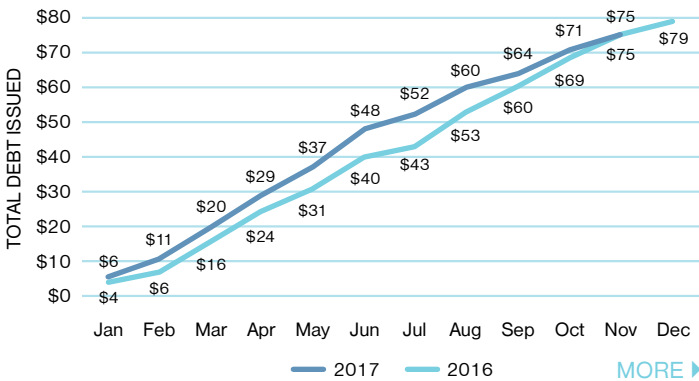


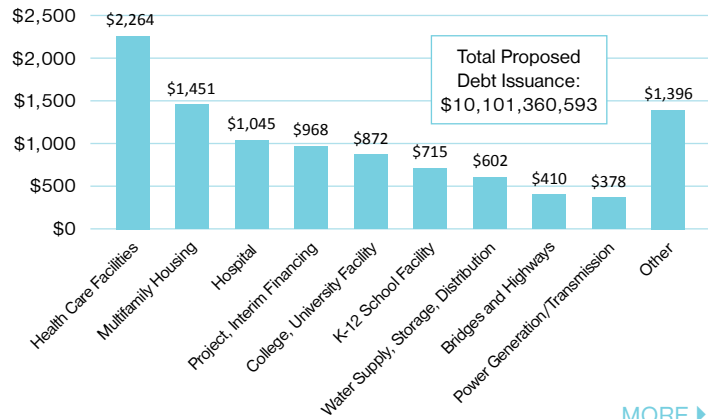
California Public Debt Issuance Monthly Data

CUMULATIVE CALIFORNIA PUBLIC DEBT ISSUANCE (IN BILLIONS)¹



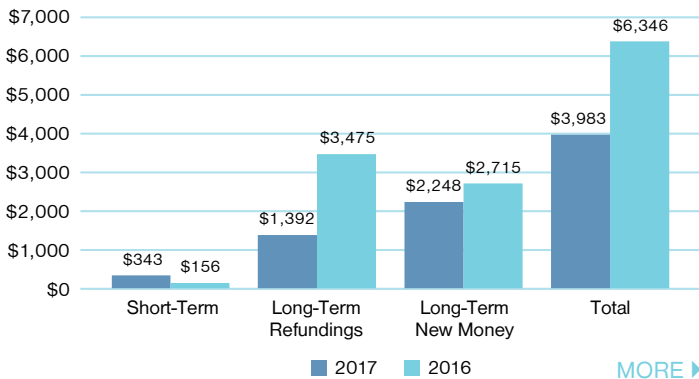
[MORE ▶](#)

REPORTS OF PROPOSED DEBT ISSUANCE RECEIVED 11-16-2017 THROUGH 12-15-2017, BY PURPOSE (IN MILLIONS)



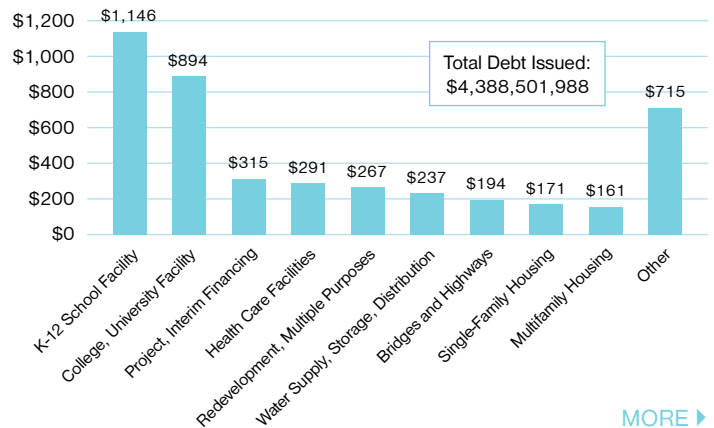
[MORE ▶](#)

CALIFORNIA PUBLIC DEBT ISSUANCE, NOVEMBER (IN MILLIONS)¹



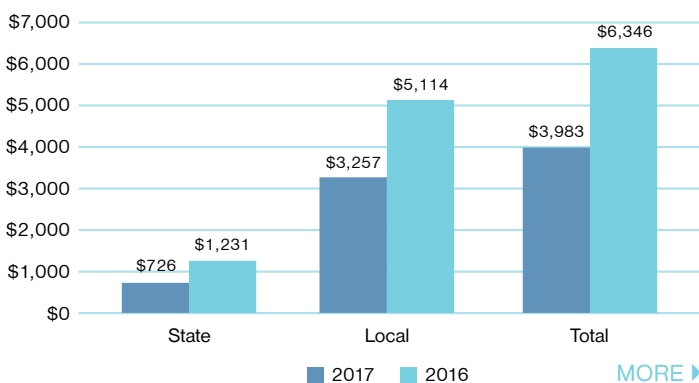
[MORE ▶](#)

TOTAL REPORTS OF FINAL SALE RECEIVED 11-16-2017 THROUGH 12-15-2017, BY PURPOSE (IN MILLIONS)



[MORE ▶](#)

STATE* VERSUS LOCAL DEBT ISSUANCE, NOVEMBER (IN MILLIONS)¹



[MORE ▶](#)

* State issuers include the State of California, its agencies, commissions, authorities, departments and The Student Loan Corporation.

¹ Data may not include issuances reported after the 22nd day of the following month.

More detailed debt issuance information is available in the monthly [Debt Line Calendar](#).

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INSIDE THIS ISSUE

Data Corner	2
Save the Date	5
Municipal Market Regulatory Activity	6



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Debt Line publishes articles on debt financing and public fund investment that may be of interest to our readers; however, these articles do not necessarily reflect the views of the Commission.

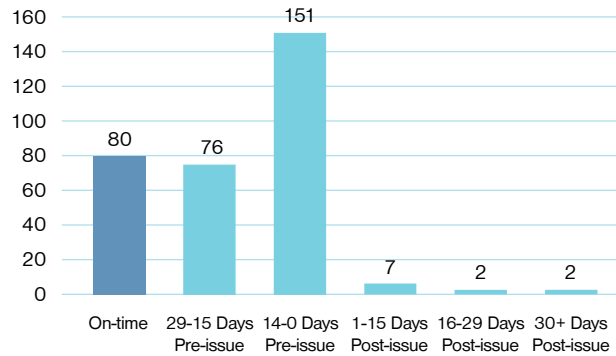
Business correspondence and editorial comments are welcome.

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DATA-CORNER

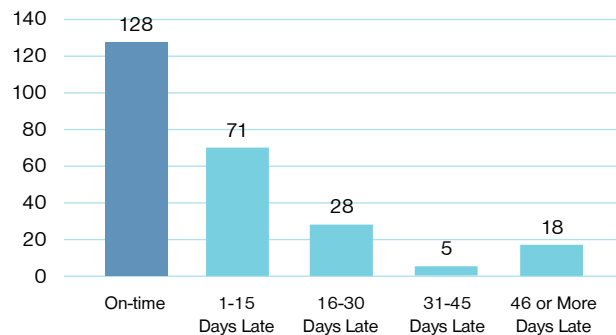
TIMELINESS OF SUBMITTAL OF REPORTS

REPORTS OF PROPOSED DEBT ISSUANCE (RPDIs)¹ RECEIVED NOVEMBER 2017



¹ California Government Code Section 8855(i) states that the issuer of any proposed debt issue of state and local government shall, no later than 30 days prior to the sale of any debt issue, submit a report of proposed issuance to the commission by any method approved by the commission.

REPORTS OF FINAL SALE (RFSs)² RECEIVED NOVEMBER 2017



² California Government Code Section 8855(j) states that the issuer of any debt issue of state or local government, not later than 21 days after the sale of the debt, shall submit a report of final sale to the commission by any method approved by the commission.

DATA UNIT ACTIVITY NOVEMBER 2017

- ✓ Received and processed 318 RPDIs
- ✓ Received and processed 250 RFSs
- ✓ Received 22 Marks-Roos Yearly Fiscal Status Reports for FY 2016-17
- ✓ Received 33 Mello-Roos Yearly Fiscal Status Reports for FY 2016-17



Annual Debt Transparency Report – Data Unit Update

On October 23, 2017, CDIAC launched the Annual Debt Transparency Report (ADTR), a web-based reporting system that facilitates the submittal of debt information in accordance with newly added Government Code section 8855(k). The new Government Code section resulted from the passage of SB 1029 (Hertzberg) and became effective January 1, 2017.

Since the launch of the online filing system, CDIAC has sent out nearly 500 e-mails to issuer contacts to inform them of their obligation to file the ADTR by the first filing deadline. The e-mail also provided the identification (CDIAC) number for each reportable issue and password required to access the system.

To aid issuers through the inaugural filing cycle CDIAC held two webinars in November during which the statutory requirements were reviewed and several mock filings were completed and processed. Attended by over 400 participants, both sessions are available for replay on the CDIAC website.

CDIAC has identified over 1,800 issues that are reportable in the first year of the new requirements. To date, CDIAC has received reports for just under 60 issues. Clearly a long road yet to travel before the filing deadline of January 31, 2018, but already there have been several themes that have emerged from the questions posed by issuers through the webinars and in direct contact with CDIAC staff. Following are a few of the most recurring questions.

HOW IS THE EXPENDITURE OF FUNDS FROM SOURCES OTHER THAN THE DEBT ISSUE TRACKED?

The statute only requires issuers to report on how the proceeds of the issue that is the subject of the report have been spent. There is no requirement to report on expenditures of cash or proceeds that come from sources outside of the debt issue therefore, the reporting system does not accommodate it. Sources that have been discussed include interest on escrowed refunding proceeds, reserve funds moved from one bond reserve to another, project funds from enterprise revenues, and funds sourced from separate series issues for the same project. Issuers should report only on the how the principal and net original issue premium of the specific issue were spent.

IF THE ISSUE BEING REPORTED USED MULTIPLE AUTHORITIES, HOW IS THE AUTHORITY SECTION OF THE ADTR COMPLETED?

The Authority section of the ADTR will only accommodate one authority whether it be voter authority or authority of the legislative body. If an issue utilizes multiple authorities, account for them separately by using the Authority section for one and entering the same information for other authorities in the Comments section of the report. This problem frequently occurs in the case of a single issue that has both new money and refunding principal. The new money will often utilize a voter approved authority (e.g., K-14 GOs) while the refunding portion is issued with the authority of the legislative body under refunding statute. In

these cases, CDIAC's preference is to use the Authority section for tracking the voter approved authority and the Comments section to track the authority of the legislative body.

IF THE SETTLEMENT DATE ON THE DEBT WAS AFTER JUNE 30, 2017, IS THIS DEBT ISSUE STILL REPORTABLE IN THE FIRST REPORTING CYCLE DUE JANUARY 31, 2018?

The first question that must be answered to know if an issue of debt is reportable under Government Code section 8855(k) is, was the report of final sale for the issue submitted to CDIAC on or after January 21, 2017? If the answer to the first question is no, the issue is not reportable. If the answer is yes, then the issuer needs to answer a second question, was the debt outstanding during the reporting period? The reporting period is the July 1 to June 30 period that ended seven months prior to the January 31st reporting deadline. If, technically, the debt was not on the issuer's "books" within the reporting period, then the debt would be reportable in the next reporting cycle. This situation can occur with debt that has a sale date in the reporting period and a settlement date in the subsequent reporting period. Practically, CDIAC does not want to collect initial ADTRs with \$0.00 of principal outstanding.

PLANNING FOR FUTURE IMPROVEMENTS

CDIAC will analyze the data and comments received in the course of the first submittal cycle and will reach out to members of the inaugural reporting group to understand and prioritize ADTR improvements

that CDIAC will propose for development and installation in 2018. While there is still work to be done to develop a work plan for 2018, several areas of emphasis have emerged as priorities.

MULTI-YEAR FUNCTIONS

CDIAC has designed the ADTR to support the accurate submittal of information by providing submitters with the data context from prior year submissions in the current year report. This is particularly important in the sections of the report requiring information on the expenditures of proceeds. The functions that require prior-year data retrieval and computations within the report itself will be fully built-out and tested. There may be other, unanticipated, prior year information that may also be added into the report and database infrastructure.

ENHANCEMENT OF THE AUTHORITY TRACKING

CDIAC would like to integrate the information regarding debt authority that is collected on the Report of Final Sale and in CDIAC's tax and bond election database with what is required under Government Code section 8855(k). Also, CDIAC would like the system to accommodate and track separately multiple authorities used for a single issuance of debt. If integrated, issuers should only be required to report on the use of authority one time, either on the report of final sale or the initial ADTR for each issue. Also, integration with CDIAC's tax and bond election database will create the opportunity to establish "pick lists" of authorities making filing simpler and eliminating errors. CDIAC's ultimate goal is to have the Authority section of

the ADTR prepopulated, only lapses in authority would need to be reported as they occur.

BATCH REPORTING SYSTEM

Many issuers are or will be, in a year or two, required to submit dozens of ADTR reports, annually. For these issuers, submittal of the reports one at a time is likely to be extremely time consuming and tedious. CDIAC would like to provide the opportunity for issuers to submit their ADTR reports through an upload feature that would accept a spreadsheet with the required fields mapped to the CDIAC data base. Using this option is likely to require issuers to sacrifice the features of the online ADTR, but the time savings may justify the tradeoff. This submittal method is targeted at large volume submitters, but other issuers may also appreciate the option.

FILING ASSISTANCE

The beginning of the New Year means that the filing deadline for those issuers required to submit information in the first reporting cycle is closing in. CDIAC is ready to assist you if you have questions or run into problems submitting reports, but clearly filing sooner than later has its advantages for issuers that have questions or have unique debt circumstances. As the filing deadline approaches, it is anticipated that the "wait time" for assistance will lengthen as a fixed number of CDIAC staff will have an increasing volume of assistance requests. As an alternative or first step, you might find answers to your questions among the many resources related to submitting the ADTR (below) that CDIAC has posted to its website. Otherwise,

to receive direct assistance, you may submit a general request or question to the CDIAC issuance mailbox, or contact anyone listed below.

Thanks to everyone that has participated in the process of developing the ADTR and submitted ADTRs thus far. We are looking forward to receiving the remaining reports and publishing the results of the inaugural reporting cycle in early 2018.

HELPFUL LINKS

[Guidance on Complying with SB 1029](#)

[Annual Debt Transparency Report: Instructions](#)

[Annual Debt Transparency Report: Authority Section Examples](#)

[Annual Debt Transparency Report: Webinars - Transcripts, Replays](#)

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SAVE THE DATE

CDIAC Webinars, Seminars, and Conferences

JANUARY

JANUARY 17-18, 2018

Advanced Public Funds Investing:
The Analytics of Portfolio Selection
and Decision-Making
Carmel, CA

www.treasurer.ca.gov/cdiac/seminars

FEBRUARY

FEBRUARY 7, 2018

Municipal Market Disclosure
Fresno, CA

www.treasurer.ca.gov/cdiac/seminars

Other Seminars and Conferences

FEBRUARY

FEBRUARY 20-23, 2018

California Society of Municipal
Finance Officers
Annual Conference
Riverside, CA

www.csmfo.org

FEBRUARY 26-28, 2018

California's Coalition for
Adequate School Housing
Annual Conference
Sacramento, CA

www.cashnet.org

FEBRUARY 27-28, 2018

California State Treasurer's Office
Green Bond Symposium
Santa Monica, CA

www.treasurer.ca.gov

MARCH

MARCH 9-13, 2018

American Society for Public Administration
Annual Conference
Denver, CO

www.aspanet.org

MARCH 21-23, 2018

Government Investment Officers Association
Annual Conference
Las Vegas, NV

www.gioa.us

APRIL

APRIL 4-7, 2018

California Association of
School Business Officials
Annual Conference & California
School Business Expo
Sacramento, CA

www.casbo.org

APRIL 25-27, 2018

National Association of Bond Lawyers
Fundamentals of Municipal
Bond Law Seminar
Charlotte, NC

www.nabl.org

APRIL 25-27, 2018

California Municipal Treasurers Association
Annual Conference
Oakland, CA

www.cmta.org

MAY

MAY 2-4, 2018

League of California Cities
City Attorneys' Spring Conference
San Diego, CA

www.cacities.org

MAY 6-9, 2018

Government Finance Officers Association
Annual Conference
St. Louis, MO

www.gfoa.org

MAY 8-11, 2018

Association of California Water Agencies
Spring Conference and Exhibition
Sacramento, CA

www.acwa.com

MAY 22-23, 2018

California Special Districts Association
Special Districts Legislative Days
Sacramento, CA

www.csda.net

MAY 29-JUNE 1, 2018

National Federation of Municipal Analysts
Annual Conference
San Diego, CA

www.nfma.org

JUNE

JUNE 12-15, 2018

California Association of County
Treasurers and Tax Collectors
Annual Conference
Yosemite, CA

www.cacttc.org

JULY

JULY 22-25, 2018

Association of Public Treasurers of the
United States and Canada
Annual Conference
Memphis, TN

www.aptusc.org

Organizations may submit information on future educational seminars, meetings, or conferences by contacting emailing cdiac_education@treasurer.ca.gov. Publication of announcements is subject to space limitations.

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Municipal Market Regulatory Activity Calendar of Events

JANUARY 2018

- 1 The MSRB begins implementation of the continuing education program for municipal advisors, as required by amendments to MSRB Rule G-3.

MAY 2018

- 14 Effective date for changes to MSRB Rule G-15 on confirmation, clearance, settlement and other uniform practice requirements for customer transactions and G-30 on prices and commissions for disclosure of mark-ups/mark-downs by brokers, dealers, and municipal securities dealers.

JUNE 2018

- 14 Effective date of amendment to Municipal Securities Rulemaking Board (MSRB) Rule G-34 that municipal securities dealers acting as placement agents in private placements of municipal securities, including direct purchase transactions, must obtain a CUSIP number. The Securities and Exchange Commission approved the amendment to [MSRB Rule G-34](#).

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