

Bond Case Briefs

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SEC Charges High School District CFO with Misleading Investors.

Dive Brief:

- The Sweetwater Union High School District and its former CFO, Karen Michel, settled claims that they misled investors in a \$28 million municipal bond offering, the Securities and Exchange Commission says.
- The SEC alleged that Michel and the Chula Vista, Calif.-based school district, in San Diego County, gave investors misleading budget projections and hid the fact that its finances “were severely strained.”
- Michel and the public school district said the district would conclude 2021 with \$19.5 million in its general fund, the SEC alleges, but later revealed that the school had overspent its budget by \$28 million, resulting in a year-end deficit of \$7.2 million.

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CFO Dive

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