

TO: James L. App, City Manager

FROM: Jim Throop, Administrative Services Director

SUBJECT: Public Financing Authority (the "Authority") approval of the issuance of tax allocation bonds from the Redevelopment Agency

DATE: July 7, 2009

NEEDS: Consider authorizing the purchase of Tax Allocation Bonds from the Redevelopment Agency, approving related documents and authorizing official actions

FACTS:

1. The issuance of Redevelopment Agency Tax Allocation Bonds involves the City Council, Public Financing Authority and the Redevelopment Agency.
2. The detailed information regarding this financing is addressed in the staff report being presented to the Redevelopment Agency.
3. The Public Financing Authority, which consists of the City and the Redevelopment Agency, is a separate legal entity created to facilitate the issuance of the tax allocation bonds and their sale to the bond underwriter. The PFA was created in connection with prior Agency bond issuances.

ANALYSIS &
CONCLUSION: The Public Financing Authority will facilitate the bond sale on behalf of the Redevelopment Agency, and will make debt service payments with Agency tax increment funds.

FISCAL
IMPACT: The Authority serves as a conduit to the Agency and will make debt service payments to the bond trustee from funds received by the Agency.

OPTIONS:

- A. Adopt Resolution No. 09-xxx, approving the issuance by the Redevelopment Agency of the City of El Paso de Robles of its 2009 tax allocation refunding bonds and taxable tax allocation bonds and making certain determinations in connection therewith; or
- B. Amend, modify, or reject the option above.

Enclosures:

Attachment A – Public Financing Authority Resolution related to Agency issuance of tax allocation bonds

RESOLUTION NO. PFA _____

A RESOLUTION OF THE BOARD OF DIRECTORS OF THE CITY OF EL PASO DE ROBLES PUBLIC FINANCING AUTHORITY APPROVING THE ISSUANCE BY THE REDEVELOPMENT AGENCY OF THE CITY OF EL PASO DE ROBLES OF ITS 2009 TAX ALLOCATION REFUNDING BONDS AND 2009 TAXABLE TAX ALLOCATION BONDS AND MAKING CERTAIN DETERMINATIONS IN CONNECTION THEREWITH

WHEREAS, the Redevelopment Agency of the City of El Paso de Robles (the "Agency") has proposed to issue not to exceed \$16,000,000 combined aggregate principal amount of the Redevelopment Agency of the City of El Paso de Robles (Paso Robles Redevelopment Project) 2009 Tax Allocation Refunding Bonds and 2009 Taxable Tax Allocation Bonds (together, the "Bonds") to aid in the financing of the Paso Robles Redevelopment Project; and

WHEREAS, the Agency intends to sell and the El Paso de Robles Public Financing Authority (the "Authority") intends to purchase the Bonds and thereafter, to immediately resell the Bonds to the underwriter pursuant to a Bond Purchase Agreement and pursuant to a Preliminary Official Statement and Official Statement (collectively, the "Official Statement"); and

WHEREAS, the Authority intends to approve the form of Bond Purchase Agreement and Official Statement.

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the El Paso de Robles Public Financing Authority, as follows:

SECTION 1. Approval of the Documents. The Board of Directors of the Authority does hereby approve the form of Bond Purchase Agreement and Official Statement relating to the Bonds. The President, Vice-President, Executive Officer, Deputy Executive Officer, Treasurer of the Authority are hereby authorized and directed to execute and deliver the Bond Purchase Agreement and Official Statement with such changes, insertions, or deletions as may be approved by such official of the Authority, with the execution of the Bond Purchase Agreement and Official Statement being conclusive evidence of such approval of the Authority, and the Secretary of the Board (or a duly authorized deputy) is hereby authorized and directed to attest to such official's signature.

SECTION 2. Effective Date. This Resolution shall take effect immediately upon its adoption.

I hereby certify that the foregoing resolution was duly and regularly adopted and passed by the Board of Directors of the El Paso de Robles Public Financing Authority at a regular meeting thereof held on the 7th day of July 2009, by the following vote of the members thereof:

AYES:

NOES:

ABSENT:

ABSTAIN:

Approved: _____
President

ATTEST:

Authority Secretary