

RESOLUTION NO. 91-168

A RESOLUTION OF THE CITY COUNCIL OF THE
CITY OF EL PASO DE ROBLES ALLOCATING A PORTION
OF THE CITY'S 1991 SMALL ISSUER EXEMPTION
FROM REBATE TO THE EL PASO DE ROBLES REDEVELOPMENT
AGENCY FOR PURPOSES OF FINANCING THEIR REDEVELOPMENT PROJECT

WHEREAS, the El Paso de Robles Redevelopment Agency (the "Agency") proposes to issue bonds, to be known as the "El Paso de Robles Redevelopment Agency (Paso Robles Redevelopment Project), 1991 Tax Allocation Bonds" (the "Bonds"), in order to carry out the purposes of the Paso Robles Redevelopment Project and the Board of Directors of the Agency have approved the sale of the Bonds and approved and ratified the various documents necessary to achieve such financing; and

WHEREAS, the Bonds proposed to be issued by the Agency will finance the REdevelopment Project and said Redevelopment Project is in the public interest and will benefit the community as a whole; and

WHEREAS, the City of El Paso de Robles (the "City") is a governmental unit with general taxing powers; and

WHEREAS, Bond Counsel to the Agency has instructed the City that no part of the Bonds are, or will be, private activity bonds, and that at least ninety-five percent of the net proceeds of the Bonds will be used for local governmental activities, specifically, the Redevelopment Project; and

WHEREAS, the City has not issued, and does not reasonably expect to issue, more than \$5,000,000 aggregate face amount of tax-exempt bonds in calendar year 1991; and

WHEREAS, the Agency is a subordinate entity to the City for purposes of Internal Revenue Code Section 148(f)(4)(D) and, in order to assist the financing of the Redevelopment Project and the issuance of the Bonds, the City desires to allocate a portion of the City's calendar 1991 small issuer exemption from rebate to the Agency;

NOW, THEREFORE, BE IT RESOLVED as follows:

SECTION 1: The City Council of the City does hereby allocate the amount of \$3,500,000 of the City's calendar year 1991 small issuer exemption from rebate amount to the Agency in regards to the issuance of the bonds pursuant to Section 148 of the Internal Revenue Code of 1986, as amended. The City Council understands and agrees that this allocation is

made to the Agency as a subordinate entity of the City pursuant to Section 148 of the Internal Revenue Code of 1986, as amended, and that said allocation hereby made is irrevocable.

SECTION 2: It is in the public interest of the City that the City make such an allocation to the City and that the \$3,500,000 allocation to the Agency for calendar year 1991 is directly related to the benefits which the City will receive by the financing of the Redevelopment Project by the Agency.

SECTION 3: The City (nor any of its subordinate entities) have issued, or reasonably expect to issue, tax-exempt bonds, which, when added to the proposed sale of \$3,500,000 aggregate face amount of the Agency's Bonds, will exceed \$5,000,000 during calendar year 1991.

SECTION 4: This Resolution shall take effect immediately.

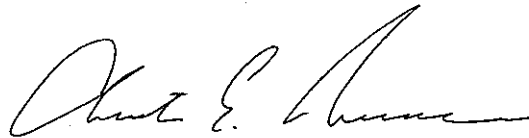
PASSED AND ADOPTED this 19th day of November by the following vote:

AYES: Picanco, Reneau, Russell and Iversen

NOES: None


ABSENT: Martin

ABSTAIN: None



Christian E. Iversen, Mayor

ATTEST:


John McCarthy, City Clerk

reso.issuer.exm