

**SUBMITTAL TO THE BOARD OF DIRECTORS OF THE  
RIVERSIDE COUNTY PUBLIC FINANCING AUTHORITY  
COUNTY OF RIVERSIDE, STATE OF CALIFORNIA**

452



**FROM:** Public Financing Authority

**SUBMITTAL DATE:**  
February 3, 2011

**SUBJECT:** Resolution Number 2011-02 Authorizing the Purchase and Sale of Redevelopment Agency for the County of Riverside Tax Allocation Housing Bonds

**RECOMMENDED MOTION:** That the Board of Directors adopt Resolution Number 2011-02 authorizing the Purchase and Sale Redevelopment Agency for the County of Riverside tax allocation housing bonds, Series A, and Redevelopment Agency for the County of Riverside taxable tax allocation housing bonds, Series A-T, approving related documents, and authorizing official actions

**BACKGROUND:** The Redevelopment Agency for the County of Riverside proposes to issue its not to exceed \$35,000,000 combined initial aggregate principal amount of its 2011 Tax Allocation Housing Bonds, Series A, and its 2011 Taxable Tax Allocation Housing Bonds, Series A-T, for the purpose of financing low- and moderate-income housing of benefit to the Agency's various redevelopment project areas.

*Robert Field*  
Robert Field  
Executive Director

|                       |                               |         |                         |         |
|-----------------------|-------------------------------|---------|-------------------------|---------|
| <b>FINANCIAL DATA</b> | Current F.Y. Total Cost:      | \$ 0.00 | In Current Year Budget: | Yes     |
|                       | Current F.Y. Net County Cost: | \$ 0.00 | Budget Adjustment:      | No      |
|                       | Annual Net County Cost:       | \$ 0.00 | For Fiscal Year:        | 2011/12 |

|   |   |                          |
|---|---|--------------------------|
| <b>SOURCE OF FUNDS:</b> RDA Low and Moderate Income Housing | <b>Positions To Be Deleted Per A-30</b> | <input type="checkbox"/> |
|   | <b>Requires 4/5 Vote</b>                | <input type="checkbox"/> |

**C.E.O. RECOMMENDATION:** APPROVE  
BY: *Jennifer L. Sargent*  
County Executive Office Signature

FORM APPROVED BY COUNTY COUNSEL  
BY: *Anita C. Willis*  
ANITA C. WILLIS  
DATE: 2-3-11  
Departmental Concurrence

- Dep't Recomm.:  Consent
- Per Exec. Ofc.:  Consent
- Policy
- Policy

5.1

**Prev. Agn. Ref.:**      **District:** ALL      **Agenda Number:**

2 RESOLUTION NO. 2011-02

3  
4 RESOLUTION OF THE RIVERSIDE COUNTY PUBLIC  
5 FINANCING AUTHORITY AUTHORIZING THE PURCHASE AND  
6 SALE OF REDEVELOPMENT AGENCY FOR THE COUNTY OF  
7 RIVERSIDE 2011 TAX ALLOCATION HOUSING BONDS,  
8 SERIES A, AND REDEVELOPMENT AGENCY FOR THE  
9 COUNTY OF RIVERSIDE 2011 TAXABLE TAX ALLOCATION  
10 HOUSING BONDS, SERIES A-T, APPROVING RELATED  
11 DOCUMENTS, AND AUTHORIZING OFFICIAL ACTIONS

12  
13 WHEREAS, the County of Riverside (the "County"), and the Redevelopment  
14 Agency for the County of Riverside ("the Agency") have entered into a Joint Exercise of  
15 Powers Agreement, dated as of March 20, 1990 (the "Agreement"), creating the  
16 Riverside County Public Financing Authority (the "Authority");

17 WHEREAS, pursuant to Article 4 of Chapter 5 of Division 7 of Title 1 of the  
18 Government Code of the State of California (the "Act") and the Agreement, the  
19 Authority is authorized to purchase bonds issued by the Agency;

20 WHEREAS, pursuant to the Act and the Agreement the Authority is further  
21 authorized to sell bonds so purchased to public or private purchasers at public or  
22 negotiated sale;

23 WHEREAS, under the Community Redevelopment Law of the State of  
24 California, twenty percent (20%) of the tax revenues allocated to the Agency are  
25 required to be set aside in a Low and Moderate Income Housing Fund for use in  
26 increasing the supply of low- and moderate-income housing in the County;

1           **WHEREAS**, the Agency has determined to issue two series of bonds to fund  
2 various housing activities relating to low- and moderate- income housing and of benefit  
3 to the Agency's various redevelopment projects;

4           **WHEREAS**, the Authority desires to purchase from the Agency its  
5 Redevelopment Agency for the County of Riverside 2011 Tax Allocation Housing  
6 Bonds, Series A (the "Series A Bonds"), solely from the proceeds received from the  
7 Authority's concurrent sale of the Series A Bonds to the Underwriter (as defined  
8 below);

9           **WHEREAS**, the Authority also desires to purchase from the Agency its  
10 Redevelopment Agency for the County of Riverside 2011 Taxable Tax Allocation  
11 Housing Bonds, Series A-T (the "Series A-T Bonds" and, together with the Series A  
12 Bonds, the "Bonds"), solely from the proceeds received from the Authority's concurrent  
13 sale of the Series A-T Bonds to the Underwriter;

14           **WHEREAS**, the combined aggregate principal amount of the Series A Bonds  
15 and the Series A-T Bonds shall not exceed \$35,000,000;

16           **WHEREAS**, the Agency has caused an Official Statement relating to the Bonds  
17 (the "Official Statement") to be submitted to the Authority for approval for distribution to  
18 purchasers of the Bonds; and

19           **WHEREAS**, the Board of Directors (the "Board") of the Authority has duly  
20 considered such transactions and wishes at this time to authorize proceedings for the  
21 purchase and sale of the Bonds in the public interests of the Authority;

22           **NOW THEREFORE, BE IT RESOLVED** by the Board of Directors of the  
23 Riverside County Public Financing Authority, as follows:

24           **Section 1. Recitals True and Correct.** The foregoing recitals are true and  
25 correct and this Authority so finds and determines.

26           **Section 2. Sale of Bonds.** The Authority hereby approves the purchase and  
27 sale of the Bonds by negotiation with Stone & Youngberg LLC and E. J. De La Rosa &  
28 Co., Inc as underwriters (collectively, the "Underwriter"). The Bond Purchase

1 Agreements (the "Purchase Agreements"), one each for the Series A Bonds and the  
2 Series A-T Bonds, each by and among the Authority, the Underwriter and the Agency,  
3 pursuant to which the Agency agrees to sell the Bonds to the Authority, for re-sale to  
4 the Underwriter, and the Underwriter agrees to purchase the Bonds from the Authority,  
5 in the form on file with the Secretary, be and the same are hereby approved, and the  
6 Chairman, the Vice Chairman, the Executive Director, the Assistant Executive Director  
7 and the Deputy Executive Director of the Agency (who is also an Assistant Secretary of  
8 the Authority), are hereby separately authorized and directed to execute said  
9 documents, with such changes, insertions and omissions as may be approved by such  
10 official, including modifications to provide for the private placement of all or a portion of  
11 the Bonds and the payment of placement agent fees, if any, so long as: (A) the  
12 combined aggregate principal amount of the Series A Bonds and the Series A-T Bonds  
13 does not exceed \$35,000,000, (B) the true interest cost on the Series A Bonds does  
14 not exceed 9.00% per annum, (C) the Underwriter's discount (exclusive of original  
15 issue discount) on the Series A Bonds does not exceed 1.00%,(D) the true interest  
16 cost on the Series A-T Bonds does not exceed 10.25% per annum, and (E) the  
17 Underwriter's discount (exclusive of original issue discount) on the Series A-T Bonds  
18 does not exceed 1.00%.

19 **Section 3. Official Statement.** The Official Statement relating to the Bonds,  
20 together with such amendments and supplements as shall be necessary or convenient  
21 to accurately describe the Bonds in accordance with the Purchase Agreements, this  
22 Resolution and the other related proceedings and documents, is hereby approved for  
23 distribution to the purchasers of the Bonds.

24 **Section 4. Official Action.** The Chairman, the Vice Chairman, the Executive  
25 Director, the Assistant Executive Director, the Deputy Executive Director of the  
26 Agency, in his capacity as Assistant Secretary of the Authority, and the Secretary and  
27 any and all other officers of the Authority are hereby authorized and directed, for and in  
28 the name and on behalf of the Authority, to do any and all things and take any and all

1 actions, including execution and delivery of any and all assignments, certificates,  
2 notices, consents, instruments of conveyance, warrants and other documents, which  
3 they, or any of them, may deem necessary or advisable in order to consummate the  
4 sale and delivery of the Bonds to the Authority for resale and delivery to the  
5 Underwriter pursuant to the Purchase Agreements approved herein.

6 **Section 5. Effective Date.** This resolution shall take effect from and after the  
7 date of approval and adoption thereof.

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21 FORM APPROVED COUNTY COUNSEL  
22 BY: Anita C. Willis 2-3-11  
23 ANITA C. WILLIS DATE