

**SUBMITTAL TO THE BOARD OF SUPERVISORS
COUNTY OF RIVERSIDE, STATE OF CALIFORNIA**

808



FROM: Successor Agency to the Redevelopment Agency

SUBMITTAL DATE:

August 6, 2015

SUBJECT: Refunding of Outstanding Bonds of the Dissolved Redevelopment Agency, All Districts [\$755,000] (Vote on Separately)

RECOMMENDED MOTION: That the Successor Agency:

1. Adopt Successor Agency Resolution No. 2015-009 confirming the issuance of refunding tax allocation bonds to refinance the 2005 Series A, Series D and Series E Bonds and the 2005 Housing Bonds, approving the Preliminary and Final Official Statements and approving for other matters properly related thereto, and
2. Direct staff to take the necessary actions to complete the issuance of the Refunding Bonds.

BACKGROUND:

Summary

(commences on next page)

Imelda Delos Santos

Imelda Delos Santos
Management Analyst

FINANCIAL DATA	Current Fiscal Year:	Next Fiscal Year:	Total Cost:	Ongoing Cost:	POLICY/CONSENT (per Exec. Office)
COST	\$ 755,000	\$ 0	\$ 755,000	\$ N/A	Consent <input type="checkbox"/> Policy <input checked="" type="checkbox"/>
NET COUNTY COST	\$ N/A	\$ N/A	\$ N/A	\$ N/A	

SOURCE OF FUNDS: Bond Proceeds	Budget Adjustment: No
	For Fiscal Year: 15/16

C.E.O. RECOMMENDATION:

APPROVE

BY: *Alex Gann*

Alex Gann

County Executive Office Signature

MINUTES OF THE BOARD OF SUPERVISORS

FORM APPROVED BY COMMUNITY COUNSEL
 BY: JAMES E. BROWN
 Departmental Concurrence
 DATE: 8/6/15

- A-30
- 4/5 Vote
- Positions Added
- Change Order

Prev. Agn. Ref.: June 16, 2015, 4-2 | District: All, | Agenda Number:

BACKGROUND:

4-1

**SUBMITTAL TO THE BOARD OF SUPERVISORS, COUNTY OF RIVERSIDE, STATE OF CALIFORNIA
FORM 11:**

DATE: August 5, 2015

PAGE: 2 of 2

Summary

On June 16, 2015, the Board of Supervisors, via Agenda Item 4-2, approved Successor Agency Resolution No. 2015-007 and 2015-008, requesting direction to undertake proceedings for the refunding of outstanding 2005 Series A, Series D and Series E and the 2005 Housing Bonds of the former Redevelopment Agency for the County of Riverside and providing for other matters relating thereto, including submission to the Department of Finance (DOF). At that time it was noted that the final disclosure documents of the proposed bond issue will be brought back to the Successor Agency for approval after submission to the Department of Finance (DOF) and to coincide with its expected approval date.

The Successor Agency now confirms its actions in the Bond Resolutions authorizing and approving the issuance and sale of the Refunding Bonds and approving the preliminary and final official statements and approving for other matters properly related thereto.

As noted in the prior submission: the term of the existing bonds will not be extended and the refunding bonds produce savings well in excess of the Board's present value savings target of 3% (Board Policy B-24 for the Riverside County Debt Advisory Committee). The \$755,000 cost to issue the four new series of bonds will be paid out of bond proceeds.

The anticipated approximate amounts of the proposed bond issues, savings percentages, and savings amounts are shown in the table below.

2015 Refunding Housing Bonds Refinancing Summary

Issue	2015 RCPFA Bonds	2015 Housing Bonds
Size	\$53,270,000	\$12,465,000
PV Savings	\$3,450,673	\$1,257,494
PV Savings As %	5.77%	8.86%
Avg. Savings	\$464,328	\$93,139
Total Savings	\$10,215,203	\$1,676,503

As of August 3, 2015.

These refunding bonds will be issued within thirty days, based upon the current schedule.

Impact on Citizens and Businesses

This item will be beneficial for the citizens of Riverside County due to the surplus tax revenue that will be derived from the refinancing at lower rates. Taxing entities will share the surplus property taxes from the project areas which will be distributed to the County, cities, schools, and special districts in Riverside County.

The savings in debt service payments that would otherwise be paid to bondholders will be distributed to those taxing entities including the County General Fund and K-12 school districts and community college districts (approximately 60% combined) and finally cities and special districts.

RESOLUTION NO. 2015-009

A RESOLUTION OF THE SUCCESSOR AGENCY TO THE REDEVELOPMENT AGENCY FOR THE COUNTY OF RIVERSIDE CONFIRMING THE ISSUANCE OF REFUNDING BONDS IN ORDER TO REFUND CERTAIN OUTSTANDING BONDS OF THE DISSOLVED REDEVELOPMENT AGENCY FOR THE COUNTY OF RIVERSIDE, APPROVING PRELIMINARY AND FINAL OFFICIAL STATEMENTS AND PROVIDING FOR OTHER MATTERS PROPERLY RELATED THERETO

WHEREAS, pursuant to Section 34172(a) of the California Health and Safety Code (unless otherwise noted, all Section references hereinafter being to such Code), the Redevelopment Agency for the County of Riverside (the "Former Agency") has been dissolved and no longer exists as a public body, corporate and politic, and pursuant to Section 34173, the Successor Agency to the Redevelopment Agency for the County of Riverside (the "Successor Agency") has become the successor entity to the Former Agency;

WHEREAS, prior to the dissolution of the Former Agency, the Former Agency issued its Redevelopment Agency for the County of Riverside Redevelopment Project Area No. 1 2005 Tax Allocation Bonds, Series A (the "Prior Series A Bonds") in the initial aggregate principal amount of \$29,055,000 for the purpose of financing redevelopment activities;

FORM APPROVED COUNTY COUNSEL

BY: *[Signature]* DATE 8/6/15
 DATE ASSIGNED

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3 **WHEREAS**, prior to the dissolution of the Former Agency, the
4 Former Agency issued its Redevelopment Agency for the County of
5 Riverside Desert Communities Redevelopment Project Area 2005 Tax
6 Allocation Bonds, Series D (the "Prior Series D Bonds") in the
7 initial aggregate principal amount of \$16,995,000 for the purpose
8 of financing redevelopment activities;

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10 **WHEREAS**, prior to the dissolution of the Former Agency, the
11 Former Agency issued its Redevelopment Agency for the County of
12 Riverside Interstate 215 Corridor Redevelopment Project Area
13 2005 Tax Allocation Bonds, Series E (the "Prior Series E Bonds"
14 and together with the Prior Series A Bonds and the Prior Series
15 D Bonds, the "Prior Bonds") in the initial aggregate principal
16 amount of \$25,420,000 for the purpose of financing redevelopment
17 activities;

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19 **WHEREAS**, Section 34177.5 authorizes the Successor Agency to
20 issue refunding bonds pursuant to Article 11 (commencing with
21 Section 53580) of Chapter 3 of Part 1 of Division 2 of Title 5
22 of the Government Code (the "Refunding Law") for the purpose of
23 achieving debt service savings within the parameters set forth
24 in Section 34177.5(a)(1) (the "Savings Parameters");

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27 **WHEREAS**, the Successor Agency, pursuant to Resolution No.
28 2015-007 (the "Non-Housing Bond Resolution"), adopted on June

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3 16, 2015, approved the issuance of (i) Successor Agency to the
4 Redevelopment Agency for the County of Riverside Redevelopment
5 Project Area No. 1 2015 Tax Allocation Refunding Bonds, Series A
6 (the "Refunding Series A Bonds") in the aggregate principal
7 amount of not to exceed \$30,000,000, (ii) Successor Agency to
8 the Redevelopment Agency for the County of Riverside Desert
9 Communities Redevelopment Project Area 2015 Tax Allocation
10 Refunding Bonds, Series D (the "Refunding Series D Bonds") in
11 the aggregate principal amount of not to exceed \$20,000,000, and
12 (iii) Successor Agency to the Redevelopment Agency for the
13 County of Riverside Interstate 215 Corridor Redevelopment
14 Project Area 2015 Tax Allocation Refunding Bonds, Series E (the
15 "Refunding Series E Bonds" and, together with the Refunding
16 Series A Bonds and the Refunding Series D Bonds, the "Refunding
17 Non-Housing Bonds") in the aggregate principal amount of not to
18 exceed \$25,000,000, in order to refund the Prior Non-Housing
19 Bonds, subject to the Savings Parameters being met, and
20 requested that the Oversight Board for the Successor Agency (the
21 "Oversight Board") approve the issuance of the Refunding Non-
22 Housing Bonds by the Successor Agency;
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25 **WHEREAS**, the Successor Agency, pursuant to Resolution No.
26 2015-008 (the "Housing Bond Resolution" and, together with the
27 Non-Housing Bond Resolution, the "Bond Resolutions"), adopted on
28 June 16, 2015, approved the issuance of Successor Agency to the

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2 Redevelopment Agency for the County of Riverside 2015 Tax
3 Allocation Housing Refunding Bonds, Series A (the "Refunding
4 Housing Bonds" and, together with the Refunding Non-Housing
5 Bonds, the "Refunding Bonds") in the aggregate principal amount
6 of not to exceed \$18,000,000, in order to refund the Prior
7 Housing Bonds, subject to the Savings Parameters being met, and
8 requested that the Oversight Board approve the issuance of the
9 Refunding Housing Bonds by the Successor Agency;
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12 **WHEREAS**, the Oversight Board, by Resolution OB No. 2015-007
13 (the "OB Non-Housing Resolution"), adopted June 18, 2015,
14 approved the issuance of the Refunding Non-Housing Bonds and by
15 Resolution OB No. 2015-008 (the "OB Housing Resolution" and,
16 together with the OB Non-Housing Resolutions, the "OB
17 Resolutions"), adopted June 18, 2015, approved the issuance of
18 the Refunding Housing Bonds, and the OB Resolutions, together
19 with additional materials, have been submitted to the California
20 Department of Finance for its approval of the OB Resolutions and
21 the issuance of the Refunding Bonds;
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24 **WHEREAS**, the Successor Agency pursuant to the Non-Housing
25 Bond Resolution, also approved the sale of the Non-Housing
26 Refunding Bonds to the Riverside County Public Financing
27 Authority (the "Authority"), and the Authority intends to issue
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3 its own bonds (the "Authority Bonds") in order to obtain the
4 funds necessary to purchase the Refunding Bonds;

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6 **WHEREAS**, the Successor Agency and the Authority, with the
7 assistance of their disclosure counsel, Best Best & Krieger LLP,
8 have prepared a draft of an Official Statement for the Authority
9 Bonds (the "Authority Bonds Official Statement"), which contains
10 information regarding the Non-Housing Refunding Bonds, the
11 Authority Bonds, the Former Agency, the Successor Agency, and
12 the Former Agency's Redevelopment Project Areas, the preliminary
13 form of which is on file with the Secretary of the Successor
14 Agency;

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16 **WHEREAS**, the Successor Agency, with the assistance of its
17 disclosure counsel, Best Best & Krieger LLP, has prepared a
18 draft of an Official Statement for the Housing Refunding Bonds
19 (the "Housing Refunding Bonds Official Statement" and together
20 with the "Authority Bonds Official Statement," the "Official
21 Statements"), which contains information regarding the Housing
22 Refunding Bonds, the Former Agency, the Successor Agency, and
23 the Former Agency's Redevelopment Project Areas, the preliminary
24 form of which is on file with the Secretary of the Successor
25 Agency;
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2 **WHEREAS**, the Successor Agency, with the aid of its staff,
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4 has reviewed the Official Statements and wishes at this time to
5 approve their use and distribution as in the public interests of
6 the Successor Agency and applicable taxing entities;

7 **NOW, THEREFORE**, the Successor Agency to the Redevelopment
8 Agency for the County of Riverside RESOLVES as follows:
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10 1. Confirmation of Approval of Issuance of the Refunding
11 Bonds. The Successor Agency hereby confirms its actions in the
12 Bond Resolutions authorizing and approving the issuance and sale
13 of the Refunding Bonds.
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15 2. Approval of Official Statements. The Successor Agency
16 hereby approves the preliminary Official Statements in
17 substantially the forms on file with the Secretary of the
18 Successor Agency. Distribution of the preliminary Official
19 Statements by the Successor Agency, the Authority (with respect
20 to the Non-Housing Bonds Official Statement) and the
21 underwriters of the Authority Bonds and the Refunding Bonds
22 (collectively, the "Underwriters") is hereby approved, and,
23 prior to the distribution of the preliminary Official
24 Statements, the County Executive Officer and the Deputy County
25 Executive Officer of the County of Riverside, on behalf of the
26 Successor Agency (each, an "Authorized Officer"), each acting
27 alone, are authorized and directed, on behalf of the Successor
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2 Agency, to deem the preliminary Official Statements "final"
3 pursuant to Rule 15c2-12 under the Securities Exchange Act of
4 1934 (the "Rule"). The execution of the final Official
5 Statements, which shall include such changes and additions
6 thereto deemed advisable by the Authorized Officers, and such
7 information permitted to be excluded from the preliminary
8 Official Statements pursuant to the Rule, is hereby approved for
9 delivery to the Underwriters, and the Authorized Officers, each
10 acting alone, are authorized and directed to execute and deliver
11 the final Official Statements for and on behalf of the Successor
12 Agency, and to deliver to the Underwriters a certificate with
13 respect to the information set forth therein and to deliver to
14 the Underwriters Continuing Disclosure Certificates
15 substantially in the forms appended to the final Official
16 Statements.
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19 3. Official Actions. The Authorized Officers and any and
20 all other officers of the Successor Agency are hereby authorized
21 and directed, for and in the name and on behalf of the Successor
22 Agency, to do any and all things and take any and all actions,
23 which they, or any of them, may deem necessary or advisable in
24 connection with the issuance, sale and delivery of the Refunding
25 Bonds, including the execution and delivery of all of the
26 documents related thereto and necessary therefor. Whenever in
27 this Resolution any officer of the Successor Agency is directed
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2 to execute or countersign any document or take any action, such
3 execution, countersigning or action may be taken on behalf of
4 such officer by any person designated by such officer to act on
5 his or her behalf in the case such officer is absent or
6 unavailable.
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8 4. Effective Date. This Resolution shall take effect from
9 and after the date of approval and adoption thereof.
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1 The foregoing resolution was passed and adopted by the
2 Successor Agency to the Redevelopment Agency for the County of
3 Riverside at a regular meeting held on the 18th day of August,
4 2015, by the following vote:

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6 AYES:

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8 NOES:

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10 ABSENT:

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12 ABSTAIN:

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Chair

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(S E A L)

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Attest:

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By: _____
Secretary

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