

FORM APPROVED COUNTY COUNSEL
 BY: GREGORY P. PRIAMOS DATE 7/7/16

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

220
(1825)



FROM: Economic Development Agency

SUBMITTAL DATE:
 July 26, 2016

SUBJECT: Resolution No. 2016-152, Approving the Issuance by the California Statewide Communities Development Authority of Tax Exempt Bonds for the Benefit of Mountain Shadows Support Group, Districts 2 and 5, [\$0] (Vote on Separately)

RECOMMENDED MOTION: That the Board of Supervisors:

1. Conduct a public hearing per Section 147(f) of the Internal Revenue Code of 1986;
2. Adopt Resolution No. 2016-152, a Resolution of the Board of Supervisors of the County of Riverside approving the issuance of the California Statewide Communities Development Authority Revenue Bonds (Mountain Shadows Support Group Project), Series 2016 in an aggregate principal amount not to exceed \$18,000,000 for the purpose of refinancing outstanding debt obligations, the proceeds of which were used to acquire and equip certain facilities for the provision of services to the developmentally disabled located within the County of Riverside; funding a debt service reserve fund for the bonds; paying capitalized interest on the bonds; paying the costs of credit enhancement on the bonds; paying certain expenses incurred in connection with the issuance of the bonds; and certain other matters relating thereto; and

(Continued)

[Signature]

Robert Field
 Assistant County Executive Officer/EDA

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

SOURCE OF FUNDS: N/A
Budget Adjustment: No
For Fiscal Year: 2016/17

C.E.O. RECOMMENDATION:

APPROVE
 BY: *[Signature]*
 Rohini Dasika

County Executive Office Signature

MINUTES OF THE BOARD OF SUPERVISORS

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

Prev. Agn. Ref.: 01/24/06; Item 9.6 | Districts: 2 & 5 | Agenda Number:

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

Economic Development Agency

FORM 11: Resolution No. 2016-152, Approving the Issuance by the California Statewide Communities Development Authority of Tax Exempt Bonds for the Benefit of Mountain Shadows Support Group, Districts 2 and 5, [\$0] (Vote on Separately)

DATE: July 26, 2016

PAGE: 2 of 2

RECOMMENDED MOTION: (Continued)

- 3 Authorize the Assistant County Executive Officer/EDA, or designee, to take all necessary steps to implement Resolution No. 2016-152, including but not limited to, signing subsequent essential and relevant documents.

BACKGROUND:

Summary

Mountain Shadows Support Group, a 501(c)(3) nonprofit corporation, intends to refinance its outstanding debt obligations of \$14,000,000, the proceeds of which were used to acquire and equip certain facilities for the provision of services to the developmentally disabled located within Moreno Valley at 27344 Darlene Drive, 25654 Sierra Leone Court, 10467 Morning Ridge Drive, 11315 Lindley Lane, and 12315 Lantz Lane; and within Jurupa Valley at 4680 Glen Street, 7989 Halbrook Terrace, 8266 Miramar Circle, 8163 Laurel Park Circle, 7456 River Glen Drive, 4880 Brookhill Terrace, 4287 Garth Street, and 7719 Joshua Road.

The California Statewide Communities Development Authority proposes to issue tax exempt bonds in an amount not to exceed \$18,000,000 for the above referenced refinancing. The California Statewide Communities Development Authority is an eligible conduit issuer of tax exempt revenue bonds.

In order for the interest of the bonds to be tax-exempt, Section 147(f) of the Internal Revenue Code of 1986, as amended, requires that the governmental unit where the project is located hold a public hearing on the issuance of bonds and approve the issuance of the bonds following such hearing. The California Statewide Communities Development Authority has requested that the Board of Supervisors approve the issuance of the bonds by the California Statewide Communities Development Authority in order to satisfy the public approval requirement of section 147(f) of the IRS Code. The California Statewide Communities Development Authority will be the conduit issuer and the bonds will not represent an obligation of the County of Riverside or the Economic Development Agency for the County of Riverside.

County Counsel has reviewed and approved the attached resolution as to form; therefore, staff recommends approval of Resolution No. 2016-152.

Impact on Citizens and Businesses

Mountain Shadows Support Group meets the needs of individuals diagnosed with an intellectual disability requiring long term care in residential homes. The proposed refinancing will provide savings to allow Mountain Shadows Support Group to further its mission of providing long term care to developmentally disabled individuals throughout Riverside County.

Attachments:

Resolution No. 2016-152

Public Notice

BOARD OF SUPERVISORS

COUNTY OF RIVERSIDE

RESOLUTION NO. 2016-152

A RESOLUTION OF THE BOARD OF SUPERVISORS OF THE COUNTY OF RIVERSIDE APPROVING THE ISSUANCE OF THE CALIFORNIA STATEWIDE COMMUNITIES DEVELOPMENT AUTHORITY REVENUE BONDS (MOUNTAIN SHADOWS SUPPORT GROUP) SERIES 2016, IN ONE OR MORE SERIES IN AN AGGREGATE PRINCIPAL AMOUNT NOT TO EXCEED \$18,000,000, FOR THE PURPOSE OF REFINANCING THE ACQUISITION AND EQUIPPING OF FACILITIES FOR THE PROVISION OF SERVICES TO THE DEVELOPMENTALLY DISABLED AND CERTAIN OTHER MATTERS RELATING THERETO;

WHEREAS, Mountain Shadows Support Group, Inc., a California nonprofit public benefit corporation and an organization described in Section 501(c)(3) of the Internal Revenue Code of 1986 (the "Borrower"), has requested that the California Statewide Communities Development Authority (the "Authority") participate in the issuance of one or more series of revenue bonds in an aggregate principal amount not to exceed \$18,000,000 (the "Bonds"), the proceeds of which will be used in part to (1) refinance the \$14,000,000 outstanding debt obligations, the proceeds of which were used to acquire and equip certain facilities for the provision of services to the developmentally disabled located within the County of Riverside, at (a) within the City of Moreno Valley, 27344 Darlene Drive, 25654 Sierra Leone Court, 10467 Morning Ridge Drive, 11315 Lindley Lane, and 12315 Lantz Lane; and (b) within the City of Jurupa Valley, 4680 Glen Street, 7989 Halbrook Terrace, 8266 Miramar Circle, 8163 Laurel Park Circle, 7456 River Glen Drive, 4880 Brookhill Terrace, 4287 Garth Street, and 7719 Joshua Road (collectively, the "Project"); (2) fund a debt service reserve fund for the Bonds; (3) pay capitalized interest on the Bonds; (4) pay the costs of credit enhancement on the Bonds; and (5) pay certain expenses incurred in connection with the issuance of the Bonds;

WHEREAS, the Project is to be owned and operated by the Borrower and located within the County of Riverside, California (the "County");

WHEREAS, pursuant to Section 147(f) of the Internal Revenue Code of 1986 (the

FORM APPROVED COUNTY COUNSEL
BY: Dale A. Gardner 7/6/16
DATE

1 "Code"), the issuance of the Bonds by the Authority must be approved by the County because
2 the Project is and will be located within the territorial limits of the County;

3 **WHEREAS**, the Board of Supervisors of the County (the "Board") is the elected
4 legislative body of the County and is one of the "applicable elected representatives" required to
5 approve the issuance of the Bonds under Section 147(f) of the Code;

6 **WHEREAS**, the Authority has requested that the Board of Supervisors approve the
7 issuance of the Bonds by the Authority in order to satisfy the public approval requirement of
8 Section 147(f) of the Code and the requirements of Section 9 of the Amended and Restated
9 Joint Exercise of Powers Agreement Relating to the California Statewide Communities
10 Development Authority, dated as of June 1, 1988 (the "Agreement"), among certain local
11 agencies, including the County;

12 **WHEREAS**, it is in the public interest and for the public benefit that the Board of
13 Supervisors approve the issuance of the Bonds by the Authority for the aforesaid purposes; and

14 **WHEREAS**, pursuant to Section 147(f) of the Code, the Board has, following notice duly
15 given, held a public hearing regarding the issuance of the Bonds, and now desires to approve
16 the issuance of the Bonds by the Authority;

17 **NOW, THEREFORE, BE IT RESOLVED, DETERMINED AND ORDERED** by the Board
18 of Supervisors of the County of Riverside, in regular session assembled on July 26, 2016 at
19 9:30 a.m., in its meeting room located on the 1st Floor of the County Administrative Center, 4080
20 Lemon Street, Riverside, California, as follows:

21 Section 1. The foregoing recitals are true and correct.

22 Section 2. The Board hereby approves the issuance of the Bonds by the Authority
23 and finds the Project will affect the significant public benefits set forth in the recitals above. It is
24 the purpose and intent of the Board that this resolution constitute approval of the issuance of the
25 Bonds by the Authority, for the purposes of: (i) Section 147(f) of the Code by the applicable
26 elected representative of the governmental unit having jurisdiction over the area in which the
27 Project is and will be located, in accordance with said Section 147(f) and (ii) Section 9 of the
28 Agreement.

1 Section 3. The issuance of the Bonds shall be subject to the approval of the
2 Authority of all financing documents relating thereto to which the Authority is a party. The
3 County shall have no responsibility or liability whatsoever with respect to the Bonds. The Bonds
4 shall not constitute an obligation of indebtedness of the County and the assets and revenues of
5 the County are not being pledged as security for the payment of principal or interest on the
6 Bonds.

7 Section 4. The adoption of this Resolution shall not obligate the County or any
8 department thereof to (i) provide any financing to acquire, rehabilitate or construct the Project or
9 any refinancing of the Project; (ii) approve any application or request for or take any other action
10 in connection with any planning approval, permit or other action necessary for the acquisition,
11 rehabilitation or operation of the Project; (iii) make any contribution or advance any funds
12 whatsoever to the Authority; or (iv) take any further action with respect to the Authority or its
13 membership therein.

14 Section 5. The officers of the County are hereby authorized and directed, jointly and
15 severally, to do any and all things and to execute and deliver any and all documents which they
16 deem necessary or advisable in order to carry out, give effect to and comply with the terms and
17 intent of this resolution and the financing transaction approved hereby.

18 Section 6. This resolution shall take effect immediately upon its adoption.

19 (Signatures on Following Page)

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1 PASSED, APPROVED AND ADOPTED THIS _____ day of July, 2016.

2
3 AYES:

4 NOES:

5 ABSENT:

6
7 ABSTAIN:

8 COUNTY OF RIVERSIDE

9
10 _____
11 John J. Benoit, Chairman
12 BOARD OF SUPERVISORS

13 ATTEST:

14 Kecia Harper-Ihem
15 Clerk of the Board of Supervisors

16
17 _____
18 Deputy

THE PRESS-ENTERPRISE

1825 Chicago Ave, Suite 100
Riverside, CA 92507
951-684-1200
951-368-9018 FAX

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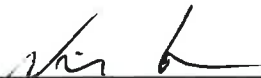
I am a citizen of the United States. I am over the age of eighteen years and not a party to or interested in the above entitled matter. I am an authorized representative of THE PRESS-ENTERPRISE, a newspaper in general circulation, printed and published daily in the County of Riverside, and which newspaper has been adjudicated a newspaper of general circulation by the Superior Court of the County of Riverside, State of California, under date of April 25, 1952, Case Number 54446, under date of March 29, 1957, Case Number 65673, under date of August 25, 1995, Case Number 267864, and under date of September 16, 2013, Case Number RIC 1309013; that the notice, of which the annexed is a printed copy, has been published in said newspaper in accordance with the instructions of the person(s) requesting publication, and not in any supplement thereof on the following dates, to wit:

07/07/2016

I certify (or declare) under penalty of perjury that the foregoing is true and correct.

Date: Jul 07, 2016

At: Riverside, California



Legal Advertising Representative, The Press-Enterprise

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NOTICE OF PUBLIC HEARING

NOTICE IS HEREBY GIVEN that on July 26, 2016, a public hearing as required by Section 147(f) of the Internal Revenue Code of 1986 (the "Code") will be held by the County of Riverside (the "County") with respect to the proposed issuance for the benefit of Mountain Shadows Support Group, Inc., a California nonprofit public benefit corporation and an organization described in Section 501(c)(3) of the Code, and its affiliates (the "Borrower"), by the California Statewide Communities Development Authority (the "Authority") of its revenue bonds in one or more series in an amount not to exceed \$18,000,000 (the "Bonds").

The proceeds of the Bonds will be loaned to the Borrower and will be used in part to: (1) refinance outstanding debt obligations, the proceeds of which were used to acquire and equip the Facilities described below; (2) fund a debt service reserve fund for the Bonds; (3) pay capitalized interest on the Bonds; (4) pay the costs of credit enhancement on the Bonds; and (5) pay certain expenses incurred in connection with the issuance of the Bonds. The Facilities are to be owned and operated by the Borrower.

The term "Facilities" means certain facilities for the provision of services to the developmentally disabled, each located within the County, at the following addresses: (1) within the City of Moreno Valley, 27344 Darlene Drive, 25654 Sierra Leone Court, 10467 Morning Ridge Drive, 11315 Lindley Lane, and 12315 Lantz Lane; and (2) within the City of Jurupa Valley, 4680 Glen Street, 7989 Halbrook Terrace, 8266 Miramar Circle, 8163 Laurel Park Circle, 7456 River Glen Drive, 4880 Brookhill Terrace, 4287 Garth Street, and 7719 Joshua Road.

The Bonds and the obligation to pay principal of and interest thereon and any redemption premium with respect thereto do not constitute indebtedness or an obligation of the Authority, the State of California or any political subdivision thereof, within the meaning of any constitutional or statutory debt limitation, or a charge against the general credit or taxing powers of any of them. The Bonds shall be a limited obligation of the Authority, payable solely from certain revenues duly pledged therefor and generally representing amounts paid by the Borrower.

The hearing will commence at 9:00 a.m., or as soon thereafter as the matter can be heard, in the Board Chambers, 4080 Lemon Street, 1st Floor, Riverside, CA 92501. Interested persons wishing to express their views on the issuance of the Bonds or on the nature and location of the facilities proposed to be financed and refinanced may attend the public hearing or, prior to the time of the hearing, submit written comments.

Additional information concerning the above matter may be obtained from, and written comments should be addressed to: County of Riverside, Clerk of the Board of Supervisors, 4080 Lemon Street, 1st Floor, Riverside CA 92501, (951) 955-1069.

Dated: July 7, 2016

NOTICE OF PUBLIC HEARING

NOTICE IS HEREBY GIVEN that on July 26, 2016, a public hearing as required by Section 147(f) of the Internal Revenue Code of 1986 (the "Code") will be held by the County of Riverside (the "County") with respect to the proposed issuance for the benefit of Mountain Shadows Support Group, Inc., a California nonprofit public benefit corporation and an organization described in Section 501(c)(3) of the Code, and its affiliates (the "Borrower"), by the California Statewide Communities Development Authority (the "Authority") of its revenue bonds in one or more series in an amount not to exceed \$18,000,000 (the "Bonds").

The proceeds of the Bonds will be loaned to the Borrower and will be used in part to: (1) refinance \$14,000,000 of outstanding debt obligations, the proceeds of which were used to acquire and equip the Facilities described below; (2) fund a debt service reserve fund for the Bonds; (3) pay capitalized interest on the Bonds; (4) pay the costs of credit enhancement on the Bonds; and (5) pay certain expenses incurred in connection with the issuance of the Bonds. The Facilities are to be owned and operated by the Borrower.

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Dated: [Must be dated and published 14 days prior to hearing date]