

**ALL CELL PHONES AND ELECTRONIC DEVICES MUST BE
TURNED OFF IN THE COUNCIL CHAMBERS**

**A G E N D A
REEDLEY PUBLIC FINANCING AUTHORITY MEETING**

7:00 P.M.

(PFA Meeting is typically convened after the City Council Meeting is adjourned)

TUESDAY, JANUARY 25, 2011

**Meeting Held at Reedley Council Chambers
845 "G" Street, Reedley, California**

The Council Chambers are accessible to the physically disabled. Requests for additional accommodations for the disabled, including auxiliary aids or services, should be made one week prior to the meeting by contacting the City Clerk at 637-4200 ext. 300.

Any document that is a public record and provided to a majority of the PFA Board regarding an open session item on the agenda will be made available for public inspection at City Hall, in the City Clerk's office, during normal business hours. In addition, such documents may be posted on the City's website.

City of Reedley's Internet Address is www.reedley.com

Mary L. Fast, Board Chairman

Steven Rapada, Vice Chairman
Ray Soleno, Board Member

Pete Chavez, Board Member
Anita Betancourt, Board Member

CALL TO ORDER

ROLL CALL

PUBLIC COMMENT - *Provides an opportunity for members of the public to address the PFA Board on items of interest to the public within the Board's jurisdiction and which are not already on the agenda this evening. It is the policy of the PFA Board not to answer questions impromptu. Concerns or complaints will be referred to the Executive Director's office. Speakers should limit their comments to not more than three (3) minutes. No more than ten (10) minutes per issue will be allowed. For items which are on the agenda this evening, members of the public will be provided an opportunity to address the PFA Board as each item is brought up for discussion.*

NOTICE TO PUBLIC

*Under a **CONSENT AGENDA** category, a recommended course of action for each item is made. Any Board member may remove any item from the **CONSENT AGENDA** in order to discuss and/or change the recommended course of action, and the Board can approve the remainder of the **CONSENT AGENDA**.*

NEW BUSINESS

1. PFA RESOLUTION NO. 2011-02 – A RESOLUTION OF THE BOARD OF DIRECTORS OF THE REEDLEY PUBLIC FINANCING AUTHORITY AUTHORIZING THE PURCHASE AND SALE OF TWO SEPARATE TAX ALLOCATION BOND ISSUES OF THE REEDLEY REDEVELOPMENT AGENCY, UPON CERTAIN TERMS AND CONDITIONS, APPROVING DISTRIBUTION OF OFFICIAL STATEMENT RELATING THERETO AND PROVIDING OTHER MATTERS PROPERLY RELATING THERETO - Report, Discussion, and/or Board action to approve, modify, and/or take other action as appropriate (City Attorney)

BOARD REPORTS

2. REQUESTS BY BOARD MEMBERS FOR FUTURE AGENDA ITEMS AND/OR REPORTS OF BOARD MEMBER ACTIVITIES.

STAFF REPORTS

3. UPDATES OR REPORTS BY EXECUTIVE DIRECTOR AND/OR STAFF MEMBERS

ADJOURNMENT



REPORT TO PFA BOARD

MEMORANDUM

AGENDA ITEM NO: 1

PFA BOARD MEETING DATE: January 25, 2011

SUBJECT: *Approval of PFA Resolution No. 2011-02 – A Resolution of the Reedley Public Financing Authority Authorizing the Purchase and Sale of Two Separate Tax Allocation Bond Issues of the Reedley RDA*

RECOMMENDATION:

Adopt PFA Resolution No. 2011-02, upon certain terms and conditions, approving distribution of Official Statement relating thereto and providing other matters properly relating thereto.

BACKGROUND:

At a regular meeting on January 11, 2011, the City Council and RDA Board adopted Resolution No. 2011-004 and RDA Resolution No. 146, respectively. Those resolutions authorized the issuance of redevelopment tax allocation bonds. The tax exempt allocation was approved at a not-to-exceed amount of \$6,000,000, and the taxable portion was approved at a not-to-exceed amount of \$625,000.

At a special meeting on January 15, 2011, the City Council and RDA Board adopted Resolution No. 2011-008 and RDA Resolution No. 147, respectively. Those resolutions approved the increase in the authorized principal amount of the tax exempt allocation portion of the tax allocation bonds from a not-to-exceed amount of \$6,000,000 to a not-to-exceed amount of \$9,400,000.

PFA Resolution No. 2011-02 approves the PFA's purchase of the Bonds from the RDA for concurrent resale to the Underwriter pursuant to the Purchase Contracts by and among the RDA, the PFA and the Underwriter, and also provides the PFA's approval of all matters relating to the Bonds.

FISCAL IMPACT:

| | |
|----------------|-----|
| Budgeted item: | No |
| Expenditure: | N/A |
| Fund Acct(s): | N/A |

Prepared by City Attorney Cross

Approved by City Manager: 

Motion: _____
Second: _____

RESOLUTION NO. 2011-02

RESOLUTION OF THE REEDLEY PUBLIC FINANCING AUTHORITY AUTHORIZING THE PURCHASE AND SALE OF TWO SEPARATE TAX ALLOCATION BOND ISSUES OF THE REEDELEY REDEVELOPMENT AGENCY, UPON CERTAIN TERMS AND CONDITIONS, APPROVING DISTRIBUTION OF OFFICIAL STATEMENT RELATING THERETO AND PROVIDING OTHER MATTERS PROPERLY RELATING THERETO

REEDLEY PUBLIC FINANCING AUTHORITY

WHEREAS, the City of Reedley (the "City") and the Reedley Redevelopment Agency ("the Agency") entered into a Joint Exercise of Powers Agreement, dated as of November 23, 1993 (the "Agreement"), creating the Reedley Public Financing Authority (the "Authority"); and

WHEREAS, pursuant to Article 4 of Chapter 5 of Division 7 of Title 1 of the Government Code of the State of California (the "Act") and the Agreement, the Authority is authorized to purchase bonds issued by the Agency for financing and refinancing public capital improvements; and

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

WHEREAS, to refinance redevelopment activities within the Project Area, the Agency issued its \$3,110,000 aggregate principal amount of Reedley Redevelopment Project 1998 Tax Allocation Bonds, Series A (Tax-Exempt) (the "1998 Tax Exempt Bonds");

WHEREAS, to refinance additional redevelopment activities within the Project Area, the Agency issued its \$750,000 aggregate principal amount of Reedley Redevelopment Project 1998 Tax Allocation Bonds, Series B (Taxable), (the "1998 Taxable Bonds");

WHEREAS, to refinance the 1998 Tax-Exempt Bonds and to finance additional redevelopment activities within the Project Area, the Agency has determined to issue not to exceed \$9,400,000 aggregate principal amount of its Reedley Redevelopment Project 2011 Tax Allocation Bonds, Series A (the "2011 Bonds") pursuant to an Indenture of Trust (the "Indenture"), dated as of February 1, 2011, by and between the Agency and The Bank of New York Mellon Trust Company, N.A., as trustee (the "Trustee");

WHEREAS, to refinance the 1998 Taxable Bonds, the Agency has determined to issue not to exceed \$625,000 aggregate principal amount of its Reedley Redevelopment Project 2011 Taxable Tax Allocation Bonds, Series B (the "2011 Taxable Bonds") pursuant to the Indenture as amended and supplemented by a First Supplement to Indenture of Trust, dated as of February 1, 2011, by and between the Agency and the Trustee;

WHEREAS, the Authority desires to purchase the 2011 Bonds and the 2011 Taxable Bonds (together, the "Bonds") from the Agency solely from the proceeds received from the Authority's concurrent sale of the Bonds to Brandis Tallman LLC (the "Underwriter") pursuant to two separate bond purchase agreements (the "Purchase Contracts") by and among the Agency, the Authority and the Underwriter;

WHEREAS, the Agency has caused an Official Statement, in preliminary form, relating to the Bonds (the "Official Statement") to be submitted to the Authority for approval for distribution to purchasers of the Bonds; and

WHEREAS, the Board of Directors, with the aid of its staff, has reviewed the Purchase Contracts and the preliminary Official Statement and wishes to approve and confirm the foregoing, as well as the other matters set forth below, in the public interests of, and for significant public benefits to, the Agency and the City of Reedley;

NOW THEREFORE, BE IT RESOLVED by the Board of Directors of the Reedley Public Financing Authority, as follows:

Section 1. The Authority hereby approves the purchase of the Bonds from the Agency for concurrent resale to the Underwriter pursuant to the Purchase Contracts by and among the Agency, the Authority and the Underwriter, in substantially the forms on file with the Secretary together with any changes therein or additions thereto approved by the Executive Director whose execution thereof shall be conclusive evidence of approval of any such additions and changes. The Purchase Contracts shall be executed in the name and on behalf of the Agency by the Executive Director, who is hereby authorized and directed to execute and deliver the Purchase Contracts to the Authority and the Underwriter; *provided, however*, that (i) the true interest cost payable with respect to the 2011 Bonds shall not exceed seven percent (7.00%) per annum and the purchase price paid by the Underwriter for the purchase of the 2011 Bonds from the Authority shall be not less than ninety-eight and one-half percent (98.50%) of the par amount thereof, excluding any original issue discount on the 2011 Bonds and (ii) the true interest cost payable with respect to the 2011 Taxable Bonds shall not exceed seven percent (7.00%) per annum and the purchase price paid by the Underwriter for the purchase of the 2011 Taxable Bonds from the Authority shall be not less than ninety-eight and one-half percent (98.50%) of the par amount thereof, excluding any original issue discount on the 2011 Taxable Bonds.

Section 2. The Official Statement relating to the Bonds, together with such amendments and supplements as shall be necessary or convenient to accurately describe the Bonds in accordance with the respective Purchase Contracts, this Resolution and the other related proceedings and documents, is hereby approved for distribution to the purchasers of the Bonds.

Section 3. The Chairman, the Executive Director, the Secretary and the General Counsel of the Authority and any and all other officers of the Authority are hereby authorized and directed, for and in the name and on behalf of the Authority, to do any and all things and take any and all actions, including execution and delivery of any and all assignments, certificates, requisitions, agreements notices, consents, and other documents, which they, or any of them, may deem necessary or advisable in order to consummate the sale, issuance and delivery of the Bonds to the Underwriter pursuant to the Purchase Contracts.

Section 4. This resolution shall take effect from and after its adoption.

This foregoing resolution is hereby adopted this 25th day of January, 2011, by the following vote:

AYES:

NOES:

ABSENT:

ABSTAIN:

Mary L. Fast, Chairman

ATTEST:

By: _____
Kay L. Pierce, Secretary