



Agenda – Special Meeting

Tuesday, November 24, 2015

Place: County Board of Supervisors Chambers
Kings County Government Center, Hanford, CA

Time: 11:00 a.m.

1. **CALL TO ORDER**

ROLL CALL – Clerk to the Board

2. **APPROVAL OF MINUTES**

Approval of the minutes from the November 17, 2015 regular meeting.

3. **CONSENT CALENDAR**

A. Consideration of approving an inducement resolution 15-07I for:

1. Osgood Heights L.P. (Osgood Heights), City of Fremont, County of Alameda; up to \$28,000,000 of revenue bonds. (Staff –Scott Carper)
2. KDF Communities, LLC (Hallmark House Apartments), City of Redwood City, County of San Mateo; up to \$12,000,000 of revenue bonds. (Staff—Caitlin Lanctot)

4. **PUBLIC COMMENT**

Any person may directly address the Board at this time on any item on the agenda, or on any other items of interest to the public, that is within the subject matter jurisdiction of the Board. Five (5) minutes are allowed for each item.

5. **STAFF UPDATES**

6. **ADJOURNMENT**

Adjourn as the California Public Finance Authority.



CALIFORNIA
PUBLIC
FINANCE
AUTHORITY

2. APPROVAL OF MINUTES

Approval of the minutes from the November 17, 2015 regular meeting.



Action Summary

Tuesday, November 17, 2015

Place: County Board of Supervisors Chambers
Kings County Government Center, Hanford, CA

Time: 11:00 a.m.

1. B1

CALL TO ORDER

ROLL CALL – Clerk to the Board

MEMBERS PRESENT: NEVES, VALLE, PEDERSEN, FAGUNDES

MEMBERS ABSENT: VERBOON

2.

APPROVAL OF MINUTES

Approval of the minutes from the October 13, 2015 special meeting.

ACTION: APPROVED AS PRESENTED (JN/CP/RV/RF-AYE, DV- ABSENT)

3.

CONSENT CALENDAR

A. Consideration of approving inducement resolution 15-06I for A0585 Castroville L.P. (Castroville Veterans Village), Castroville, County of Monterey; up to ~~\$10,000,000~~ \$15,000,000 of revenue bonds; Central California Housing Corporation (Hampton Square Apartments), City of Stockton, County of San Joaquin; up to \$15,000,000 of revenue bonds and for Post Emerald, L.P. (Emerald Point Apartments), City of Modesto, County of Stanislaus; up to \$22,000,000 of revenue bonds. (Staff – Scott Carper)

B. Consideration of approving resolution 15-01M for City of Inglewood as an additional program participant to the Authority. (Staff – Caitlin Lanctot)

C. Consideration of approving resolution 15-02M for City of Compton as an additional program participant to the Authority. (Staff – Caitlin Lanctot)

ACTION: APPROVED CONSENT CALENDAR AS AMENDED (C P/JN/RV/RV- AYE, DV- ABSENT)

4. B2

NEW BUSINESS ACTION ITEMS

A. Consideration of approving resolution 15-03A for Daughters of Charity Health System, Town of Los Altos Hills, County of Santa Clara; up to \$160,000,000 of tax exempt and taxable note obligations. (Staff – Mike LaPierre)

ACTION: APPROVED AS PRESENTED (CP/JN/RV/RF- AYE, DV- ABSENT)

B. Consideration of approving the 2016 Regular Meeting calendar. (Staff – Caitlin Lanctot)

ACTION: APPROVED AS PRESENTED (CP/RV/JN/RF- AYE, DV- ABSENT)

5. B3

PUBLIC COMMENT

Any person may directly address the Board at this time on any item on the agenda, or on any other items of interest to the public, that is within the subject matter jurisdiction of the Board. Five (5) minutes are allowed for each item.

NONE

6.

STAFF UPDATES

Scott Carper requested a special meeting for Tuesday, November 24, 2015 for an inducement for a new housing project.

Mike LaPierre explained that as of now, any entity which chooses to finance a project with CalPFA must first become a member of the Authority.

7.

ADJOURNMENT

Adjourn as the California Public Finance Authority.



CALIFORNIA
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3. CONSENT CALENDAR

A. Consideration of approving an inducement resolution 15-07I for:

1. Osgood Heights L.P. (Osgood Heights), City of Fremont, County of Alameda; up to \$28,000,000 of revenue bonds. (Staff –Scott Carper)
2. KDF Communities, LLC (Hallmark House Apartments), City of Redwood City, County of San Mateo; up to \$12,000,000 of revenue bonds. (Staff—Caitlin Lanctot)

RESOLUTION NO. 15-07I

A RESOLUTION OF THE CALIFORNIA PUBLIC FINANCE AUTHORITY SETTING FORTH THE AUTHORITY'S OFFICIAL INTENT TO ISSUE MULTIFAMILY HOUSING REVENUE BONDS TO UNDERTAKE THE FINANCING OF VARIOUS MULTIFAMILY RENTAL HOUSING PROJECTS AND RELATED ACTIONS

WHEREAS, California Public Finance Authority (the "Authority") is authorized and empowered by the Title 1, Division 7, Chapter 5 of the California Government Code to issue mortgage revenue bonds pursuant to Part 5 (commencing with Section 52000) of the California Health and Safety Code (the "Act"), for the purpose of financing multifamily rental housing projects; and

WHEREAS, the borrowers identified in Exhibit A hereto and/or related entities (collectively, the "Borrowers") have requested that the Authority issue and sell multifamily housing revenue bonds (the "Bonds") pursuant to the Act for the purpose of financing the acquisition and rehabilitation or construction as set forth in Exhibit A, of certain multifamily rental housing developments identified in Exhibit A hereto (collectively, the "Projects"); and

WHEREAS, the Authority, in the course of assisting the Borrowers in financing the Projects, expects that the Borrowers have paid or may pay certain expenditures (the "Reimbursement Expenditures") in connection with the Projects within 60 days prior to the adoption of this Resolution and prior to the issuance of the Bonds for the purpose of financing costs associated with the Projects on a long-term basis; and

WHEREAS, Section 1.103-8(a)(5) and Section 1.150-2 of the Treasury Regulations require the Authority to declare its reasonable official intent to reimburse prior expenditures for the Projects with proceeds of a subsequent tax-exempt borrowing; and

WHEREAS, the Authority wishes to declare its intention to authorize the issuance of Bonds for the purpose of financing costs of the Projects (including reimbursement of the Reimbursement Expenditures, when so requested by the Borrower upon such terms and condition as may then be agreed upon by the Authority, the Borrower and the purchaser of the Bonds) in an aggregate principal amount not to exceed the amount with respect to each Project set forth in Exhibit A; and

WHEREAS, Section 146 of the Internal Revenue Code of 1986 limits the amount of multifamily housing mortgage revenue bonds that may be issued on behalf of for-profit borrowers in any calendar year by entities within a state and authorizes the governor or the legislature of a state to provide the method of allocation within the state; and

WHEREAS, Chapter 11.8 of Division 1 of Title 2 of the California Government Code governs the allocation of the state ceiling among governmental units in the State of California having the authority to issue private activity bonds; and

WHEREAS, Section 8869.85 of the California Government Code requires a local agency desiring an allocation of the state ceiling to file an application with the California Debt Limit Allocation Committee (the "Committee") for such allocation, and the Committee has certain policies that are to be satisfied in connection with any such application;

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

Section 1. The above recitals, and each of them, are true and correct.

Section 2. The Authority hereby determines that it is necessary and desirable to provide financing for the Projects (including reimbursement of the Reimbursement Expenditures) by the issuance and sale of Bonds pursuant to the Act, as shall be authorized by resolution of the Authority at a meeting to be held for such purpose, in aggregate principal amounts not to exceed the amounts set forth in Exhibit A. This action is taken expressly for the purpose of inducing the Borrowers to undertake the Projects, and nothing contained herein shall be construed to signify that the Projects comply with the planning, zoning, subdivision and building laws and ordinances applicable thereto or to suggest that the Authority or any program participant, officer or agent of the Authority will grant any such approval, consent or permit that may be required in connection with the acquisition and construction or rehabilitation of the Projects, or that the Authority will make any expenditures, incur any indebtedness, or proceed with the financing of the Project.

Section 3. This resolution is being adopted by the Authority for purposes of establishing compliance with the requirements of Section 1.103-8(a)(5) and Section 1.150-2 of the Treasury Regulations. In such regard, the Authority hereby declares its official intent to use proceeds of indebtedness to reimburse the Reimbursement Expenditures.

Section 4. The officers and/or the program managers of the Authority are hereby authorized and directed to apply to the Committee for an allocation from the state ceiling of private activity bonds to be issued by the Authority for each of the Projects in an amount not to exceed the amounts set forth in Exhibit A, and to take any and all other actions as may be necessary or appropriate in connection with such application, including but not limited to the payment of fees, the posting of deposits and the provision of certificates, and any such actions heretofore taken by such officers and program managers are hereby ratified, approved and confirmed.

PASSED AND ADOPTED by the California Public Finance Authority this 24th day of November, 2015.

The undersigned, an Authorized Signatory of the California Public Finance Authority, DOES HEREBY CERTIFY that the foregoing resolution was duly adopted by the Board of Directors of said Authority at a duly called meeting of the Board of Directors of said Authority held in accordance with law on November 24, 2015.

By: _____
Authorized Signatory

EXHIBIT A

| Project Name | Project Location | Project Description (units) | New Construction/ Acquisition and Rehabilitation | Legal Name of initial owner/operator | Bond Amount |
|---------------------------|--|------------------------------------|---|---|--------------------|
| Osgood Heights | City of Fremont, County of Alameda | 190 | New Construction | Osgood Heights L.P. | \$28,000,000 |
| Hallmark House Apartments | City of Redwood City, County of San Mateo | 71 | Acquisition and Rehabilitation | KDF Communities, LLC | \$12,000,000 |