

RESOLUTION NUMBER 2845

*RESOLUTION OF THE CITY COUNCIL OF THE CITY OF
PERRIS TAKING CERTAIN ACTIONS IN CONNECTION WITH
THE ISSUANCE OF PERRIS PUBLIC FINANCING AUTHORITY
TAX ALLOCATION REVENUE BONDS*

WHEREAS, the Redevelopment Agency of the City of Perris (the “Agency”) is authorized pursuant to the Community Redevelopment Law, being Part 1 of Division 24 (commencing with Section 33000) of the Health and Safety Code of the State of California (the “Law”) to incur indebtedness for the purpose of financing and refinancing development activities within and of benefit to its redevelopment project areas;

WHEREAS, a redevelopment plan for a redevelopment project known and designated as the “Central and North Redevelopment Project” has heretofore been adopted and approved and all requirements of law for, and precedent to, the adoption and approval of said plan have been duly complied with; and

WHEREAS, a redevelopment plan for a redevelopment project known and designated as the “Redevelopment Project -- 1987” has heretofore been adopted and approved and all requirements of law for, and precedent to, the adoption and approval of said plan have been duly complied with; and

WHEREAS, a redevelopment plan for a redevelopment project known and designated as the “Redevelopment Project -- 1994” has heretofore been adopted and approved and all requirements of law for, and precedent to, the adoption and approval of said plan have been duly complied with; and

WHEREAS, the Agency has previously issued its \$3,470,000 original principal amount of 1991 Tax Allocation Bonds (the “1991 Bonds”) and \$2,565,000 original principal amount of its Subordinate Housing Tax Allocation Bonds, 1996 Series A (the “1996 Series A Bonds”); and

WHEREAS, the 1991 Bonds and the 1996 Series A Bonds are currently outstanding in the amounts of \$3,130,000 and \$2,565,000, respectively; and

WHEREAS, the Perris Public Financing Authority (the “Authority”) has previously issued its \$4,185,000 original principal amount of 1992 Taxable Revenue (Tax Allocation) Bonds Series D (the “1992 Series D Bonds,” and together with the 1991 Bonds and the 1996 Series A Bonds, the “Prior Bonds”); and

WHEREAS, the 1992 Series D Bonds are currently outstanding in the amount of \$3,220,000; and

WHEREAS, the Authority loaned the proceeds of the 1992 Series D Bonds to the Agency (the “1992 Loan”) under and pursuant to a loan agreement, dated as of October 15, 1992, (the “1992 Loan Agreement”); and

WHEREAS, the proceeds of the 1992 Series D Bonds were applied to tax-exempt qualified projects; and

WHEREAS, the Agency issued its 1996 Series A Bonds, in part, to repay a portion of the 1992 Loan Agreement, thereby refunding a portion of the 1992 Series D Bonds on a tax-exempt basis; and

WHEREAS, the Agency has previously borrowed amounts pursuant to a Loan Agreement, by and between the Agency and the State of California Rural Economic Development Infrastructure Panel (the “REDIP Loan Agreement,” and together with the 1992 Loan Agreement, collectively, the “Prior Loan Agreements”); and

WHEREAS, the Agency will request that the Authority assist the Agency in refunding the Prior Bonds by issuing its Tax Allocation Revenue Bonds, 2001 Series A (the “Bonds”), and loaning the proceeds of the Bonds to the Agency pursuant to three separate loan agreements (the “Loan Agreements”) for the purpose of refunding the Prior Bonds, in part, by prepaying under the Prior Loan Agreements; and

WHEREAS, the bonds will be designated the Perris Public Financing Authority Tax Allocation Revenue Bonds, 2001 Series A, and will be sold pursuant to a Purchase Contract by and among the Agency, the Authority and O’Connor & Company Securities, as Underwriter of the Bonds; and

WHEREAS, to that end, each of the Agency and the Authority have adopted a resolution on the date hereof, approving said financing; and

NOW, THEREFORE, THE CITY COUNCIL OF THE CITY OF PERRIS DOES RESOLVE AS FOLLOWS:

Section 1. The City Council hereby approves the refunding of the Prior Bonds and the prepayment of the loan amount under the Prior Loan Agreements by means of the issuance of the Bonds, the debt service for which will be payable by the Agency pursuant to the Loan Agreements.

Section 2. The City Manager and the Finance Director are each hereby authorized and directed to execute and deliver any and all documents and instruments and are to do and cause to be done any and all acts and things necessary or proper for carrying out the transactions contemplated by this Resolution.

Section 3. The City Clerk shall certify to the adoption of this Resolution, and thenceforth and thereafter the same shall be in full force and effect.

ADOPTED, SIGNED and APPROVED this 29th day of May, 2001.

MAYOR OF THE CITY OF PERRIS

Attest:

City Clerk

STATE OF CALIFORNIA)
COUNTY OF RIVERSIDE) §
CITY OF PERRIS)

I, Margaret Rey, CITY CLERK OF THE CITY OF PERRIS, DO HEREBY CERTIFY that the foregoing Resolution Number 2845 was duly adopted by the City Council of the City of Perris at a regular meeting of said Council on the 29th day of May, 2001, and that it was so adopted by the following vote:

AYES: Motte, Rogers, Yarbrough, Busch
NOES: Larios

City Clerk