



SUCCESSOR AGENCY TO THE MONROVIA REDEVELOPMENT AGENCY AGENDA REPORT



DEPARTMENT: Administrative Services

MEETING DATE: October 1, 2013

PREPARED BY: Mark Alvarado, Director

AGENDA LOCATION: SA CC-2

TITLE: Reapproving the Form of the Preliminary Official Statement to Deem it Final Under Rule 15c2-12 Regarding the Refinancing of the 1998B Tax Allocation Bonds, the 2002 Tax Allocation Bonds, and the 2003 Taxable Tax Allocation Bonds; Resolution No. SA2013-10

OBJECTIVE: To approve the updated preliminary official statement related to the proposed bond refinancing.

BACKGROUND: Anytime a bond financing is done, there are certain documents that must be created as part of the complete bond financing process. One of the documents created is called the Preliminary Official Statement ("POS"). The POS serves as the prospectus that interested bond investors use to obtain information about the issuer (the City). The Successor Agency to the Redevelopment Agency gave approval for the bond refinancing to go forward at the August 6, 2013 Successor Agency Board meeting. Since that time, more up to date financial information has been included in the POS.

ANALYSIS: Rule 15c2-12 of the Securities and Exchange Act of 1934 states that the POS must be "substantially complete" for it to be authorized to distribute to prospective purchasers of the bonds. With the updated financial information we have included, the POS meets the requirements of Rule 15c2-12. So now the POS will be distributed to the public, and with that the marketing of the bonds will begin. The 108 page POS is on file with the City Clerk's Office.

ENVIRONMENTAL IMPACT: N/A

FISCAL IMPACT: There is no fiscal impact of reapproving the Preliminary Official Statement.

OPTIONS: The Successor Agency Board has two options:

Option 1: Approve the revised Preliminary Official Statement. This will allow the proposed bond refinancing to proceed as originally planned.

Option 2: Reject the revised Preliminary Official Statement. This will cause the POS to not be in conformance with Rule 15c2-12 of the Securities and Exchange Act of 1934. The proposed bond refinancing will not be able to proceed, and potentially could be terminated if not completed by November 1, 2013.

RECOMMENDATION: Staff recommends the approval of the revised Preliminary Official Statement.

BOARD ACTION REQUIRED: If the Successor Agency Board concurs, the appropriate action would be a motion to adopt Resolution No. SA2013-10.

SA CC-2

RESOLUTION NO. SA2013-10

RESOLUTION OF THE BOARD OF DIRECTORS OF THE SUCCESSOR AGENCY TO THE MONROVIA REDEVELOPMENT AGENCY REAPPROVING THE FORM OF THE PRELIMINARY OFFICIAL STATEMENT TO DEEM IT FINAL UNDER RULE 15c2-12 AND AUTHORIZING CERTAIN OTHER ACTIONS IN CONNECTION THERE WITH

RECITALS:

WHEREAS, the Successor Agency has previously approved the form of the Preliminary Official Statement at its meeting on August 6, 2013, and, in accordance with the provisions of Section 4 of Resolution No. SA2013-06, wishes at this time to reapprove the Preliminary Official Statement for the purpose of deeming it final within the meaning of Rule 15c2-12;

NOW, THEREFORE, THE SUCCESSOR AGENCY TO THE MONROVIA REDEVELOPMENT AGENCY DOES HEREBY RESOLVE, ORDER AND DETERMINE AS FOLLOWS:

Section 1. The Preliminary Official Statement relating to the Bonds (the "Preliminary Official Statement"), in the form presented at this meeting and on file with the Secretary, is hereby approved and deemed final for the purposes of Rule 15c2-12 of the Securities and Exchange Act of 1934 ("Rule 15c2-12"). The Underwriter is hereby authorized to distribute the Preliminary Official Statement to prospective purchasers of the Bonds in substantially the form hereby approved, together with such additions thereto and changes therein as are determined necessary by the Executive Director to make the Preliminary Official Statement final as of its date for purposes of Rule 15c2-12, including, but not limited to, such additions and changes as are necessary to make all information set forth therein accurate and not misleading.

PASSED, APPROVED, AND ADOPTED this 1st day of October, 2013.

Mary Ann Lutz, Chair
Successor Agency to the
Monrovia Redevelopment Agency

ATTEST:

Alice D. Atkins, CMC, Secretary
Successor Agency to the
Monrovia Redevelopment Agency