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# DEBT ADVISORY COMMITTEE

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## MINUTES OF MEETING

November 14, 2019 9:00 a.m.

County Executive Office  
4080 Lemon St, 4<sup>th</sup> Floor  
Conference Room A

### Members Present:

Don Kent	County Executive Office (Chair)
Oscar Valdez	Auditor Controller
Matt Jennings	Treasurer-Tax Collector
David McCarthy	County Counsel
Rose Salgado	Economic Development Agency

### Members Absent:

Jason Uhley	Flood Control
Stephanie Persi	Community for District (CFD)/AD Division Representative

### Staff and Guests Present:

Giovane Pizano	Treasurer-Tax Collector
Michael Williams	Columbia Capital
Anna Sarabian	Fieldman, Rolapp & Associates
Imelda Delos Santos	County Executive Office
Katie Ponce	County Executive Office

### 1. Call to Order and Self-Introductions.

The Debt Advisory Committee meeting was called to order at 9:01 a.m. Those present made self-introductions.

### 2. Approval of the Special DAC Meeting Minutes for September 19, 2019

All reviewed the meeting minutes from the Special DAC meeting held on September 19, 2019.

**MOTION:** Don Kent moved to approve the Special DAC meeting minutes from September 19, 2019.

Giovane Pizano seconded this.

The motion approved unanimously.

**3. Riverside County Public Financing Authority 2020 Series A Tax Allocation Refunding Revenue Bonds (Desert Communities and Interstate 215 Corridor Projects) and Use of Bond Proceeds to Defeasement Bonds**

Imelda Delos Santos of the Executive Office explained that the agenda item is the refunding of certain outstanding bonds of the Successor Agency and the use of bond proceeds to defease the bonds. The Successor Agency is proposing a pooled refunding of Series E and Series D bonds to be issued by the Riverside Public Financing Authority. The average coupon for the refunded bonds is 7.2%, while the refunding bonds average coupon is estimated to be about 3.5%. The term of the existing bonds will not be extended and the expected NPV savings is approximately \$2.7 million. A portion of the 2011 Series B and E bonds will be defeased per the directions of the Department of Finance (DOF). Unspent proceeds from Series B and taxable Series B-T bonds will be used to defease a portion of the Series B bonds and unspent proceeds from the Series E bonds will be used to defease a portion of the Series E Bonds. Ms. Delos Santos shared that Michael Williams of Columbia Capital is present to answer any questions.

Oscar Valdez inquired about the projected timeline. Mr. Williams reported that the expected bond sale date would be February. Both the Successor Agency and the Oversight Board will review this next week. This will include a review of the plan of finance, indentures, and escrow agreement. Once approved by both, it will then go before the DOF which has 60 days to ask questions or approve. Since the DOF initially contacted the Successor Agency about using unspent bond proceeds for debt service and the refunding savings are estimated at over 20% NPV savings, they do not anticipate any issues with the DOF.

Anna Sarabian of Fieldman, Rolapp & Associates suggested a request for an expedited review be made to the DOF. She noted there has been success with such a request in the past and shared that they were able to obtain a decision from the DOF in as little as 36 days. Mr. Williams shared that this was discussed with Ms. Delos Santos who mentioned that the DOF is quite busy with the review of the Recognized Obligation Payment Schedules (ROPS) in the month of January. After some discussion, it was agreed that the Successor Agency would make the request for an expedited review.

The item will be presented to the Board of Supervisors for approval on Tuesday, November 19, 2019 and the Countywide Oversight Board will review on Thursday, November 21, 2019.

**MOTION: Don Kent moved to approve.**

**Oscar Valdez seconded.**

**All were in favor. The motion approved unanimously.**

**5. Public Comment**

No public comments.

**6. Next Meeting**

The next regularly scheduled Debt Advisory Committee Meeting is scheduled for Thursday, December 12, 2019 at 9:00 a.m., or as needed.