

BURBANK PUBLIC FINANCING AUTHORITY  
JULY 23, 2002

A regular meeting of the Burbank Public Financing Authority was held in the Council Chamber of the City Hall, 275 East Olive Avenue, on the above date. The meeting was called to order at 6:56 p.m., by Mr. Laurell, Chairman.

Invocation           The invocation was given by Pastor William Brunold, First Lutheran Church.

Pledge of Allegiance       The pledge of allegiance to the flag was led by Dink O'Neal, Art in Public Places Committee Member.

ROLL CALL

Present- - - - - Directors Golonski, Murphy, Ramos, Vander Borgh and Laurell.

Absent - - - - - Directors None.

Also Present - - Mr. Ovrom, Executive Director; Ms. Alvord, Assistant City Manager; Mr. Barlow, City Attorney; Mrs. Georgino, Assistant Executive Director; and Mrs. Campos, Secretary.

7:13 P.M.  
Jt. Public Hrg.  
w/Council &  
Redev. Agency  
FA 2  
Issuance of \$14  
Million Revenue  
Bonds, 2002  
Series A (Redev.  
Tax Allocation  
Bonds--W. Olive  
Redev. Proj.)

Chairman Laurell stated that "this is the time and place for the joint public hearing of the Burbank Public Financing Authority, the Redevelopment Agency and the Council of the City of Burbank regarding the issuance of Burbank Public Financing Authority Revenue Bonds, 2002 Series A (Redevelopment Agency of the City of Burbank--West Olive Redevelopment Project) pursuant to Section 6584 of the Government Code and regarding the restatement of the Agency's commitment to fund an electric substation facility located at Hollywood Way and Alameda Avenue and a temporary off-ramp project in conjunction with Caltrans SR-134 Ramp Improvement Project as required by Health and Safety Code Sections 33445 and 33679. A Negative Declaration has been prepared."

Notice Given           The secretary was asked if notices had been given as required by law. She replied in the affirmative and advised that no written communications had been received.

Staff Report           Mr. Hanway, Financial Services Director, stated staff requests the issuance of \$14 million of tax increment bond financing through the use of the Burbank Public Financing Authority Revenue Bonds for use by the West Olive Redevelopment Project Area, in addition to amending an existing Cooperation Agreement between the City and the Redevelopment Agency which specifies how project funds will be used. He indicated the bond amount was predicated on a variety of factors, including: 1) this will undoubtedly be the final bond issue of the West Olive Redevelopment Project; 2) influences on bond size include the interest rate market at the time the bonds

are priced, as well as the City's ability to insure the bonds; 3) the \$60 million net tax increment cap of the plan; 4) the ability to collect tax through 2026, assuming the cap has not been reached before that date; and, 5) the current annual net tax increment generated from the project area.

He noted that, to address the City's concern of safeguarding the potential investors in the event the Project Area reaches the \$60 million net tax increment cap prior to the 2026 expiration on the bonds, an annual test will measure the cumulative net tax increment collected versus an established amount, and any amount collected above the amount will be funded into an escrow account to be used to diffuse the debt or pay a regularly-scheduled debt service payment.

Mr. Hanway reiterated that the bulk of the funds will be used to build a new off-ramp to the Westbound SR 134 Freeway as well as to relocate an existing electrical distribution substation from the corner of Hollywood Way and Alameda Avenue, that the funds represent the City's local match to a larger CalTrans project to build a new on-ramp to the Westbound SR 134 Freeway, and noted the project will relieve traffic congestion in the area.

In terms of the structure of the bonds, Mr. Hanway stated that the first interest payment will be made on December 1, 2002 with a final maturity scheduled for December 1, 2026, and that the average annual gross debt service approximates \$965,000.

Hearing Closed                      There being no response to the chairman's invitation for oral comment, the hearing was declared closed.

Motion                                      It was moved by Mr. Vander Borcht and seconded by Ms. Murphy that "the following resolution be passed and adopted:"

FA 2                                      RESOLUTION NO. F-6:  
 Issue Revenue                      A RESOLUTION OF THE BURBANK PUBLIC FINANCING AUTHORITY  
 Bonds for Redev.                      AUTHORIZING THE ISSUANCE OF REVENUE BONDS TO MAKE A  
 Loan for W Olive                      LOAN TO THE REDEVELOPMENT AGENCY OF THE CITY OF  
 Redev. Proj.                              BURBANK IN CONNECTION WITH THE AGENCY'S WEST OLIVE  
 Area; Indenture                      REDEVELOPMENT PROJECT AREA, AUTHORIZING AND DIRECTING  
 Trust & Loan                              EXECUTION OF A RELATED INDENTURE OF TRUST AND A  
 Agrmt. & Sale of                      RELATED LOAN AGREEMENT, AUTHORIZING THE SALE OF  
 Bonds                                      BONDS, APPROVING AN OFFICIAL STATEMENT, AND  
     AUTHORIZING OFFICIAL ACTIONS IN CONNECTION THEREWITH.

7/23/02

Adopted	The resolution was adopted by the following vote:  Ayes: Directors Golonski, Murphy, Ramos, Vander Borght and Laurell. Noes: Directors None. Absent: Directors None.
Redev. Agency Reso. Adopted	The Redevelopment Agency Resolution No. R-2033 Authorizing the Borrowing of Funds from the Burbank Public Financing Authority Relating to the Agency's West Olive Redevelopment Project Area; Authorizing and directing Execution of a Related Loan Agreement; Approving the Sale of Bonds by the Authority and Authorizing Official Actions Related Therewith; and Approving an Amendment to the Cooperation Agreement Between the Redevelopment Agency and the City of Burbank was adopted.
City Council Reso. Adopted	City Council Resolution No. 26,280 Approving the Issuance of Bonds by the Burbank Public Financing Authority; Approving the Borrowing of Bond Proceeds by the Redevelopment Agency of the City of Burbank; Approving an Amendment to the Cooperation Agreement Between the Agency and the City; Approving the Payment of the Cost of Land for, and Installation and Construction of, Public Improvements to be Owned and Operated by the City was adopted.
Recessed	The Redevelopment Agency and Burbank Public Financing Authority meetings were recessed to allow the Council to continue its meeting.
8:12 P.M. Meeting Continued	Following the combined oral communications, the Council meeting was recessed to allow the Authority to continue its meeting.
Motion	It was moved by Mr. Golonski and seconded by Ms. Murphy that "the following item on the consent calendar be approved as recommended:"
Minutes Approved	The minutes for the regular meetings of September 17, 1999 and March 19, 2002 were approved as submitted.

Adopted                    The consent calendar was adopted by the following vote:

                                 Ayes:     Directors Golonski, Murphy, Ramos, Vander Borght and  
                                                    Laurell.

                                 Noes:     Directors None.

                                 Absent:   Directors None.

  

8:13 P.M.                    The Authority recessed at this time to permit the Council to continue  
Recess                        its meeting.    The Authority reconvened at 9:57 p.m. for public  
                                 comment with all members present.

  

10:07 P.M.                    There being no further business to come before the Authority, the  
Adjournment                meeting was adjourned at 10:07 p.m.

\_\_\_\_\_ s/Margarita Campos  
Secretary

APPROVED DECEMBER 17, 2002

\_\_\_\_\_ s/David Laurell  
Chairperson