



COUNTY OF LOS ANGELES TREASURER AND TAX COLLECTOR



KENNETH HAHN HALL OF ADMINISTRATION
500 WEST TEMPLE STREET, ROOM 437
LOS ANGELES, CA 90012
TELEPHONE: (213) 974-2101 FAX: (213) 626-1812

MARK J. SALADINO
TREASURER AND TAX COLLECTOR

January 22, 2003

The Honorable Board of Supervisors
County of Los Angeles
383 Kenneth Hahn Hall of Administration
500 West Temple Street
Los Angeles, CA 90012

Dear Supervisors:

APPROVAL OF THE FINANCING BY THE CALIFORNIA
STATEWIDE COMMUNITIES DEVELOPMENT AUTHORITY TO BENEFIT THE
PAINTED TURTLE GANG CAMP FOUNDATION
(Fifth District - 3 Votes)

IT IS RECOMMENDED THAT YOUR BOARD:

1. Adopt a Resolution approving the financing by the California Statewide Communities Development Authority on behalf of The Painted Turtle Gang Camp Foundation.
2. Ratify a Tax Equity and Fiscal Responsibility Act (TEFRA) Hearing.

PURPOSE/JUSTIFICATION OF RECOMMENDED ACTION

The California Statewide Communities Development Authority (CSCDA) has requested our assistance to facilitate a tax exempt financing not to exceed \$17 million on behalf of The Painted Turtle Gang Camp Foundation (Applicant). In order for the CSCDA to complete their financing, the County must hold a TEFRA hearing and the Board must approve the financing to meet certain legal requirements.

The Applicant is a nonprofit public benefit organization, and will use the proceeds of the bonds to build and fund the costs of a campsite for children with disabilities and those with chronic and life threatening illnesses. This specialized activity educational camp will provide at no cost, a traditional camp experience to chronically ill children who would not otherwise be able to attend summer camp. The Painted Turtle Gang Camp is located at 17000 Elizabeth Lake Road in Lake Hughes, an unincorporated area of the County of Los Angeles.

Implementation of Strategic Plan Goals

This action supports the County's Strategic Plan Goal of Organizational Effectiveness through collaborative actions among County departments and other governmental jurisdictions.

FISCAL IMPACT/FINANCING

There will be no fiscal impact to the County or CSCDA. Repayment of the bonds will be the obligation of the Applicant.

FACTS AND PROVISIONS/LEGAL REQUIREMENTS

The CSCDA is the conduit issuer for this financing on behalf of the Applicant. The County became a member of the CSCDA through a Joint Exercise of Powers Agreement in July 1997. The County's participation in this financing is limited to Board action required to meet certain approval and public hearing requirements.

Pursuant to Section 147(f) of the Internal Revenue Code of 1986 (the Code), this financing and the execution and delivery of the Purchase Agreement by the CSCDA must be approved by the governing board of the local agency in which the facilities are located. Public approval of the financing is required by the Code and Section 9 of the Amended and Restated Joint Exercise of Powers Agreement Relating to California Statewide Communities Development Authority dated as of June 1, 1988, among certain local agencies, including the County. In addition, the Code requires a TEFRA hearing be held within the boundaries of and ratified by the local agency. This hearing was duly noticed and will be held on January 29, 2003 in the Treasurer and Tax Collector's Office.

Consistent with Board policies regarding conduit financings, we secured appropriate clearances for this financing from applicable governing agencies and have confirmed that there is no County obligation for debt repayment.

IMPACT ON CURRENT SERVICES (OR PROJECTS)

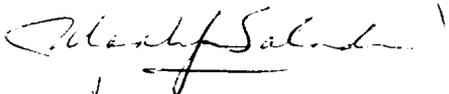
None

The Honorable Board of Supervisors
January 22, 2003
Page 3

CONCLUSION

Upon adoption, the Department will need two (2) original executed copies of the adopted Resolution.

Respectfully submitted,



MARK J. SALADINO
Treasurer and Tax Collector

MJS:DL:BLC
pb/brdltr: painted turtle

Attachments

c: Chief Administrative Officer
County Counsel
Auditor-Controller

A RESOLUTION OF THE BOARD OF SUPERVISORS OF THE COUNTY OF LOS ANGELES APPROVING THE ISSUANCE OF NOT TO EXCEED \$17,000,000 PRINCIPAL AMOUNT OF TAX-EXEMPT BONDS BY THE CALIFORNIA STATEWIDE COMMUNITIES DEVELOPMENT AUTHORITY TO BENEFIT THE PAINTED TURTLE GANG CAMP FOUNDATION (WHICH OPERATES THE PAINTED TURTLE)

WHEREAS, The Painted Turtle Gang Camp Foundation (the "Corporation") (which operates The Painted Turtle), which is a California nonprofit public benefit corporation, has requested that the California Statewide Communities Development Authority (the "Issuer") issue tax-exempt bonds for the purpose of, among other things, enabling the Corporation to finance and/or refinance various capital improvements (including real property and items of equipment) and related costs of certain camp facilities (the "Facilities") of the Corporation located within the County of Los Angeles (the "County") and certain costs with respect thereto; and

WHEREAS, to effect such financing, the Issuer and the Corporation will enter into a loan agreement (the "Loan Agreement"), under which the Issuer will loan the net proceeds of the Bonds (defined below) to the Corporation and the Corporation will agree to make payments (the "Revenue Payments") to the Issuer to repay such loan; and

WHEREAS, tax-exempt revenue bonds (the "Bonds") in an aggregate principal amount not to exceed Seventeen Million dollars (\$17,000,000.00), will be issued to finance and/or refinance the Facilities (the issuance of the Bonds and the use of the proceeds thereof to finance and/or refinance the Facilities being referred to herein as the "Financing"); and

WHEREAS, pursuant to Section 147(f) of the Internal Revenue Code of 1986 (the "Code"), the Financing must be approved by the County because the Facilities are located within the territorial limits of the County; and

WHEREAS, the Board of Supervisors of the County (the "Board") is the elected legislative body of the County and accordingly is an "applicable elected representative" under Section 147(f) of the Code, which is required to approve the Financing; and

WHEREAS, the Issuer has requested that the Board approve the Financing in order to satisfy the public approval requirement of Section 147(f) of the Code and the requirements of Section 9 of the Joint Exercise of Powers Agreement (the "Agreement"), dated as of June 1, 1988, among certain local agencies, including the County; and

WHEREAS, pursuant to Section 147(f) of the Code, a public hearing regarding the Financing has been held following notice given, and now the Board desires to approve the Financing.

NOW, THEREFORE, the Board of the County resolves as follows:

Section 1. The Board hereby approves the Financing. It is the purpose and intent of the Board that this resolution constitute approval of the Financing for purposes of (i) Section 147(f) of the Code by the applicable elected representative of the governmental unit having jurisdiction over the area in which the Facilities are located, and (ii) Section 9 of the Agreement.

Section 2. The officers of the County are hereby authorized and directed, jointly and severally, to do any and all things and to execute and deliver any and all documents which they deem necessary or advisable in order to carry out, give effect to and comply with the terms and intent of this resolution and the Financing approved hereby.

Section 3. This resolution shall take effect immediately upon its passage.

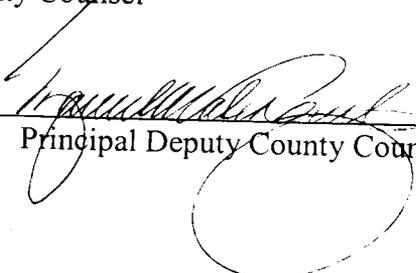
The foregoing resolution was on the ____ day of _____, 2003 duly adopted by the Board of Supervisors of the County of Los Angeles and ex officio the governing body of all other special assessment and taxing districts, agencies and authorities for which said Board so acts.

VIOLET VARONA-LUKENS
Executive Officer-Clerk of the Board of
Supervisors of the County of Los Angeles

By: _____
Deputy

Approved as to form:

LLOYD W. PELLMAN
County Counsel

By: 
Principal Deputy County Counsel