

THE CALIFORNIA DEBT LIMIT ALLOCATION COMMITTEE

May 26, 2010

Staff Report

**REQUEST FOR AN AWARD OF THE AMERICAN RECOVERY AND REINVESTMENT ACT OF 2009
RECOVERY ZONE ECONOMIC DEVELOPMENT BOND RE-ALLOCATION**

Prepared by: Richard Fischer

Applicant:

City of Placentia

Allocation Amount Requested:

Tax-exempt: \$10,000,000

Project Name:

Project Name: Placentia Metrolink Parking Structure
Project Address: 321 South Main Street
Project City, County, Zip Code: Placentia, Orange, 92870

Project Information:

Entity Using Bonds: City of Placentia

Project Financing Information:

Bond Counsel: Jones Hall, A Professional Law Corporation
Underwriter: Stone & Youngberg LLC
Credit Rating Letter: Not Applicable
Private Placement Purchaser: Not Applicable
Public Sale: Investor grade rating of A
Adoption of Recovery Zone Designation Date: March 16, 2010

Description of Proposed Project:

Construction of four-story 350 space parking for the Placentia Metrolink Station.

Number of jobs created: 3
Jobs-to-bond ratio: 3,333,333
Estimated total development cost: \$10,000,000

Total Points:

18 out of 100

Recommendation:

Staff recommends that the Committee approve \$10,000,000 in Recovery Zone Facility Bond re-allocation.

DETAILS OF PROJECT FINANCING:

- *Sources of Funds:*

Tax-Exempt Bond Proceeds	\$	10,000,000
Taxable Bond Proceeds	\$	
Project Sponsor Equity	\$	
Other Sources	\$	
Total Sources	\$	10,000,000

- *Uses of Funds:*

Construction of New Building	\$	5,000,000
Onsite Improvements	\$	250,000
Utility Connection, etc.	\$	250,000
Cost of Issuance (including discount)	\$	270,000
Const. Period Taxes & Insurance	\$	100,000
Engineering/Architecture	\$	200,000
Other Costs(Interest, Res., Contingy.)	\$	3,930,000
Total Uses	\$	10,000,000

JOB CREATION:

- *Total number of new jobs to be created and jobs to be retained within two years of project completion:*

	Jobs Created
Management	1
Skilled/Semi-Skilled	1
Unskilled	1
Total	3

- *Total Jobs/Allocation Ratio:* 1 job per \$3,333,333 in allocation.
- *Although the project did not receive points for the creation of new permanent jobs, other public benefits such as **Poverty Rate, Land Use and Transit Corridor** support an award of allocation.*

EVALUATION SCORING:

Point Criteria	Maximum Points Allowed	Points Scored
Community Economic Need:		
1. Unemployment Rate of Project Area	10	0
2. Poverty Rate of Project Area	5	5
3. Special Designation Area	5	0
4. Median Family Income of Project Area	5	0
Job Creation Ratio (1 job per \$3,333,333 in allocation.)	25	0
Welfare to Work Program Participation	5	0
Employee Benefits	5	0
Average Hourly Wage	5	0
Land Use	6	6
Transit Corridor	7	7
Energy Efficiency	7	0
Leveraging	15	0
Total Points	100	18