

PUBLIC NOTICE OF PROPOSED FINANCING  
BY THE CALIFORNIA EDUCATIONAL FACILITIES AUTHORITY

NOTICE IS HEREBY GIVEN that the California Educational Facilities Authority (the “Issuer”) will conduct a public hearing, as required by Section 147(f) of the Internal Revenue Code (the “Code”), on December 30, 2014, at 10:00 a.m. at the California Educational Facilities Authority, 915 Capitol Mall, Suite 590, Sacramento, California 95814 with respect to the proposed issuance of revenue bonds, pursuant to the provisions of the California Educational Facilities Act constituting Chapter 2 of Part 59, Division 10, of Title 3 of the Education Code of the State of California, and other legal authority supplemental thereto.

AMOUNT. On December 4, 2014, the Issuer authorized the issuance of one or more series of its Refunding Revenue Bonds (University of Redlands) Series 2014 in an aggregate principal amount not to exceed \$40,000,000 (the “Bonds”).

PURPOSE AND LOCATION. The Issuer will loan the proceeds of the Bonds to University of Redlands (the “University”), for the purpose of (a) (i) current refunding the Issuer’s Revenue Bonds (University of Redlands), 2003 Series A (the “2003A Bonds”), issued to finance the 2003A Project, defined below; (ii) current refunding the Issuer’s Revenue Bonds (University of Redlands) 2003 Series B (the “2003B Bonds”), issued to finance the 2003B Project, defined below; and (iii) advance refunding a portion of the Issuer’s Revenue Bonds (University of Redlands) 2005 Series A (the “2005 Bonds”), issued to finance the 2005 Project, defined below; (b) paying costs of issuance of the Bonds; and (c) at the sole option of the Borrower, providing a bond reserve fund for the Bonds. The 2003A Project, the 2003B Project and the 2005 Project are owned and operated by the University, a California nonprofit public benefit corporation and organization described in Section 501(c)(3) of the Code.

The term “2003A Project” means a plan of financing to:

- (a) to finance or refinance the costs of construction of a 200-bed student housing community and parking facility, including infrastructure and the purchase and installation of equipment and furnishing therein;
- (b) to finance or refinance the costs of construction, acquisition and equipping of cogeneration facility, including the purchase and installation of all required equipment therein;
- (c) demolition of Village student housing and the construction of a new parking area, pedestrian walkways and landscaping on the site;
- (d) infrastructure improvements to connect Hunsaker University Center and California/Founders Hall (student residence halls) to the University’s Mechanical Center, including the purchase and installation of all required equipment therein;
- (e) renovations of classrooms, art studios, faculty offices, technology laboratories, and other academic spaces, as well as recreational spaces, including Duke Hall, Hentschke Hall and Currier Gymnasium, and the purchase and installation of equipment and furnishing therein;

- (f) pay costs of issuance of the Prior 2003A Bonds; and
- (g) finance such alternative or additional educational facilities as may be approved in writing by the Executive Director, the Chairperson or a deputy to the Chairperson of the Issuer accompanied by an Opinion of Bond Counsel to the effect that inclusion of such alternative or additional facilities will not cause the interest on the Prior 2003A Bonds to be included in federal gross income of the Bondholders for federal income tax purposes.

The term “2003B Project” means a plan of financing to: advance refund of a portion of the Issuer’s outstanding Revenue Bonds (University of Redlands Project) Series 1995 in the aggregate principal amount of \$14,680,000 the proceeds of which were applied to pay the costs of maintenance, renovation and structural rehabilitation, including (1) certain seismic upgrades, disabled access enhancements and other improvements, of the Administration Building, Health Center Building, Armacost Library, Arthur Willis Center, Bekins Hall, Student Residence Hall, Melrose Hall and Alumni Greek Theatre, (2) the construction, renovation of Colton Avenue and University Street, including entrance facilities and gateways to the University campus, (3) the construction of a main entrance to the Ted Runner Stadium, the construction of an outdoor swimming complex and parking facility of approximately 93,700 square feet, the construction of a new two story science laboratory facility of approximately 42,000 square feet and the construction of a student dormitory and parking facility of approximately 200,000 square feet, (4) the renovation and structural rehabilitation of existing science facilities (including Duke Hall, Hentschke Hall and Hornby Hall, California Founders Hall, Fairmont Hall, Cortner Hall, Anderson Hall and East Hall), the entrance to the University Campus at Colton Avenue (joint project with the City of Redlands) and University Hall, (5) the renovation of classroom and academic spaces (including Larsen Hall, Hall of Letters, Armacost Library Building, Watchorn Hall and Williams Center) and the purchase and installation of equipment and furnishings therein, (6) the renovation, upgrade and conversion of spaces in the Currier Gymnasium (including the conversion of the existing pool area to a fitness and workout area) and the purchase and installation of equipment and furnishings therein, and (7) the upgrading of water and high voltage electrical systems, the purchase and installation of new data processing, telephone and computer networking systems and telecommunications equipment and the upgrading of existing equipment.

The term “2005 Project” means a plan of financing as listed below (each item of cost to be financed with Bond proceeds not having been the basis of any prior financing from the Issuer):

- (a) refund a portion of the Issuer’s outstanding Revenue Bonds (University of Redlands Project) Series 1995 in the aggregate principal amount of \$5,285,000 the proceeds of which were applied to pay the costs of maintenance, renovation and structural rehabilitation, including (1) certain seismic upgrades, disabled access enhancements and other improvements, of the Administration Building, Health Center Building, Armacost Library, Arthur Willis Center, Bekins Hall, Student Residence Hall, Melrose Hall and Alumni Greek Theatre, (2) the construction, renovation of Colton Avenue and University Street, including entrance facilities and gateways to the University campus, (3) the construction of a main entrance to the Ted

Runner Stadium, the construction of an outdoor swimming complex and parking facility of approximately 93,700 square feet, the construction of a new two story science laboratory facility of approximately 42,000 square feet and the construction of a student dormitory and parking facility of approximately 200,000 square feet, (4) the renovation and structural rehabilitation of existing science facilities (including Duke Hall, Hentschke Hall and Hornby Hall, California Founders Hall, Fairmont Hall, Cortner Hall, Anderson Hall and East Hall), the entrance to the University Campus at Colton Avenue (joint project with the City of Redlands) and University Hall, (5) the renovation of classroom and academic spaces (including Larsen Hall, Hall of Letters, Armacost Library Building, Watchorn Hall and Williams Center) and the purchase and installation of equipment and furnishings therein, (6) the renovation, upgrade and conversion of spaces in the Currier Gymnasium (including the conversion of the existing pool area to a fitness and workout area) and the purchase and installation of equipment and furnishings therein, and (7) the upgrading of water and high voltage electrical systems, the purchase and installation of new data processing, telephone and computer networking systems and telecommunications equipment and the upgrading of existing equipment;

(b) advance refund a portion of the Issuer's outstanding Revenue Bonds (Pooled College and University Projects) 2000 Series A allocable to the University in the aggregate principal amount of \$10,390,000 the proceeds of which were applied to pay costs of construction, maintenance, renovation, expansion and structural rehabilitation, including (1) construction of new student apartments/dormitory and parking facility, including purchase and installation of equipment and furnishings therein, (2) structural rehabilitation, including certain seismic upgrades, disabled access enhancements and other improvements, of the Administration Building which houses offices for administrative and student services, including purchase and installation of equipment and furnishing therein, (3) structural rehabilitation, including seismic upgrades, disabled access enhancements and other improvements, of Armacost Library Building which houses a library as well as offices for administrative and student services and academic computing laboratories and classrooms, (4) structural rehabilitation, including certain seismic upgrades, disabled access enhancements and other improvements, of the Currier Gymnasium, including the conversion of the abandoned indoor swimming pool area to recreational and athletic court space, (5) renovation and expansion of existing Field House, including new health and fitness center and purchase and installation of equipment and furnishings therein, (6) structural rehabilitation, renovation or partial renovation of existing science facilities (Duke Hall, Hornby Hall and Hentsche Hall) and conversion to general academic/classroom buildings, and purchase and installation of equipment and furnishing therein, (7) renovation of Cortner Hall, a student residence hall/dormitory, and purchase and installation of equipment and furnishings therein, (8) structural rehabilitation, renovation or partial renovation of existing student residence halls/dormitories, including Bekins-Holt Hall, Bekins Hall, Grossmont Hall, Fairmont Hall, Anderson Hall, California/Founders Hall, Merriam Hall and East Hall, and purchase and installation of equipment and furnishings therein, (9) renovation of classrooms, laboratory, art studios, faculty office and academic spaces, including Larsen Hall, Hall of Letters, University Hall, Watchorn Hall, Truesdail Center, Gannett Center and Wallichs Theatre, and the purchase and installation of equipment and furnishings therein, (10) renovation or partial renovation and conversion of Williams Center to student residence hall, and purchase and installation of equipment and furnishings therein, (11) renovation or partial renovation of the lower level of the Armacost Library for classrooms, seminar rooms, study areas, offices for administrative and

student services, and additional library space as well as academic computing and technology laboratories/classrooms, (12) construction of a new main entrance to the Ted Runner Stadium and to structurally/seismically upgrade the South Grand Stand (bleachers), (13) construction and installation of campus-wide high-speed (Ethernet) network, including equipment and user systems, and (14) construction of new public restrooms and visitors' lounge along with patio area, to be located between Watchorn Hall and Memorial Chapel;

(c) construct, acquire and equip a cogeneration facility including the purchase and installation of all required equipment therein, approximate \$3,600,000 project cost;

(d) acquire equipment for replacement of campus telephone system, approximate \$1,600,000 project cost;

(e) renovation of Founders Hall, a student residence hall/dormitory, and purchase and installation of equipment and furnishings therein, approximate \$3,000,000 project cost;

(f) renovation of California Hall, a student residence hall/dormitory, and purchase and installation of equipment and furnishings therein, approximate \$2,900,000 project cost; and

(g) renovations of classrooms, art studios, faculty offices, technology laboratories, and other academic spaces, as well as recreational spaces, including Duke Hall, Hentschke Hall and Currier Gymnasium. Spaces to be used for teaching, research and other academic related uses. Amount to be any unspent portion of remaining bond proceeds.

The hearing will commence at 10:00 a.m., or as soon thereafter as such matters can be heard, in Suite 590, 915 Capitol Mall, Sacramento, CA 95814. Interested persons wishing to express their views on the issuance of the Bonds or on the nature and location of the facilities proposed to be financed or refinanced may attend the public hearing in person or by telephone (877) 807-5706 (participation code 972536) or TDD (916) 654-9922 or, prior to the time of the hearing, submit written comments to Ronald L. Washington, Acting Executive Director, California Educational Facilities Authority, 915 Capitol Mall, Suite 590, Sacramento, California 95814. The Issuer may limit the time available for persons attending the public hearing to provide comments while assuring such persons a reasonable opportunity to be heard.

Ronald L. Washington  
Acting Executive Director

December 16, 2014  
Sacramento, California