

PORTERVILLE PUBLIC IMPROVEMENT CORPORATION

SUBJECT: ANNUAL MEETING OF THE PORTERVILLE PUBLIC IMPROVEMENT CORPORATION

SOURCE: PUBLIC WORKS DEPARTMENT

COMMENT: In 1988, the Porterville Public Improvement Corporation was formed, designating the City Council members as Directors. An annual meeting is required to be held each year.

Action by the Board of Directors is required to approve the election of new officers in accordance with Article III, Section 2 of the Bylaws of the Corporation. Article III, Section 1 of the Bylaws provides that the Mayor shall act ex officio as President, the Vice Mayor shall act ex officio as Vice President, the City Clerk shall act ex officio as Secretary, the Finance Director shall act ex officio as the Treasurer, and the City Attorney shall act ex officio as Legal Counsel to the corporation.

In addition to the election of officers, a report on the progress of the Certificates of Participation (COP) projects is to be submitted to the Board of Directors at the time of the annual meeting. In accordance with Corporation Bylaws and Resolution No. 89-2, a public meeting (not a public hearing) is required prior to approving the annual report. A status report for COP projects is provided as an attachment to this agenda item.

At its meeting on September 18, 2012, the City Council gave approval to proceed in the consideration of refinancing the COP projects. As staff presented, utilizing a Variable Rate Demand Obligation (VRDO) bond structure given current bond refinancing rates, the City could refund the COP issue with an annual debt service savings of approximately \$400,000 over the remaining term of the issuance. Due to the filing of several recent California municipal bankruptcies (Atwater, Mammoth Lakes, San Bernardino, and Stockton) as well as Moody's Credit Rating Service warning of potentially many more in the future, banking institutions are conducting more extensive financing due diligence. One such bank is currently conducting its due diligence toward supporting the VRDO refinancing, and is anticipated to make its financing determination by February.

RECOMMENDATION: That the City Council, sitting as the Porterville Public Improvement Corporation:

1. Approve the election of officers as indicated in the attached draft resolution;

DD ESV Appropriated/Funded MB CM J

ITEM NO. PIC-1

2. Accept public comment; and
3. Approve the 2012 Status Report for Certificates of Participation Projects.

ATTACHMENTS:

1. Draft Resolution for Election of Officers
2. 2012 Status Report for Certificates of Participation Projects
3. Original COP Priority Projects List
4. COP Project Status Spreadsheet

RESOLUTION NO. PIC \_\_\_\_\_

A RESOLUTION OF THE PORTERVILLE PUBLIC IMPROVEMENT  
CORPORATION ELECTING OFFICERS FOR THE  
PORTERVILLE PUBLIC IMPROVEMENT CORPORATION

BE IT HEREBY RESOLVED by the Directors of the Porterville Public Improvement Corporation, that the following persons are elected to the offices set forth opposite their names below, as officers of the Corporation, to serve until succession, or election and qualification of the successors, as provided in Article III, Section 2 of the Bylaws of the Corporation.

<u>Name</u>	<u>Office</u>
Virginia R. Gurrola	President
Pete V. McCracken	Vice President
John D. Lollis	Secretary
Maria Bemis	Treasurer
Julia Lew	Legal Counsel

PASSED, APPROVED AND ADOPTED this 15<sup>th</sup> day of January, 2013.

By: \_\_\_\_\_  
Virginia R. Gurrola, President

ATTEST:

\_\_\_\_\_  
John D. Lollis, Secretary

**CITY OF PORTERVILLE**  
Certificates of Participation  
Status Report

As of November 1, 2012

**1998 ISSUE:**

On May 5, 1998, City Council authorized the issuance of Certificates of Participation to finance major components of the City Circulation Element.

Total Certificates of Participation Issue:      \$20,000,000

<u>Project</u>	<u>Percentage of Design Complete</u>	<u>Percentage of Const. Complete</u>
<b>BRIDGES:</b>		
Plano - Tule River Widening	100%	10%
Jaye - Tule River Widening	50%	0%
<b>STREETS:</b>		
Prospect St. Reconstruction (match)	100%	0%
Westwood St. Henderson Past Slough	75%	0%
Main - Henderson to Linda Vista	10%	0%
Gibbons - Main to Indiana	100%	0%
Main - Yates to Gibbons	75%	0%

**CITY OF PORTERVILLE  
ORIGINAL CERTIFICATE OF PARTICIPATION  
PRIORITY PROJECTS LIST**

PROJECT
<b>A. BRIDGES:</b>
1. Plano - Tule River Widening
2. Main - Tule River Reconstruction
3. Jaye - Tule River Widening
<b>B. SLOUGH CROSSING:</b>
4. Henderson & Porter Slough
5. Westwood & Porter Slough
6. Indiana & Porter Slough
<b>C. STREETS</b>
7. Granite Hills Circulation Phase 1: Morton – Plano to Hillcrest - Morton - Hillcrest to Connor - Connor – Morton to Olive - Putnam – Connor to School Phase 2: Crestview – Putnam to Morton - Olive Avenue – Putnam to Tulsa
8. Indiana - Olive/Thurman
9. Henderson – Newcomb to Westwood
10. Olive Avenue - Newcomb/Westwood
11. Main St.- Henderson/Linda Vista (Phase 1 & 2)
12. Orange Avenue - S. Main/Plano
13. S. Jaye St - 190/Gibbons
14. Gibbons - S. Main/Indiana (2 lanes)
15. So. Main - 190/Gibbons
16. N. Grand/Hwy. 65 right-of-way/EIR/EIS
17. Prospect - Morton/Pioneer
18. Westfield - Hwy 65/ N. Main
19. So. Jaye - Olive/190
20. N. Villa - Olive to Henderson
21. Date - S. Main/Plano
22. W. Henderson - Indiana to Main
23. Westwood - Henderson/Westfield
24. N. Main - Morton to Henderson

C.O.P. ---STREETS & BRIDGES

Updated as of October 2012

Priority	ACCOUNT NUMBER	PROJECT DESCRIPTION	ORIGINAL COST ESTIMATE	EXPENDED TO DATE	COP SHARE	DISCRETIONARY EXPENDITURES	DECLINING COP BALANCE	DECLINING DISCRETIONARY BALANCE	TOTAL DISCR + INT.
Completed	85-9723	Jaye - Olive to Date - Phase 1 (Org est. - Olive to 190)	\$600,000	\$220,426	\$220,426	\$0	\$23,051,043	\$1,000,000	\$16,465,000
Completed	85-9702	Main - Tule River Widening	\$600,000	\$861,814	\$861,814	\$0	\$22,189,229	\$1,000,000	\$3,791,547
Completed	85-9714	Olive - Newcomb to Westwood	\$1,200,000	\$1,149,142	\$1,149,142	\$0	\$21,040,087	\$1,000,000	\$3,014,922
Completed	85-9719	So. Main-Phase 1 - Hwy. 190 to Yates (Org est. - 190 to Gibbons)	\$600,000	\$405,768	\$405,768	\$0	\$20,634,319	\$1,000,000	\$24,271,469
Completed	85-9721	Prospect - Morton to Westfield (Org est. - Morton to Pioneer)	\$600,000	\$1,669,410	\$1,669,410	\$0	\$18,964,909	\$1,000,000	\$21,634,319
Completed	85-9722	Westfield - Prospect to Monte Vista (Org est. - Hwy 65 to Main)	\$700,000	\$223,258	\$223,258	\$0	\$18,741,651	\$1,000,000	\$19,964,909
Completed	85-9733	Hwy 65 - Scranton Ave. Project	\$0	\$146,736	\$146,736	\$0	\$18,594,915	\$1,000,000	\$19,741,651
Completed	85-9734	Downtown Project - Bank Building	\$0	\$55,935	\$55,935	\$0	\$18,594,915	\$944,065	\$19,538,980
Completed	85-9735	Sports Complex	\$0	\$1,379,000	\$1,379,000	\$0	\$17,215,915	\$944,065	\$18,159,980
Completed	85-9736	Traffic Signal - Olive/G	\$0	\$175,043	\$175,043	\$0	\$17,040,872	\$944,065	\$17,984,937
Completed	85-9737	Traffic Signal Project #5	\$0	\$40,017	\$40,017	\$0	\$17,000,855	\$944,065	\$17,944,920
Completed	85-9729	Aerial Photography	\$0	\$312,218	\$312,218	\$0	\$16,688,637	\$944,065	\$17,632,702
Completed	85-9707	Granite Hills-Ph 1 - Morton - Plano to Hillcrest	\$4,000,000	\$4,679,401	\$4,679,401	\$0	\$12,009,236	\$944,065	\$12,953,301
Completed	85-9708	Granite Hills-Ph 1 - Crestview - Thurman to Morton	\$0	\$105,527	\$105,527	\$0	\$11,903,709	\$944,065	\$12,847,774
Completed	85-9708	Granite Hills-Ph 1 - Corinor - Morton to Olive	\$0	\$0	\$0	\$0	\$11,903,709	\$944,065	\$12,847,774
Completed	85-9709	Granite Hills-Ph 1 - Putnam - Connor to Tulsa	\$0	\$111,859	\$111,859	\$0	\$11,791,850	\$944,065	\$12,735,915
Completed	85-9710	Granite Hills-Ph 2 - Crestview - Putnam to Olive	\$0	\$1,557,317	\$1,557,317	\$0	\$10,234,533	\$944,065	\$11,178,598
Completed	02-0001	Granite Hills-Ph 2 - Olive - Crestview to Tulsa	\$0	\$232,462	\$232,462	\$232,462	\$10,234,533	\$0	\$10,946,136
Completed	85-9706	Airport Toxic Clean-Up/Restaurant	\$500,000	\$30,671	\$30,671	\$0	\$10,203,862	\$711,603	\$10,915,465
Completed	85-9716	Indiana - Porter Slough	\$1,000,000	\$2,043,815	\$2,043,815	\$0	\$8,160,047	\$711,603	\$8,871,650
Completed	85-9704	Orange - Main to Plano	\$0	\$358,303	\$358,303	\$0	\$7,801,744	\$711,603	\$8,513,347
Completed	85-9713	Henderson - Newcomb to Westwood & Porter Slough	\$1,200,000	\$1,500,618	\$1,500,618	\$0	\$6,301,127	\$711,603	\$7,012,730
Completed	85-9738	Jaye 190 Interchange	\$0	\$1,450,000	\$1,450,000	\$0	\$4,851,127	\$711,603	\$5,562,730
Completed	85-9738	Jaye - 190 to Springville (Sewer paid out of Sewer DF)	\$0	\$540,700	\$540,700	\$0	\$4,310,427	\$711,603	\$5,022,030
Completed	85-9712	*Indiana - Putnam to Olive	\$700,000	\$1,018,876	\$1,018,876	\$0	\$3,291,551	\$711,603	\$4,003,154
Completed	89-9478	Community Center Parking Lot (5/19/09 CC Meeting)	\$0	\$42,986	\$42,986	\$0	\$3,248,565	\$711,603	\$3,960,168
Completed	89-9117	Prospect St. Reconstruction	\$0	\$14,438	\$14,438	\$0	\$3,234,127	\$711,603	\$3,945,730
Completed	85-9720	LDS Church - Retaining Wall	\$0	\$5,775	\$5,775	\$0	\$3,228,352	\$711,603	\$3,939,955
STOP	85-9720	N. Grand Hwy 65 ROW EIR & EIS	\$600,000	\$41,871	\$41,871	\$0	\$3,186,481	\$711,603	\$3,898,084
STOP	85-9726	Henderson - Indiana to Main	\$500,000	\$360	\$360	\$0	\$3,186,121	\$711,603	\$3,897,724
STOP	85-9728	Main - Morton to Henderson	\$300,000	\$170	\$170	\$0	\$3,185,951	\$711,603	\$3,897,554
STOP	85-9724	Villa - Olive to Henderson	\$700,000	\$179	\$179	\$0	\$3,185,772	\$711,603	\$3,897,375
STOP	85-9730	Appraisal Services	\$0	\$185	\$185	\$0	\$3,185,587	\$711,603	\$3,897,190
STOP	85-9731	Soil Work	\$0	\$132	\$132	\$0	\$3,185,456	\$711,603	\$3,897,059
DESIGN	85-9717	Jaye - 190 to Gibbons	\$1,000,000	\$138,481	\$138,481	\$0	\$3,046,975	\$711,603	\$3,758,578
DESIGN	85-9727	Westwood - Henderson to Westfield	\$800,000	\$99,005	\$99,005	\$0	\$2,947,970	\$711,603	\$3,659,573
DESIGN	85-9705	Westwood & Porter Slough	\$500,000	\$54,668	\$54,668	\$0	\$2,893,302	\$711,603	\$3,604,905
DESIGN	85-9715	Main - Henderson to 300 ft. N of Westfield (Org est. to Linda Vista)	\$1,300,000	\$269,146	\$269,146	\$0	\$2,624,156	\$711,603	\$3,335,759
DESIGN	85-9718	Gibbons - Main to Indiana	\$600,000	\$104,434	\$104,434	\$0	\$2,519,722	\$711,603	\$3,231,325
1	85-9739	Environmental Work for Projects (VELB Mitigation)	\$0	\$292,240	\$292,240	\$0	\$2,227,482	\$711,603	\$2,939,085
2	85-9701	Plano - Tule River Bridge Widening	\$600,000	\$172,459	\$172,459	\$0	\$2,055,022	\$711,603	\$2,766,625
3	85-9703	Jaye - Tule River Widening (Design match 20%)	\$0	\$35,000	\$35,000	\$0	\$1,987,884	\$711,603	\$2,679,487
4	85-9703	(Portion of design funded through refinancing of COP's)	\$0	\$87,138	\$87,138	\$0	\$1,987,884	\$711,603	\$2,679,487
5	85-9703	Jaye - Tule River Widening (Const. match 20%)	\$1,500,000	\$0	\$0	\$0	\$1,987,884	\$711,603	\$2,679,487
5	85-9703	(Portion of design funded through refinancing of COP's)	\$0	\$0	\$0	\$0	\$1,987,884	\$711,603	\$2,679,487
5	85-9703	Westwood St. Henderson past Slough	\$0	\$0	\$0	\$0	\$1,987,884	\$711,603	\$2,679,487
Total COP Funds Appropriated not expended to date:									(\$2,508,162)

Completed Projects	Subtotals	\$20,100,000	\$21,591,981	\$24,100,144
Projects in Progress	Total Allocated			

ATTACHMENT  
ITEM NO. 4