

Table of Contents

Agenda	2
June 18, 2014	
June 18, 2014.	3
Resolution Adopting the Fiscal Year 2015/2016 Kerman Public Finance Authority Budget	
Staff Report - PFA Budget	4



AGENDA
PUBLIC FINANCE AUTHORITY
REGULAR MEETING
Kerman City Hall
850 S. Madera Avenue
Wednesday, June 17, 2015
6:30 PM

AGENDA PACKET AVAILABLE FOR
REVIEW 72 HOURS PRIOR TO
THE AGENCY MEETING AT
THE CITY CLERK'S OFFICE AND
ON THE CITY WEBSITE
ITEMS RECEIVED AT THE
MEETING WILL BE AVAILABLE
FOR REVIEW AT THE CITY
CLERK'S OFFICE

Stephen B. Hill - Chairman
Gary Yep - Vice Chairman
Board Members
Rhonda Armstrong
Nathan Fox
Bill Nijjer

CALL TO ORDER

1. AGENDA APPROVAL

2. CONSENT CALENDAR

A. SUBJECT: Minutes

RECOMMENDATION: Members approve minutes as presented.

ATTACHMENTS: [June 18, 2014](#)

B. SUBJECT: Agency Treasurer's Report

RECOMMENDATION: Members approve warrants as presented.

3. DEPARTMENT REPORTS

A. SUBJECT: Resolution Adopting the Fiscal Year 2015/2016 Kerman Public Finance Authority Budget [TJ]

RECOMMENDATION: Board approve resolution adopting the Kerman Public Finance Authority Budget.

ATTACHMENTS: [Staff Report - PFA Budget](#)

4. ADJOURNMENT



AGENDA
PUBLIC FINANCE AUTHORITY
REGULAR MEETING
Kerman City Hall
850 S. Madera Avenue
Wednesday, June 18, 2014
6:30 PM

Gary Yep – Chairman
Doug Wilcox – Vice Chairman
Raj Dhaliwal – Board Member
Nathan Fox – Board Member
Bill Nijjer – Board Member

Present: Chairman Gary Yep (GY), Doug Wilcox (DW), Raj Dhaliwal (RD), Bill Nijjer (BN)
Absent: Nathan Fox (NF)
Also Present: City Manager/Planning & Development Director Patlan, City Attorney Blum,
Community Services Director, Finance Director, City Engineer

Voting: Yes, No,
Absent (Abstain if
needed)

CALL TO ORDER

7:45 p.m. All
present except NF

A. AGENDA APPROVAL

Approved DW/RD
(4-0-1) NF

B. MINUTES

RECOMMENDATION: Members approve minutes as presented.

Approved DW/RD
(4-0-1) NF

C. ORDER OF BUSINESS

1. SUBJECT: Resolution Adopting the Fiscal Year 2014/2015 Kerman Public Finance Authority Budget [TJ]

RECOMMENDATION: Board approve resolution adopting the Kerman Public Finance Authority Budget.

Approved DW/RD
(4-0-1) NF

Res PFA-14-01

2. SUBJECT: Resolution Confirming Review of the Biennial Conflict of Interest Code [MR]

RECOMMENDATION: Board adopt resolution confirming biennial review with no amendments to the conflict of interest code and accept the 2014 Local Agency Biennial Notice.

Approved DW/BN
(4-0-1) NF

Res PFA-14-02

D. ADJOURNMENT

Approved DW/RD
(4-0-1) NF
7:51 p.m.



City of Kerman

"Where Community Comes First"

CHAIRMAN BOARD MEMBER
Stephen B. Hill Gary Yep
BOARD MEMBER BOARD MEMBER BOARD MEMBER
Rhonda Armstrong Nathan Fox Bill Nijjer

DEPARTMENT: FINANCE
STAFF REPORT
PUBLIC FINANCE AUTHORITY MEETING
COUNCIL MEETING DATE: JUNE 17, 2015

To: Chairman and Board Members
From: Toni Jones, Finance Director
Subject: Resolution Adopting the Fiscal Year 2015/2016 Kerman Public Finance Authority Budget

RECOMMENDATION

Board to approve resolution adopting the Kerman Public Finance Authority Budget.

EXECUTIVE SUMMARY

In October 2007 the Kerman Public Finance Authority (PFA) issued Lease Revenue Bonds in the amount of \$3,930,000 for improvements to City Hall, purchase of the building at 942 S. Madera Ave. and acreage for a future regional park located on the northeast corner of California and Goldenrod.

OUTSTANDING ISSUES

None

DISCUSSION

The only PFA activity is the collection of Lease Payments from the City of Kerman and the redistribution of these funds to bondholders. For Fiscal Year 2015/2016 these annual payments total 240,486 along with an administrative fee of \$1,500 to be paid to the Trustee Bank (Wells Fargo) for a total budget of \$241,986.

FISCAL IMPACT

The PFA collects lease payments and bi-annually debt service payments are paid to Wells Fargo, the Trustee Bank.

PUBLIC HEARING

None Required

Attachments:

- A. Resolution
- B. Budget

Attachment 'A'

RESOLUTION NO. PFA 15-__

A RESOLUTION ADOPTING THE FISCAL YEAR 2015-2016 BUDGET FOR
THE KERMAN PUBLIC FINANCE AUTHORITY

The Board of Directors of the Kerman Public Finance Authority does resolve as follows:

SECTION 1: The Board of Directors finds and declares as follows:

The Board of Directors has reviewed the proposed final Kerman Public Finance Authority Budget ("Budget") for fiscal year 2015-2016;

- A. The Budget is based upon annual debt service payments and administrative fees;
- B. All procedural requirements for adopting the Budget were fulfilled and the Board of Directors was fully informed regarding the Authority's current finances, projected revenue, and financial obligations; and
- C. It is in the public interest for the Board of Directors to adopt the Public Finance Authority Budget as proposed by the Executive Director.

SECTION 2. ADOPTION. The Budget attached to this resolution, and incorporated by reference, is approved and adopted subject only to the authorizations set forth below.

BUDGET APPROPRIATIONS. Based upon the Budget, the total fiscal year 2015-2016 appropriation for the Public Finance Authority is \$241,986. The Executive Director, or designee, is authorized to implement the appropriations as detailed in the Budget.

SECTION 3. BUDGET ADJUSTMENTS. The Budget may be subsequently adjusted as follows:

- A. By majority vote of the Board of Directors;
- B. By the Executive Director, or designee, for all appropriation transfers between line items within the Authority's fund.

SECTION 4. This Resolution will become effective immediately upon adoption and will remain effective unless repealed or superseded.

SECTION 5: The foregoing resolution was introduced at a regular meeting of the Kerman Public Finance Authority, held on the 17th day of June, 2015, and adopted at said meeting by the following vote:

AYES:

NOES:

ABSENT:

ABSTAIN:

ATTEST:

Stephen B. Hill
Chairman

Marci Reyes
Secretary

Attachment 'B'
City of Kerman
Public Financing Authority (PFA) Revenue Summary
 130

Description	Audited 2012-2013	Audited 2013-2014	Adopted 2014-2015	Estimated Year- End	Budget 2015-2016
361 02 00 Lease Income	241,252	243,165	241,648	241,646	241,986
	241,252	243,165	241,648	241,646	241,986

Budget Highlights:

Lease Income is collected from various City and RDA funds to service their portion of the debt. The breakdown of those cost allocations can be seen on page PFA-3. In October of 2007, the Kerman Public Finance Authority (PFA) issued the Lease Revenue Bonds in the amount of \$3,930,000. The principal payments are made every October 1, beginning in 2008 and terminating in 2037. Interest is paid semi-annually each April and October, with interest rates ranging from 3.5% to 4.75%.

City of Kerman
Public Financing Authority
Fiscal Year 2015/2016 Budget
 130

Description	Audited 2012-2013	Audited 2013-2014	Adopted 2014-2015	Estimated Year- End	Budget 2015-2016
600 01 96 Community Park	0	0	0	0	0
Sub-Total	-	0	0	0	0
and Operations					
510 10 00 Professional Services-Admin Fee	1,500	1,500	1,500	1,500	1,500
Sub-Total	1,500	1,500	1,500	1,500	1,500
and Equipment					
600 03 88 Park Improvements	0	13,623	0	0	0
600 04 37 Projector for Council Chamber	0	0	0	0	0
Sub-Total	-	13,623	0	0	0
700 01 00 Debt Service - Principal	80,000	85,000	85,000	85,000	90,000
700 02 00 Debt Service - Interest	159,752	156,665	153,648	153,647	150,486
Sub-Total	239,752	241,665	238,648	238,647	240,486
Total Expenditures	241,252	256,788	240,148	240,147	241,986

Budget Highlights:

**City of Kerman
 Annual Bond Lease Payment Breakdown
 Fiscal Year 2015/2016**

Projects

Fund	City Hall Expansion		Community Park		Bruno Property		Total
	Total Project	2,824,951	Total Project	670,870	Total Project	466,655	3,962,476
		71.29%		16.93%		11.78%	
General Fund	12.5%	21,431			100%	28,322	49,753
Facilities	30%	51,435					51,435
Parks			50%	20,358			20,358
Quimby			50%	20,358			20,358
Water	25%	42,862					42,862
Sewer	20%	34,290					34,290
Solid Waste	10%	17,145					17,145
Storm Drain	1%	1,714					1,714
LL&MD	1.5%	2,572					2,572
		<u>171,449</u>		<u>40,716</u>		<u>28,322</u>	<u>240,486</u>
FY 15/16 Payment		240,486					
Allocations:							
City Hall		171,449					
Comm Park		40,716					
Bruno Prop.		28,322					
		<u>240,486</u>					