

SPECIAL MEETING of the ROSS TOWN COUNCIL
TUESDAY, NOVEMBER 3, 2009

I. 8:00 A.M. Commencement.

Present: Mayor Strauss; Mayor Pro Tempore Hunter; Council Member Cahill, Council Member Martin; Council Member Skall

2. Town Council consideration of Resolution No. 1680 approving the form of and authorizing the execution and delivery of a purchase and sale agreement and related documents with respect to the sale of the Town's proposition IA receivable from the State; and directing and authorizing certain other actions in connection therewith. Approval of Resolution No. 1680 will allow Ross to take part in the Proposition IA Securitization Program.

(The 2009-2010 California State budget requires cities, counties, and special districts to lend property tax revenues to the State, with the promise of repayment in three years. As part of the Budget package, local governments have the opportunity to receive the money being borrowed by the State upfront through a securitization financing offered by California Communities. California Communities will issue bonds securitizing the future payments by the State and remit the bond proceeds to local governments who opt to participate in the securitization. The State will then repay the bondholders, to pay off the outstanding bonds including interest costs.)

Town Manager Gary Broad explained the reasons for the Town to take part in this no-cost program in lieu of having the State of California borrow 8% of the Town's property tax revenue, approximately \$210,000 until June 30, 2013.

The Town Council discussed the program and the implications of taking part in the program or allowing the State to borrow the funds. In response to a question from Council member Cahill about the attachments to the resolution, staff agreed to have the Town Attorney review the material.

Council member Cahill moved, seconded by Council member Martin, to approve the resolution. Motion carried unanimously, 5-0.

2. Adjournment.

By order of Mayor Strauss, the meeting adjourned at 8:15 a.m.

November 3, 2009 Minutes

Richard Strauss, Mayor

ATTEST:

Gary Broad, Town Manager