



TAX EQUITY AND FISCAL RESPONSIBILITY ACT (TEFRA) PUBLIC HEARING FOR UCR STUDENT HOUSING AND OTHER RELATED FACILITIES

Finance Department

City Council
November 13, 2018

RiversideCA.gov

BACKGROUND

1. Tax-exempt bond financing to fund capital projects
2. Issued by California Municipal Finance Authority
3. Proceeds of the Bonds will be used for the acquisition, construction, improvement, and furnishing of a student housing facility, a dining facility, and certain related parking facilities located at the University of California, Riverside.



2

RiversideCA.gov

TAX-EXEMPT REVENUE BONDS

1. Section 147(f) of the IRS Code of 1986 requires any issuance of tax-exempt bonds by the California Municipal Finance Authority to be approved by the local government entity of where the project is located
2. Requires a TEFRA public hearing to allow members of the public to comment on the project
3. City is not under any obligation to repay the bond indebtedness



3

RiversideCA.gov

TEFRA PUBLIC HEARING

1. Request from CHF-Riverside I, L.L.C.
2. Issue tax-exempt revenue bonds in the amount of \$160 million
3. Funds to be used for the acquisition, construction, and improvement of an approximately 830-seat dining facility, certain related parking and other related and appurtenant facilities located at the University of California, Riverside



4

RiversideCA.gov

RECOMMENDATIONS

That the City Council:

1. Conduct TEFRA Public Hearing regarding issuance of revenue bonds for acquisition, construction, improvement, furnishing and equipping of an approximately 820-bed student housing facility, an approximately 830-seat dining facility, certain related parking and other related and appurtenant facilities (the "Project") located within the City of Riverside (the "City") for the University of California, Riverside;
2. Adopt a resolution to authorize the issuance of tax-exempt bonds in an amount not to exceed \$160,000,000 by the California Municipal Finance Authority, on behalf of CHF-Riverside I, L.L.C., an Alabama limited liability company for the Project; and
3. Authorize the City Manager, or his designee, to execute all required documents.



5

RiversideCA.gov