

**STAFF REPORT**  
**Lancaster Successor Agency**

SA NB 1
10/13/15
MVB

Date: October 13, 2015

To: Chairman Parris and Agency Directors

From: Barbara Boswell, Finance Director

Subject: **Redemption of the Lancaster Redevelopment Agency's Combined Redevelopment Project Areas (Library Project) Tax Allocation Refunding Bonds, Issue of 2004**

---

**Recommendation:**

Adopt **Resolution No. SA 08-15**, authorizing the redemption of the Lancaster Redevelopment Agency's Combined Redevelopment Project Areas (Library Project) Tax Allocation Refunding Bonds, Issue of 2004 and authorizing certain other actions in connection therewith.

**Fiscal Impact:**

It is estimated the early redemption of these bonds will realize a savings to the County of Los Angeles Library of over \$1,248,000 in interest payments and wind down this obligation 14 years sooner than if the redemption is not done.

**Background:**

In 2004, the Lancaster Redevelopment Agency issued its Combined Redevelopment Project Areas (Library Project) Tax Allocation Refunding Bonds, Series of 2004 (the "2004 Bonds"). Under the Indenture of Trust relating to the 2004 Bonds (the "Indenture"), debt service on the 2004 Bonds is paid from County of Los Angeles tax increment pass-through revenues collected from the various Redevelopment Project Areas within the City. Since the issuance of the 2004 Bonds, certain excess moneys collected from the Project Areas have been deposited in the Surplus Account, in compliance with the Indenture. There are now sufficient moneys in the Surplus Account to redeem the majority of the 2004 Bonds and within the next year there is expected to be additional moneys deposited to the Surplus Account that will be sufficient to redeem the remaining 2004 Bonds. In order to facilitate the redemption of the 2004 Bonds, the Indenture requires that the Board of Directors of the Successor Agency adopt a resolution approving such redemption.

**Attachment:**

Resolution No. SA 08-15