



# CITY OF LONG BEACH

DEPARTMENT OF COMMUNITY DEVELOPMENT

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## **BELMONT SHORE PARKING AND BUSINESS IMPROVEMENT AREA COMMISSION MEMBERS**

City of Long Beach  
California

**November 20, 2008**

**REFERENCE:       Item #4**

**SUBJECT:**       Receive and file report on Belmont Shore Community Facilities District  
Bond Issue.

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### DISCUSSION

On October 21, City Council certified the Community Facilities District election and approved a resolution authorizing the issue of up to \$4M in bonds at an interest rate not greater than 7%. When the bond was initially proposed, the coupon rate was expected to be around 5.5%. Due to current economic conditions, bond rates are currently well above 7% and above the limit authorized by City Council.

All bond issue preparations are complete. The City Treasurer and bond consultants are watching the market closely and report some indications of a return to normalcy. It is possible that rates will drop to the 6% range in January 2009. Funds will be available about two weeks after bond sale.

### RECOMMENDATION

Receive and file report on Belmont Shore Community Facilities District Bond Issue.

Attachment:       None