



DATE: April 22, 2016

TO: Frank Kasimov
Debbi Lauchner

SUBJECT: Conduit financing for the Santa Rosa Community Health Centers

Santa Rosa Community Health Centers would like to request that the City of Santa Rosa conduct a public hearing under the Tax and Equity Fiscal Responsibility Act ("TEFRA") on May 10, 2016 or the earliest possible date thereafter in connection with the proposed issuance of revenue bonds by the California Municipal Finance Authority ("CMFA"), a joint exercise of powers authority and public entity of the State of California, in an amount not to exceed \$15,000,000, (the "Bond"), to refund the outstanding California Municipal Finance Authority Insured Revenue Bonds (Southwest Community Health Center), Series 2010.

To satisfy the Federal and State tax code, we are requesting that the City of Santa Rosa:

- 1) Conduct the public hearing under the requirements of TEFRA and the Internal Revenue Code of 1986, as amended (the "Code").
- 2) Adopt the resolution approving the issuance of the Bonds by the CMFA for the benefit of Santa Rosa Community Health Centers to provide for the financing of the Project, such adoption is solely for the purposes of satisfying the requirements of TEFRA, the Code and the California Government Code Section 6500 (and following).

Please find the attached sample staff report and script that can be used or modified at your discretion. Brian Quint, of Quint & Thimmig, will be Bond Counsel and the draft approval resolution and TEFRA notice are attached. Please let me know if you would like Bond Counsel to publish the notice once the date has been confirmed, or if you would like to have your City Clerk publish the notice at least 14 days prior to the hearing.

In 2010 the City conducted a hearing on the Clinic's behalf for the issuance of bonds to provide for the purchase, renovation and equipping of a clinic at 3569 Round Barn Circle to allow the Clinic to improve its ability to serve a significant portion of the population of Santa Rosa that otherwise find it difficult to access primary health care. The purpose of the hearing requested above is to allow the Clinics to refinance those bonds at a lower interest rate to reduce the cost of providing care to this vulnerable population.

We appreciate the support that Santa Rosa Community Health Centers has enjoyed from the City in the past and look forward to your continued support as we strive to meet the needs of the underserved in our community. Feel free to call me if you have any questions or concerns, or if I may be of any assistance in the process. Thank you again for your help!!!

Sincerely,

Harold Brockman

Harold Brockman, CFO