

ORDINANCE No. 183850

Authorize additional revenue bonds for Central Eastside Urban Renewal Area (Ordinance)

The City of Portland ordains:

Section 1. The Council finds:

1. The City is authorized to issue revenue bonds for any public purpose under ORS 287A.150 (the "Statute"). Revenue bonds issued under the Statute may be payable from all or any portion of the "revenues" of the City, as defined in the Statute. The Statute defines "revenues" to include all fees, tolls, taxes, and other income available to the City (the "Revenues").
2. The City may authorize revenue bonds under the Statute by nonemergency ordinance. The City may not sell the revenue bonds under the Statute until the period for referral of the nonemergency ordinance authorizing the revenue bonds has expired. If a nonemergency ordinance authorizing the revenue bonds is referred, the City may not sell the revenue bonds unless the voters approve the revenue bonds.
3. The City Council previously approved Ordinance No. 181286, authorizing the City to issue full faith and credit revenue bonds for nine urban renewal areas and specifying the maximum principal amount of the bonds for each urban renewal area, as well as an aggregate principal amount of \$277 million.
4. The City Council approved Ordinance No. 183480 to increase the principal amount of bonds that can be issued for three of the urban renewal areas while maintaining the aggregate principal amount at \$277 million.
5. It is now desirable to increase the principal amount of bonds that can be issued for the Central Eastside urban renewal area by an additional \$2 million while maintaining the aggregate principal amount at \$277 million.

NOW, THEREFORE, the Council directs:

- a. Revenue Bonds Authorized. The City is hereby authorized to issue bonds (the "Bonds") under the Statute in addition to the bonds authorized by Ordinance No. 181286 and Ordinance No. 183480 (the "Ordinances") to finance the current and proposed costs of carrying out the City's urban renewal plan for the Central Eastside urban renewal area. The additional principal amount of Bonds authorized by this ordinance for the Central Eastside urban renewal area shall not exceed the amounts shown in the fourth column of the following table:

Urban Renewal Area	Amount Authorized by Ordinance No. 181286	Additional Amount Authorized by Ordinance No. 183480	Additional Amount Authorized by this Ordinance
Central Eastside	27,000,000	\$6,000,000	\$2,000,000

- b. Security for Bonds. The Bonds authorized by this ordinance shall be secured by a pledge of the City's full faith and credit and available funds. In addition, the Debt Manager of the City, the Chief Financial Officer of the Bureau of Financial Services, the Chief Administrative Officer of the Office of Management and Finance, or the person designated by the Chief Administrative Officer of the Office of Management and Finance to act as Debt Manager under this ordinance (any of whom is referred to in this ordinance as a "Debt Manager"), may pledge the tax increment revenues of the Central Eastside urban renewal area to secure the bonds that are issued for that area.
- c. No Additional Taxes Authorized. No Bonds shall be general obligations of the City and neither the authorization nor the issuance of any Bonds shall authorize the City to levy any additional taxes.
- d. Procedure. No Bonds may be sold and no purchase agreement for any Bonds may be executed until the period of referral of this nonemergency ordinance has expired and this ordinance takes effect. If this ordinance is referred, the City may not sell the bonds unless the voters approve this ordinance.
- e. Delegation. After this ordinance takes effect the Debt Manager may, on behalf of the City and without further action by the Council:
 - 1. issue one or more Bonds or amend bonds issued under the Ordinances to increase their maximum principal amounts, provide that the Bonds shall secure lines of credit and enter into new lines of credit or amend existing lines of credit, establish the final principal amounts, maturity schedules, interest rates, sale prices, redemption terms, payment terms and dates, and other terms of the Bonds, and select one or more underwriters or lenders and negotiate the sale of the Bonds with those underwriters or lenders;
 - 2. issue refunding bonds to refund the Bonds and any bonds issued pursuant to the Ordinances, and extend existing lines of credit or enter into refunding lines of credit, if the Debt Manager determines that the City may obtain more advantageous terms, or that it is not practical to replace the Bonds or any bonds issued pursuant to the Ordinances with long-term tax increment bonds before the Bonds and any bonds issued pursuant to the Ordinances mature;
 - 3. participate in the preparation of, authorize the distribution of, and deem final any disclosure documents for the Bonds;
 - 4. enter into covenants to secure the Bonds, including covenants to issue obligations to refinance the Bonds, and covenants to levy, collect and apply tax increment revenues to pay the Bonds;
 - 5. provide that particular Bonds will bear interest that is excludable from gross income, and provide that other Bonds will bear interest which is includable in gross income, under the Internal Revenue Code of 1986, as amended;

6. issue, sell and deliver the Bonds; and,
7. execute lines of credit, loan agreements, and any other documents, and take any other action in connection with the Bonds which the Debt Manager finds is desirable to carry out this ordinance.

Passed by the Council, JUN 02 2010

Mayor Sam Adams

Prepared by: Bond Counsel:EJ:PT

May 10, 2010

LAVONNE GRIFFIN-VALADE

Auditor of the City of Portland

By 

Deputy

770 806

✓ NO

Agenda No.
ORDINANCE NO. 183850
Title

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INTRODUCED BY Commissioner/Auditor: Mayor Sam Adams	CLERK USE: DATE FILED <u>MAY 21 2010</u>
COMMISSIONER APPROVAL Mayor—Finance and Administration - Adams <i>MA</i> Position 1/Utilities - Fritz Position 2/Works - Fish Position 3/Affairs - Saltzman Position 4/Safety - Leonard	LaVonne Griffin-Valade Auditor of the City of Portland By: <i>LaVonne</i> Deputy
BUREAU APPROVAL Bureau: Office of Finance and Administration Bureau Head: Ken Rust <i>KB</i> Prepared by: Eric Johansen:PT <i>EJ</i> Date Prepared: May 10, 2010	
Financial Impact Statement Completed <input checked="" type="checkbox"/> Amends Budget <input type="checkbox"/> Not Required <input type="checkbox"/>	ACTION TAKEN: MAY 26 2010 PASSED TO SECOND READING JUN 02 2010 9:30 A.M.
Portland Policy Document If "Yes" requires City Policy paragraph stated in document. Yes <input type="checkbox"/> No <input checked="" type="checkbox"/>	
Council Meeting Date May 26, 2010	
City Attorney Approval	

AGENDA
TIME CERTAIN <input type="checkbox"/> Start time: _____ Total amount of time needed: _____ (for presentation, testimony and discussion)
CONSENT <input type="checkbox"/>
REGULAR <input checked="" type="checkbox"/> Total amount of time needed: 5 minutes (for presentation, testimony and discussion)

FOUR-FIFTHS AGENDA	COMMISSIONERS VOTED AS FOLLOWS:		
		YEAS	NAYS
1. Fritz	1. Fritz	✓	
2. Fish	2. Fish	✓	
3. Saltzman	3. Saltzman	✓	
4. Leonard	4. Leonard	✓	
Adams	Adams	✓	