

**FINANCIAL IMPACT STATEMENT**  
**For Council Action Items**  
**(Use this form for Ordinances and Resolutions)**  
(Deliver original to Financial Planning Division. Retain copy.)

1. Name of Initiator Eric H. Johansen, City Treasurer	2. Telephone Number 503/823-6851	3. Bureau/Office/Dept. Financial Services/Public Finance and Treasury
4a. To be filed (date)  April 6, 2011	4b. Calendar (Check One) Regular Consent 4/5ths [X]      [ ]      [ ]	5. Date Submitted to FPD Budget Analyst:  March 31, 2011

**1) Legislation Title:**

Authorize revenue bonds for Portland-Milwaukie light rail project (Ordinance)

**2) Purpose of the Proposed Legislation:**

The Ordinance authorizes the issuance of revenue bonds (the "Bonds") pursuant to ORS 287A.150 in amounts sufficient to produce not more than \$45 million to finance or refinance a grant to the Tri-County Metropolitan Transportation District to pay a share of the costs of the Portland-Milwaukie light rail project (the "Project"), plus additional amounts necessary to pay costs of issuing the Bonds and to fund any required debt service reserves. The aggregate principal amount of Bonds required for these purposes is estimated not to exceed \$49,800,000.

The Bonds are expected to be repaid from a variety of transportation revenue sources. The sources include the following approximate amounts:

Limited Tax Revenue Bonds Paid From:

PBOT Parking Revenues	\$3,220,000
Innovation Quadrant Transportation SDC Overlay	\$5,000,000
Citywide Transportation SDCs	\$1,780,000
North Macadam Transportation SDC Overlay	\$10,000,000
Gas Tax Revenues / In Kind Property Contribution	<u>\$25,000,000</u>
TOTAL	<u>\$45,000,000</u>

**3) Revenue:**

**Will this legislation generate or reduce current or future revenue coming to the City? If so, by how much? If new revenue is generated identify the source.**

Allocation of existing Bureau of Transportation revenue sources to the LRT project will reduce the amount of funding these sources can contribute to other projects and programs. Additional revenue generated by new TSDC sources created for the LRT match will be allocated to the LRT project so will not provide any increase in unallocated City revenue.

**4) Expense:**

**What are the costs to the City as a result of this legislation? What is the source of funding for the expense? (Please include costs in the current fiscal year as well as costs in future years) (If the action is related to a grant or contract**

*please include the local contribution or match required)*

The City will issue Bonds to meet the funding schedule set forth in the IGA, which states that City will provide up to \$55 million (including \$10 million from the North Macadam Urban Renewal Area) by the later of 60 days after the Full Funding Grant Agreement for the Project is signed by FTA, or September 30, 2012. Assuming all of the authorized bonds payable from transportation revenues are issued, the annual debt service on the Bonds is estimated at about \$3.9 million per year for 20 years.

**Staffing Requirements:**

**5) Will any positions be created, eliminated or re-classified in the current year as a result of this legislation?** *(If new positions are created please include whether they will be part-time, full-time, limited term or permanent positions. If the position is limited term please indicate the end of the term.)*

No position changes are anticipated.

**6) Will positions be created or eliminated in future years as a result of this legislation?**

No position changes are anticipated.

**Complete the following section only if an amendment to the budget is proposed.**

**7) Change in Appropriations** *(If the accompanying ordinance amends the budget please reflect the dollar amount to be appropriated by this legislation. Include the appropriate cost elements that are to be loaded by accounting. Indicate "new" in Center Code column if new center needs to be created. Use additional space if needed.)*

Fund	Fund Center	Commitment Item	Functional Area	Funded Program	Grant	Amount

Eric Johansen, City Treasurer



APPROPRIATION UNIT HEAD (Typed name and signature)