

ORDINANCE No. 184622

Authorize additional revenue bonds for urban renewal areas (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. 184212, authorizing the City to issue full faith and credit revenue bonds for seven 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 \$315.5 million. It is now desirable to increase the principal amount of bonds that can be issued for two of the urban renewal areas while maintaining the aggregate principal amount at \$315.5 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. 184212 to finance the current and proposed costs of carrying out the City's urban renewal plans for the Central Eastside and Oregon Convention Center urban renewal areas. The additional principal amounts of Bonds authorized by this ordinance for each urban renewal area shall not exceed the amounts shown in the third column of the following table:

<u>Urban Renewal Area</u>	<u>Amount Authorized by Ordinance No. 184212</u>	<u>Additional Amount Authorized by this Ordinance</u>
Oregon Convention Center	\$40,650,000	\$22,350,000
Central Eastside	\$39,350,000	\$3,650,000
Lents Town Center	\$25,800,000	None
River District	\$92,100,000	None
North Macadam	\$26,500,000	None
Interstate Corridor	\$66,000,000	None
Gateway Regional Center	\$25,100,000	None
TOTAL	\$315,500,000	\$26,000,000

- 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 City Treasurer, 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 each 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 Ordinance No. 184212 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 Ordinance No. 184212, 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 Ordinance No. 184212 with long-term tax increment bonds before the Bonds and any bonds issued pursuant to Ordinance No. 184212 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.

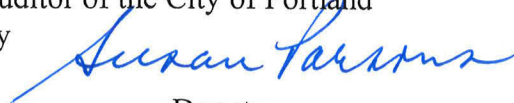
Passed by the Council, MAY 25 2011

Mayor Sam Adams

Prepared by: Bond Counsel: Jonas Biery

Date Prepared: May 3, 2011

Lavonne Griffin-Valade
Auditor of the City of Portland
By


Deputy

Agenda No.
ORDINANCE NO. 184622
Title

Authorize additional revenue bonds for urban renewal areas (Ordinance)

INTRODUCED BY Commissioner/Auditor: Mayor Sam Adams	CLERK USE: DATE FILED <u>MAY 13 2011</u>
COMMISSIONER APPROVAL	<p>LaVonne Griffin-Valade Auditor of the City of Portland</p> <p>By: <u>[Signature]</u> Deputy</p> <p>ACTION TAKEN: MAY 18 2011 PASSED TO SECOND READING MAY 25 2011 9:30 A.M.</p>
Mayor—Finance and Administration - Adams	
Position 1/Utilities - Fritz	
Position 2/Works - Fish	
Position 3/Affairs - Saltzman	
Position 4/Safety - Leonard	
BUREAU APPROVAL	
Bureau: Financial Services Bureau Head: Rich Goward	
Prepared by: Jonas Biery:PT Date Prepared: May 3, 2011	
Financial Impact Statement Completed <input checked="" type="checkbox"/> Amends Budget <input type="checkbox"/> Not Required <input type="checkbox"/>	
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 18, 2011	
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	<input checked="" type="checkbox"/>	
2. Fish	2. Fish	<input checked="" type="checkbox"/>	
3. Saltzman	3. Saltzman	<input checked="" type="checkbox"/>	
4. Leonard	4. Leonard	<input checked="" type="checkbox"/>	
Adams	Adams	<input checked="" type="checkbox"/>	