

SECOND AMENDED AND RESTATED
VISITOR FACILITIES
INTERGOVERNMENTAL AGREEMENT

This Second Amended and Restated Visitor Facilities Intergovernmental intergovernmental agreement (the "Agreement" ("Agreement"), dated for reference purposes as of December 5, 2019," or "VFIGA") is made among the City of Portland ("the City"), Multnomah County ("the County"), and Metro (each individually, a "Party" and collectively, the "Parties"), and will ~~shall~~ be in effect from the latest date of signature.

RECITALS

- A. The ~~purposes~~ purpose of this Agreement ~~are~~ is to support regional visitor facilities and develop the visitor industry development in the Portland metropolitan-Multnomah County area. The Parties have entered into this Agreement and related agreements to continue supporting and enhancingsupport regional tourism; convention, exhibition, and spectator, and arts and cultural facilities; the visitor and hospitality industry; and to maximize the economic development benefits associated with visitor facilities, programs and services for the Portland ~~metropolitan-Multnomah County~~ area. ~~This~~ The Agreement and the Visitor Facilities Trust Account ("VFTA") provide additional support necessary to complement programs, investments and contributions made by all Parties for the health of our community and in support of visitor development.
- B. The Parties entered into the original Visitor Facilities Intergovernmental Agreement, dated January 31, 2001 ("the 2001 Agreement"), to implement the understandings and agreements contained in that certain Memorandum of Understanding dated September 14, 1999. The Amended and Restated Visitor Facilities Intergovernmental Agreement, dated October 25, 2013 ("2013 Agreement") made changes to funding priorities, added debt obligations that resulted in financing opportunities and efficiencies, revised programmatic services, and modified roles and responsibilities of the Parties. The 2013 Agreement superseded and fully replaced the 2001 Agreement. On May 15, 2019, the Parties entered into a First Amendment to Amended and Restated Visitor Facilities Intergovernmental Agreement, for the limited purpose of providing for funding of the acoustical shell replacement project at the Arlene Schnitzer Concert Hall from the VFTA. This Agreement supersedes and fully replaces the 2001 Agreement.
- C. On or about April 26, 2001, the City, County and Metro entered into the Visitor Development Fund Services Agreement ("VDFSA") with the Visitor Development Fund, Inc., whose 15 -member board includes two representatives from each of the City, County, and Metro, two members appointed by "Travel Portland" and sevensine members representing the hotel and car rental business sectors. The Parties intend to update and amend the VDFS A to conform ~~with the amendments to this Agreement.~~
- D. The Parties recognize and wish to continue successful support of (i) regional efforts to bring visitors and conventions to the Portland metropolitan region, (ii) building, maintaining and operating essential visitor facilities, and (iii) increased economic benefits from travel and tourism in the region through both direct and indirect support for

facilities, programs and services through the partnership embodied in this series of agreements, and are entering into this Agreement to further enhance the long-term public and private sector efforts that have contributed to and promoted growth of the travel and tourism sector and the region's economy.

- E. The Parties recognize (i) it is appropriate to use allocations from the VFTA to fund construction projects for the development and redevelopment of essential visitor facilities, (ii) the details of such projects are likely to be developed over an extended period of time, and (iii) other public and private funding sources for such projects can be leveraged by a commitment of VFTA funds.
- F. The Parties recognize that historically, growth in transient lodging tax collections tend to exceed growth in the Consumer Price Index (CPI), and that by using the CPI to escalate certain VFTA allocations, the VFTA will tend, over time, to accumulate revenues in excess of expenses. The Parties further recognize that strategic opportunities, such as large-scale events and conventions, as well as the impacts of economic cycles cannot be predicted.
- G. The Parties recognize that the area's economic success has not been uniformly shared by the community and a vulnerable portion of the population has been negatively impacted by rapid increases in housing costs. An increased allocation from the VFTA as an additive source of funds to support the significant existing regional investments in affordable housing and supportive services to address the root causes of homelessness and its associated livability and safety concerns is appropriate, and will (i) improve conditions for the community and people experiencing homelessness, (ii) improve the visitor experience, and (iii) help Portland remain a desirable travel and tourism destination.
- H. Since 2013, the VFTA system has benefited from frequent and consistent financial review by a Financial Review Team. The parties now wish to add additional oversight and to expand the existing role of the Visitor Development Fund, Inc. Board to allow for adjustments to VFTA funding allocations in response to specified triggers, which is subject to dispute resolution, as described herein.
- D. The Parties recognize that successful development of the travel and tourism economic sector is dependent on the existence of high-quality facilities for convention, spectator, exhibition, and arts and cultural~~On or about May 15, 2000, the City and Metro entered into the Amended Agreement Regarding Consolidation of Regional Convention, Trade, Spectator and Performing Arts Facilities Owned and Operated by the City of Portland and Metro (commonly called the Consolidation Agreement). Metro and the City expect to amend the Consolidation Agreement to conform with the amendments to this Agreement and to update other provisions of the Consolidation Agreement as needed.~~
- E. The Parties have previously entered into, and may amend to conform to the Agreement, the following agreements in order to carry out the Agreement: (i) intergovernmental agreement(s) between Metro and Tri Met regarding the provision of public transit passes

for OCC visitors and (ii) intergovernmental agreement(s) between the City and County regarding collection of the transient lodgings tax.

- F. ~~ORS 190.010 authorizes the Parties to enter into intergovernmental agreements to carry out their activities, and in order for the functions.~~
- G. ~~All Parties are authorized to promote the visitor industry and economic development within their jurisdictions and to fund or operate facilities and that attract visitors and support the arts in the Portland Multnomah County area.~~
- H. ~~The Oregon Convention Center ("OCC") is owned and operated by Metro. The Portland Center for the Performing Arts ("PCPA") is owned by the City and operated by Metro. JELD-WEN Field (the "Stadium") and the "Rose Quarter Facilities" are owned by the City. In addition, Metro, the City, and the County own and operate a variety of other facilities and provide a variety of programs and services that support the purposes of this Agreement.~~
- I. ~~All Parties have an interest in the maintenance and improvement of these regional visitor facilities and in the development of the visitor industry in the Portland Multnomah County area. The Parties recognize that visitor development and the spectator facility system is intertwined and the operation of that system is critical to the continued production of revenue for the purposes defined herein. In order for the improvements provided for in this Agreement to function in an economically viable manner, all of the items included in this Agreement require funding. The loss of funding for any item may threaten the viability of all of the other facilitiesimprovements, programs and services.~~
- J. ~~Upon the Effective Date (defined below in Section 1), the Parties desire this Agreement to supersede and fully replace the 2013 Agreement, as it has been amended to date.~~
- J. ~~The County has the authority to impose and levy a surcharge rate of 2.5% on the gross amounts of value paid to or received by the owners or operators of hotels, motels, and other lodging facilities for lodging of less than one month duration from occupants to support the purposes of this Agreement (the "VFTA TLT Surcharge").~~
- K. ~~The County has the authority to impose and levy a surcharge rate of 2.5% on the motor vehicle rental fee charged by a commercial company on vehicle rentals of 30 days or less to support the purposes of this Agreement (the "VFTA VRT Surcharge").~~
- L. ~~As provided in ORS Chapter 287A.310, the County is authorized to pledge the VFTA TLT Surcharge and the VFTA VRT Surcharge for bonds and other borrowings, including the City Bonds. The County intends to expand this authority to include the OCC Hotel Project Bonds that Metro anticipates issuing to support the development of an OCC Hotel Project.~~
- M. ~~The County has the authority to impose and levy a surcharge rate of 3% on the gross amounts of value paid to or received by the owners or operators of hotels, motels, and other lodging facilities for lodging of less than one month duration from occupants (the~~

“Excise Tax Fund TLT” or “ETF TLT”) for support of specified facilities and programs including the OCC, PCPA and the Regional Arts and Cultural Council.

- N. — Metro receives a portion of the Excise Tax Fund TLT for OCC operating support that is governed by a separate intergovernmental agreement between the County and Metro, entered into on April 1, 2000 (the “ETF IGA”). Under the terms of the ETF IGA, one-third of the ETF TLT allocation for OCC operating support is to be dedicated to OCC marketing efforts. Metro reaffirms its commitment to make every possible effort to expend at least one-third of the Excise Tax Fund TLT it receives from the County for OCC operating support on OCC marketing efforts.
- O. — The City has the authority to impose and levy transient lodging taxes, for (i) general City purposes and (ii) the promotion of convention business and tourism, on the gross amounts of value paid to or received by the owners or operators of hotels, motels, and other lodging facilities for lodging of less than one month duration from occupants (the “City 5% TLT” and “City 1% TLT”, respectively).
- P. — The City has issued City Bonds, and Metro intends to issue OCC Hotel Project Bonds, on the condition that the County imposes and maintains the VFTA TLT Surcharge and/or the VFTA VRT Surcharge for the life of the Bonds.
- Q. — The County is willing to impose and maintain the tax surcharges on transient lodging and/or vehicle rentals described in Recitals J and K above as long as necessary to pay or defease the Bonds issued under this Agreement. At such time as any of these surcharges are no longer necessary to pay or defease bonds issued under this Agreement, the Board of County Commissioners, at its sole discretion, may choose to terminate or modify the surcharges.
- R. — Since the 2001 Agreement was approved, the VFTA and the 2001 Agreement have successfully supported regional efforts to bring visitors and conventions to the Portland-Multnomah County region, support the operations of and improvements to regional visitor and spectator facilities including the OCC, PCPA and the Stadium, and increase visitor development and economic development opportunities in the region through both direct and indirect support for facilities, programs and services.
- S. — In 2011, the City refunded the OCC Completion Bonds and the PCPA Bonds to take advantage of improved market conditions, resulting in debt service savings to the VFTA of approximately \$875,000 annually through Fiscal Year 2029-30.
- T. — In addition, since the 2001 Agreement was approved, a number of changes have occurred, or are proposed to occur, to business operations and debt obligations, resulting in changes to financing opportunities and efficiencies, revised programmatic services, and modified roles and responsibilities of the Parties. These changes are reflected in the clarification and expansion of the funding priorities contained in this Agreement.
- U. — The Parties share a common understanding that (i) the OCC has a fundamental competitive disadvantage due to its lack of an adjacent convention center hotel, and (ii) public investment is necessary to the development of a privately owned, financed,

constructed and operated hotel adjacent to the OCC to serve national convention clients and provide a quality hotel of the type and scale, including the necessary meeting and ballroom facilities, to bring additional national convention business to the OCC.

- V. Metro intends to negotiate an OCC Hotel Project Development Agreement, including a commitment of public funds, which will result in development of a convention-center hotel and improve the competitiveness of the OCC. In other related agreements, Metro will endeavor to negotiate key terms that address OCC competitiveness, such as a minimum room block for a length of time consistent with the anticipated OCC Hotel Project Bonds, while at the same time taking into consideration the interests of and impacts on existing hotels and service providers. Metro believes that the overall hotel market will grow and strengthen due to the new and additional conventions at the OCC.
- W. In addition to private funds in excess of \$115 million and the commitment of site-specific transient lodging taxes generated by the OCC Hotel Project, which is described in this Agreement, development of the OCC Hotel Project is expected to be supported by public contributions including a \$4 million grant from Metro, a \$4 million loan from the Portland Development Commission and \$10 million from State of Oregon lottery funds.
- X. To clearly indicate support for an appropriate level of public investment in a privately-owned convention-center hotel, the Parties have included in this Agreement, provisions for the use of non-VFTA Site-Specific Transient Lodging Tax Revenues ("SSTLTR") and the VFTA for bond financing of a portion of the cost of constructing such hotel. Given that negotiations on the development terms are not complete, specified actions necessary to fully implement this Agreement are provisional and tied to the outcome of the completion by Metro of an OCC Hotel Project Development Agreement.
- Y. A portion of the development of the OCC Hotel Project will be financed via revenue bonds issued by Metro (the "OCC Hotel Project Bonds"), and Metro is willing to provide a limited financial pledge of support for the OCC Hotel Project Bonds on the condition that the County continues to impose and maintain the VFTA TLT Surcharge and Excise Tax Fund TLT and the City continues to impose and maintain the City 5% TLT and City 1% TLT for the life of the OCC Hotel Project Bonds.
- Z. The Parties intend to utilize the stability and resource capacity of the VFTA to obtain favorable terms for the OCC Hotel Project Bonds, which will benefit from the strength and duration of the VFTA system, and create the most efficient bond financing mechanism for public investment in the OCC Hotel Project. The Parties have included in this Agreement mechanisms intended to assure the continued health and strength of the VFTA system as a whole.
- AA. The Parties agree to redirect the non-VFTA SSTLTR generated by the OCC Hotel Project into the VFTA and that the amount and repayment structure of the OCC Hotel Project Bonds will be based upon the SSTLTR as set forth herein.
- BB. The Parties agree that, based on the current projections for the OCC Hotel Project, the entire VFTA system benefits from the inclusion of the non-VFTA SSTLTR in the VFTA.

because total revenues are increased and SSTLTR above the amount necessary for OCC Hotel Project Bond repayment, if any, will accrue to the VFTA.

- CC. ~~The Parties agree that the VFTA system will benefit from more frequent and consistent financial review, and to achieve this outcome, have included in this Agreement the creation of a Financial Review Team with specified duties and tasks.~~
- DD. ~~The Parties agree that the VFTA system will benefit from the development and ongoing maintenance of a Visitor Development Strategic Plan, and to achieve that outcome, have included in this Agreement a commitment to create and maintain such a plan.~~
- EE. ~~The Parties agree that periodic review of this Agreement by the Parties is valuable to maintain its support of regional visitor facilities and visitor industry development in the Portland Multnomah County area, and have included in this Agreement a commitment to discuss the terms of this Agreement periodically.~~

AGREEMENT

1. DEFINITIONS

“2001 Agreement” is defined in Recital B.

“2013 Agreement” is defined in Recital B.

“Additional OCC Operating Support” is defined in Section 3.3.6. ~~5.1.~~

“Additional L&S Support Amount” is defined in Section 3.3.14.

“Administrative Fee” means the annual fee paid to the County as the VFTA Trustee and for administering the VFTA. The fee is equal to 0.7% of the gross annual revenues deposited in the VFTA from all sources, and if applicable, costs incurred by the County to defend the VFTA Administrator ;

“Agreement” or the County as the VFTA trustee against a claim that the funds collected or disbursed under this Agreement are unconstitutional or illegal, as long as such claim does not arise from a claim of County negligence or willful misconduct.

“Agreement”~~“VFIGA”~~ means this ~~Second~~2013 amended and restated Visitor Facilities Intergovernmental Agreement.

“Base Amount” is defined in Section 3.3.7.

“Beneficiaries” is defined in Section 3.2.

“Board” or “Visitor Development Fund, Inc. Board” means the duly appointed Board of Directors for VDFI, acting in accordance with the VDFSFA and the organization’s bylaws in exercising their responsibilities, including but not limited to decision-making and allocation of funds described in Sections 3.3.5 and 3.3.9.

"Bonds" means mean, collectively, the Stadium Bonds, the ~~OCC~~ Convention Center Completion Bonds, the PCPA Bonds, and the OCC Hotel Project Bonds, and VMC Renovation Bonds and Portland's Renovation Bonds, if such ~~OCC Hotel Project bonds~~ are issued in the future consistent with Sections 5.5, 5.6 or 6.3.2.

"Bond Redemption Reserve" or "BRR" is defined in Section 3.3.1943.

"City CFO" means the Chief ~~Financial~~ Administrative Officer of the City of Portland.

"City 1% TLT" means the 1% transient lodging tax that the City is authorized to collect for the promotion of convention business and tourism under Portland City Charter Section 7-113.2 and Portland City Code Chapter 6.04, and which is a non-VFTA tax.

"City 5% TLT" means the 5% transient lodging tax that the City is authorized to collect for general purposes under Portland City Charter Section 7-113.1 and Portland City Code Chapter 6.04, and which is a non-VFTA tax.

"City Bonds" means, collectively, the Stadium Bonds, and the VMC Renovation Bonds and Portland's Renovation Bonds, if such bonds are issued by the City in the future consistent with Sections 5.5, 5.6 or 6.3 ~~the Convention Center Completion Bonds, and the PCPA Bonds.~~

"Consolidation Agreement" means the Agreement Regarding Consolidation of Regional Convention, Trade, Spectator and Performing Arts Facilities Owned and Operated by the City of Portland and the Metropolitan Service District entered into by the City and Metro on December 19, 1989, as further amended in 1992, 2000 and 2013 (collectively, the "Consolidation Agreement").

"Convention Center Completion Project" means the expansion of the Oregon Convention Center facilities to include approximately 105,000 square feet of exhibit space, a 35,000 square foot ballroom, a total of 40 meeting rooms, 35,000 square feet of lobby space, a 825-space parking garage and 10 loading docks.

"County CFO" means the Chief Financial Officer of Multnomah County.

"Construction Cost Escalation" means the annual construction cost inflation for Portland as published by Engineering News Report.

"CPI" means the Consumer Price Index, Urban, All Consumers, West Region - Size Class A in the Portland-Salem, OR-WA area, or any successor index, as issued by the U.S. Department of Labor, Bureau of Labor Statistics.

"Dispute Resolution Committee" or "DRC" is defined in Section 8.1.1.

"Early Termination Date" is defined in Section 9.24.

“East County Cities” means Gresham, Troutdale, Fairview and Wood Village.

“Effective Date” means the date upon which the County adopts an ordinance amending Multnomah County Code Chapter 11 in a manner consistent with this Agreement.

“Escalated” is defined in Section 3.4.

“ETF IGA” is defined in Recital N.

“Excise Tax Fund TLT” or “ETF TLT” means the 3% transient lodging surcharge that the County collects under the authority of Multnomah County Code 11.401(D), and any successor Chapter pertaining to Revenue and Taxation, and is utilized to support specified facilities and programs including the OCC, P5PCPA and the Regional Arts and Cultural Council, and which is a non-VFTA tax.

“Expo” means the Portland Exposition Center, located Portland, Oregon owned and operated by Metro.

“Financial Review Team” or “FRT” is described in Section 7.2.

“Fiscal Year” or “FY” is defined as the twelve -month period beginning July 1 and continuing through June 30.

“General Reserve” or “GR” is defined in Section 3.3.18.

“Insufficient Funds” or “Insufficient Funding” means a majority of the FRT has found that VFTA resources are anticipated to be inadequate to meet the disbursement obligations and funding priorities set forth in Section 3.3 of the Agreement during the five (5) Fiscal Years immediately succeeding the date of the FRT report.

“Integrated Tax System Cost Recovery” as defined in Section 3.3.15.

“Metro CFO” means the Chief Financial Operating Officer of Metro.

“Net Revenues” mean the collections (including delinquent interest and penalties) from (1) the VFTA TLT Surcharge; (2) the VFTA VRT Surcharge; (3) the SSTLTR (other than the portion attributable to the VFTA TLT Surcharge); and (4) earnings on amounts in the VFTA, less the Administrative Fee. Net Revenues does not include any amounts required to pay refunds of surcharge taxes, including interest, or other charges required by state law.

“OCC” means the Oregon Convention Center located in Portland, Oregon, owned and operated by Metro.

“OCC Annual Budget” is defined in Section 3.3.65.1.

“OCC Bonds” or “Convention Center Completion Bonds” means the City’s Limited Tax Revenue Bonds, 2001 Series B and Limited Tax Revenue Refunding Bonds,

2011 Series A and any bonds or debt obligations issued to refund those bonds, including refunding of such refunding bonds.

"OCC Capital Improvement Expenses" means the costs associated with renewal and replacement of existing assets, as well as investments in new capital projects, that enhance the marketability of the OCC and maintain its quality and competitiveness.

"OCC Expenses" is defined in Section 3.3.5.1.

"OCC Hotel Project" means the privately owned and operated Hyatt Regency Portland ~~at proposed hotel to be located adjacent to the Oregon Convention Center, scheduled to open in late-2019,~~ which will (i) function as the lead hotel for national marketing and convention purposes, (ii) include the necessary meeting and ballroom facilities, and (iii) provide a dedicated room block agreement ~~offer 500 rooms for needed to bring additional national convention business to the OCC events and conventions.~~

"OCC Hotel Project Bonds" means Metro's Dedicated Tax Revenue Bonds, Series 2017 ~~(Oregon Convention Center the revenue bonds or other debt obligations that may be issued by Metro consistent with Section 6.2 to fund a portion of the construction of the OCC Hotel Project),~~ and any bonds or debt obligations issued to refund those bonds, including refunding of such refunding bonds.

"OCC Hotel Project Development Agreement" means a contractual agreement between Metro and a developer for the development of a convention center hotel. ~~Other related agreements between Metro and a hotel developer and/or debt obligations. hotel operator will address terms of the hotel operations (e.g. parking, room blocks and room rate impacts on the market).~~

"OCC Operating Expenses" means all costs and expenses of operating the OCC during a given Fiscal Year, consistent with the purposes of this Agreement or in accordance with an OCC Annual Budget.

"OCC Operating Revenues" means, for any given Fiscal Year, the gross cash receipts received by the OCC with respect to operations of the OCC.

"OCC Operating Support" is defined in Section 3.3.5.1.

"OCC Revenues" is defined in Section 3.3.5.1.

"Party" or "Parties" means the City of Portland, Multnomah County and Metro.

"P5PCPA" means the Portland's 5 Centers for the Arts, located in Portland, Oregon owned by the City and operated by Metro (formerly known as the Portland Center for the Performing Arts or PCPA), which includes the Arlene Schnitzer Concert Hall, the Ira Keller Auditorium and the Antoinette Hatfield Hall.

"P'5 RenovationPCPA Bonds" means bonds or other debt obligations that may be issued bymean the City or Metro to fund a major renovation project at the Portland'5 Centers for the ArtsCity's Full Faith and Credit Loan Agreement (PCPA Refunding) dated December 15, 2011, and any bonds or debt obligations issued to refund those bonds, including any refunding of such refunding bonds or debt obligations.

"Restricted Reserve" or "RR" is defined as Section 3.3.16+2.

"Rose Quarter Facilities" means the Veterans Memorial Coliseum and the Rose Quarter properties owned by the City of Portland, by and through the Office of Management and Finance.

"Spectator Venues and Visitor ActivitiesFacilities Fund Revenues" is defined in Section 5.3.21.

"SSTLTR" or "Site-Specific Transient Lodging Tax Revenues" means the transient lodging taxes collected from the users of the OCC Hotel Project based on the City 1% TLT, City-5% TLT and, the Excise Tax Fund TLT, which are all non-VFTA taxes, and the VFTA TLT Surcharge.

"Stadium" means Providence Park, located in Portland, Oregon, and owned by the CityJELD-WEN Field (formerly known as JELD-WEN Field, PGE Park and Civic Stadium).), the improvements of which were originally funded by the Stadium Bonds.

"Stadium Bonds" means the City's Limited Tax Revenue Bonds, 20132001 Series A Refunding Bonds (Stadium Project)D issued by the City to fund the Stadium improvements, and any bonds or debt obligations issued to refund those bonds, including any refunding of such refunding bonds or debt obligations.

"Strategic Plan" or "Visitor Development Strategic Plan" is defined in Section 7.4.

"Strategic Reserve" is defined in Section 3.3.17.

"Termination Date" is defined in Section 9.32.

"TLT Net Revenues" means the Net Revenues less the VFTA VRT Surcharge.

"Travel Portland" means the Oregon non-profit corporation organized for the primary purpose of promotion, solicitation, procurement and service of convention business and tourism for the Multnomah County area. Travel Portland was formerly known as Portland Oregon Visitors Association or POVA.

"Travel Portland CFOTrustee" means the Chief Financial Officer of Travel Portland. County CFO, or his designee.

"VDF" or "Visitor Development Fund" is defined in Section 3.3.109.

"VDFI" is defined in Section 3.3.9.1.

"VDF2" is defined in Section 3.3.9.2.

"VDFI" or "Visitor Development Fund, Inc." means the non-profit corporation formed to budget for and administer the expenditure of certain VFTA allocations as described in this Agreement or the Visitor Development Fund Services Agreement.

"VDFI Board" means the duly appointed Board of Directors for VDFI, acting in accordance with the VDFSFA and the organization's bylaws in exercising their responsibilities, including but not limited to decision-making and allocation of funds described in Sections 3.3.6, 3.3.7, 3.3.10 through 3.3.13, 3.3.17 and 7.2.

"VDFSFA" or "Visitor Development Fund Services Agreement" is defined in Recital C.

"VFTA" or "Visitors Facilities Trust Account" means the County tax account that (i) receives the VFTA TLT Surcharge collections, and the VFTA VRT Surcharge collections, and (ii) will be modified to receive the non-VFTA SSTLTR collections, and (iii) disburses Net Revenues and TLT Net Revenues to and other allocated disbursements as provided in this Agreement. ~~The VFTA allocations are set forth in Section 3.3 and are sometimes referred to as the "bucket system".~~

"VFTA Administrator" means the County CFO, or their designee.

"VFTA TLT Surcharge" is defined in Section 2.1 and is a VFTA tax.

"VFTA VRT Surcharge" is defined in Section 2.2 and is a VFTA tax.

"VFTA Fund Forecast" is defined in Section 4.3.3.

"VMC Renovation Bonds" means bonds or other debt obligations that may be issued by the City to fund a major renovation project at the Veterans Memorial Coliseum and any bonds or debt obligations issued to refund those bonds, including refunding of such refunding bonds or debt obligations.

"Year One" means Fiscal Year ~~2019-20~~2013-14.

2. FUNDING SOURCES AND COMMITMENTS AGREEMENTS

2.1. Multnomah County Code Chapter 11, Transient Lodging Tax Sections 11.400 through 11.499, or any successor Chapter pertaining to Revenue and Taxation, ~~401(E)~~ imposes a surcharge of 2.5% on the ~~consideration charged~~ gross amounts of value paid to or received by the owners or operators of hotels, motels, and other lodging facilities for the occupancy of space in a hotel, as more fully defined in Multnomah County Code ~~lodging of less than one month duration from occupants~~ (the "VFTA TLT Surcharge"). The County will deposit the tax collections from the VFTA TLT Surcharge in the VFTA as provided in this Agreement.

2.2. Multnomah County Code Chapter 11, Motor Vehicle Rental Tax Sections 11.300 through 11.399, or any successor Chapter pertaining to Revenue and Taxation, ~~301(C)~~ imposes a surcharge of 2.5% on the fees and charges paid to a commercial establishment for the rental of a motor vehicle as more fully defined in Multnomah County Code rental fee charged by commercial companies on vehicle rentals of 30 days or less (the “VFTA VRT Surcharge”). The County will deposit the tax collections from the VFTA VRT Surcharge in the VFTA until the OCC Bonds are paid or defeased, as provided in this Agreement.

2.3. The County will transfer the SSTLTR, as set forth in Section 4.1.3, will amend Multnomah County Code Chapter 11, Transient Lodging Tax Sections 11.400 through 11.499, or any successor Chapter pertaining, as needed, to Revenue conform to the terms of this Agreement and Taxation, and described in Section 4.1.2 into the VFTA transfer the SSTLTR.

2.4. The City will transfer the SSTLTR as described in Section 5.4 to the County to be deposited into the VFTA.

3. VISITOR FACILITIES TRUST ACCOUNT

3.1. To implement this Agreement, the County has established the a Visitor Facilities Trust Account (VFTA) that is held separate from all other County funds. The County is the Trustee and will deposit into the VFTA (i) the revenues described in Sections 2.1 through 2.4 immediately upon receipt, and (ii) the earnings on the amounts held in the VFTA and delinquent interest and penalties that are collected, periodically. The County CFO, as the VFTA Administrator, will disburse funds from the VFTA only as provided in this Agreement.

3.2. The “Beneficiaries” of the VFTA are:

~~3.2.1. The City of Portland,~~

~~3.2.2.3.2.1.~~ The owners of the Bonds,

~~3.2.2. The City of Portland,~~

~~3.2.3. Metro,~~

~~3.2.4. The County, and~~

~~3.2.5. The Visitor Development Fund, Inc.~~

None of the Beneficiaries are intended third-party beneficiaries of the Agreement.

3.3. The Parties agree that each Fiscal Year, beginning in Year One and continuing until all Bonds are paid or defeased, the VFTA Administrator Trustee, after paying the Administrative Fee, refunds of surcharge taxes, including interest, and other charges required by state law, will apply funds in the VFTA solely for the purposes and in the

order of priority described in Sections 3.3.1 through 3.3.1813 and in accordance with the payment provisions of Section 4.2. ~~VFTA allocations will not be distributed pro rata.~~ Reimbursements are subject to the provisions of ~~Sections~~Section 4.2.6 and 4.2.7.

For debt service payments on the Bonds, the order of priority is described in Sections 3.3.1 through 3.3.5.4. ~~Payments described in Sections 3.3.1 through 3.3.5 will~~4 shall be made to the issuer of the Bonds, or their trustee or paying agent, not later than the dates that the Bonds' respective legal ~~Bond~~ documents require that payments be made to the trustee or paying agent for the Bonds. ~~The payments described in Sections 3.3.1 through 3.3.5 will not be distributed pro rata.~~

To fund programs, services, operations, capital improvements, and marketing that support the purposes of this Agreement, the order of priority is described in Sections 3.3.65 through 3.3.1511. Unless otherwise stated, allocations ~~in these Sections~~ are as of Year One. Specified allocations are subject to being Escalated as defined in Section 3.4. The Parties acknowledge that the TLT Net Revenues are deemed allocated first to pay debt service payments on the Bonds.

For the purposes of creating and maintaining reserves, the order of priority in funding a Restricted Reserve (RR), ~~Strategic~~ and Bond Redemption Reserve (SR) and General Reserve (GR) ~~are~~BRR) is described in Sections 3.3.16 through ~~12~~ and 3.3.1813.

DEBT SERVICE ALLOCATIONS

3.3.1. OCC Bonds. First, to the City, the amount necessary to pay scheduled debt service on the ~~OCC Convention Center Completion~~ Bonds (including any mandatory sinking fund or redemption payments), so long as OCC Bonds remain outstanding, and any amounts required to reimburse the City, ~~as described in Section 4.2.6,~~ for debt service it was required to pay from other sources in previous fiscal years in which insufficient funds were available in the VFTA to pay debt service when due on the OCC Bonds.

3.3.2. Stadium Bonds. Second, to the City, the VFTA portion of the Stadium Bond payment ~~PCPA Bonds. Second, to the City the amount necessary to pay scheduled debt service on the PCPA Bonds (including any mandatory sinking fund or redemption payments), so long as PCPA Bonds remain outstanding, and any amounts required to reimburse the City for debt service it was required to pay from other sources in previous fiscal years in which insufficient funds were available in the VFTA to pay debt service when due on the PCPA Bonds.~~

3.3.3.3.2. Stadium Bonds. Third, to the City the amount certified by the City as necessary after application of Spectator Facilities Fund Revenues, as established in Section 5.3.1, to pay scheduled debt service on the Stadium Bonds (including any mandatory sinking fund or redemption payments), so long as Stadium Bonds remain outstanding, and any amounts required to reimburse the

City, as described in Section 4.2.6, for debt service it was required to pay from sources other than Spectator Venues and Visitor Activities Fund Revenues in previous years in which insufficient funds were available in the VFTA to pay the VFTA portion of the debt service when due on the Stadium Bonds.

3.3.3. OCC Hotel Project Bonds. ThirdFourth, to Metro, the amount necessary to pay scheduled debt service on OCC Hotel Project Bonds (including any mandatory sinking fund or redemption payments), so long as OCC Hotel Project Bonds remain outstanding and any amounts required to reimburse Metro, as described in Section 4.2.6, for debt service it was required to pay from other sources in previous fiscal years in which insufficient funds were available in the VFTA to pay debt service when due on the OCC Hotel Project Bonds.

3.3.4. VMC Renovation Bonds. Fourth, to the City, the amount necessary to pay scheduled debt service on VMC Renovation Bonds (including any mandatory sinking fund or redemption payments), if such bonds are issued as described in Section 5.5, so long as VMC Renovation Bonds remain outstanding and any amounts required to reimburse City, as described in Section 4.2.6, for debt service it was required to pay from other sources in previous fiscal years in which insufficient funds were available in the VFTA to pay debt service when due on the VMC Renovation Bonds~~6.2, so long as OCC Hotel Project Bonds remain outstanding.~~

3.3.5. Portland's Renovation Bonds. Fifth, to the City or Metro, the amount necessary to pay scheduled debt service on Portland's Renovation Bonds (including any mandatory sinking fund or redemption payments), if such bonds are issued as described in Section 5.6, so long as Portland's Renovation Bonds remain outstanding and any amounts required to reimburse City or Metro, as described in Section 4.2.6, for debt service it was required to pay from other sources in previous fiscal years in which insufficient funds were available in the VFTA to pay debt service when due on the Portland's Renovation Bonds.

FACILITY AND PROGRAM SUPPORT ALLOCATIONS

3.3.5.3.3.6. OCC Operating Support. SixthFifth, to Metro an amount not to exceed One Million, ~~Four Two Hundred Twenty-Five~~^{Fifty} Thousand Dollars (\$1,425~~250~~⁵⁰,000), Escalated, for OCC Operating Support to maintain the OCC's competitiveness. An amount for "Additional OCC Operating Support" may also be requested by Metro annually prior to the Fiscal Year in which it will be paid. The amount of the ~~OCC Operating Support and Additional OCC Operating Support~~, if any, is subject to review by the Financial Review Team as described in Task 2A of Attachment A and approval by the VDFI Board with the concurrence of the Financial Review Team as described in Sections 3.3.6.1 through 3.3.6.4 and, may be referred to the dispute resolution process in Section 8 by the

Financial Review Team as described in Section 3.3.6.5 will be established and reviewed as provided below.

3.3.5.1.—The Metro CFO will use best efforts to inform the VDFI Board and Financial Review Team by February 1st if a request for Additional Operating Support will be made for the following Fiscal Year. A request for Additional OCC Operating Support will be provided by the Metro CFO to the Financial Review Team no No-later than February 15th. The Financial Review Team will review the request and provide advice to the VDFI Board as described in Task 2A of Attachment A no later than March 5th. A request for Additional OCC Operating Support will include the proposed ninety (90) days prior to the start of each Fiscal Year, the Metro COO shall prepare and transmit to the Board a proposed preliminary budget (the “OCC Annual Budget”, which will”), which may be modified during Metro’s budget process. The proposed preliminary OCC Annual Budget shall set forth in reasonable detail (i) anticipated OCC Operating Revenues, and anticipated amount of OCC Excise Tax Fund TLT to be directed to OCC operations and the anticipated Revenues for that Fiscal Year (collectively, “OCC Operating Support, described in Section 3.3.6, for that Fiscal Year, Revenues”), (ii) anticipated OCC Operating Expenses and any proposed OCC Capital Improvement Expenses, (collectively, “OCC Expenses”), and (iii) the amount requested for Additional a request for VFTA funds for OCC Operating Support for the difference between the OCC Revenues and OCC Expenses up to One Million, Two Hundred Fifty Thousand Dollars (\$1,250,000), Escalated. If the difference between the OCC Revenues and OCC Expenses for that Fiscal Year exceeds One Million, Two Hundred Fifty Thousand Dollars (\$1,250,000), Escalated, a concurrent request for “Additional OCC Operating Support” can be submitted and considered consistent with Sections 3.3.5.2 and 3.3.5.6.

3.3.5.2.—A request for Additional OCC Operating Support will be provided by Metro to the Financial Review Team at least ten (10) days prior to being submitted to the Board. The FRT shall review and analyze the request and provide advice to the Board as described in Task 2A of Attachment A.

3.3.5.3, 3.3.6.1. —At the time the proposed OCC Annual Budget is transmitted to the Board, the Metro COO will notify the City and County of the proposed OCC Operating Support, and (iv) any other information the Metro CFO wishes to provide. amount and the requested Additional OCC Operating Support amount, if any. Unless the City, County or the Visitor Development Fund, Inc. Board give notice of objection to the proposed OCC Operating Support amount within 60 days of the Metro notice, the Metro Council may thereafter adopt the proposed OCC Annual Budget that includes an OCC Operating Support, up to the amount proposed by the Metro COO. If either the City, acting through its Mayor,

the County acting through its Chair, or the Visitor Development Fund, Inc. Board, acting through a vote of its authorized membership, objects to the proposed OCC Operating Support amount, the matter will be referred to the Dispute Resolution Committee and the dispute resolution process described in Section 8.

3.3.5.4.3.3.6.2.

3.3.5.5.—No later than March 15th, If the VDFI Board will convene to (i) consider the FRT recommendation(s) and (ii) take action, through a vote of its authorized membership, to (x) approve the Additional OCC Operating Support, (y) approve a portion of the Additional proposed OCC Operating Support is approved in whole or in part by the Dispute Resolution Committee, the objection will be removed and the Metro Council may adopt a budget that includes the OCC Operating Support, or (z) deny the Additional up to the amount approved by the Dispute Resolution Committee.

3.3.5.6.—If the Dispute Resolution Committee does not approve any OCC Operating Support, and, if then no VFTA funds shall be allocated.

A request of Additional OCC Operating Support is approved, (iii) direct the VFTA Administrator to disburse the approved Additional OCC Operating Support.

3.3.5.7.3.3.6.3. will be subject to specific action by the Board, acting through a vote of its authorized membership, to approve, deny or reduce the allocation. The standards for the VDFI Board's decision will shall be whether approval of Additional OCC Operating Support in the specified amount will (i) fulfill the purposes of this Agreement and (ii) based on the advice of the Financial Review Team through their action in Task 2A, allow all obligations for other obligation of this Agreement to be met. The decision of the Board in this Section 3.3.5.6 is subject to the dispute resolution process described in Section 8.

3.3.6.4. Within five (5) business days of If the VDFI Board meeting process described in Section Sections 3.3.6.2, the decision of the VDFI Board in Section 5.4 through 3.3.6.2 will be completed 5.6 has been followed, and reported, in writing, by the VDFI Board Administrator to the VFTA Administrator, the Financial Review Team, and the Parties.

3.3.6.5. If any Party disagrees with the decision of the VDFI Board, the matter is referred to dispute resolution as set forth in Section 8. The VFTA Administrator will initiate dispute resolution by providing notice, which must be given or delivered, as described in Section 10.2, to the Parties and the VDFI Board within five (5) business days. The notice will include the

VDFI Board report described in Section 3.3.6.4 and any submitted Financial Review Team report(s).

~~3.3.5.8.3.3.6.6.~~ If an amount for OCC Operating Support is and Additional OCC Operating Support, if any, has been approved, either through the process described in this Section 3.3.6 or a dispute resolution decision described in Section 8, then upon adoption by the Metro Council of an annual budget that includes ~~OCC Operating Support and Additional~~ OCC Operating Support, the Metro ~~CFOCFO~~ may transmit the adopted budget to the VFTA AdministratorCounty, who will pay the authorized amount for ~~OCC Operating Support and Additional~~ OCC Operating Support, if any, from the VFTA, as provided in this Agreement.

~~3.3.5.9.3.3.6.7.~~ At the end of any Fiscal Year in which the OCC Operating Support and Additional OCC Operating Support, if any, is not fully expended to meet obligations of the OCC Annual Budget, the remaining funds ~~will~~shall be deposited by Metro in an OCC reserve fund dedicated for future capital or operational needs of the OCC. For approved Additional OCC Operating Support allocations that exceed \$500,000, the Metro CFO will provide the Financial Review Team and the VDFI Board with an end of Fiscal Year special report detailing the how such funds were used.

3.3.7. Livability and Safety Supportive Services. Seventh, to the County the amount of One Million Seven Hundred Seventy-Five Thousand Dollars (\$1,775,000), Escalated, (the "Base Amount") to fund services and programs for people experiencing homelessness, or who are at risk of becoming homeless, and services and programs addressing the community livability and safety concerns associated with homelessness. It is the intention of this Section 3.3.7 to add to the existing provision of services and programs for people experiencing homelessness or who are at risk of becoming homeless and services and programs addressing the community livability and safety concerns associated with homelessness through increased funding to the Joint Office for Homeless Services, or any successor agency.

~~3.3.5.10.3.3.7.1.~~ In FY 2023-24, the amount of Two Hundred Fifty Thousand Dollars (\$250,000) will be added to the Base Amount and the reset amount will be Escalated. The timing and amount of this increase will be subject to review by the Financial Review Team as described in Task 1 of Attachment A.

3.3.7.2.

~~3.3.5.11.~~—The Livability and Safety Support allocation set forth in this Section 3.3.7 will terminate and such payment from the VFTA will no longer be made to the County in the event Multnomah County Code Chapter 11, Motor Vehicle Rental Tax Sections 11.300Notwithstanding

~~Section 3.3.5, the amount for OCC Operating Support authorized for FY 2013-14 shall be One Million, Four Hundred Thirty Nine Thousand and Eight Hundred Dollars (\$1,439,800). The process described in Sections 3.3.5.1 through 3.3.5.6 shall not apply in FY 2013-14.~~

~~County Visitor Facilities and Operations Support. Sixth, to the County, except as described in Sections 3.3.6.1 through 11.399, or any successor Chapter pertaining to Revenue and Taxation, is modified such that the VFTA VRT Surcharge is no longer imposed or the VFTA VRT Surcharge collections are no longer deposited in the VFTA.~~

~~3.3.6.3.3.8. Enhanced OCC Marketing Support. Eighth, to Metro~~3.3.6.3, the amount of Five Hundred Thousand Dollars (\$500,000), Escalated, for enhanced convention center marketing to fund operations and capital improvements supporting the purposes of this Agreement.

~~3.3.6.1. Convention Visitor Public Transit Access. Ninth, to Metro~~For FY 2013-14, the amount of Five~~shall be Two Hundred Fifty Thousand Dollars (\$500,250,000).~~

~~3.3.6.2. Beginning in FY 2017-18 and continuing through FY 2020-21, the amount shall reset to Seven Hundred Fifty Thousand Dollars (\$750,000). The starting date of this increase shall be subject to review and confirmation by the Financial Review Team based on the sufficiency of VFTA revenues to cover the obligations of the Agreement, as described in Task 2B of Attachment A. The increased annual allocation shall be Escalated, beginning the year in which the increase is confirmed by the Financial Review Team.~~

~~3.3.6.3. Beginning in FY 2021-22, the amount shall reset to One Million Dollars (\$1,000,000). The starting date of this increase shall be subject to review and confirmation by the Financial Review Team based on the sufficiency of VFTA revenues to cover the obligations of the Agreement, as described in Task 2B of Attachment A. The increased annual allocation shall be Escalated beginning the year in which the increase is confirmed by the Financial Review Team.~~

~~3.3.7. Enhanced OCC Marketing Support. Seventh, to Metro an amount for enhanced convention center marketing as follows:~~

~~3.3.7.1. For FY 2013-14, and annually until Metro issues OCC Hotel Project Bonds and an OCC Hotel Project has been in operation for eighteen (18) consecutive months, the amount of Four Hundred Fifty Thousand Dollars (\$450,000), Escalated.~~

~~3.3.7.2. Beginning with the third Fiscal Year after the OCC Hotel Project has been in operation for eighteen (18) consecutive months, and only in the event Metro issues OCC Hotel Project Bonds as described in~~

Section 6.2, the allocation for Enhanced OCC Marketing Support shall be reduced to the amount of One Hundred Seventy-Five Thousand Dollars (\$175,000), Escalated, for as long as the OCC Hotel Project Bonds remain outstanding.

3.3.8.3.3.9. Convention Visitor Public Transit Passes. Eighth, to the entity contractually obligated to pay TriMet, the amount actually paid, up to Three Hundred Ninety Thousand Dollars (\$390,000), Escalated, for convention-visitor public transit access, passes, and any amount required to reimburse that entity for costs up to Three Hundred Ninety Thousand Dollars (\$390,000), Escalated, per Fiscal Year that the entity was required to pay to TriMet in previous years in which insufficient funds were available in the VFTA to pay to that entity the amount allowed in this Section 3.3.8.

3.3.9.3.3.10. Visitor Development Fund. Tenth, to VDFI, the amount of Two Million Five Hundred Thousand Dollars (\$2,500,000), Escalated, Ninth, to VDFI, to be deposited in the "Visitor Development Fund" (or "VDF") as described in the VDFSFA for convention and tourism marketing purposes, separately into two subaccounts to be used as follows:

3.3.9.1. — P'5 Subaccount Visitor Development Fund One ("VDF1"), the amount of Six Hundred Forty-Five Thousand Dollars (\$645,000), Escalated.

3.3.9.2. — Subaccount Visitor Development Fund Two ("VDF2"), the amount of Eight Hundred Seventy-Five Thousand Dollars (\$875,000), to be deposited annually through FY 2029-30. The VDF2 allocation shall not be Escalated. Any unobligated VDF2 funds above \$250,000 annually shall be refunded to the County and deposited to the RR or BRR, as described in Sections 3.3.12 and 3.3.13.

3.3.11. PCPA Operations Support. EleventhTenth, to Metro, for so long as Metro operates P'5, the amount of Seven Hundred Fifty Thousand Dollars (\$750,000), Escalated to fund operations, capital improvements and activities at P'5 facilities.

3.3.9.3.3.11.1. In FY 2023-24, this amount will reset to One Million Dollars (\$1,000,000), Escalated. The timing and amount of this increase will be subject to review by the Financial Review Team as described in Task 1 of Attachment A.

3.3.9.4.3.3.11.2. In FY 2028-29, this amount will reset to One Million Five Hundred Thousand Dollars (\$1,500,000), Escalated. The timing andPCPA, the amount of this increase will be subject to review by the Financial Review Team as described in Task 1 of Attachment A. Six Hundred Forty-Five Thousand Dollars (\$645,000), Escalated.

3.3.11.3. If the operation of the P'5 facilities are transferred to the City or other public or private entity, this allocation will transfer to that operator.

3.3.10.3.3.12. Rose Quarter Facilities and City Tourism Support.

TwelfthEleventh, to the City, the amount of Five Hundred Seventy-Five Thousand Dollars (\$575500,000), Escalated, to fund Rose Quarter Facilities operations and capital improvements, and other City activities supporting the purposes of this Agreement.

3.3.12.1. In FY 2028-29, this amount will reset to One Million Five Hundred Thousand Dollars (\$1,500,000), Escalated. The timing and amount of this increase will be subject to review by the Financial Review Team as described in Task 1 of Attachment A.

3.3.13. Portland Expo Center Operations Support. Thirteenth, to Metro, Five Hundred Seventy-Five Thousand Dollars (\$575,000), Escalated, to fund operations, capital improvements and activities at the Portland Expo Center.

3.3.13.1. In FY 2026-27 this amount will reset to Seven Hundred Fifty Thousand Dollars (\$750,000), Escalated. The timing and amount of this increase will be subject to review by the Financial Review Team as described in Task 1 of Attachment A.

3.3.13.2. In FY 2028-29, this amount will reset to One Million Five Hundred Dollars (\$1,500,000), Escalated. The timing and amount of this increase will be subject to review by the Financial Review Team as described in Task 1 of Attachment A.

3.3.14. Additional Livability and Safety Supportive Services. Fourteenth, to the County an "Additional L&S Support Amount" as described in Sections 3.3.14.1 through 3.3.14.5, to fund services and programs for people experiencing homelessness, or who are at risk of becoming homeless, and services and programs addressing the community livability and safety concerns associated with homelessness. It is the intention of this Section 3.3.14 to add to the existing provision of services and programs for people experiencing homelessness or who are at risk of becoming homeless and services and programs addressing the community livability and safety concerns associated with homelessness through increased funding to the Joint Office for Homeless Services, or any successor agency.

3.3.14.1. For FY 2019-20, an Additional L&S Support Amount equal to the difference between the Base Amount and Two Million Five Hundred Thousand Dollars (\$2,500,000) will be disbursed.

3.3.14.2. For FY 2020-21, an Additional L&S Support Amount equal to the difference between the Base Amount and Two Million Five Hundred Thousand Dollars (\$2,500,000) will be disbursed.

3.3.14.3. Notwithstanding Section 3.3.11, for FY 2021-22, an Additional L&S Support Amount equal to the difference between the Base Amount and Three Million 2013-14, the amount of Two Hundred Fifty Thousand Dollars (\$3,250,000) will be disbursed.

3.3.14.4. For FY 2022-23, an Additional L&S Support Amount equal to the difference between the Base Amount and Three Million Seven Hundred Seventy-Five Thousand Dollars (\$3,775,000) will be disbursed.

~~3.3.10.1~~ 3.3.14.5. Beginning in FY 2023-24, and continuing annually thereafter, an Additional L&S Support Amount equal to the difference between the Base Amount and Five Million Two Hundred Fifty Thousand Dollars (\$5,250,000), Escalated, will be disbursed.

3.3.14.6. The Livability and Safety Support allocation set forth in this Section 3.3.14 will terminate and such payment from the VFTA will no longer be made to the County in the event Multnomah County Code Chapter 11, Motor Vehicle Rental Tax Sections 11.300 through 11.399, or any successor Chapter pertaining to Revenue and Taxation, is modified such that the VFTA VRT Surcharge is no longer imposed or the VFTA VRT Surcharge collections are no longer deposited in the VFTA.

3.3.15. Integrated Tax System Cost Recovery. Fifteenth, to the City an amount based on allocated costs, but not to exceed Two-Hundred Fifty Thousand Dollars (\$250,000), to fund a proportionate share of the annual cost of the City's Integrated Tax System ("ITS") platform to collect funds supporting the purposes of this agreement. The City shall report, in accordance with Section 7.1, a narrative describing the use of VFTA funds to fund a proportionate share of the annual cost of the City's ITS platform.

RESERVE ALLOCATIONS

~~3.3.11~~ 3.3.16. Restricted Reserve. SixteenthTwelfth, to a "Restricted Reserve" (or "RR"), which funds willshall be reserved for use in making disbursements in future years if Net Revenues and TLT Net Revenues are insufficient to pay all disbursements required for Sections 3.3.1 through 3.3.15.11. The minimum amount to be established and maintained in the RR willshall be reviewed annually by the Financial Review Team, as described in Task 3A of Attachment A, and shall be equal to one (1).5 times the maximum annual payments projected in the VFTA Fund forecast to be expended for the required allocations in Sections 3.3.65 through 3.3.1511 during the next five (5) Fiscal Years, in the VFTA Fund Foreeast.

3.3.16.1. At the endBond Redemption Reserve. Thirteenth, any Net Revenues or TLT Net Revenues in excess of Year One, the amount required to be deposited in the Restricted ReserveRR will be fully funded at deposited into a level equal to one (1) times the maximum annual

payments projected in the VFTA Fund Forecast to be expended for the required allocations in Sections 3.3.6 through 3.3.15 during the next five (5) Fiscal Years by transferring funds from the “Bond Redemption Reserve to the Restricted Reserve.

3.3.17. Strategic Reserve. Seventeenth, to a “Strategic Reserve” (or “SR”), the difference between the balance of the Strategic Reserve at the end of each Fiscal Year” (or “BRR”), and Two Million Dollars (\$2,000,000), or another amount as may be determined by the VDFI Board, as described below in Sections 3.3.17.8 through 3.3.17.9, or may be referred to the dispute resolution process in Section 8. The purpose of the Strategic Reserve is to fund large-scale events, conventions and other strategic opportunities that will create economic benefit and that require a financial commitment to gain agreement from the event sponsors, organizers or promoters to stage the event in Portland.

3.3.17.1. At the end of Year One, the Strategic Reserve will be fully funded by transferring Two Million Dollars (\$2,000,000) from the Bond Redemption Reserve to the Strategic Reserve.

3.3.17.2. The VDFI Board will establish guidelines, consistent with the terms of the Agreement, for the submission of requests for use of funds from the Strategic Reserve consistent with the purpose of the Strategic Reserve.

3.3.17.3. The VDFI Board will submit all requests for funds to the Financial Review Team at least twenty (20) business days prior to the date of the meeting at which the VDFI Board will consider the request. The Financial Review Team will review each request as described in Task 2B of Attachment A.

3.3.17.4. A request for funds from the Strategic Reserve will be subject to specific action by the VDFI Board, acting through a vote of its authorized membership and taking into consideration all submitted FRT recommendation(s) and report(s). Upon receipt of the Financial Review Team report(s) as described in Task 2B of Attachment A, the VDFI Board will convene within fifteen (15) business days and may (i) approve the request for the amount requested, (ii) reduce the amount and approve the request, or (iii) deny the request. Within five (5) business days of reaching their decision, the decision of the VDFI Board under this Section 3.3.17.4 will be reported in writing by the VDFI Board Administrator and transmitted to the Parties and the VFTA Administrator.

3.3.17.5. If, within five (5) business days of receipt of the VDFI Board decision, any Party objects to the decision of the VDFI Board, the matter is referred to dispute resolution in Section 8. The VFTA Administrator will initiate dispute resolution by providing notice, which must be given or delivered, as described in Section 10.2, to the Parties and the VDFI Board

within five (5) business days of the Party's objection. The notice will include the VDFI Board report described in Section 3.3.17.4 and any submitted Financial Review Team report(s).

3.3.17.6. Upon approval of an allocation from the Strategic Reserve, whether such approval is through the process described in Sections 3.3.17.3 through 3.3.17.5 or through the dispute resolution process in Section 8, the VFTA Administrator will encumber within the Strategic Reserve the amount approved until the VDFI Board Administrator submits a request for payment. The VFTA Administrator will make the disbursement within thirty (30) calendar days of receipt of the request for payment from the VDFI Board Administrator and will inform the Financial Review Team of such disbursement.

3.3.17.7. After the use of funds from the Strategic Reserve has been approved and paid by the VFTA Administrator, the Financial Review Team, as described in Task 2B of Attachment A, will recommend to the VDFI Board a plan for the restoration of funds to the Strategic Reserve, which may include restoration over multiple Fiscal Years and may include transferring funds from the General Reserve.

3.3.17.8. The VDFI Board will convene within twenty (20) business days of receipt of Financial Review Team report(s) under Task 2B of Attachment A, or by March 15th, whichever comes first, to consider and act upon the Financial Review Team's recommended plan to restore funds to the Strategic Reserve. Acting through a vote of its authorized membership, the VDFI Board will (i) take action consistent with the terms of the Agreement to (x) accept, (y) modify, or (z) reject the Financial Review Team recommended plan to restore funds to the Strategic Reserve, which may include restoration over more than one Fiscal Year and the use of funds in the General Reserve, and (ii) direct the VFTA Administrator to implement any approved plan. Within five (5) business days of reaching its decision, the decision of the VDFI Board under this Section 3.3.17.8 will be reported in writing by the VDFI Board Administrator and transmitted to the Parties and the VFTA Administrator.

3.3.17.9. If, within five (5) business days of receipt of the VDFI Board decision, any Party objects to the decision of the VDFI Board, the matter is referred to dispute resolution in Section 8. The VFTA Administrator will initiate dispute resolution by providing notice, which must be given or delivered, as described in Section 10.2, to the Parties and the VDFI Board within five (5) business days of the Party's objection. The notice will include the VDFI Board report described in Section 3.3.17.8 and any submitted Financial Review Team report(s).

3.3.17.10. After Year One, if the Restricted Reserve is not funded at the level described in Section 3.3.16, after transferring all funds in the General Reserve to the Restricted Reserve as described in Section 3.3.18, the VFTA Administrator will transfer funds from the Strategic Reserve to the Restricted Reserve to the extent necessary to fully fund the Restricted Reserve.

3.3.18. General Reserve. Eighteenth, to a “General Reserve” (or “GR”), which willshall be used to replenish the Restricted Reserve and Strategic Reserve or disbursed as directed by the VDFI Board as described in Sections 3.3.17.7 and 3.3.17.8 or Section 7.2.6, or by the Dispute Resolution Committee through dispute resolution in Section 8.

3.3.18.1. After Year One, if the Restricted Reserve is not funded at the level described in Section 3.3.16, the VFTA Administrator will transfer funds in the General Reserve to the Restricted Reserve to the extent necessary to fully fund the Restricted Reserve.

3.3.18.2. Upon approval by of the VDFI Board as described in Sections 3.3.17.7 and 3.3.17.8 or Section 7.2.6, or by the Dispute Resolution Committee through dispute resolution in Section 8, and a report of such decision being provided to the VFTA Administrator in writing, the VFTA Administrator will transfer funds in the General Reserve to the Strategic Reserve or disburse funds held in the General Reserve to the Parties or VDFI Administrator.

~~3.3.12.3.3.19.~~ Bond Redemption Reserve. Established in the 2013 Agreement, the Bond Redemption Reserve was intended to be usedexclusively to redeem Bonds prior to their stated maturity date and at their earliest optional redemption date. Funds held in the Bond Redemption Reserve at the end of Year One of this Agreement, will be transferred to the Restricted Reserve as described in Section 3.3.16.1 and the Strategic Reserve as described in Section 3.3.17.1, after which, any remaining funds in the Bond Redemption Reserve will be transfer to the General Reserve described in Section 3.3.18 and the Bond Redemption Reserve will be closed-Funds on deposit in the BRR will be used to call Bonds in the same priority order as shown in Sections 3.3.1 through 3.3.4, or as otherwise recommended by the Financial Review Team as described in Task 3B of Attachment A.

3.4. Allocations Subject to Being Escalated. “Escalated” means an annual increase to a stated amount based on the change in the CPI between the second half of the prior calendar year compared to the second half of the year immediately preceding the prior calendar year. For example, for Fiscal Year ~~2019-2020~~2014-2015 (July 1, ~~2019~~2014 – June 30, ~~2020~~2015), each of the allocations will be multiplied by a fraction, the numerator of which is the CPI for the second half of ~~2018~~2013 (July 1 – December 31, ~~2018~~2013) and the denominator of which is the CPI for the second half of ~~2017~~2012 (July 1 – December 31, 2017). If the calculation described above is a negative number,

Escalation for that Fiscal Year will be zero and the same amount disbursed the prior Fiscal Year will be disbursed in the next Fiscal Year for Escalated allocations.~~2012).~~ Escalation for all allocation amounts in Sections 3.3.~~65~~ through 3.3.~~1414~~ begins in the Fiscal Year after Year One and continues annually thereafter unless otherwise stated. For any allocation amount that is reset to a new level, as described in in Sections 3.3.6 through 3.3.14, Escalation for the reset amount begins in the first Fiscal Year after the Fiscal Year in which the reset occurs. For example, Escalation of an allocation that increases in FY 2024-25 begins in FY 2025-26. The VFTA Administrator will~~Trustee shall~~ calculate the Escalated amount for each Escalated allocation in Sections 3.3.~~65~~ through 3.3.~~1414~~ at least one-hundred (100) calendar days prior to the start of each Fiscal Year.

~~3.5. — A periodic review of the VFTA cash flows and the VFTA Fund Forecast shall be performed by the Financial Review Team as described in Task 1 of Attachment A.~~

4. COUNTY OBLIGATIONS

4.1. Dedication of Net Revenues, TLT Net Revenues, and SSTLTR.

~~4.1.1.~~ The County acknowledges that the City ~~has issued~~ and Metro ~~have issued~~ intends to issue Bonds in reliance upon and secured fully or in part by the Net Revenues and TLT Net Revenues.

~~4.1.2.~~ The County commits to deposit into the VFTA (i) the tax collections from the VFTA TLT Surcharge and the VFTA VRT Surcharge and (ii) the SSTLTR, once these ~~are tax~~ collections are redirected to the VFTA by the City and County ~~to the VFTA.~~

~~4.1.3.~~ Within ninety (90) days of execution of this Agreement, the County will adopt an ordinance amending Multnomah County Code Chapter 11 consistent with this Agreement. However, the amendments to enable SSTLTR from the ~~Excise Tax Fund TLT of the OCC Hotel Project to be redirected to the VFTA and to allow the VFTA to receive the non-VFTA SSTLTR shall be contingent upon Metro signing an OCC Hotel Project Development Agreement consistent with Section 6.2.~~

4.1.4.1.3. The County pledges the Net Revenues to pay the ~~OCC~~City Bonds. The pledge is valid and binding from April 1, 2000, and will remain in effect until the ~~OCC~~City Bonds are fully paid. The Net Revenues pledged are immediately subject to the lien of the pledge and that lien is, and will remain, superior to other claims and liens. The County's obligations under this Section 4.1.~~34~~ are limited solely to the Net Revenues and this Agreement is not "bonded indebtedness" within the meaning of Section 10, Article XI of the Oregon Constitution or as described in ORS 287A.105.

4.1.5.4.1.4. The County pledges the TLT Net Revenues to pay the Stadium Bonds, the OCC Hotel Project Bonds and, if they are issued as described in

Sections 5.5, 5.6 or 6.4, the VMC Renovation Bonds and the P'5 Renovation Bonds in the order of priority established in Sections 3.3.1 through 3.3.5.~~OCC Hotel Project Bonds.~~ The pledge is valid and binding from the date of the 2013 Metro signs an OCC Hotel Project Development Agreement, and will remain in effect until the Stadium Bonds, the OCC Hotel Project Bonds and, if they are issued as described in Sections 5.5, 5.6 or 6.4, the VMC Renovation Bonds and the P'5 Renovation Bonds are fully paid. The TLT Net Revenues pledged are immediately subject to the lien of the pledge, and, except as provided in Section 4.1.34, that lien is, and will remain, superior to other claims and liens. The County's obligations under this Section 4.1.45 are limited solely to the TLT Net Revenues and this Agreement is not "bonded indebtedness" within the meaning of Section 10, Article XI of the Oregon Constitution or as described in ORS 287A.105.

4.1.6.4.1.5. The City may assign the County's pledge of the Net Revenues for the benefit of the owners of the OCC Bonds. ~~City Bonds, and Metro may assign the County's pledge of the TLT Net Revenues for the benefit of the owners of the OCC Hotel Project Bonds.~~

4.1.6. The City may assign the County's pledge of the TLT Net Revenues for the benefit of the owners of the City Bonds and Metro may assign the County's pledge of the TLT Net Revenues for the benefit of the owners of the OCC Hotel Project Bonds, and the P'5 Renovations Bonds if they are issued by Metro consistent with Section 6.4.

4.1.7. The County may make further subordinate pledges of the 14.5% base vehicle rental taxes collected under Multnomah County Code 11.301(B), or any successor Chapter pertaining to Revenue and Taxation.~~).~~ Until the Bonds are paid or defeased, the County will not grant any additional liens on the Net Revenues or TLT Net Revenues.

4.1.8. Pursuant to the authority of ORS 287A.325, the County hereby agrees that it will:

4.1.8.1. Maintain the VFTA TLT Surcharge and the VFTA VRT Surcharge in effect until the OCC~~all City~~ Bonds have been paid or the County has transferred sufficient funds to the City to defease ~~all the OCC~~ City Bonds.

4.1.8.2. Maintain the VFTA TLT Surcharge and the Excise Tax Fund TLT in effect until all OCC Hotel Project Bonds have been paid or the County has transferred sufficient funds to Metro to defease the OCC Hotel Project Bonds.

4.1.8.3. Maintain the VFTA TLT Surcharge in effect until the Stadium Bonds have been paid or the County has transferred sufficient funds to the City to defease the Stadium Bonds and until VMC Renovation Bonds

and/or P'5 Renovation Bonds, if such bonds are issued consistent with Sections 5.5 and/or 5.6, have been paid or the County has transferred sufficient funds to the City to defease VMC Renovation Bonds and/or P'5 Renovation Bonds or the County has transferred sufficient funds to Metro if they issue P'5 Renovation Bonds consistent with Section 6.4, to defease the P'5 Renovation Bonds.

4.2. Payment from the VFTA.

4.2.1. The County has established and will maintain a VFTA that complies with the terms of this Agreement.

4.2.2. After paying the Administrative Fee, refunds of surcharge taxes, including interest, and other charges required by state law, the VFTA Administrator~~Trustee~~ will apply funds in the VFTA solely for the purposes and in the order of priority described in Sections 3.3.1 through 3.3.~~18~~13.

4.2.3. The County will make payments (i) to the City for the OCC~~City~~ Bonds, Stadium Bonds, and VMC Renovation Bonds and P'5 Renovation Bonds according to the established bond payment schedule, and to Metro, or the bond trustee or paying agent, for the OCC Hotel Project Bonds, if such bonds are issued as described in Section 5.5 and 5.6, according to the established bond payment schedule, (ii) to Metro, or the bond trustee or paying agent, for the OCC Hotel Project Bonds and P'5 Renovation Bonds, if such bonds are issued as described in Section 6.4, according to the established bond payment schedule, (iii) to Metro quarterly, and (iv)~~iii~~ to all other Beneficiaries at the end of each Fiscal Year in the amounts described in Sections 3.3.~~65~~ through 3.3.~~15~~11.

4.2.4. The County will deposit into the reserves the amount required by Sections 3.3.~~16~~ through~~12~~ and 3.3.~~18~~13.

4.2.5.

4.2.6. For each allocation amount in Section 3.3, if there are insufficient funds flowing into the VFTA to fully fund all allocations, the allocations will be funded from the Restricted Reserve in the same priority order stated in Section 3.3.

4.2.7.4.2.6. Reimbursements from the VFTA will occur as follows:

4.2.7.1.—If there are insufficient funds in the VFTA in a Fiscal Year to pay the debt service allocations in Sections~~Section~~ 3.3.1 through 3.3.~~53~~, the City or Metro will be reimbursed in subsequent Fiscal Years after the allocations in Sections 3.3.1 through 3.3.~~54~~ are paid for the current Fiscal Year and before allocations in Sections 3.3.~~65~~ through 3.3.~~15~~11 are disbursed for the current Fiscal Year.

4.2.7.2. — If there are insufficient funds in the VFTA in a Fiscal Year to pay the allocation in Section 3.3.8, the entity will be reimbursed in subsequent Fiscal Years after the allocations in Sections 3.3.1 through 3.3.4 are paid for the current Fiscal Year and after any City reimbursement as described in Section 4.2.6.1 is paid but before allocations in Sections 3.3.5 through 3.3.11 are disbursed for the current Fiscal Year.

4.2.7.3. — As provided in Section 6.2.4, if Metro is required to reimburse the VFTA for a shortfall in SSTLTR, refunds to Metro from a subsequent SSTLTR reconciliation accounting credit balance shall be made based on confirmation by the Financial Review Team as described in Task 5 of Attachment A.

4.2.7.4. — No other allocation in the Agreement shall be eligible for reimbursement.

Reimbursement amounts will be paid with interest. Interest on amounts to be paid under this Section will 4.2.6 shall be at the State of Oregon Local Government Investment Pool rate, determined as of the time of the reimbursement, for the time period beginning on the first day of the Fiscal Year following the date in which the payment requiring reimbursement was outstanding and continuing until the reimbursement payment date.

4.2.7. If there are insufficient funds in the VFTA in a Fiscal Year to pay the allocation in Section 3.3.15, the City will be reimbursed in subsequent Fiscal Years after the allocations in Sections 3.3.1 through 3.3.5 are paid for the current Fiscal Year and after any reimbursement described in Section 4.2.6 is paid, but before allocations in Sections 3.3.6 through 3.3.15 are disbursed for the current Fiscal Year. Reimbursement amounts will be paid with interest. Interest on amounts to be paid under this section will be at the State of Oregon Local Government Investment Pool rate, determined as of the time of the reimbursement, for the time period beginning on the first day of the Fiscal Year following the date in which the payment requiring reimbursement was outstanding and continuing until the reimbursement payment date. Except for the debt service allocations in Sections 3.3.1 through 3.3.5 and the allocation described in Section 4.2.7, no other allocation in this Agreement will be eligible for reimbursement in the event of insufficient funds.

4.3. The powers and duties of the County as the VFTA Administrator~~Trustee~~ are as follows:

4.3.1. The VFTA Administrator~~County~~ will maintain records regarding aggregate tax receipts and the calculation of the VFTA revenues and make those records available to the Beneficiaries upon request.

4.3.2. The VFTA Administrator~~County~~ will make an annual accounting of the VFTA and provide that accounting to the Financial Review Team, the VDFI

Board and the Parties and will make that accounting available for review by the City Auditor, the County Auditor and the Metro Auditor.

4.3.3. The VFTA AdministratorCounty will prepare an annual forecast of projected income and expenses for the VFTA through the life of this Agreement (the "VFTA Fund Forecast") and providemake that forecast toavailable for review by the Financial Review Team, the VDFI Board Administrator and the Parties, and to the Beneficiaries, upon their request.

4.3.4. No later than forty-five (45) calendar days after the end of each quarter, the VFTA Administrator will prepare a report of the prior quarter's VFTA revenues in comparison to VFTA revenues for the same quarter in the prior year and provide that report to the Financial Review Team, the VDFI Board and the Parties.

4.3.4.4.3.5. The County will exercise the rights and powers vested in it by this Agreement; and use the same degree of care and skill as a prudent person would exercise or use under the circumstances.

4.3.5.4.3.6. The County may rely upon any certificate from a Beneficiarythe City or Metro reasonably believed by the County to be genuine and correct, and reasonably believed by the County to have been signed or sent by the City or Metro authorized representative.

4.3.6.4.3.7. The County will not be answerable for other than its negligence or willful misconduct in the performance of its powers and duties under this Agreement.

4.3.7.4.3.8. This Agreement does not require the County to expend or risk its ownowns funds (other than the Net Revenues or TLT Net Revenues) or otherwise incur any financial liability in the performance of any of its duties, or in the exercise of its rights or powers, if the County has reasonable grounds for believing that repayment of such funds, or in the alternative, indemnity satisfactory to it against such expense, risk or liability, is not reasonably assured to it.

4.3.8.4.3.9. Any moneys held as part of the VFTA will be invested or reinvested by the County in legally authorized investments and administered according to the County's investment policy. All proceeds of such investments will be deposited into and become part of the VFTA.

4.4. The County will not take any action, or fail to take any action, that would causeresult in any of the tax -exempt Bonds, either existing tax-exempt Bonds or new tax-exempt debt obligations contemplated in this Agreement, to lose federal tax-exempt status and be deemed federally taxable. The County will indemnify the Parties for any costs incurred by the Parties from County action, or failure to take action, that causes the tax-exempt Bonds, either existing tax-exempt Bonds or any new tax-exempt debt

obligations contemplated in this Agreement, to lose federal tax-exempt status and be deemed federally becoming taxable.

5. CITY OBLIGATIONS

5.1. The City has issued limited tax revenue bonds, secured by the City's full faith and credit and amortized over a period not to exceed 30 years from the original date of the 2001 Agreement (January 31, 2001), as follows:

5.1.1. The OCC Convention Center Completion Bonds, dated February 13, 2001, in the amount of \$99,998,888.25 and as subsequently refunded, to fund the Convention Center Completion Project, including the costs of issuance; and

5.1.2. The PCPA Bonds, dated May 15, 2001, in the amount of \$2,100,000 and as subsequently refunded, to fund capital improvements to PCPA, including costs of issuance; and

5.1.3. 5.1.2. The Stadium Bonds, dated May 15, 2001, in the amount of \$35,000,000 and as subsequently refunded, including costs of issuance, to fund improvements to the Stadium, including costs of issuance. The City may issue bonds or other indebtedness to fund Stadium improvements in addition to the Stadium Bonds, however, such bonds shall not be repaid from the VFTA.

5.2. The City issued the OCC City Bonds conditioned on the VFTA TLT Surcharge and the VFTA VRT Surcharge, the creation of the VFTA, and the County's dedication of the tax collections from the VFTA TLT Surcharge and the VFTA VRT Surcharge to the VFTA. The City issued the Stadium Bonds conditioned on the VFTA TLT Surcharge, the creation of the VFTA, and the County's dedication of the tax collections from the VFTA TLT Surcharge to the VFTA.

5.3. So long as Stadium Bonds are outstanding and are not refunded prior to their maturity:

5.3.1. The debt service on the Stadium Bonds will be apportioned between the City and VFTA as follows:

Fiscal Year	City Portion of Stadium Bond Payment	VFTA Portion of Stadium Bond Payment
FY 2019-20	\$ 1,839,441.40	\$ 1,197,445.50
FY 2020-21	\$ 1,913,019.05	\$ 1,123,839.45
FY 2021-22	\$ 1,989,539.81	\$ 1,049,412.69
FY 2022-23	\$ 2,069,121.41	\$ 204,883.99

5.3.2. The City will pay its portion of the debt service on the Stadium Bonds from resources of the City's Spectator Venues and Visitor Activities Fund (the "Spectator Venues and Visitor Activities Fund Revenues").

~~5.3.1.~~ The City will provide for the payment of a portion of the debt service on the Stadium Bonds from resources of the City's Spectator Facilities Fund ("Spectator Facilities Fund Revenues"). The original allocation of Stadium Bond debt service was based on an annual license fee payment expected to be received by the City from a prior operator of the Stadium. The prior operator is no longer associated with the Stadium and the City no longer collects the annual license fee payment in the amounts anticipated in the original allocation. The Parties have agreed that the City's share of debt service on the Stadium Bonds is equal to the FY 2002-03 payment of \$944,320.00, increasing by 4.00 percent per year to a payment of \$1,397,824.28 for FY 2012-13. Beginning in FY 2013-14, the City's share of debt service on Stadium Bonds will continue to increase by 4.00 percent per year unless the Stadium Bonds are refinanced to produce debt service savings. If the Stadium Bonds are refinanced, the City's share of Stadium Bond debt service will be determined as described in Section 5.3.2.

5.3.2. If the Stadium bonds are refinanced:

~~5.3.2.1.~~ The remaining nominal debt service will be allocated in a manner that provides a total minimum of \$3,000,000 in debt service savings to the City's Spectator Facilities Fund Revenues, with the balance of debt service savings allocated to the VFTA. If less than \$3,000,000 total nominal debt service savings is produced, the entire amount of the savings will be allocated to the benefit of the City's Spectator Facilities Fund Revenues, but in no case will the allocation of nominal debt service paid by the VFTA be increased above the annual amounts originally anticipated prior to refunding. The Parties may elect to realize debt service savings upfront or in some manner other than uniformly over the remaining life of the refunding bonds.

~~5.3.2.2.~~ Notwithstanding the conditions described in Section 5.3.2.1, and prior to the City's commitment to execute Stadium bonds to refinance the outstanding Stadium Bonds, the Financial Review Team shall review and verify the final debt service on the Stadium Bond refunding as described in Task 4A of Attachment A.

5.3.3. The City will calculate and provide directly to the VDFI Board Administrator the amount of any VFTA TLT Surcharge the City estimates to have been collected within East County Cities in the prior Fiscal Year that was applied to pay debt service on the Stadium Bonds. This amount will be administered by the VDFI Board used for visitor development programs, services or projects that benefit the East County Cities.

5.4. ~~If Metro has signed an OCC Hotel Project Development Agreement consistent with Section 6.2 and the County has amended the Multnomah County Code consistent with Section 4.1.3, then, Beginning the first Fiscal Year SSTLTR is generated by the OCC Hotel Project, the City will transfer funds equal to the SSTLTR attributable to the City 5% TLT, and collected pursuant to Portland City Code Chapter 6.04, to the County to deposit in the VFTA, and continuing for the duration that the OCC Hotel Project Bonds remain outstanding.~~

5.5. The City intends to issue VMC Renovation Bonds as follows:

5.5.1. No sooner than January 1, 2021, in support of a project to renovate the Veterans Memorial Coliseum, the City intends to issue, in one or more series of bonds or debt obligations, VMC Renovation Bonds, which will be bonds or other debt obligations expected to provide total net proceeds of not more than Forty Million Dollars (\$40,000,000), escalated using Construction Cost Escalation for each Fiscal Year from Year One until the year of initial debt issuance, to fund the proposed renovation project.

5.5.2. If the City establishes the parameters of the project by December 31, 2027, and thereafter issues VMC Renovation Bonds, the VMC Renovation Bonds may be secured in part or in whole by TLT Net Revenues and will be repaid over a period not to exceed twenty-one (21) years from the date of issuance of each respective series of VMC Renovation Bonds issued. The City will consider financing options that minimize the financial impact of debt service payments on TLT Net Revenues, including the use of full faith and credit bonds, subject to decision by the Portland City Council, in their sole discretion.

5.5.3. At least forty-five (45) calendar days prior to issuing VMC Renovation Bonds, the City will submit the estimated bond debt service schedule to the Financial Review Team for review and verification as described in Task 3A of Attachment A. If the Financial Review Team verifies the debt service as described in Task 3A of Attachment A, the VFTA Administrator is authorized to disburse VFTA funds for the VMC Renovation Bonds debt service payments. If the FRT indicates changes are needed, the City may resubmit a revised estimated bond debt service schedule.

5.5.4. Twice each year, no later than February 15th and September 15th, in all years before VMC Renovation Bonds are issued, the City will provide an update to the Financial Review Team on the status of its intent to issue VMC Renovation Bonds, including the expected timing of issuance and the estimated annual debt service.

5.6. The City intends to issue P*5 Renovation Bonds as follows:

5.6.1. No sooner than January 1, 2024, in support of a project to renovate the Portland*5 Centers for the Arts, the City intends to issue, in one or more series of bonds or debt obligations, P*5 Renovation Bonds, which will be bonds or other

debt obligations expected to provide total net proceeds of not more than Forty Million Dollars (\$40,000,000), escalated using Construction Cost Escalation for each Fiscal Year from Year One until the initial year of debt issuance, to fund the proposed renovation project.

5.6.2. If the City establishes the parameters of the proposed project by December 31, 2030, and thereafter issues P'5 Renovation Bonds, the P'5 Renovation Bonds may be secured in part or in whole by TLT Net Revenues and will be repaid over a period not to exceed twenty-one (21) years from the date of issuance of each respective series of VMC Renovation Bonds issued. The City will consider financing options that minimize the financial impact of debt service payments on TLT Net Revenues, including the use of full faith and credit bonds, subject to decision by the Portland City Council, in their sole discretion.

5.6.3. At least forty-five (45) calendar days prior to issuing P'5 Renovation Bonds, the City will submit the estimated bond debt service schedule to the Financial Review Team for review and verification as described in Task 3A of Attachment A. If the Financial Review Team verifies the debt service as described in Task 3A of Attachment A, the VFTA Administrator is authorized to disburse VFTA funds for the P'5 Renovation Bonds debt service payments. If the FRT indicates changes are needed, the City may resubmit a revised estimated bond debt service schedule.

5.6.4. Twice each year, no later than February 15th and September 15th, in all years before P'5 Renovation Bonds are issued, the City will provide an update to the Financial Review Team on the status of the intent to issue P'5 Renovation Bonds, including the expected timing of issuance and the estimated annual debt service schedule.

5.6.5. If Metro issues P'5 Renovation Bonds as described in Section 6.4, the City will not also issue P'5 Renovation Bonds.

5.7. So long as OCC Bonds and City Bonds are outstanding, the City will, at least twelve (12) months prior to the optional redemption date of the OCC Bonds or the City Bonds, consider refunding opportunities and will consider the advice of the Financial Review Team, as described in Task 3B of Attachment A.

~~5.5.5.8.~~ The City will not take any action, or fail to take any action, that would cause result in any of the Bonds, either existing tax -exempt Bonds or new tax-exempt debt obligations contemplated in this Agreement, if any, to lose federal tax-exempt status and be deemed federally becoming taxable. The City will indemnify the Parties for any costs incurred by the Parties them from City action, or failure to take action, that causes the tax-exempt OCC Bonds or new tax-exempt debt obligations contemplated in this Agreement, if any, to lose federal tax-exempt status and be deemed federally makes the OCC Bonds or the PCPA Bonds taxable.

6. METRO OBLIGATIONS:

6.1. Metro has issued the OCC Hotel Project Bonds secured by the TLT Net Revenues. Metro issued the OCC Hotel Project Bonds conditioned on the TLT Net Revenues, ETF TLTs, the creation of the VFTA and the County's dedication of the tax collections from the TLT Net Revenues to the VFTA.

6.2. So long as OCC Hotel Project Bonds are outstanding, Metro will, at least twelve (12) months prior to the optional redemption date of the OCC Hotel Project Bonds, consider refunding opportunities and will consider the advice of the Financial Review Team, as described in Task 3B of Attachment A, on refunding the OCC Hotel Project Bonds.

6.3. Metro may issue P'5 Renovation Bonds consistent with the limitations described in Sections 5.6.1 and 5.6.2, except that the bonds or other debt obligations may be repaid over a period not to exceed thirty (30) years. If Metro is considering issuing P'5 Renovation Bonds, they will provide updates to the Financial Review Team as described in Section 5.6.4. If Metro intends to issue P'5 Renovation Bonds, they will follow the procedure described in Section 5.6.3. If Metro issues P'5 Renovation Bonds, it will be no sooner than January 1, 2024, and they will follow the procedure described in Section 5.7. If the City issues P'5 Renovation Bonds as described in Section 5.6, Metro will not also issue P'5 Renovation Bonds.

~~6.1.6.4.~~ Metro will not take any action, or fail to take any action, that would cause any of the Bonds, either existing tax-exempt Bonds or new tax-exempt debt obligations contemplated in this Agreement, if any, to lose federal tax-exempt status and be deemed federally taxable. result in the OCC Bonds or PCPA Bonds becoming taxable. Metro will indemnify the Parties for any costs incurred by the Parties from Metro action, or failure to take action, that would cause any of the Bonds, either existing tax-exempt Bonds or new tax-exempt debt obligations contemplated in this Agreement, if any, to lose federal tax-exempt status and be deemed federally taxable. makes the OCC Bonds or the PCPA Bonds taxable.

6.2. — Metro intends to enter into an OCC Hotel Project Development Agreement and to issue OCC Hotel Project Bonds as follows:

~~6.2.1. In support of the OCC Hotel Project, and after the OCC Hotel Project Development Agreement is signed, Metro intends to issue OCC Hotel Project Bonds, which will be revenue bonds in an amount expected to provide not more than \$60,000,000 of net proceeds to fund a portion of the proposed OCC Hotel Project.~~

~~6.2.2. If Metro signs an OCC Hotel Project Development Agreement by December 31, 2018, and issues OCC Hotel Project Bonds, the OCC Hotel Project Bonds will be secured in part or in whole by TLT Net Revenues and will be amortized over a period not to exceed 30 years.~~

~~6.2.3. Prior to final pricing of the OCC Hotel Project Bonds, Metro shall submit the bond debt service to the Financial Review Team for review and verification as described in Task 4B of Attachment A.~~

~~6.2.4. Review and reconciliation of the SSTLTR and OCC Hotel Project Bond payments shall occur as described in Task 5 of Attachment A and as follows:~~

~~6.2.4.1. Within the first 180 days of every five Fiscal Years beginning in the sixth Fiscal Year following the opening of the OCC Hotel Project, and continuing for as long as the OCC Hotel Project Bonds are outstanding, the Financial Review Team shall undertake a reconciliation accounting review and analysis of the SSTLTR paid by the OCC Hotel Project. The Trustee may also initiate FRT review of the SSTLTR at any time the Restricted Reserve balance falls to, or is expected to fall to, 25% or less of the minimum required in Section 3.3.11, or when the Restricted Reserve balance has declined for three consecutive Fiscal Years.~~

~~6.2.4.2. As a result of such review and reconciliation accounting, and if no funds are available in the Restricted Reserve, the FRT may determine that a Metro reimbursement payment to the VFTA is required. As described in Task 5 of Attachment A, the FRT shall determine the amount of any required reimbursement payment as long as it is no greater than the cumulative accounting debit balance. Metro shall make such reimbursement payment in equal annual installment payments over the ensuing three Fiscal Years, with such payments being made to the VFTA by the end of the second quarter of each Fiscal Year.~~

~~6.2.4.3. If a Metro reimbursement payment is required, and to the extent the installment payments have been paid, the cumulative accounting credit balance resulting from a future reconciliation calculation will be used to make a refund payment to Metro from the VFTA consistent with Section 4.2.6.3. Such refund payments will be paid to Metro by the end of the second quarter of the Fiscal Year following the reconciliation.~~

~~6.3. So long as OCC Hotel Project Bonds are outstanding, Metro shall, at least twelve (12) months prior to the call date of the OCC Hotel Project Bonds, consider opportunities for refunding the bonds and shall consider the advice of the FRT, as described in Task 6A of Attachment A, on OCC Hotel Project Bond refunding.~~

~~6.4. If any portion of the OCC Hotel Project Bonds is issued as tax-exempt bonds, Metro will not take any action, or fail to take any action, that would result in any of the tax-exempt portion of the OCC Hotel Project Bonds becoming taxable. Metro will indemnify the City, the County and the VFTA for any costs that result from a Metro action, or failure to take any action, that makes the OCC Hotel Project Bonds taxable. However, this language will not apply in the event that actions undertaken by Metro resulting in a change in tax status of the OCC Hotel Project Bonds results in net financial~~

benefits to the VFTA as confirmed by the FRT in their analysis described in Task 6B of Attachment A.

7. JOINT OBLIGATIONS OF CITY, COUNTY AND METRO

7.1. Reporting on use of VFTA funds. All entities receiving funds under Section 3.3.6 through 3.3.15 agree to ~~Within ninety (90) days of the following reporting requirements~~ and to provide to the VDFI Board and the Financial Review Team the following information:

7.1.1. No later than March 31st end of each year, a detailed budget and work plan for each VFTA allocation expected in the next Fiscal Year including anticipated expenditures on specific line items or program categories and performance measures to assess outcomes.

7.1.2. No later than Sept 15th of each year, ~~upon request of the Board or any Party to this Agreement, each Party requested shall furnish to the Board and the other Parties, a summary financial statement for each VFTA allocation paid the prior Fiscal Year, including expenditures by specific line items or program categories, and a narrative describing the of the Party's use of VFTA funds in the previous Fiscal Year, including a review of outcomes against stated performance measures.~~

7.2. Financial Review Team. The Parties and the VDFI, will establish and maintain~~agree that establishing a "Financial Review Team" (or "FRT") charged with~~with specified tasks will enhance the VFTA system through more frequent and consistent financial review. ~~The Parties agree to assign financial experts from each Party to perform certain financial review responsibilities on an ongoing and as needed basis in order to more actively monitor and manage VFTA resources, and to advise the VFTA Administrator, the VDFI Board and the Dispute Resolution Committee on actions needed for~~encourage accountable and efficient application of those resources to meet the purposes of this Agreement. ~~The composition of the FRT and its specified tasks and authorities are as follows:~~

7.2.1. The Financial Review Team will~~FRT shall~~ be composed of three (3) voting members – ~~the City CFO~~~~CAO~~, the County CFO, and the Metro CFO – and one (1) non-voting member – the Travel Portland CFO, so long as Travel Portland provides administrative services to the VDFI~~COO~~, or their respective assigned designees. The members will provide the VFTA Administrator with their contact information and the VFTA Administrator will~~Trustee shall convene the Financial Review Team~~FRT as needed to meet timelines specified and may invite the Executive Vice President – Finance & Administration for Travel Portland to participate with the FRT in this Agreement and Attachment A, providing notice to the members at least ten (10) business days in advance of a meeting. Meetings may be held in person or by means of telephonic or electronic communications~~an advising capacity.~~

7.2.2. Attachment A to this Agreement specifies the tasks to be performed by the Financial Review Team~~FRT~~ including the intended action(s) to be taken, the timing and/or frequency for each task, and the deliverable(s) for each task. The level of authority delegated to the Financial Review Team~~FRT~~ is also specified for each task either in Attachment A, or in this Agreement. A decision by the FRT shall require a consensus agreement by all members on any specified action; however, each FRT member may provide advice to their respective elected official (i.e. City Mayor, County Chair or Metro President). If action is required and consensus is not achieved in a timely manner, any FRT member may refer the matter to the dispute resolution process describe in Section 8.1

7.2.3. In making their recommendations and reports, the Financial Review Team will apply the criteria in Attachment A.

7.2.3.1. Except in situations herein where a majority recommendation of the FRT is required to take action, the FRT and its members in making their recommendations and reports on any Task in Attachment A, whether to the VFTA Administrator, the VDFI Board or the Dispute Resolution Committee, do not have to reach consensus or vote on a single recommendation but may instead make as many recommendations as are needed to fully describe the members' opinions or the range of options being recommended by the members.

7.2.3.2. If multiple Financial Review Team written recommendations or reports are made for any Task described in Attachment A, the Financial Review Team document memorializing their deliberations will: (i) include all recommendations and reports submitted by a FRT member, with each recommendation including a full description of the recommended action(s); and (ii) indicate which member(s) support each recommendation.

7.2.3.7.2.4. The role of the Financial Review Team~~FRT~~ is to provide financial analysis, advice and recommendations to the VFTA Administrator, the VDFI Board and the Dispute Resolution Committee. The Financial Review Team Parties. The FRT does not have the authority to change or amend any term or allocation of this~~the~~ Agreement. The Financial Review Team~~FRT~~ and its members individually may recommend amendments to this Agreement to the Parties, which amendments ~~will~~shall only be implemented upon agreement, in writing, of the Parties.

7.2.5. As described in Task 1 of Attachment A, the Financial Review Team will perform periodic reviews of the VFTA cash flows and reserves and the VFTA Fund Forecast. At least once each year, no later than March 1st, the Financial Review Team will perform a prospective review of the VFTA, and at least once each year, no later than October 1st, the Financial Review Team will perform a

retrospective review of the VFTA. The Financial Review Team reports of any and all reviews will be provided to the Parties and the VDFI Board Administrator.

7.2.6. As described in Task 1 of Attachment A, in the event of Insufficient Funding, if a majority of the members recommend that the VDFI Board take action to adjust allocations in Sections 3.3.6 through 3.3.15 to address the anticipated shortfall, the VDFI Board will convene within twenty (20) business days of receipt of the Financial Review Team report or by March 15th, whichever comes first.

7.2.6.1. In considering whether to take action related to Insufficient Funding, the standards for the VDFI Board's decision will be based on the FRT recommendation(s) and the purposes of this Agreement.

7.2.6.2. To address Insufficient Funding, the VDFI Board, through a vote of its authorized membership, may take one or more of the limited actions set forth in Section 7.2.6.3 to address the expected amount and timing of potential disbursement shortfalls and to minimize risk to the holders of City and Metro bonds that bond payments might not be made from the VFTA, and then direct the VFTA Administrator to make disbursements consistent with VDFI Board action, as described below.

7.2.6.3. The VDFI Board may take one or more of the following limited actions: (i) apply pro rata reductions to all allocations in Sections 3.3.6 through 3.3.15; (ii) delay scheduled allocation escalations and/or increases for all of the allocations in Sections 3.3.6 through 3.3.15; (iii) delay the issuance of the VMC Renovation Bonds or the P'5 Renovation Bonds; and/or (iv) affirmatively allow the disbursements to be made at their regularly scheduled amounts as set forth in Section 3.3, with no reduction or delays. Provided, however, the VDFI Board may not recommend delaying the issuance of the VMC Renovation Bonds or the P'5 Renovation Bonds until after Fiscal Year 2022 and may only recommend delaying the issuance of such bonds one time. If there is an executed term sheet, development agreement or any other agreement detailing the general terms for a project to be funded by VMC Renovation Bonds or P'5 Renovation Bonds, the issuance shall not be delayed. Any VDFI Board action taken to reduce or delay allocations to address Insufficient Funding will only be in effect for the following Fiscal Year, after which the allocations will automatically reset to the regularly scheduled amounts.

7.2.6.4. The decision of the VDFI Board in Section will be reported in writing by the VDFI Board to the VFTA Administrator and the Parties within five (5) business days. Any Party has five (5) business days of receipt of the VDFI Board decision to notify the VFTA Administrator of its objection to the decision of the VDFI Board, following which the VFTA Administrator will initiate dispute resolution in accordance with

Section . The VFTA Administrator will provide notice of the dispute to all Parties, as well as copies of the relevant VDFI Board findings described in Section 7.2.6.1. If no Party objects to the VDFI Board decision within the five (5) business day period, the VDFI Board decision is final.

7.2.7. In an event of Insufficient Funding, if a majority of the Financial Review Team makes a recommendation to the VDFI Board in accordance with Section and the VDFI Board does not take action within forty-five (45) calendar days of receipt of the Financial Review Team report, or June 1st, whichever comes first, then the VFTA Administrator will automatically initiate the dispute resolution process set forth in Section . If a VDFI Board decision (or in the event of VDFI Board inaction, a Financial Review Team recommendation) is referred to dispute resolution and the Dispute Resolution Committee does not take action by June 15th to address the Insufficient Funding, the VFTA Administrator will reset all allocations in Sections 3.3.6 through 3.3.15 to the Year One amounts for the next Fiscal Year, after which the allocations will automatically reset to the regularly scheduled amounts.

7.3. Visitor Development Strategic Plan. In early 2017, The Parties and the VDFI Board began working agree to work together to prepare a Visitor Development Strategic Plan ("Strategic Plan") to provide general direction for the future use of VFTA funds in support of tourism and the convention industry to maximize the economic benefits for the Portland metropolitan-Multnomah County area. Based on that certain Letter of Agreement dated May 11, 2018, signed by The Parties, the Parties and the VDFI Board will work together agree to complete include the other Beneficiaries to this Agreement in the development of a Strategic Plan no later than June 30, 2026. Consideration- The development of the Strategic Plan and its subsequent updates will be by will begin in January of the third year following the opening of the VDFI Board at their next regularly scheduled meetings. OCC Hotel Project or January 2020, whichever comes first. Nothing in this section prevents an earlier start to the development of the Strategic Plan if the Parties, through the City Mayor, the County Chair, and the Metro Council President, agree to begin the process earlier. Once a Strategic Plan is developed and approved, the Parties and the VDF Board will use their best efforts to update the Strategic Plan at least every five (5) years for as long as this Agreement is in effect.

7.4. The Parties agree to convene to review this Agreement periodically. Beginning on July 1, 20242018, any Party may request the Parties convene to consider amendments to this Agreement. If a request to consider amendments is made, the Parties will shall agree to convene and, in a timely manner, will shall assign adequate staff resources, establish a schedule for negotiations and participate in the negotiations in good faith. The Parties further agree that if any term or provision of this Agreement or its application to any Party or circumstance is found to be to any extent invalid or unenforceable, as described in Section 10.11, the Parties will immediately convene to review this Agreement and consider if amendments are warranted.

7.5. The Parties ~~will~~shall provide written notice to the VDFI Board sixty (60) calendar days in advance of amending this Agreement. The notice ~~will~~shall include an explanation, with reasonable particularity, of the proposed ~~modification or amendment~~ and, if available, a copy of the proposed ~~modification or amendment~~.

8. DISPUTE RESOLUTION

8.1. ~~For specified sections of~~ If a dispute arises under this Agreement, ~~among the VFTA Administrator and Parties, any Party, or the Board as described in Sections 3.3.5.3 and 3.3.5.6,~~ may initiate the following dispute resolution process.:

~~8.1.1. The initiating Party, or Board, will give written notice consistent with Section 10.2 to (a) the City Mayor, (b) the County Chair, (c) the Metro Council President and (d) the Board. The City Mayor, the County Chair and the Metro Council President, or their designees, will be the "Dispute Resolution Committee" (or "DRC"). The notice will identify the dispute for which the dispute process is initiated.~~

~~8.1.2. The VDFI Board will be a party to and allowed to participate in the dispute resolution process, although it will not have a voting member on the Dispute Resolution CommitteeDRC.~~

~~8.1.3. The VFTA Administrator will give written notice consistent with Section 10.2 to the Parties and the VDFI Board. The notice will identify the dispute for which the dispute process is initiated and include the reports specified in the applicable sections.~~

~~8.1.4. The VFTA Administrator will be responsible for convening the Dispute Resolution Committee meeting, which may be held in person or by means of telephonic or electronic communications and will provide the written report of the Dispute Resolution Committee decision.~~

~~8.1.3.8.1.5. Within ten (10) business15 days of the notice, each Party and the Board may submit a written statement to the VFTA AdministratorDRC stating the party's position on the dispute and the VFTA Administrator will provide the statements and all other relevant materials to the Dispute Resolution Committee and the VDFI Board Administrator at least ten (10) business days before the Dispute Resolution Committee meeting.~~

~~8.1.4.8.1.6. Within thirty (30) calendar60 days of the date the initiating notice was sent, the Dispute Resolution CommitteeDRC will meet and decide on a resolution of the dispute, and notify the Parties and Board of the resolution. Decisions of the Dispute Resolution CommitteeDRC will be by majority vote. The City,Party that initiated the County and Metro willdispute shall be entitled to vote on the matter and willshall not be deemed conflicted out of the decision.~~

~~8.1.7. In making their decisions, the Dispute Resolution Committee will consider the purposes of this Agreement, the criteria applied by the Financial Review~~

Team or the VDFI Board as described in this Agreement, and other information presented to them by the Parties or the Board.

8.1.8. The Dispute Resolution Committee has the same range of options available to the VDFI Board as set forth in Section 7.2.6.3 to adjust allocations. If the VDFI Board decision (or in the case of VDFI Board inaction, a Financial Review Team recommendation) is referred to dispute resolution and the Dispute Resolution Committee does not take action and provide a written decision by June 1st, the VFTA Administrator will take the action described in Sections to address the Insufficient Funding.

8.1.9. The Dispute Resolution Committee's decision will be prepared by the VFTA Administrator, in writing, and reviewed by the Dispute Resolution Committee members prior to completion. The Dispute Resolution Committee's written decision will be provided to the Parties and the VDFI Board within ten (10) business days of the Dispute Resolution Committee meeting described in Section 8.1.6. Decisions of the Dispute Resolution Committee are final.

~~8.1.5. Decisions of the DRC are final. However, the DRC has no authority to approve an amendment to this Agreement.~~

9. TERMINATION AND REMEDIES

9.1. The County's obligation to provide Net Revenues for the OCC City Bonds will terminate when the OCC City Bonds are fully paid or defeased and will end no later than June 1, 2030.

~~9.1.9.2. The County's obligation to provide TLT Net Revenues for the Stadium Bonds and OCC Hotel Project Bonds will terminate when the Stadium Bonds and OCC Hotel Project Bonds are fully paid or defeased, and will end (i) no later than June 1, 20232021, for the Stadium PCPA Bonds and, (ii) no later than June 1, 20472023, for the Stadium Bonds, and (iii) no later than June 1, 2030, for the OCC Hotel Project Bonds. If the City or Metro does not issue VMC Renovation Bonds and/or P'5 Renovation Bonds OCC Hotel Project Bonds, as described in Sections 5.5, 5. Section 6 and 6.4.2, this Agreement will terminate when the Stadium Bonds and OCC Hotel Project all the City Bonds are paid or defeased (the "Early Termination Date"), and this the Agreement may be extended beyond the Early Termination Date by agreement of the Parties.~~

~~9.2.9.3. The County's obligation to provide TLT Net Revenues is tied to the OCC Hotel Project Bonds, which are expected to be outstanding beyond June 1, 2030. If the City or Metro issues VMC Renovation Bonds and/or P'5 Renovation OCC Hotel Project Bonds consistent with Sections 5.5, 5.6 and 6.4 Section 6.2, neither this Agreement nor the imposition of the VFTA TLT will terminate until all of the OCC Hotel Project Bonds are paid or defeased (the "Termination Date"), and this the Agreement may be extended beyond the Termination Date by agreement of the Parties.~~

~~9.3.9.4.~~Notwithstanding Sections 8.1, all taxes subject to this Agreement that are imposed but not collected by the County until the OCC Bonds are fully paid or defeased, or June 30, 2030, whichever comes first, will be Net Revenues. Notwithstanding Sections 9.2 and 9.3, after the OCC Bonds are fully paid or defeased~~Notwithstanding Sections 9.1 and 9.2,~~ all taxes subject to this Agreement that are imposed but not collected by the County on the Early Termination Date ~~or will be Net Revenues, and on the Termination Date will be TLT Net Revenues.~~

~~9.4.9.5.~~Before the Early Termination Date or Termination Date, this Agreement may only be terminated by the agreement in writing of all Parties.

~~9.5.9.6.~~So long as any of the ~~OCC~~City Bonds are outstanding and this Agreement is in effect, the obligations of the County to (i) collect the Net Revenue taxes imposed by Multnomah County Code Chapter 11, or any successor Chapter pertaining to Revenue 11.301(C) and Taxation, 11.401(E), and (ii) maintain the Net Revenues and transfer them to the City to pay the ~~OCC~~City Bonds, as provided in this Agreement, may not be terminated for any reason, including a breach by any Party of its obligations under this Agreement or any amendment to this Agreement.

~~9.6.9.7.~~So long as the City Bonds and OCC Hotel Project Bonds are outstanding, and this Agreement is in effect, the obligations of the County to (i) collect the TLT Net Revenue taxes imposed by Multnomah County Code Chapter 11, or any successor Chapter pertaining to Revenue and Taxation, 11.401(E), and (ii) maintain the TLT Net Revenues and transfer them to the City to pay the City Bonds and to Metro to pay the OCC Hotel Project Bonds, as provided in this Agreement, may not be terminated for any reason, including a breach by any Party of its obligations under this Agreement or any amendment to this Agreement.

~~9.7.9.8.~~When the OCC Bonds are fully paid or defeased~~Upon reaching the Early Termination Date of this Agreement,~~ the County may terminate or modify the VFTA VRT tax surcharge imposed by Multnomah County Code Chapter 11, or any successor Chapter pertaining to Revenue and Taxation. In the event the VFTA VRT Surcharge is terminated or modified as referenced in this Section 9.8, the Livability and Safety Support allocations, including both the Base Amount and the Additional L&S Support Amount, shall terminate as referenced in Sections 3.3.7.2 and 3.3.14.6..301(C).

~~9.8.9.9.~~Upon reaching the Early Termination Date or the Termination Date of this Agreement, the County may terminate or modify the VFTA TLT tax surcharge imposed by Multnomah County Code Chapter 11, or any successor Chapter pertaining to Revenue and Taxation. 11.401(E).

9.10. Disbursement of any funds remaining in the VFTA upon reaching the Early Termination Date or Termination Date of this Agreement will be determined by the Dispute Resolution Committee in their sole discretion.

10. GENERAL PROVISIONS

10.1. Maintenance of Records. All Parties will maintain records of payments made and funds received under this Agreement and such records are subject to audit and inspection by the other Parties.

10.2. Notice. A notice or communication under this Agreement by a Party to another Party ~~will~~^{shall} be sufficiently given or delivered if sent with all applicable postage or delivery charges prepaid by: (a) personal delivery; (b) sending a confirmed email copy (either by automatic electronic confirmation or by affidavit of the sender) directed to the email address of the Party set forth below; (c) registered or certified U.S. mail, return receipt requested; or (d) delivery service or "overnight delivery" service that provides a written confirmation of delivery, each addressed to a Party as follows

If to the City: City of Portland
Office of the Mayor
1221 S.W. Fourth Avenue, Room 340
Portland, Oregon 97204
Email:
~~Ted.Wheeler~~^{mayor}~~mayor~~^{charlie}~~charlie~~^{hales}@portlandoregon.gov
Phone No.: 503-823-4120

and

City of Portland
OMF Bureau~~Office of Revenue Management and~~
~~Financial Services~~^{Finance}
1120 S.W. Fifth Avenue, Room 1204
Portland, Oregon 97204
Attn: Chief ~~Financial~~^{Administrative} Officer
Email:
~~michelle.kirby~~^{jack}~~jack~~^{graham}@portlandoregon.gov
Phone No.: 503-823-~~6851~~⁵²⁸⁸

with copies to: Spectator Facilities & Development Manager
1120 S.W. Fifth Avenue, Room 1204
Portland, Oregon 97204
Attn: Spectator ~~Venues Program~~^{Facilities &}
~~Development Manager~~
Email: Spectator~~Facilities~~@portlandoregon.gov
Phone No.: 503-823-6958

and

Office of the City Attorney
City of Portland, Oregon
1221 S.W. Fourth Avenue, 4th Floor
Portland, Oregon 97204
Attn: City Attorney
Email: ~~Tracy~~^{Reeve}
~~Jim.VanDyke~~@portlandoregon.gov

Phone No.: 503-823-4047

If to the County: Multnomah County
Office of the County Chair
501 N.E. Hawthorne Blvd., Suite 600
Portland, Oregon 97214
Email: mult.chair@multco.us
Phone No.: 503-988-3308

and

Multnomah County
Finance and Risk Management Division
501 N.E. Hawthorne Blvd.
Portland, Oregon 97214
Attn: Chief Financial Officer
Email: ~~eric.arellano~~ ~~mark.campbell~~ eric.arellano-mark.campbell@multco.us
Phone No.: 503-988-~~6718~~6229

with copies to: County Attorney
501 N.E. Hawthorne Blvd.
Portland, Oregon 97214
Attn: Jenny Madkour-Jaequie Weber
Email:
jenny.m.madkourjaequie.a.weber@multco.us
Phone No.: 503-988-3138

If to Metro: Metro
Office of the Council President
600 N.E. Grand Avenue.
Portland, Oregon 97232
Email: lynn.peterson@oregonmetro.gov
Phone No.: 503-797-1700

and

Metro
600 N.E. Grand Avenue.
Portland, Oregon 97232
Attn: Chief ~~Financial~~ Operating Officer
Email:
~~Brian.Kennedy~~ ~~Martha.Bennett~~ Martha.Bennett@oregonmetro.gov
Phone No.: 503-797-1700

with copies to: Office of Metro Attorney
~~Metro~~
600 N.E. Grand Avenue
Portland, Oregon 97232
Attn: General Counsel

Email:

~~Carrie.MacLaren~~~~Alison.Kean.Campbell~~@oregonmetro.gov

Phone No.: 503-797-1700~~1511~~

Notice to the VDFI Board ~~will~~shall be sent to:

Travel Portland

~~1001000~~ SW Main Street~~Broadway~~, Suite

~~11002300~~

Portland, Oregon ~~97204~~97205

Attention: President -CEO

Email: grants@VisitorsDevelopmentFund.com

Phone No.: ~~-(503)-~~275-9797

Each Party may, by notice to the other Party, specify a different address or confirmation number for subsequent notice purposes. Notices may be sent by counsel for a Party. Notice ~~will~~shall be deemed effective on the earlier of actual delivery or refusal of a Party to accept delivery, provided that notices delivered by email ~~will~~shall not be deemed effective unless simultaneously transmitted by another means allowed under this Section 10.2. For a notice to be effective, the copied persons must also be given notice.

10.3. Successors and Assigns; No Third-Party Beneficiaries.– This Agreement will bind each Party, its successors, assigns and legal representatives. No Party, under any condition, may voluntarily assign or transfer its obligations to any third party. Any attempted assignment or transfer will be void. Nothing in this Agreement gives or provides any benefit or right to any non-Party unless such third-persons are individually identified by name in this Agreement and expressly described as intended “third-party beneficiaries” of this Agreement.

10.4. Adherence to Law. The Parties will adhere to all applicable federal and state laws in all activities under this Agreement.

10.5. Waivers. No waiver made by a Party with respect to performance, or the manner or time of performance, of any obligation of another Party or any condition under this Agreement will be considered a waiver of any other rights of the Party making the waiver or a waiver by any other Party. No waiver by a Party of any provision of this Agreement will be of any force or effect unless in writing and no waiver ~~will~~shall be construed to be a continuing waiver.

10.6. Time of the Essence. Time is of the essence of this Agreement.

10.7. Choice of Law and Forum. This Agreement will be construed in accordance with the laws of the State of Oregon and any action brought under this Agreement will be brought in Multnomah County, Oregon.

10.8. Amendment.~~Modification.~~ This Agreement may only be ~~amended~~modified by a writing signed by each of the Parties. No ~~amendment~~modification to any provision of this Agreement may be implied from any course of performance, any acquiescence by

any Party, any failure of any Party to object to another Party's performance or failure to perform, or any failure or delay by any Party to enforce its rights.

10.9. Headings. Any titles of the sections of this Agreement are inserted for convenience of reference only and will be disregarded in construing or interpreting its provisions.

10.10. Counterparts; Electronic Transaction. This Agreement may be executed in counterparts, each treated as an original, and the counterparts will constitute one document. The Parties agree that they may conduct this transaction, including any amendments or extension, by electronic means including the use of electronic signatures and facsimiles.

10.11. Severability. If any term or provision of this Agreement or its application to any Party or circumstance ~~will shall~~ to any extent be invalid or unenforceable, the remainder of this Agreement and the application of such term or provision to such Party or circumstance other than those as to which it is held invalid or unenforceable ~~will shall~~ not be affected, and each term or provision of this Agreement ~~will shall~~ be valid and enforceable to the fullest extent permitted by law.

10.12. Construction and Interpretation. To the extent consistent with the context, words in the singular ~~will shall~~ include the plural, words in the masculine gender ~~will shall~~ include the feminine gender and the neuter, and vice versa. All provisions of this Agreement have been negotiated at arm's length, and this Agreement ~~will shall~~ not be construed for or against any Party by reason of the authorship or alleged authorship of any provision of this Agreement.

10.13. Implementation and Effective Date. The Parties agree to take all actions and execute all documents necessary to effect the terms of this Agreement. This Agreement shall become effective on the Effective Date. If the County fails to amend the Multnomah County Code Chapter 11 in a manner consistent with this Agreement within three (3) months following the parties' full execution of this Agreement, this Agreement shall automatically terminate and be of no force and effect.

{Signature page follows}

CITY OF PORTLAND

Approved as to form

<u>Tracy Reeve</u>	<u>Ted Wheeler</u>	
<u>James Van Dyke</u>	<u>Charlie Hales</u>	Date
City Attorney	<u>City of Portland Mayor</u>	

MULTNOMAH COUNTY

Approved as to form

<u>Jenny Madkour</u>	<u>Deborah Kafoury</u>	Date
County Counsel	<u>Jeff Cogen</u>	
	<u>Multnomah County Chair</u>	

METRO

Approved as to form

<u>Carrie MacLaren</u>	<u>Lynn Peterson</u>	<u>Alison Kean Campbell</u>	<u>Tom</u>
Hughes	Date		
Metro Attorney	Metro Council President		

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VISITOR FACILITIES INTERGOVERNMENTAL AGREEMENT ATTACHMENT A

Financial Review Team Tasks and Responsibilities

The purpose of the Financial Review Team (or FRT) is defined in Section 7.2. of the Visitor Facilities Intergovernmental Agreement (“VFIGA”). The composition of the FRT Financial Review Team and its convening are described in Section 7.2.1. of the VFIGA. Decision making for the FRT is described in Section 7.2.3 and allows the FRT to provide multiple recommendations to the VFTA Administrator, VDFI Board and Dispute Resolution Committee (DRC). Reports, recommendations or advice described in the tasks below that are required to be in writing will be transmitted, consistent with the notice provisions of Section 10.2, may be sent via email or another means allowed in Section 10.2. The FRT, or its members individually, may seek the advice from the City Economist, the County Economist and other financial professionals as they deem appropriate. All section references in this Attachment are to the Second Amended and Restated Visitor Facilities Intergovernmental Agreement (the “Agreement”) VFIGA and defined terms in this Attachment, unless otherwise specified in this Attachment, have the same meaning as in the Agreement VFIGA.

Task 1 – Periodic Review of VFTA cash flow and reserves flows and VFTA Fund Forecast per Section 3.5 and Advise VFTA Administrator, VDFI Board or the Parties as needed

Timing/Frequency: The FRT will meet: (1) at least annually, no later than March 1st; (2) within fifteen (15) business days of receipt of the second consecutive quarterly revenue report described in Section 4.3.4 showing negative year-over-year revenue growth; (3) when the VFTA Administrator or other FRT member believes an event with the potential for significant negative impact on the travel and tourism economic sector has occurred; and/or (4) when the GR ending balance exceeds the required RR balance. Nothing precludes the FRT from meeting more frequently and any FRT member may request a review under this Task. Reviews may also be requested by any Party or the VDFI Board.

FRT Action: As provided in Section 7.2.5, and at the frequencies described above, the FRT will Sections 3.5, review VFTA cash flow and reserves and VFTA Fund Forecast to assess the for sufficiency and capacity of the VFTA to fund all Agreement VFIGA obligations and priorities in Sections 3.3.1 through 3.3.15, including bond issuances anticipated in Section 3.3.4 and 3.3.5, and the reserves in Sections 3.3.16 and 3.3.17 during the next five (5) Fiscal Years.

Information to be reviewed in making this assessment will may include but is are not limited to:

- Historical and projected funding adequacy to meet actual and planned disbursements
- The calculation of amounts required to be maintained in the RR and the adequacy of the RR, SR and GR ending balances to support the VFTA
- The adequacy of VFTA funding capacity, as shown in the VFTA Fund Forecast, compared to actual and planned VFTA funding priorities per Sections 3.3.1 through 3.3.15, including information provided by the City and/or Metro regarding bond issuance as described in Sections 5.5.4 and 5.6.4
- Reserve/Fund Balance levels and projections
- Prepayment and/or refunding possibilities for Bonds and examination of which Bonds would yield the most value to the VFTA system if prepayment or refunding were implemented
- The Comparison of actual VFTA Fund Forecast and SSTLTR receipts to projections
- VFTA funding requirements as compared to actual VFTA funding needs and priorities

- Factors affecting, or projected to affect, the local and national economy, particularly those that influence the VFTA system revenues

Timing/Frequency: ~~At least annually and no later than 90 days prior to the start of each Fiscal Year. Reviews may occur more frequently if requested by any Party to the VFIGA.~~

FRT Deliverables: ~~Within ten (10) business days of meeting, The Financial Review Team will representative from each Party shall provide a summary report, prepared by the VFTA Administrator in writing and reviewed by the FRT to each Party's members, describing whether or not the VFTA funds and reserves are anticipated to be adequate to fulfill the allocations in Sections 3.3.1 through 3.3.15, including additional bond issuances anticipated in Sections 3.3.4 and 3.3.5, and the reserve accounts in Sections 3.3.16 through 3.3.18 and provide that report to the Parties and the of the VDFI Board.~~

~~If a majority of the members of the FRT concur that the VFTA resources are expected to be adequate to meet the disbursement obligations and the priorities in Sections 3.3.1 through 3.3.15, including additional bond issuances anticipated in Sections 3.3.4 and 3.3.5, during the next five (5) Fiscal Years, no recommendation need to be included in the FRT report and the VFTA Administrator will disburse funds as described in the Agreement.~~

~~If the FRT has made a determination of Insufficient Funding (i.e., a majority of the FRT finds the VFTA resources are anticipated to be inadequate to meet the disbursement obligations and the priorities in Sections 3.3.1 through 3.3.15, including additional bond issuances anticipated in Section 3.3.4 and 3.3.5, during the next five (5) Fiscal Years), and a majority of the members recommend that action to be taken that address the potential shortfall, the FRT will document the expected amount and anticipated timing of potential disbursement shortfalls and will provide a report for consideration by the VDFI Board identifying one or more of the following recommended actions: (i) pro rata reductions to all allocations in Sections 3.3.6 through 3.3.15, (ii) a delay of scheduled allocation escalations and/or increases for all of the allocations in Sections 3.3.6 through 3.3.15, and/or (iii) a delay of the issuance of the VMC Renovation Bonds or the P'5 Renovation Bonds. The FRT's recommendation will be considered by the VDFI Board under Section 7.2.6.~~

~~If a review under this Task was triggered by two consecutive quarters of negative year-over-year growth in VFTA revenues, the FRT will provide a report, prepared by the VFTA Administrator in writing and reviewed by the FRT members, to the VDFI Board summarizing the FRT's findings, including the economic forecast factors to be monitored and the triggers for a subsequent review, if any. If a majority of the FRT recommends the VDFI Board consider an action under Section 7.2.6, the report will include a single FRT consensus recommendation or a plurality of recommendations, indicating which member(s) support each recommendation, and will be provided to the VDFI Board for consideration under Section 7.2.6.~~

~~The FRT may recommend to the VDFI Board that funds in the GR be used to redeem Bonds provided the FRT finds that VFTA resources are expected to be adequate to meet the disbursement obligations and the priorities in Sections 3.3.1 through 3.3.15 and the reserves in Sections 3.3.16 and 3.3.17 during the next five (5) Fiscal Years.~~

~~The FRT Financial Review Team may also provide periodic reporting to other relevant VFTA participants as needed. The FRT, or its members individually, may also provide advice to the City Mayor, the County Chair, and the Metro Council President and the VDFI Board on desired and appropriate adjustments to the VFTA that may require amendment to the Agreement VFIGA.~~

Task 2 – Recommendations on the Adequacy of VFTA funds for certain allocations Funding and Initiation of Certain Actions

Task 2A: Advise VDFI Board on requests VFTA Forecast Review for Additional OCC Operating Support requests per Sections 3.3.6.1.5.2 and 3.3.5.6.2.

Timing/Frequency: If Metro intends to make a request for Additional OCC Support, no later than March 1st and at least five (5) business days prior to the VDFI Board meeting at which the request for Additional OCC Operating Support will be considered, as described in Sections 3.3.6.2.

FRT Action/Actions: Review VFTA cash flow and reserves and VFTA Fund Forecast and determine/analyze expected adequacy of VFTA funds to fulfill the allocations in 3.3.1 through 3.3.15, including bond issuances anticipated in Sections 3.3.4 and 3.3.5.11 and the reserve accounts in Sections 3.3.16 through 3.3.18.3.3.12 and 3.3.13. Review the adequacy of SSTLTR collections to meet OCC Hotel Project Bond payments in 3.3.4. Provide advice to VDFI Board prior to their consideration of a request for Additional OCC Operating Support per Section 3.3.6.1 or approving such request per Section 3.3.6.25.2 or approving such request per Section 3.3.5.6. In their review, the FRT may take into consideration the review information included in Task 1 and the adequacy of the VFTA reserves as described in Section 3.3.12 and 3.3.13, any OCC capital or operating reserve funds carried by Metro and the results of the most recent reconciliation review and analysis describe in Task 5.

InformationTiming/Frequency: If Metro intends to be reviewedmake a request for Additional OCC Support, at least 100 days prior the beginning of each Fiscal Year, as described in makingSections 3.3.5.1 and 3.3.5.2.

FRT Deliverable: Report to the VDFI Board and each Party's members of the VDFI Board, which shall accompany the Additional OCC Operating Support request, describing the anticipated sufficiency of VFTA revenues and reserves to cover all obligations of the Agreement.

Task 2B: Confirm Adequacy of VFTA to Cover Step Increases for County Allocation per Section 3.3.6.3 and 3.3.6.4

FRT Action: Review of VFTA Fund Forecast and determine expected adequacy of VFTA funds to support increases of County allocation per Section 3.3.6 along with other VFTA allocations. The FRT shall use the review information included in Task 1 and may include the results from the most recent SSTLTR reconciliation review as described in Task 4B in this determination shall include, but is, provided that a debit balance will not limited to: be the sole reason to reject or delay the step increases.

- Historical and projected funding adequacy to meet actual and planned disbursements

The Timing/Frequency: At least 90 days in advance of Fiscal Years identified in Section 3.3.6.3 and 3.3.6.4 and as needed in subsequent Fiscal Years if increases are not confirmed at an earlier allowed date.

FRT Deliverables: Confirmation, by email to the Trustee, to increase or not increase the County allocation.

Task 3—Review Restricted Reserve Amount and Determine Bond Redemption

Task 3A: Review Restricted Reserve Amount per Section 3.3.12

FRT Action: Review of VFTA Fund Forecast and calculation of amountsamount required to be maintained in the RR and the Restricted Reserve to meet the requirements of Section 3.3.12.

Timing/Frequency: Annually along with Task 1 review.

Deliverables: Direction to the County Trustee regarding the amount required to be maintained in the Restricted Reserve.

Task 3B: Recommend Bond Redemption Priorities per Section 3.3.13

FRT Action: Review funds available in Bond Redemption Reserve and bond call opportunities against priority order of bond allocations in Sections 3.3.1 through 3.3.4 to recommend bond redemption priority.

Timing/Frequency: Annually along with Task 1 review.

Deliverables: Recommendation to the County Trustee regarding the priority order for bond redemption consistent with Section 3.3.13.

Task 4—Review and Verify Bond Debt Service

Task 4A: Review and Verify Final Stadium Bond Refunding Debt Service

FRT Action: As provided in Section 5.3.2.2, review final proposed debt service on Stadium Bond Refunding to ensure consistency with Section 5.3.2.1.

Timing/Frequency: Once, immediately prior to final pricing of Stadium Bonds

FRT Deliverable: Verification of Stadium Bond debt service schedule consistency with Section 5.3.2.1, which verification shall be provided by email, to the City CAO, or his designee and the Trustee.

Task 4B: Verify OCC Hotel Project Bond Debt Service

FRT Action: As provided in Section 6.2.3, compare the final proposed debt service on OCC Hotel Project Bonds to the OCC Hotel Project SSTLTR projections and the VFTA cash flow projections, review communications regarding tax-exempt status, and confirm adequacy of the RR, SR and GR ending balances to support the VFTA projected SSTLTR to meet the annual bond payments with a target coverage of 1.05 and for consistency with the terms in Section 6.2.

- The adequacy of VFTA funding capacity, as shown in the VFTA Fund Forecast, compared to actual and planned VFTA funding priorities per Sections 3.3.1 through 3.3.15, including information provided by the City and/or Metro regarding bond issuance as described in Sections 5.5.4 and 5.6.4
- The VFTA Fund Forecast and factors affecting, or projected to affect, the local and national economy, particularly those that influence the VFTA system revenues

FRT Deliverable: Within ten (10) business days of meeting, the Financial Review Team will provide a summary report, prepared by the VFTA Administrator in writing and reviewed by the FRT members, to the Parties and the VDFI Administrator (i) describing whether or not the VFTA funds and reserves are anticipated to be adequate to cover all obligations of the Agreement and (ii) advising the VDFI Board whether approval of the request for Additional OCC Operating Support will allow all other obligations of the Agreement to be met. If a majority of the FRT agree on the recommendation for VDFI Board action, the FRT report will only include such recommendation. Otherwise, the FRT will provide a report detailing the recommendations of its members, indicating which member(s) support each recommendation.

Task 2B: Advise VDFI Board on (1) requests for use of SR funds under Section 3.3.17.4 and (2) restoration of SR fund level as described in 3.3.17.8.

Timing/Frequency: (1) Within ten (10) business days of receipt of a request from the VDFI Board for an allocation of funds from the SR. (2) Following approval of the use of funds from the SR and payment of such amount by the VFTA Administrator as described in Section 3.3.17.5. The specific timing of such review will be determined jointly by the VFTA Administrator and the VDFI Board Administrator but will be no later than the prospective annual review described in Task 1.

FRT Action: Review VFTA cash flow and reserves and VFTA Fund Forecast to (1) Advise the VDFI Board on the expected adequacy of VFTA funds to fulfill the allocations in Sections 3.3.1 through 3.3.15 and the level of the RR as described in Section 3.3.16 if the request is approved, and (2) Advise the VDFI Board on restoration of the SR level to the amount specified in *Timing/Frequency:* Once, immediately prior to final pricing of OCC Hotel Project Bonds

FRT Deliverable: Verification of OCC Hotel Project Bond debt service schedule consistency with Section 6.2, which verification shall be provided by email, to the Metro COO, or his designee and the Trustee.

Task 5—Perform Reconciliation Review and Analysis of SSTLTR and Determine Metro Reimbursements and Refunds

FRT Actions:

A) — Consistent with Section 6.2.4, review and analyze the SSTLTR paid by the OCC Hotel Project as follows:

1. The Trustee shall prepare a reconciliation accounting of (1) the collected SSTLTR, including the difference between the amount stated in Sections 3.3.7.1 and the amount stated in Section 3.3.7.2, as Escalated, for Enhanced OCC Marketing Support, and (2) the amount of principal and interest (debt service) on OCC Hotel Project Bonds paid to Metro from VFTA funds during that corresponding time period.
2. The FRT will compare the amount of SSTLTR that was paid by or attributed to the OCC Hotel Project to the payments for the OCC Hotel Project Bonds under Section 3.3.4. If the total of the SSTLTR is larger than the total of the bond payments, an accounting “credit” will be recorded for the time period being analyzed. If the total of the bond payments is larger than the total of the SSTLTR, an accounting “debit” will be recorded for the time period being analyzed.
3. The credits and debits will be summed to determine if the cumulative accounting balance is positive (a “credit balance”) or negative (a “debit balance”). The cumulative accounting balance will be carried forward into subsequent reconciliation reviews.

B) — Consistent with Section 6.2.4, determine if a Metro reimbursement payment is due and the amount, if any, that should be paid by Metro to the VFTA, or if a refund to Metro is due, as follows:

1. As described in Section 6.2.4.2, if the cumulative accounting balance is a debit balance, and if no funds are available within the VFTA Restricted Reserve, the FRT may determine that Metro be required to remit to the County for deposit in the VFTA a reimbursement payment up to the amount of the debit balance. The FRT can set the reimbursement payment to an amount less than the debit balance and can choose to delay payment until a subsequent reconciliation review is completed. Any debit balance that may be remaining after a Metro reimbursement payment is determined shall be carried forward into subsequent reconciliation reviews.
2. The FRT shall determine if a reimbursement payment is required by Metro by considering appropriate financial factors, including but not limited to: the fluctuations in SSTLTR collections over the life of the OCC Hotel Project Bonds taking into consideration historic trends and current economic indicators, the amount of the negative balance, and the VFTA Fund Forecast.

3. As described in Section 6.2.4.3, the FRT shall determine if Metro is owed a refund payment. If, after refunding to Metro all reimbursement payments made by Metro in prior Fiscal Years, an accounting credit balance still remains, the credit balance will be carried forward into subsequent reconciliation reviews.

Timing/Frequency: As described in Section 6.2.4.1.

FRT Deliverables: 1) Reconciliation report to Metro COO. 2) Direction to the Trustee and Metro COO on Metro's required reimbursement of the VFTA or refunds to Metro from the VFTA.

Task 6— Advise on OCC Hotel Project Bond Refunding and Tax Status

Task 6A: Advise on OCC Hotel Project Bond Refunding per Section 6.3

FRT Actions: As described in Section 3.3.17.

Information to be reviewed in making this determination shall include, but is not limited to:

- Historical and projected funding adequacy to meet actual and planned disbursements
- The calculation of amounts required to be maintained in the RR and the adequacy of the RR, SR and ending balance to support the VFTA
- The adequacy of VFTA funding capacity, as shown in the VFTA Fund Forecast, compared to actual and planned VFTA funding priorities per Sections 3.3.1 through 3.3.15, including information provided by the City and/or Metro regarding bond issuance as described in Sections 5.5.4 and 5.6
- The VFTA Fund Forecast and factors affecting, or projected to affect, the local and national economy, particularly those that influence the VFTA system revenues

FRT Deliverables: (1) Within five (5) business days of meeting, the Financial Review Team will provide a summary report, to the Parties and the VDFI Administrator prepared by the VFTA Administrator in writing and reviewed by the FRT members, advising the VDFI Board whether or not the VFTA funds and reserves are anticipated to be adequate to fulfill the allocations in Sections 3.3.1 through 3.3.15 and the level of the RR, if the request is approved. The FRT may include a recommendation to the VDFI Board on the timing or trigger event needed to disburse funds from the SR. If a majority of the FRT agree on a recommendation for VDFI Board action, the FRT report, will include only one recommendation. Otherwise, the FRT will provide a report detailing the recommendations of its members, indicating which member(s) support each recommendation. (2) Within ten (10) business days of meeting, the Financial Review Team will provide a summary report, prepared by the VFTA Administrator in writing and reviewed by the FRT members, to the VDFI Board with a recommendation for restoration of the SR to Two Million Dollars (\$2,000,000), which may take place over more than one Fiscal Year and may include transferring funds from the GR. If a majority of the FRT agree on the recommendation for VDFI Board action, the FRT report will only include one recommendation. Otherwise, the FRT will provide a report detailing the recommendations of its members, indicating which member(s) support each recommendation.

Task 3— Review and Verify Bond Debt Service

Task 3A: Verify VMC Renovation Bonds and P'5 Renovation Bonds debt service as described in Section 5.5, 5.6 and 6.4.

Timing/Frequency: Once, within ten (10) business days of receipt of notice from the City or Metro, which is due at least forty-five (45) calendar days prior to bond issuance, as described in Sections 5.5, 5.6 and 6.4.

FRT Action: Review the bond or debt obligation debt service for VMC Renovation Bonds and P'5 Renovation Bonds and verify its consistency with the net proceeds calculation described in Sections 5.5.1 and 5.6.1 and the repayment period described in Sections 5.5.2, 5.6.2 or 6.4.

FRT Deliverable: Within ten (10) business days of meeting, the FRT will provide a summary report, prepared by the VFTA Administrator in writing and reviewed by the FRT members, to the Parties and the VDFI Administrator verifying the bond or debt obligation debt service is consistent with the application section(s) or describing changes that need to be made to conform the bond or debt obligation debt service to the applicable section(s).

Task 3B: Advise on bond refunding.

Timing/Frequency: Within one hundred twenty (120) calendar days of the optional redemption date of bonds issued by the City or Metro.

FRT Actions: As described in Sections 5.7 and 6.3, review and analyze opportunities to refund OCC Hotel Project Bonds. Factors to consider in this analysis include but are not limited to: the financial benefits for the VFTA and Parties of refunding and; the expected adequacy of SSTLTR to support OCC Hotel Project Bond refunding without contributions from non-VFTA revenues. Information that will be reviewed in making this determination will include, but is not limited to:; and any request from Metro to use a reconciliation credit balance to defease the then outstanding OCC Hotel Project Bonds.

- Prepayment and/or refunding possibilities for Bonds and examination of which Bonds would yield the most value to the VFTA system if prepayment or refunding were implemented

Timing/Frequency: Per Section 6.3.

Deliverables: Advice and guidance to the City CFO or Metro CFO~~OOO~~ regarding potential ~~or~~OCC Hotel Project Bond debt service coverage ~~excluding non-VFTA revenues~~, and any proposed OCC Hotel Project Bond refunding structure.

Task 6B: Determine Net Financial Result of Change in Tax Status of OCC Hotel Project Bonds, per Section 6.4

FRT Actions: As described in Section 6.4, review any action undertaken by Metro that results in a change in tax status of the OCC Hotel Project Bonds to determine if the results are a net financial benefit to the VFTA.

Timing/Frequency: Within 30 days of a change in the tax status of the OCC Hotel Project Bonds.

Deliverables: Report to the City Mayor, County Chair and Metro Council President on the net financial impact to the VFTA of a change in tax status of the OCC Hotel Project Bonds.

Confidential Information:

For the purposes of the OCC Hotel Project funding strategy included in the VFIGA, the Parties must be provided information about the SSTLTR on an ongoing basis in order to perform their responsibilities under the Agreement. Metro will obtain a waiver to Portland City Code 6.04.130.D from the OCC Hotel Project operator, including agreement to periodic updates of such waiver, to allow sharing of the SSTLTR information with the Financial Review Team, who shall sign a confidentiality agreement.