

EXHIBIT AOFFICIAL NOTICE OF BOND SALE

\$20,000,000
CITY OF PORTLAND
STATE OF OREGON
GENERAL OBLIGATION WATER BONDS, SERIES 1980-C

Notice is hereby given that sealed bids for City of Portland, Oregon, General Obligation Water Bonds, Series 1980-C will be received by the city Auditor on behalf of the city of Portland, Oregon, until 11:00 o'clock a.m. pacific daylight time, on _____, 1980, at Room 202, City Hall, 1220 S.W. Fifth Avenue, Portland, Oregon, 97204 at which time they will be publicly opened and announced.

The bids shall be considered and acted upon by the city council of the city of Portland at its meeting to be held on _____, 1980, commencing at 2:00 o'clock p.m. pacific daylight time.

ISSUE: This issue consists of 4,000 coupon bonds in the denomination of five thousand dollars (\$5,000) each, all dated December 1, 1980, and totaling TWENTY MILLION DOLLARS (\$20,000,000).

INTEREST RATE: No bid specifying interest exceeding a net effective interest rate of 10% per annum will be accepted. Interest payment will first be due on June 1, 1981, and semi-annually thereafter on June 1 and December 1 of each year. Bidders must specify the interest rate or rates which the bonds will bear. The bids shall comply with the following conditions: (1) Interest rates specified must be in multiplies of 1/8th or 1/20th of one percent; (2) All bonds of the same maturity shall bear the same single rate of interest and supplemental coupons will not be permitted; (3) The interest rate for a bond of any maturity shall not be less than the interest rate for bonds of any earlier maturity.

MATURITIES: The bonds shall mature serially in ascending numerical order on the 1st day of December of each year as follows:

<u>AMOUNT</u>	<u>DATE</u>	<u>AMOUNT</u>	<u>DATE</u>
\$ 285,000	1981	\$ 695,000	1993
305,000	1982	750,000	1994
330,000	1983	805,000	1995
355,000	1984	870,000	1996
380,000	1985	935,000	1997
410,000	1986	1,010,000	1998
445,000	1987	1,090,000	1999
480,000	1988	1,170,000	2000
515,000	1989	1,265,000	2001
555,000	1990	1,360,000	2002
600,000	1991	1,465,000	2003
645,000	1992	1,580,000	2004
		<u>1,700,000</u>	2005
		20,000,000	

NO REGISTRATION: The bonds will be issued in bearer form with no option for registration.

EARLY REDEMPTION: Bonds maturing before December 1, 1991, are not subject to early redemption. Bonds maturing on or after December 1, 1991, are subject to redemption prior to their stated date of maturity at the option of the city, in whole or in part in the inverse order of maturity and in inverse numerical order within a maturity, on December 1, 1991, or on any interest payment date thereafter at par plus accrued interest to the date of redemption. A notice of such redemption shall be published at least thirty days prior to the date of redemption at least once in one or more newspapers published and circulated within the boundaries of the city. Notice of redemption shall also be mailed to Moody's Investors Service, Inc., and Standard & Poor's Corporation, both of New York City, New York. Interest on any bond or bonds so called for redemption shall cease on such redemption date unless the same are not redeemed upon presentation made pursuant to such call.

PAYMENT: Principal and interest are payable in lawful money of the United States at the office of the city Treasurer, city of Portland, Oregon.

PURPOSE: The bonds are authorized by Ordinance No. _____ and by section 11-103 of the Charter of the city of Portland for capital improvements to the city's water system.

SECURITY: The bonds of this issue are general obligation bonds of the city but primarily payable from water revenue and the net revenues of the water system are pledged for the payment of these and other water bonds. To the extent that the net revenues of the water system are not sufficient to pay the principal and interest on the bonds, the city will annually levy an ad valorem tax to pay bond principal and interest as they respectively come due.

LEGAL OPINION: The sale of the bonds is subject to receipt of the approving opinion of Schwabe, Williamson, Wyatt, Moore & Roberts, bond counsel, Portland, Oregon. A copy of the opinion will be printed on each bond.

TAX EXEMPT STATUS: Bond counsel's opinion will state that interest on the bonds is exempt from taxation by the United States under existing federal income tax laws and, under the existing laws of the State of Oregon, such interest is not includable in computing Oregon personal income tax.

BEST BID: The bonds will be sold to the responsible bidder whose bid will result in the lowest net interest cost to the city. The successful bid will be determined by computing the total amount of interest which the city would be required to pay from the date of the bonds to their respective maturity dates at the coupon rate or rates specified in the bid, assuming no bonds are called prior to maturity, plus discount and less premium offered, if any. Bids shall be for not less than all the bonds offered for sale, and for not less than 98% of par value thereof, plus accrued interest, computed on a 360 day basis, from the date of the bonds to the date of delivery.

DELIVERY: Delivery of the bonds will be made in the city of Portland, Oregon. At the request of the successful bidder, and at its expense, delivery may be made at any other location. Payment for the bonds must be made in immediately available federal funds.

SUBMISSION OF BIDS: Each bid together with specified herein must be enclosed in a sealed envelope addressed to the city and designated as a proposal for bonds. The city requests that bidders supply the total interest cost and net interest rate for each bid, but such information shall not be controlling in determining the successful bidder.

BID DEPOSIT: All bids must be unconditional and accompanied by a certified or cashier's check on a bank doing business in the State of Oregon for FOUR HUNDRED THOUSAND DOLLARS (\$400,000) payable to the order of the city of Portland, Oregon. Bid deposits of unsuccessful bidders will be returned upon award of the sale. No interest will be allowed on the bid deposit of any bidder including the successful bidder. The successful bidder's deposit will be forfeited to the city as liquidated damages in the event the successful bidder withdraws its bid or fails to complete its purchase in accordance with the terms thereof.

RIGHT OF REJECTION: The city, by its council, may reject any or all bids and may waive any defect or irregularity.

OFFICIAL STATEMENT: The city has prepared a preliminary official statement relating to the bonds, a copy of which will be furnished upon request to its financial consultant, Foster & Marshall, Inc., 205 Columbia Street, Seattle, Washington, 98104, telephone (206) 344-3598 or to the undersigned. The financial consultant may submit a bid for the bonds.

CUSIP: CUSIP identification numbers may be printed on the bonds but shall not constitute a part of the contract evidenced by the Bond upon which it is printed and no liability shall attach to the city or any officer or agent of the city by reason of such numbers or any use made thereof, or by reason of any inaccuracy, error or omission with respect thereto or in such use or by reason of failure to use such numbers. An improperly printed number will not constitute basis for the purchaser to refuse to accept delivery.

CLOSING DOCUMENTS: At the time of payment for the delivery of said bonds, the city will furnish the successful bidder with the usual closing documents including a certificate that no litigation is pending or threatened affecting the validity of the bonds.

FURTHER INFORMATION: The preliminary official statement and additional information regarding the city and this sale may be obtained from George Yerkovich, Auditor, city of Portland, Oregon, 97204, telephone (503) 248-4078.

George Yerkovich
Auditor
City of Portland, Oregon

ORDINANCE NO. 150233

An Ordinance providing for the issuance and sale of general obligation water bonds under the authority of section 11-103 of the Charter of the city of Portland, in a principal amount not exceeding \$20,000,000 to be dated December 1, 1980, and prescribing the form, maturity dates, bid restrictions, manner of sale, and other details concerning the bonds and their issuance.

The city of Portland ordains:

Section 1. The council finds:

1. Section 11-103 of the Charter provides that in order to provide funds for construction, reconstruction, replacement, extension, acquisition and maintenance of the city water plant and property, the council may issue bonds of the city which are general obligations of the city, but primarily payable from water revenue.
2. The Capital Improvement Program of the Bureau of Water Works totals \$50,945,000 for the three fiscal years 1980-1, 1981-2 and 1982-3 for capital improvements to the city water plant and property, a portion of which funds are to be provided by the sale of general obligation water bonds. The council has previously approved a water bond sale in this fiscal year in the amount of \$29,000,000 for capital improvements to the city water plant and property.
3. The total original cost of the existing plant and property of the water works and system of the city as of June 30, 1979 was \$118,004,573, and is estimated to exceed \$136,136,544 as of June 30, 1980, as of the date of this ordinance and as of the expected date of issue of the bonds authorized by this ordinance. The net outstanding water bond indebtedness, plus water bonds expected to be issued before the issuance of the bonds authorized by this ordinance, is \$66,737,853. The council is therefore authorized by section 11-103 to issue additional bonds of the city in an amount of more than \$20,000,000.
4. The council has budgeted \$50,000,000 of water bond sales for fiscal year 1980-1.
5. To provide for needed capital improvements for the city water plant and property, issuance and sale of \$20,000,000 of general obligation bonds of the city primarily payable from water revenue is desirable.

NOW, THEREFORE, the council directs:

a. Amount, Date, Denomination and Maturity of Bonds

The city shall issue and sell \$20,000,000 principal amount of coupon bonds to be known as the "City of Portland, Oregon, General Obligation Water Bonds, Series 1980-C" (the "Bonds") to be dated December 1, 1980, to be in \$5,000 denominations, payable at the office of the city Treasurer, interest payable on the first day of June and December of each year commencing June 1, 1981, and to mature serially on the first day of December in each year and in the following amounts:

<u>AMOUNT</u>	<u>DATE</u>	<u>AMOUNT</u>	<u>DATE</u>
\$ 285,000	1981	\$ 695,000	1993
305,000	1982	750,000	1994
330,000	1983	805,000	1995
355,000	1984	870,000	1996
380,000	1985	935,000	1997
410,000	1986	1,010,000	1998
445,000	1987	1,090,000	1999
480,000	1988	1,170,000	2000
515,000	1989	1,265,000	2001
555,000	1990	1,360,000	2002
600,000	1991	1,465,000	2003
645,000	1992	1,580,000	2004
		<u>1,700,000</u>	2005
		20,000,000	

b. Early Redemption

Bonds maturing before December 1, 1991, are not subject to redemption. Bonds maturing on or after December 1, 1991, are subject to redemption prior to their stated date of maturity, in whole or in part, in the inverse order of their maturity and in inverse numerical order within a maturity, on December 1, 1991, or on any interest payment date thereafter at par plus accrued interest to the date of redemption.

Redemption shall be at the option of the city and shall be commenced by action of the council establishing the date of redemption. A notice of such redemption shall be published at least thirty days prior to the date of redemption at least once in one or more newspapers published and circulated within the boundaries of the city.

c. Bond Form

The Bonds and coupons shall be in substantially the following forms:

No. _____ \$5,000

City of Portland, Oregon
General Obligation Water Bond, Series 1980-C

The city of Portland, located in the counties of Multnomah, Clackamas and Washington, State of Oregon, for value received, acknowledges itself indebted and hereby promises to pay to the bearer on the first day of December, _____, without grace,

Five Thousand Dollars

plus interest thereon to the maturity or redemption of this bond at the rate of _____ percent per annum, payable semiannually on the first day of June and the first day of December of each year commencing June 1, 1981, principal and interest payable in lawful money of the United States of America at the office of the city Treasurer of the city of Portland, Oregon, upon the presentation and surrender of this bond for payment of principal or of the annexed coupons for payment of interest as the Bond and the coupons severally become due.

This bond is one of the series of bonds designated as City of Portland, Oregon, General Obligation Water Bonds, Series 1980-C, issued in the aggregate amount of \$20,000,000 pursuant to ordinance _____, adopted by the city council on _____, 1980. The bonds of this series are dated December 1, 1980, are numbered 53261 to 57260, both numbers inclusive, and mature serially on the first day of December in each of the years 1981 to 2005, inclusive.

This bond, unless sooner maturing, is subject to early redemption on December 1, 1991, or on any interest payment date thereafter, upon notice published at least thirty days prior to the date of redemption at least once in one or more newspapers published and circulated within the boundaries of the city. Notice of redemption of this bond shall also be mailed to Moody's Investors Service, Inc. and Standard & Poor's Corporation, both of New York City, New York. The bonds shall be redeemed at the office of the city Treasurer on payment of the par value thereof plus

accrued interest to the date of redemption as set forth in the notice of redemption. The bonds shall be called for redemption in the inverse order of their maturity and in inverse numerical order within a maturity. If called for redemption, interest on this bond shall cease on such redemption date unless it is not redeemed upon presentation made pursuant to such call.

The bonds are issued by the city of Portland, Oregon, for the purpose of providing a fund for carrying into effect the provisions of section 11-103 of the Charter of the city of Portland. The city certifies that all acts and things required to be done precedent to issuance of these bonds have been properly and timely done and performed as required by law, and that the total debt of the city of Portland, Oregon, including this bond, does not exceed statutory and constitutional limitations of indebtedness. For the punctual payment at maturity of the principal of and interest on this bond the full faith and credit of the city of Portland, Oregon, hereby are irrevocably pledged.

In testimony whereof the council of the city of Portland, Oregon, by ordinance duly passed, has caused this bond to be signed by the facsimile signature of the Mayor and countersigned by the Auditor of the city of Portland, Oregon, and has caused the city corporate seal to be printed hereon, all as of the first day of December, 1980.

[facsimilie signature]
Mayor of the City of Portland, Oregon

Countersigned:

Auditor of the City of Portland, Oregon

(SEAL)

Coupon

No. _____

On the first day of (June - December) _____, the city of Portland, Oregon, will pay to the bearer the sum shown hereon in lawful money of the United States of America, upon presentation and surrender hereof at

the office of the city Treasurer of the city of Portland, Oregon, such amount being six months' interest then due on Bond No. _____ of the City of Portland, Oregon, General Obligation Water Bonds, Series 1980-C, dated December 1, 1980 (unless said bond is sooner redeemed as therein provided).

[facsimilie signature]

Mayor of the City of Portland, Oregon

[facsimilie signature]

Auditor of the City of Portland, Oregon

d. Disposition of Proceeds

After payment of expenses for the issuance of the Bonds, and after payment of the first year's debt service into the Water Bond Sinking Fund, the net proceeds shall be placed in the Water Construction Fund created pursuant to section 11-104 of the Charter of the city of Portland and shall be used for construction, reconstruction, replacement, extension, acquisition and maintenance of water plant and property, and the acquisition of water systems.

e. Pledge of Revenues

All net revenues from the operation of the water system, after deducting operation and maintenance charges of the water system, shall be placed in the Water Fund created pursuant to section 11-104 of the Charter of the city of Portland, Oregon.

f. Sinking Fund

The city of Portland has previously created a Water Bond Sinking Fund for the payment of principal and interest on all water bonds issued by the city. The city shall deposit in the the Sinking Fund from the Water Fund, at least annually, sufficient monies to pay the principal and interest on the Bonds and on all other outstanding water bonds of the city or additional bonds which may be issued pursuant to section 11-103 of the city Charter.

g. Full Faith and Credit

The Bonds will be general obligations of the city. To the extent that the net revenues of the water system are not sufficient to pay the principal and interest

on the Bonds, the city will annually levy an ad valorem tax without limit to rate or amount on all taxable properties within the city.

h. Notice

The Auditor of the city of Portland is directed to establish the time, date and place where bids for the purchase of the Bonds will be received, and is directed to prepare and publish a Notice of Bond Sale substantially in the form indicated in the attached Exhibit A. The date of receiving bids shall be on or before December 19, 1980.

i. Determination of Successful Bidder

The successful bid will be determined by computing the total amount of interest which the city would be required to pay from the date of the Bonds to their respective maturity dates at the coupon rate or rates specified in the bid, assuming no Bonds are called prior to maturity, plus discount and less premium offered, if any.

j. Bid Restrictions

Bids shall be for not less than all the Bonds offered for sale, and for not less than 98% of par value thereof, plus accrued interest, computed on a 360 day basis, from the date of the Bonds to the date of delivery. Bidders shall specify the rate of interest in multiples of 1/8th or 1/20th of 1 percent. All Bonds of the same maturity shall bear the same single rate of interest and supplemental coupons will not be permitted. The interest rate for a Bond of any maturity shall not be less than the interest rate for Bonds of any earlier maturity. No bid for interest exceeding a net effective interest rate of 10% per annum will be accepted.

k. Bid Deposit

All bids must be accompanied by a certified or cashier's check on a bank doing business in the State of Oregon and payable to the order of the city of Portland, Oregon, in the amount of \$400,000. Bid deposits of unsuccessful bidders will be returned upon award of the sale. No interest will be allowed on the bid deposit of any bidder including the successful bidder. The successful bidder's deposit will be forfeited to the city as liquidated damages in the event the successful bidder withdraws its bid or fails to complete its purchase in accordance with the terms thereof.

ORDINANCE No.

1. Legal Opinion

The Bonds will be sold subject to receipt of the approving opinion of Schwabe, Williamson, Wyatt, Moore & Roberts, bond counsel, Portland, Oregon. The council may, in its discretion, reject any or all bids and proceed to readvertise and receive bids until a satisfactory bid is received.

ORDINANCE NO. 23380

The Council and the City of Portland, Oregon, are authorized to issue bonds in the amount of \$1,000,000.00 for the purpose of financing the construction of the new City Administration Center, located at the intersection of NE Oregon Street and NE Broadway Street, in the City of Portland, Oregon. The bonds shall be issued in the amount of \$1,000,000.00, and shall be payable in equal annual installments of \$200,000.00, plus interest, over a period of 10 years, beginning on the first day of January, 1981. The bonds shall be subject to the provisions of the City of Portland, Oregon, Charter and the provisions of the City of Portland, Oregon, Finance Code, as amended. The bonds shall be sold subject to the receipt of the approving opinion of Schwabe, Williamson, Wyatt, Moore & Roberts, bond counsel, Portland, Oregon. The Council may, in its discretion, reject any or all bids and proceed to readvertise and receive bids until a satisfactory bid is received.

AUG 1 1980

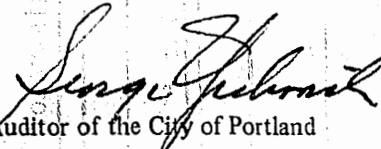
AUG 1 1980

Passed by the Council,

AUG 13 1980

Commissioner Ivancie
 July 30, 1980
 Jim Kessler:jrh

Attest:


 Auditor of the City of Portland

2911
 Calendar No. ~~2535~~

ORDINANCE No. 150233

Title

An Ordinance providing for the issuance and sale of general obligation water bonds under the authority of section 11-103 of the Charter of the city of Portland, in a principal amount not exceeding \$20,000,000 to be dated December 1, 1980, and prescribing the form, maturity dates, bid restrictions, manner of sale, and other details concerning the bonds and their issuance.

AUG 6 1980

PASSED TO SECOND READING AUG 13 1980

Filed AUG 1 1980

GEORGE YERKOVICH
 Auditor of the CITY OF PORTLAND

By *Gordon Hall*
 Deputy

THE COMMISSIONERS VOTED AS FOLLOWS:		
	Yeas	Nays
Ivancie	1	
Jordan	1	
Lindberg	1	
Schwab	1	
McCready	1	

FOUR-FIFTHS CALENDAR	
Ivancie	
Jordan	
Lindberg	
Schwab	
McCready	

INTRODUCED BY
Commissioner Ivancie

NOTED BY THE COMMISSIONER
Affairs
Finance and Administration
Safety
Utilities <i>FJI May</i>
Works

BUREAU APPROVAL
Bureau: Bureau of Water Works
Prepared By: Date: Jim Kessler 7/30/80
Budget Impact Review: <input checked="" type="checkbox"/> Completed <input type="checkbox"/> Not required
Bureau Head: <i>CG</i> Carl Goebel, Administrator

CALENDAR	
Consent	Regular <input checked="" type="checkbox"/>

NOTED BY
City Attorney
City Auditor
City Engineer