

ORDINANCE No. 183480

Authorize additional revenue bonds for urban renewal areas (Ordinance)

The City of Portland ordains:

Section 1. The Council finds:

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

NOW, THEREFORE, the Council directs:

- A. Revenue Bonds Authorized. The City is hereby authorized to issue bonds (the "Bonds") under the Statute in addition to the bonds authorized by Ordinance No. 181286 to finance the current and proposed costs of carrying out the City's urban renewal plans for the Central Eastside, Interstate Corridor and Gateway Regional Center urban renewal areas. The additional principal amounts of Bonds authorized by this ordinance for each urban renewal area shall not exceed the amounts shown in the third column of the following table:

<u>Urban Renewal Area</u>	<u>Amount Authorized by Ordinance No. 181286</u>	<u>Additional Amount Authorized by this Ordinance</u>
Downtown Waterfront	\$52,700,000	None
South Park Blocks	34,000,000	None
Oregon Convention Center	36,000,000	None
Central Eastside	27,000,000	\$6,000,000
Lents Town Center	26,000,000	None
River District	30,000,000	None
North Macadam	27,000,000	None
Interstate Corridor	29,000,000	20,000,000
Gateway Regional Center	15,300,000	2,000,000
TOTAL	\$277,000,000	\$28,000,000

- B. Security for Bonds. The Bonds authorized by this ordinance shall be secured by a pledge of the City's full faith and credit and available funds. In addition, the Debt Manager of the City, the Chief Financial Officer of the Bureau of Financial Services, the Chief Administrative Officer of the Office of Management and Finance, or the person designated by the Chief Administrative Officer of the Office of Management and Finance to act as Debt Manager under this ordinance (any of whom is referred to in this ordinance as a "Debt Manager"), may pledge the tax increment revenues of each urban renewal area to secure the bonds that are issued for that area.
- C. No Additional Taxes Authorized. No Bonds shall be general obligations of the City and neither the authorization nor the issuance of any Bonds shall authorize the City to levy any additional taxes.
- D. Procedure. No Bonds may be sold and no purchase agreement for any Bonds may be executed until the period of referral of this nonemergency ordinance has expired and this ordinance takes effect. If this ordinance is referred, the City may not sell the bonds unless the voters approve this ordinance.
- E. Delegation. After this ordinance takes effect the Debt Manager may, on behalf of the City and without further action by the Council:
1. issue one or more Bonds or amend bonds issued under Ordinance No. 181286 to increase their maximum principal amounts, provide that the Bonds shall secure lines of credit and enter into new lines of credit or amend existing lines of credit, establish the final principal amounts, maturity schedules, interest rates, sale prices, redemption terms, payment terms and dates, and other terms of the Bonds, and select one or more underwriters or lenders and negotiate the sale of the Bonds with those underwriters or lenders;
 2. issue refunding bonds to refund the Bonds and any bonds issued pursuant to Ordinance No. 181286, and extend existing lines of credit or enter into refunding lines of credit, if the Debt Manager determines that the City may obtain more advantageous terms, or that it is not practical to replace the Bonds or any bonds issued pursuant to Ordinance No. 181286 with long-term tax increment bonds before the Bonds and any bonds issued pursuant to Ordinance No. 181286 mature;
 3. participate in the preparation of, authorize the distribution of, and deem final any disclosure documents for the Bonds;
 4. enter into covenants to secure the Bonds, including covenants to issue obligations to refinance the Bonds, and covenants to levy, collect and apply tax increment revenues to pay the Bonds;
 5. provide that particular Bonds will bear interest that is excludable from gross income, and provide that other Bonds will bear interest which is includable in gross income, under the Internal Revenue Code of 1986, as amended;

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

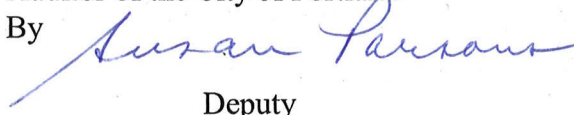
Passed by the Council,

JAN 20 2010

Mayor Sam Adams
Prepared by:
Eric Johansen: Bond Counsel
January 5, 2010

LAVONNE GRIFFIN-VALADE
Auditor of the City of Portland

By



Deputy

Agenda No. **183480**
ORDINANCE NO.
Title

✓ Authorize additional revenue bonds for urban renewal areas (Ordinance)

INTRODUCED BY
Commissioner/Auditor:
Mayor Sam Adams

COMMISSIONER APPROVAL

Mayor—Finance and Administration - Adams *[Signature]*

Position 1/Utilities - Fritz

Position 2/Works - Fish

Position 3/Affairs - Saltzman

Position 4/Safety - Leonard

BUREAU APPROVAL

Bureau: Office of Finance and Administration
Bureau Head: Ken Rust *[Signature]*

Prepared by: Eric Johansen PT
Date Prepared: January 5, 2010

Financial Impact Statement
Completed Amends Budget
Not Required

Portland Policy Document
If "Yes" requires City Policy paragraph stated in document.
Yes No

Council Meeting Date
January 20, 2010
13 OK w/Eric

City Attorney Approval

CLERK USE: DATE FILED JAN 08 2010

LaVonne Griffin-Valade
Auditor of the City of Portland

By: *[Signature]*
Deputy

ACTION TAKEN:

JAN 13 2010 PASSED TO SECOND READING JAN 20 2010 9:30 A.M.

AGENDA

TIME CERTAIN
Start time: _____

Total amount of time needed: _____
(for presentation, testimony and discussion)

CONSENT

REGULAR
Total amount of time needed: **5 minutes**
(for presentation, testimony and discussion)

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