

ORDINANCE NO. 183776

- \* Authorize permanent bonded lien interest rates for installment payment contracts financed by the Limited Tax Improvement Bonds, 2010 Series A. (Ordinance)

The Council of the City of Portland ordains:

Section 1. The Council finds:

1. On March 17, 2010, the Council adopted Ordinance No. 183616 authorizing the sale of bonds to finance installment payment contracts resulting from local improvements, public improvements, sidewalk repairs and system development charges.
2. On April 20, 2010, the City of Portland sold \$22,305,000 in limited tax improvement bonds through a competitive bond sale.
3. Section 17.12.140(f) of Portland City Code directs the Auditor to change interest rates on installment payment contracts to reflect the interest costs of the bond sale plus an allowance for insurance and other debt service reserves.
4. The City Debt Manager certifies that the bond sale interest costs were 1.73% for 5-year loans, 2.88% for 10-year loans, and 3.94% for 20-year loans.
5. The Auditor and City Debt Manager certify that the bond sale interest costs must be increased by 25 basis points to provide the necessary installment payment income to cover all bonded debt service plus an allowance for insurance and other debt service reserves. The necessary adjustments result in installment payment contract interest rates of 1.98% for 5-year loans, 3.13% for 10-year loans, and 4.19% for 20-year loans.

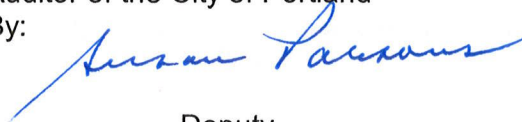
NOW, THEREFORE, the Council directs:

- a. The Auditor is authorized to change the interest rates charged on installment payment contracts included in the 2010 Series A Limited Tax Improvement Bond sale to 1.98% for 5-year loans, 3.13% for 10-year loans, and 4.19% for 20-year loans.

Section 2. The Council declares that an emergency exists because a delay in enacting this ordinance could cause a discrepancy between the interest rates being paid by the City and the interest rates being charged to property owners; therefore, this ordinance shall be in force and effect from and after its passage by the Council.

Passed by the Council: MAY 19 2010


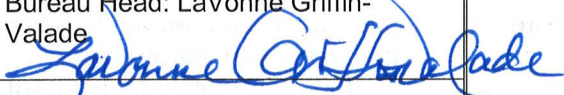
LaVonne Griffin-Valade  
Auditor of the City of Portland  
By:



Deputy

Agenda No. **183776**  
**ORDINANCE NO.**  
 Title

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<p><b>INTRODUCED BY</b>          Commissioner/Auditor:  <b>LaVonne Griffin-Valade</b></p>	<p>CLERK USE: DATE FILED <u>MAY 14 2010</u></p>
<p><b>COMMISSIONER APPROVAL</b></p> <p>Mayor—Finance and Administration - Adams</p> <p>Position 1/Utilities - Fritz</p> <p>Position 2/Works - Fish</p> <p>Position 3/Affairs - Saltzman</p> <p>Position 4/Safety - Leonard</p>	<p style="text-align: center;">LaVonne Griffin-Valade          Auditor of the City of Portland</p> <p>By:  Deputy</p>
<p><b>BUREAU APPROVAL</b></p> <p>Bureau: Auditor's Office          Bureau Head: LaVonne Griffin-Valade</p> <p></p> <p>Prepared by: ds          Date Prepared: May 12, 2010</p> <p>Financial Impact Statement          Completed <input checked="" type="checkbox"/> Amends Budget <input type="checkbox"/>          Not Required <input type="checkbox"/></p> <p>Portland Policy Document          If "Yes" requires City Policy paragraph stated in document.          Yes <input type="checkbox"/> No <input checked="" type="checkbox"/></p> <p>Council Meeting Date  <b>May 19, 2010</b></p>	<p><b>ACTION TAKEN:</b></p>
<p><b>City Attorney Approval</b></p>	

<b>AGENDA</b>
<p><b>TIME CERTAIN</b> <input type="checkbox"/></p> <p>Start time: _____</p> <p>Total amount of time needed: _____          (for presentation, testimony and discussion)</p>
<p><b>CONSENT</b> <input checked="" type="checkbox"/></p>
<p><b>REGULAR</b> <input type="checkbox"/></p> <p>Total amount of time needed: _____          (for presentation, testimony and discussion)</p>

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