

Appendix B

ORDINANCE No. 181286

Authorize 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 Oregon's Uniform Revenue Bond Act (ORS 288.805 to 288.945 or the "Act"). Revenue bonds issued under the Act may be payable from all or any portion of the "revenues" of the City, as defined in the Act. The Act 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 Act by nonemergency ordinance. The City may not sell the revenue bonds under the Act 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. It will be beneficial to borrow money under the Act to finance the current and proposed costs of carrying out the City's urban renewal plans and to refinance outstanding interim financings.
4. To reduce the cost of borrowings, the City may pledge its full faith and credit and agree to pay those bonds from the City's tax revenues and all other legally available funds of the City, including tax increment revenues.
5. The City will cause a plan to be prepared showing that the City's estimated Revenues which are pledged to pay each series of bonds authorized by this ordinance will be sufficient to pay that series.

NOW, THEREFORE, the Council directs:

- A. Revenue Bonds Authorized. The City is hereby authorized to issue bonds (the "Bonds") under the Act to finance the current and proposed costs of carrying out the City's urban renewal plans, and to refinance outstanding interim financings, in the following maximum principal amounts for the following urban renewal areas:

<u>Urban Renewal Area</u>	<u>Maximum Principal Amount</u>
Downtown Waterfront	\$52,700,000
South Park Blocks	34,000,000
Oregon Convention Center	36,000,000
Central Eastside	27,000,000
Lents Town Center	26,000,000
River District	30,000,000
North Macadam	27,000,000
Interstate Corridor	29,000,000
Gateway Regional Center	15,300,000
TOTAL	\$277,000,000

- 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 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, on behalf of the City and without further action by the Council:
1. issue one or more Bonds for each urban renewal area, provide that the Bonds shall secure 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. participate in the preparation of, authorize the distribution of, and deem final any disclosure documents for the Bonds;
 3. 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;
 4. provide that particular Bonds will bear interest which 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;
 5. issue, sell and deliver the Bonds; and,
 6. 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.