



# MULTNOMAH COUNTY AGENDA PLACEMENT REQUEST

(Revised: 6/9/2014)

APPROVED: MULTNOMAH COUNTY

BOARD OF COMMISSIONERS

AGENDA # R-3 DATE 4/28/16

MARINA BAKER, ASST BOARD CLERK

## Board Clerk Use Only

Meeting Date: 042816

Agenda Item #: R.3

Est. Start Time: 9:50 am

Date Submitted: 4/18/16

**Agenda Title:** **Authorizing the Issuance of Revenue Bonds, Series 2016 (Terwilliger Plaza Project) by the Hospital Facilities Authority of Multnomah County, Oregon.**

### Requested

Meeting Date: April 28, 2016 Time Needed: 10 minutes

Department: County Management Division: Finance & Risk Management

Contact(s): Mark Campbell

Phone: (503) 988-6229 Ext. 86229 I/O Address: 503/531

Presenters: Mark Campbell, CFO w/ Representatives from Bond Counsel and Terwilliger Plaza

## General Information

### 1. What action are you requesting from the Board?

The Hospital Facilities Authority of Multnomah County is being asked to approve a resolution to authorize a conduit financing requested by Terwilliger Plaza. This resolution will allow Terwilliger Plaza to refinance bonds issued by the Authority in 2006 in an aggregate principal amount not to exceed \$19,000,000; authorizing the execution of a letter of intent with Terwilliger Plaza, Inc.; designating an authorized representative; and related matters.

### 2. Please provide sufficient background information for the Board and the public to understand this issue. Please note which Program Offer this action affects and how it impacts the results.

This proposal is intended to allow Terwilliger Plaza (a non-profit organization under Section 501(c)(3) of the Internal Revenue Code of 1986) to issue bonds under the authority of the Multnomah County Hospital Facilities Authority. The bonds are being issued to refinance existing debt.

In 2006, the Authority issued \$39.8 million in bonds on behalf of Terwilliger Plaza. These bonds financed the development, construction, and equipping of the facility. Given today's favorable interest rate environment, an opportunity exists for Terwilliger Plaza to refinance all of the outstanding Series 2006 bonds and achieve significant interest savings. There is approximately \$16.3 million of remaining principal proposed for the refunding.

The Authority's approval of this resolution is required before the bonds can be issued.

**3. Explain the fiscal impact (current year and ongoing).**

The County will receive fees equal to one dollar (\$1.00) per thousand dollars (\$1,000) of the principal amount of the bonds issued, but not less than \$10,000. Additionally, the borrower is required to pay the fees and charges of the Authority's bond counsel and special counsel as well as any costs incurred by the County's finance or legal staff in connection with the bond issue.

**4. Explain any legal and/or policy issues involved.**

The County is not legally responsible for the repayment of the debt, the costs of issuance of the debt, or for including the debt on the County's Comprehensive Annual Financial Report.

**5. Explain any citizen and/or other government participation that has or will take place.**

In addition to the hearing before the Board of County Commissioners, a public notice and hearing as required by the Tax Equity and Fiscal Responsibility Act (TEFRA) will be held on April 27, 2014. No opposition to this matter is expected at either of the public hearings.

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**Required Signature**

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**Elected  
Official or  
Department  
Director:**

Karyne Kieta /s/

**Date:**

April 18, 2016