



MULTNOMAH COUNTY AGENDA PLACEMENT REQUEST (revised 09/22/08)

Board Clerk Use Only

Meeting Date: 3/21/13
Agenda Item #: R.7
Est. Start Time: 10:55 am
Date Submitted: 3/11/13

Agenda Title: **Authorizing Approval of Amendments to the Indenture and Loan Agreement Between Concordia University and Key Bank, N.A.**

Note: If Ordinance, Resolution, Order or Proclamation, provide exact title. For all other submissions, provide a clearly written title sufficient to describe the action requested.

Requested Meeting Date: March 21, 2012 **Amount of 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
Presenter(s): Mark Campbell and Bond Counsel (Orrick, Herrington, and Sutcliffe)

General Information

1. What action are you requesting from the Board?

Acting as The Hospital Facilities Authority of Multnomah County, the Board is being asked to approve a resolution to amend the Indenture and Loan Agreement between Concordia University and Key Bank, N.A.

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.

The Hospital Facilities Authority of Multnomah County issued bonds on behalf of Concordia University in 1999 to finance construction of a residence hall, acquisition of land, and other capital improvements. This request is intended to allow Key Bank to purchase all the outstanding bonds and hold them in a direct-purchase transaction. The direct-purchase of the bonds only requires amendments to the existing bond documents and does not require a full refunding of the bonds. However, the amendments constitute a reissuance of the bonds for tax purposes and, therefore, require the Authority's approval of this resolution before the transaction can be completed.

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

The County typically receives a fee 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. Because this transaction does not require full documentation as would normally be necessary in a refunding transaction, staff proposes to negotiate a reduced fee with the borrower.

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 in the County's Comprehensive Annual Financial Report.

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

N/A

Required Signature

Elected Official or

Department/

Agency Director:

Mark Campbell, CFO /s/

Date: 3/11/13
