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| Meeting Date: | 10/28/2010 |
| Agenda Item #: | R-11 |
| Est. Start Time: | 11:50 am |
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Note: If Ordinance, Resolution, Order or Proclamation, provide exact title. For all other submissions, provide a clearly written title.

General Information

Request Board approval to obtain financing for construction of the East County Courthouse including District Attorney facilities and County Data Center in an amount not to exceed \$15,000,000.

On April 22, 2010 the Board approved resolution 2010-048 which directed the Chief Financial Officer to develop a proposal for financing up to \$15,000,000 of the costs associated with construction of the East County Courthouse. On August 26, 2010 the Board approved resolution 2010-119 which designated the County as a “Recovery Zone” for purpose of issuing bonds under provisions outlined in the American Recovery and Reinvestment Act (ARRA). The County was authorized to issue up to \$3,624,000 of Recovery Zone Economic Development Bonds (RZEDBs). Subsequently, the County sought, and was granted, additional RZEDB volume cap that will provide for full financing of the East County Courthouse.

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

RZEDBs are taxable bonds that provide a direct interest subsidy from the federal government. The subsidy level is 45% of the interest due on bonds issued prior to December 31, 2010. At that subsidy level, RZEDBs can be issued at less cost to the County than it would be able to achieve through a traditional, tax exempt borrowing. Estimated savings are projected to be approximately \$1.2 million over the life of the bonds.

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

The County is authorized by ORS 271 & 287A to finance these projects, if such financing is approved by a majority of the governing body.

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:



Date: 10/20/2010