

BEFORE THE BOARD OF COUNTY COMMISSIONERS
FOR MULTNOMAH COUNTY, OREGON

RESOLUTION NO. 09-061

Amending Resolution 06-018 Authorizing an Internal Loan from the General Fund to the Willamette River Bridge Fund for the Sauvie Island Bridge Replacement by Authorizing Changes to Original Repayment Terms

The Multnomah County Board of Commissioners Finds:

- a. On February 9, 2006, by Resolution 06-018, the Board authorized a loan from the General Fund to the Willamette River Bridges Fund in the amount of \$8,000,000 for the Sauvie Island Bridge Replacement project.
- b. The loan was needed to enter the construction phase because the low bid for the project was \$8,000,000 over the engineering estimate.
- c. The loan was structured with 3% interest per annum with payments in the amount of \$300,000 in fiscal year 2007; \$500,000 in fiscal year 2008; \$1,600,000 in fiscal year 2009; \$3,000,000 in fiscal year 2010 and \$3,253,000 in fiscal year 2011.
- d. According to ORS 294.460 and Multnomah County Financial and Budget Policies interfund loans must be repaid within five years. Current pending state legislation would change this requirement from five years to ten years. According to current forecasts extending the repayment period will not appreciably affect the total amount the Willamette River Bridge Fund will be able to repay.
- e. At the time the loan was approved, it was anticipated that new revenue sources would be available in later years or that the Board would consider forgiving a portion of the loan.
- f. New revenue sources have not materialized
- g. Based on current information regarding revenues and capital and maintenance projects in the next six years, it is not anticipated that the Willamette River Bridges Fund will be able to repay the loan according to the original terms. The estimated maximum payments the Willamette River Bridges Fund can make to the General Fund while maintaining a positive fund balance in fiscal year 2010 and 2011 are \$1,300,000 and \$1,000,000 respectively.

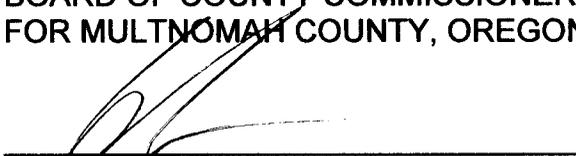
The Multnomah County Board of Commissioners Resolves:

1. The County's Chief Financial Officer is directed to make the necessary accounting transactions pertaining to the General Fund loan to the Willamette River Bridges Fund for the Sauvie Island Bridge Project more particularly as follows: for fiscal year 2010, to change the payment amount from \$3,000,000 to \$1,300,000; and for fiscal year 2011, to change the payment amount from \$3,253,000 to \$1,000,000. Upon the completion of the two payments as provided herein the Willamette River Bridges Fund will have fulfilled its loan repayment obligation to the County's General Fund for the Sauvie Island Bridge Project.

ADOPTED this 4th day of June, 2009.



BOARD OF COUNTY COMMISSIONERS
FOR MULTNOMAH COUNTY, OREGON



Ted Wheeler, Chair

REVIEWED:

AGNES SOWLE, COUNTY ATTORNEY
FOR MULTNOMAH COUNTY, OREGON

By 

Matthew O. Ryan, Assistant County Attorney

SUBMITTED BY:

Cecilia Johnson, Director, Department of Community Services