

July 27, 2017

18-001

PORTLAND COMMUNITY COLLEGE, MULTNOMAH, CLACKAMAS, COLUMBIA, YAMHILL AND WASHINGTON COUNTIES, OREGON CALLING A MEASURE ELECTION FOR NOT TO EXCEED \$185,000,000 OF GENERAL OBLIGATION BONDS; APPROVING A BALLOT TITLE AND DESIGNATING AN AUTHORIZED REPRESENTATIVE; DELEGATING THE SUBMISSION OF THE BALLOT TITLE AND RELATED MATTERS

PREPARED BY: Sylvia Kelley, Executive Vice President

FINANCIAL RESPONSIBILITY: Jim Langstraat, Vice President, Finance and Administration

APPROVED BY: Mark Mitsui, College President

REPORT: The District is authorized pursuant to the Constitution and Statutes of the State of Oregon, specifically Oregon Revised Statutes Chapters 341 and 287A to issue general obligation bonds for capital costs.

The District adopts this resolution, subject to voter approval, to authorize the District to contract bonded indebtedness to provide funds to finance the costs of the Project and pay bond issuance costs.

RECOMMENDATION: That the Board of Education adopts Resolution 18-001 as specified in Exhibit A to call a measure election for November 7, 2017 and delegate submission of the ballot title and explanatory statement.

CAPTION: (10 WORD LIMIT)

Bonds to construct job training space, improve classrooms, safety, technology.

QUESTION: (20 WORD LIMIT)

Shall Portland Community College construct, expand, modernize facilities; estimated to maintain current tax rate by issuing \$185 million in bonds? If the bonds are approved, they will be payable from taxes on property or property ownership that are not subject to the limits of sections 11 and 11b, Article XI of the Oregon Constitution.

SUMMARY: (175 WORD LIMIT)

Projects expected to be financed with bond funds include:

- Construction and improvements to provide students with up-to-date job training spaces;
- Acquisition of modern technology and equipment;
- Improvements to transit and disability access;
- Projects to increase facility lifespan and efficiency through energy efficiency, heating, ventilation, air conditioning, electrical, plumbing, and sustainability improvements;
- Site improvements, demolition, furnishing, equipping, acquiring or purchasing land, bond issuance costs;
- Modernizing the Portland Metropolitan Workforce Training Center;
- Improving the Sylvania Campus Health Technology Building and Health Inter-Professional Training Facility;
- Constructing child care facility on Rock Creek campus;
- Upgrading Cascade Public Safety Building and enhancing safety and security district wide.

If bonds approved, matching state funds of \$8 million would be available to reduce overall cost to taxpayers.

PCC will conduct, issue annual audits to ensure funds used as intended.

Bonds would mature in not to exceed 16 years from issuance. Bond cost estimated to maintain fiscal year 2017 rate of 40 cents per \$1,000 of assessed value. Actual rates may differ and depend on interest rates incurred and assessed value growth.

The following authorized District Official hereby certifies the above ballot title is true and complete:

Signature of authorized District Official

Date signed

Printed name of authorized District Official

Title

EXHIBIT A

A RESOLUTION OF PORTLAND COMMUNITY COLLEGE, MULTNOMAH, CLACKAMAS, COLUMBIA, YAMHILL AND WASHINGTON COUNTIES, OREGON, CALLING A MEASURE ELECTION TO SUBMIT TO THE ELECTORS OF THE DISTRICT THE QUESTION OF CONTRACTING GENERAL OBLIGATION BONDED INDEBTEDNESS IN AN AGGREGATE PRINCIPAL AMOUNT NOT TO EXCEED \$185,000,000 TO FINANCE CAPITAL COSTS; AND RELATED MATTERS.

WHEREAS, the Board of Education (the "Board") of Portland Community College, Multnomah, Clackamas, Columbia, Yamhill and Washington Counties, Oregon, (the "District") has determined that a need exists for the District to finance capital costs, as more fully described in the notice of measure election attached hereto as Exhibit B (the "Project") and pay bond issuance costs; and

WHEREAS, the costs of the Project and issuance costs are estimated to be not more than \$185,000,000; and

WHEREAS, the District anticipates incurring expenditures (the "Expenditures") to finance the costs of the Project and wishes to declare its official intent to reimburse itself for any Expenditures it may make from its general funds on the Project from the proceeds of voter-approved general obligation bonds which may be issued as tax-exempt obligations or qualified tax credit bonds; and

WHEREAS, ORS 341.675, as amended, subject to voter approval, authorizes the District to contract bonded indebtedness to provide funds to finance the costs of the Project and to pay bond issuance costs;

NOW, THEREFORE, the Board of Education of Portland Community College, Multnomah, Clackamas, Columbia, Yamhill and Washington Counties, Oregon, resolves as follows:

1. The measure election is hereby called for the purpose of submitting to the electors of the District the question of contracting general obligation bonded indebtedness in the name of the District in an amount not to exceed \$185,000,000 (the "Bonds"). Bond proceeds will be used to finance the Project and pay all Bond issuance costs. The Bonds shall mature over a period of not more than sixteen (16) years from the date of issue and may be issued in one or more series.

2. The measure election hereby called shall be held in the District on the 7th day of November, 2017. As authorized by the County Clerks of Multnomah, Clackamas, Columbia, Yamhill and Washington Counties, Oregon, and the Oregon Secretary of State, the election shall be conducted by mail pursuant to ORS 254.465 and 254.470.

3. The District authorizes the President, Executive Vice President or Vice President of Finance and Administration (each an "Authorized Representative") or

his/her designee to submit the final ballot title and explanatory statement and to take such further action as is necessary to carry out the intent and purposes herein in compliance with the applicable provisions of law.

4. The Authorized Representative shall cause to be delivered to the Election Officer of Multnomah County, Oregon (the "Election Officer"), a Notice of Measure Election (the "Notice") in substantially the form of, attached hereto as Exhibit B, which shall be approved and filed by the Authorized Representative of the District, not later than September 7, 2017, (sixty-one (61) days prior to the election date).

5. The District hereby declares its official intent pursuant to Treasury Regulation Section 1.150-2 to reimburse itself with the proceeds of the Bonds for any of the Expenditures incurred by it prior to the issuance of the Bonds.

7. The law firm of Hawkins Delafield & Wood LLP, is hereby appointed to serve as Bond Counsel with respect to the issuance of the Bonds. The District will pay the fees and expenses of Bond Counsel from Bond proceeds.

ADOPTED by the Board of Directors of Portland Community College, Multnomah, Clackamas, Columbia, Yamhill and Washington Counties, Oregon this ___ day of ____, 2017.

**PORTLAND COMMUNITY COLLEGE,
MULTNOMAH, CLACKAMAS, COLUMBIA,
YAMHILL AND WASHINGTON COUNTIES,
OREGON**

By: 

Kali Thorne-Ladd, Chair
Board of Directors

ATTEST:

By: 

Mark Mitsui, College President