

**PROSPER PORTLAND**

Portland, Oregon

**RESOLUTION NO. 7425**

**AUTHORIZING SHORT-TERM INTERFUND OPERATING LOANS FOR THE PERIOD OF JULY 1, 2021 TO JUNE 30, 2022 IN A TOTAL AMOUNT NOT TO EXCEED \$1,900,000 FROM THE BUSINESS MANAGEMENT FUND TO THE FOLLOWING FUNDS: THE COMMUNITY DEVELOPMENT BLOCK GRANT/ECONOMIC OPPORTUNITY INITIATIVE FUND; THE NEIGHBORHOOD PROSPERITY INITIATIVE TAX INCREMENT FINANCE FUND; AND THE COMMUNITY OPPORTUNITIES AND ENHANCEMENTS PROGRAM FUND**

**WHEREAS,** Prosper Portland anticipates entering into agreements with the Portland Housing Bureau (“PHB”) and the City of Portland Office of Management and Finance (“OMF”) for fiscal year (“FY”) 2021-22 pursuant to which Prosper Portland will receive federal and city funds from PHB and OMF for the implementation of the Economic Opportunity Initiative (“EOI”) and Community Opportunities and Enhancements Program (“COEP”);

**WHEREAS,** Prosper Portland will submit monthly or other periodic billings to PHB and OMF for expenditures incurred by Prosper Portland in implementation of the EOI and COEP;

**WHEREAS,** Prosper Portland staff submit the monthly billings within approximately two weeks after the end of a billing period in which expenses attributable to that billing period have been recorded on the books of Prosper Portland;

**WHEREAS,** the combination of a two-week billing period and the customary 30-day payment period will result in, absent interfund borrowing, a minimum average cash overdraft position equal to one and one half months of expenditures in the Community Development Block Grant (“CDBG”) – EOI Fund, COEP, and American Rescue Plan funds;

**WHEREAS,** the U.S. Economic Development Agency required the drawdown of funds after approval of a revolving fund loan to a borrower, a minimum average cash overdraft position equal to one revolving fund loan approved;

**WHEREAS,** the Neighborhood Prosperity Initiative (“NPI”) Tax Increment Finance Funds (“TIF”), Fund 310 (42nd Avenue NPI TIF); Fund 311 (Cully Boulevard NPI TIF); Fund 312 (Parkrose NPI TIF); Fund 313 (Rosewood NPI TIF); Fund 314 (Division-Midway NPI TIF); and Fund 315 (82nd Avenue & Division NPI TIF); will have insufficient funding for continuing project work until receipt of tax increment financing du jour proceeds in March 2022;

**WHEREAS,** to avoid negative balances in the recipient funds, interfund borrowing is needed in accordance with local budget law; and

**WHEREAS,** Oregon Revised Statutes (“ORS”) 294.468 authorizes public agencies to loan money from a fund to another fund of the municipal corporation if the loan is authorized by official resolution or ordinance of the governing body.

**NOW, THEREFORE, BE IT RESOLVED,** that the Prosper Portland Board of Commissioners hereby authorizes, pursuant to ORS 294.468, short-term interfund operating loans (“Interfund Loans”) not to exceed \$1,900,000 in aggregate at any one time, from the lender fund identified below in (b) to provide cash, as needed on a temporary basis, to the borrowing funds specified below in (a), in accordance with the following loan terms:

- (a) The following funds shall be permitted to borrow cash on a monthly basis, in multiples of \$1,000, in an amount sufficient to prevent a cash overdraft, up to the amount specified per fund, from the funds set forth in (b) below:

CDBG-EOI Fund (Fund 213) up to \$1,500,000

COEP Fund (Fund 220) up to \$300,000

American Rescue Plan Fund (Fund 235) \$1,000,000

EDA Special Award Fund (Fund 251) \$200,000

Neighborhood Prosperity Fund up to \$100,000 in the aggregate for the following subfunds:

42nd Avenue NPI TIF District (subfund 310)

Cully Boulevard NPI TIF District (subfund 311)

Parkrose NPI TIF District (subfund 312)

Rosewood NPI TIF District (subfund 313)

Division-Midway NPI TIF District (subfund 314)

82nd Avenue & Division NPI TIF District (subfund 315)

- (b) Interfund Loans to the above-mentioned funds will be made by the Business Management Fund (fund 520) in an aggregate amount not to exceed \$1,900,000 at any one time to the extent of available cash.
- (c) The Interfund Loans are operating loans to be repaid within the first accounting period after funds are received from the City but in no event later than the following fiscal year. The Interfund Loans shall bear no interest.
- (d) Authorization to extend Interfund Loans under this resolution shall commence July 1, 2021, and expire on June 30, 2022; and

**BE IT FURTHER RESOLVED,** that this resolution shall become effective immediately upon its adoption.

Adopted by the Prosper Portland Commission on June 23, 2021



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Pam Feigenbutz, Recording Secretary



# PROSPER PORTLAND

Building an Equitable Economy

## RESOLUTION NO. 7425

### RESOLUTION TITLE:

AUTHORIZING SHORT-TERM INTERFUND OPERATING LOANS FOR THE PERIOD OF JULY 1, 2021 TO JUNE 30, 2022 IN A TOTAL AMOUNT NOT TO EXCEED \$1,900,000 FROM THE BUSINESS MANAGEMENT FUND TO THE FOLLOWING FUNDS: THE COMMUNITY DEVELOPMENT BLOCK GRANT/ECONOMIC OPPORTUNITY INITIATIVE FUND; THE NEIGHBORHOOD PROSPERITY INITIATIVE TAX INCREMENT FINANCE FUND; AND THE COMMUNITY OPPORTUNITIES AND ENHANCEMENTS PROGRAM FUND

Adopted by the Prosper Portland Commission on June 23, 2021

PRESENT FOR VOTE	COMMISSIONERS	VOTE		
		Yea	Nay	Abstain
<input checked="" type="checkbox"/>	Chair Gustavo J. Cruz, Jr.	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
<input checked="" type="checkbox"/>	Commissioner Francesca Gambetti	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
<input type="checkbox"/>	Commissioner Peter Platt	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
<input checked="" type="checkbox"/>	Commissioner Serena Stoudamire Wesley	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
<input checked="" type="checkbox"/>	Commissioner William Myers	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
<input checked="" type="checkbox"/> Consent Agenda <input type="checkbox"/> Regular Agenda				

### CERTIFICATION

The undersigned hereby certifies that:

*The attached resolution is a true and correct copy of the resolution as finally adopted at a Board Meeting of the Prosper Portland Commission and as duly recorded in the official minutes of the meeting.*

	Date:  June 25, 2021
	Pam Feigenbutz, Recording Secretary