

PROSPER PORTLAND

Portland, Oregon

RESOLUTION NO. 7649

AUTHORIZING SHORT-TERM INTERFUND OPERATING LOANS FOR THE PERIOD OF JULY 1, 2026, TO JUNE 30, 2027, IN A TOTAL AMOUNT NOT TO EXCEED \$5,600,000 FROM THE STRATEGIC INVESTMENT FUND TO THE FOLLOWING FUNDS: COMMUNITY DEVELOPMENT BLOCK GRANT - ECONOMIC OPPORTUNITY INITIATIVE FUND; PORTLAND CLEAN ENERGY FUND; 82ND AVENUE TAX INCREMENT FINANCE FUND; CULLY TAX INCREMENT FINANCE FUND; AND EAST 205 TAX INCREMENT FINANCE FUND

WHEREAS, Prosper Portland anticipates entering into an agreement with the City of Portland (“City”) Housing Bureau (“PHB”) for fiscal year (“FY”) 2026-27 and has entered into two agreements with the City Bureau of Planning and Sustainability (“BPS”) pursuant to which Prosper Portland will receive federal and City funds from PHB and BPS for implementation of the Community Development Block Grant - Economic Opportunity Initiative (“CDBG-EOI”) and Portland Clean Energy Community Benefits Fund programs (“PCEF,” collectively, “Programs”);

WHEREAS, Prosper Portland will submit monthly or other periodic billings to PHB and BPS for expenditures incurred by Prosper Portland in implementing the Programs;

WHEREAS, Prosper Portland staff submit the 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;

WHEREAS, the 82nd Avenue Tax Increment Finance (“TIF”) Fund, Cully TIF Fund, and East 205 TIF Fund will all have insufficient funding for continuing project work until receipt of TIF du jour proceeds in March 2027;

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 one 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 \$5,600,000 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 will 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 fund set forth in (2) below:
 - i. CDBG-EOI Fund (Fund 213) \$1,000,000
 - ii. PCEF (Fund 240): \$2,800,000
 - iii. TIF Funds:
 1. 82nd Avenue (Fund 351) \$300,000
 2. Cully (Fund 335) \$600,000
 3. East 205 (Fund 361) \$900,000
- b. Interfund Loans to the above-mentioned funds will be made by the Strategic Investment Fund (Fund 411) in an aggregate amount not to exceed \$5,600,000 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 June 30, 2027. The Interfund Loans will bear no interest.
- d. Authorization to extend Interfund Loans under this resolution will commence July 1, 2026, and expire on June 30, 2027; and

BE IT FURTHER RESOLVED, that with the affirmative vote of no fewer than four commissioners for this resolution and of all of those present, this resolution will become effective immediately upon its adoption, and otherwise it will take effect thirty days after adoption.