

HOUSING AND REDEVELOPMENT AUTHORITY OF THE CITY OF SAINT PAUL, MINNESOTA

REPORT TO THE COMMISSIONERS

DATE: May 23, 2012

REGARDING: RESOLUTION APPROVING AMENDED AND RESTATED DISBURSING
AGREEMENT (DISTRICT ENERGY PROJECT)

Requested Board Action

The specific actions being requested of the HRA Board are as follows:

- Authorization to approve an Amended and Restated Disbursing Agreement in substantially the form on file with the Executive Director (District Energy Project)

Background

The HRA previously issued revenue bonds in 1982, 1985, 1997 and 1999 to finance costs for District Energy; these bonds have been repaid. The Port Authority also issued revenue bonds in 2003, 2005, 2006 and January, 2009 for District Energy pursuant to a Joint Powers Agreement with the HRA dated as of April 1, 2003. Proceeds of all of the bonds issued to date have been disbursed pursuant to the terms of a Disbursing Agreement dated as of December 1, 1982 entered into among the City, the HRA, the Trustee and District Energy.

The Port Authority has been requested to issue District Heating Variable Rate Tax-Exempt Bonds, 2012 Series T and District Heating Variable Rate Taxable Bonds, 2012 Series U, in the aggregate principal amount of approximately \$6,205,000 to provide funds to finance improvements to the District Energy System. The Port Authority's bond counsel has determined it to be necessary and desirable to amend and restate the Disbursing Agreement to reflect that the Port Authority, as the issuer of the 2012 District Energy Bonds, is a party to the Disbursing Agreement, to make certain changes requested by District Energy to simplify the disbursing requirements related to the disbursement of the 2012 District Energy Bonds, which changes are acceptable to the Trustee, and to make other necessary or desirable changes. A companion item is before the City Council to authorize the Amended and Restated Disbursing Agreement as well.

Budget Action

N/A

Future Action

None.

Financing Structure

N/A

PED Credit Committee Review

N/A

Compliance

N/A

Green/Sustainable Development

N/A

Environmental Impact Disclosure

N/A

Historic Preservation

N/A

Public Purpose/Comprehensive Plan Conformance

N/A

Recommendation:

The Executive Director recommends approval of the resolution in Attachment A.

Sponsored by: Commissioner Thune

Staff: Patty Lilledahl (6-6593) and Jenny Wolfe (6-6680)

Attachments

- Attachment A -- Resolution