



CITY OF MILWAUKIE
"Dogwood City of the West"

Resolution No. 104-2015

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF MILWAUKIE, OREGON, ADOPTING AN ANNUAL INTEREST RATE TO BE UTILIZED FOR SYSTEM DEVELOPMENT CHARGE BANCROFT FINANCING OFFERED BY THE CITY.

WHEREAS, Oregon Revised Statute Chapter 223 (Bancroft Bonding Act) and Milwaukie Municipal Code section 13.28.100 allow local jurisdictions to offer Bancroft financing to property owners for the long-term financing of City system development charges; and

WHEREAS, Bancroft financing allows property owners to finance their system development charges over a ten (10) to twenty (20) year period, or at the desire of the property owner for a period of less than ten (10) years, subject to an appropriate interest rate; and

WHEREAS, the City shall file a lien on the City lien docket for ad valorem property taxes assessed and levied in favor of the local government against each lot or parcel of land or other property for which the system development charges apply until principle and accrued interest are paid in full; and

WHEREAS, Milwaukie Municipal Code section 13.28.100 specifies that the City Council establish an interest rate on the unpaid balance of such financing, however such a rate has not yet been established; and

WHEREAS, Staff has identified a widely accepted rate as the Bank Prime Loan rate as reported by the Federal Reserve, plus two percent (2%) for administrative costs incurred by the City.

Now, Therefore, be it Resolved by the City Council that the rate applicable to Bancroft financing offered by the City is the Bank Prime Loan rate as reported by the Federal Reserve plus two percent (2%) for administrative costs incurred by the City.

Introduced and adopted by the City Council on 11/17/15.

This resolution is effective on 11/17/15.

Mark Gamba, Mayor

ATTEST:

APPROVED AS TO FORM:

Jordan Ramis PC

Pat DuVal, City Recorder

City Attorney