

ORDINANCE #65379
Board Bill No. 250

AN ORDINANCE RECOMMENDED BY THE BOARD OF ESTIMATE AND APPORTIONMENT AUTHORIZING AND DIRECTING THE ISSUANCE AND DELIVERY OF NOT TO EXCEED \$7,000,000 PRINCIPAL AMOUNT OF TAX INCREMENT REVENUE NOTES (4100 FOREST PARK REDEVELOPMENT PROJECT), SERIES 2001, OF THE CITY OF ST. LOUIS, MISSOURI; PRESCRIBING THE FORM AND DETAILS OF THE NOTES AND THE COVENANTS AND AGREEMENTS MADE BY THE CITY TO FACILITATE AND PROTECT THE PAYMENT THEREOF; PRESCRIBING OTHER MATTERS RELATING THERETO; AND PROVIDING AN EMERGENCY CLAUSE.

WHEREAS, the City of St. Louis, Missouri (the "City"), is a body corporate and political subdivision of the State of Missouri, duly created, organized and existing under and by virtue of its charter, the Constitution and laws of the State of Missouri; and

WHEREAS, the Real Property Tax Increment Allocation Redevelopment Act, Sections 99.800 to 99.865, as amended (the "Act"), authorizes the City to undertake redevelopment project within designated areas of the City; and

WHEREAS, staff and consultants at the direction of the St. Louis Development Corporation prepared a plan for redevelopment known as the Tax Increment Blighting Analysis and Redevelopment Plan for the 4100 Forest Park Redevelopment Project Area dated September 12, 2001, as amended (the "Redevelopment Plan"), for the rehabilitation, renovation and reconstruction of a warehouse building located at 4100 Forest Park at the intersection of Forest Park and Sarah (the "Redevelopment Area"), as legally described in the Redevelopment Plan; and

WHEREAS, on _____, 2001, the Board of Aldermen adopted Ordinance No. _____ [Board Bill No. ____], which approved the Redevelopment Plan and the redevelopment projects described therein (the "Redevelopment Project"); designated the Redevelopment Area as a "redevelopment area" as provided for in the Act; adopted tax increment allocation financing within the Redevelopment Area; created the 4100 Forest Park Special Allocation Fund (the "Special Allocation Fund"); and approved the execution of a Redevelopment Agreement by and between the City and 4100 Forest Park Associates, LLC (the "Developer"); and

WHEREAS, pursuant to the Redevelopment Plan and the Redevelopment Agreement, the City proposes to finance a portion of the costs of the Redevelopment Project by utilizing tax increment allocation financing in accordance with the Act; and

WHEREAS, the City desires to issue, from time to time, its Tax Increment Revenue Notes (4100 Forest Park Redevelopment Project), Series 2001 (the "Notes"), to provide funds for the aforesaid purpose, said Notes being payable solely from certain proceeds deposited into the Special Allocation Fund; and

WHEREAS, the City has determined that it is in the best interest of the City to sell the Notes from time to time at a private sale, without advertisement, to the Original Purchaser at a price equal to 100% of their face value; and

WHEREAS, it is hereby found and determined that it is necessary and advisable and in the best interest of the City and of its inhabitants that the Notes be issued and secured in the form and manner as hereinafter provided to carry out the Redevelopment Project.

NOW, THEREFORE, BE IT ORDAINED BY THE BOARD OF ALDERMEN OF THE CITY OF ST. LOUIS, MISSOURI, AS FOLLOWS:

ARTICLE I
DEFINITIONS

Section 101. Definitions of Words and Terms. In addition to words and terms defined elsewhere in this Ordinance, the following capitalized words and terms as used in this Ordinance shall have the following meanings:

"Act" means the Real Property Tax Increment Allocation Redevelopment Act, Sections 99.800 to 99.865 of the Revised Statutes of Missouri, as amended.

"**Approved Investors**" means (a) the Developer or a Related Entity, (b) an "accredited investor" under Rule 501(a) of Regulation D promulgated under the Securities Act of 1933, (c) a "qualified institutional buyer" under Rule 144A promulgated under the Securities Act of 1933 or (d) any general business corporation or enterprise with total assets in excess of \$50,000,000.

"**Authorized Denominations**" means, an initial amount of \$250,000 or any integral multiple \$1,000 in excess thereof, except with respect to the Note issued upon acceptance by the City of the final Certificate of Reimbursable Redevelopment Project Costs, which Note may be issued in any denomination, subject to the limitation provided in **Section 201** of this Ordinance.

"**Bond Counsel**" means Armstrong Teasdale LLP or an attorney at law or firm of attorneys acceptable to the City of nationally recognized standing in matters pertaining to the tax-exempt nature of interest on obligations issued by states and their political subdivisions duly admitted to the practice of law before the highest court of any state of the United States of America or the District of Columbia.

"**Business Day**" means a day on which the Fiscal Agent is scheduled in the normal course of its operations to be open to the public for conduct of its banking operations.

"**Certificate of Reimbursable Redevelopment Project Costs**" shall have the meaning ascribed to such term in the Redevelopment Agreement.

"**City**" means the City of St. Louis, a body corporate and political subdivision duly organized and existing under its charter and the Constitution and laws of the State.

"**Code**" means the Internal Revenue Code of 1986, as amended, and the applicable regulations of the Treasury Department proposed or promulgated thereunder.

"**Debt Service Fund**" means the fund by that name created in **Section 501** of this Ordinance.

"**Developer**" means 4100 Forest Park Associates, LLC, a Missouri limited liability company, or its permitted successors or assigns in interest.

"**Economic Activity Taxes or EATS**" means 50% of the total additional revenues from taxes which are imposed by the City or any other taxing district (as that term is defined in Section 99.805(12) of the Act) and which are generated by economic activities within the Redevelopment Area over the amount of such taxes generated by economic activities within the Redevelopment Area in the calendar year ending December 31, 2000 (subject to annual appropriation by the City as provided in the Act), during the term of the Redevelopment Plan and Redevelopment Project, but excluding therefrom any taxes imposed on sales or charges for sleeping rooms paid by transient guests of hotels and motels, licenses, fees or special assessments and personal property taxes, other than payments in lieu of taxes, taxes levied pursuant to Section 70.500 of the Revised Statutes of Missouri, as amended, and taxes levied for the purpose of public transportation pursuant to Section 94.660 of the Revised Statutes of Missouri, as amended.

"**Fiscal Agent**" means the entity designated as fiscal agent pursuant to **Section 203** and its successors and assigns.

"**Government Obligations**" means direct obligations of, or obligations the principal of and interest on which are unconditionally guaranteed by, the United States of America.

"**Issuance Costs**" means the City's administrative fees and expenses relating to the adoption of this Ordinance and the issuance of the Notes, including without limitation the fees and expenses of Bond Counsel, the costs of printing the Notes and the fees and expenses of the Fiscal Agent, as limited by 2(E) of the Redevelopment Agreement.

"**Net Proceeds**" means all monies on deposit in the PILOTS Account and, subject to annual appropriation, all monies on deposit in the EATS Account of the Special Allocation Fund, excluding (a) any amount paid under protest until the protest is withdrawn or resolved against the taxpayer and (b) any sum received by the City that is the subject of a suit or other claim communicated to the City, which suit or claim challenges the collection of such sum. Net Proceeds shall not include monies equal to 0.4% of the Outstanding Notes on an annual basis, plus any accumulated deficiency from previous years, which monies shall be paid one half to the Comptroller of the City and one half to the St. Louis Development Corporation as reimbursement of administrative costs in connection with the Redevelopment Plan, the Redevelopment Agreement and the Notes.

"**Note Register**" means the books for the registration, transfer and exchange of the Notes kept at the office of the Fiscal Agent.

"**Notes**" means not to exceed \$7,000,000 Tax Increment Revenue Notes (4100 Forest Park Redevelopment Project), Series 2001, of the City, authorized and issued pursuant to this Ordinance.

"**Ordinance**" means this Ordinance as from time to time amended in accordance with the terms hereof.

"**Outstanding**" means, when used with respect to Notes, as of any particular date, the Notes theretofore issued and delivered under this Ordinance, except

- (a) Notes theretofore cancelled by the Fiscal Agent or delivered to the Fiscal Agent for cancellation;
- (b) Notes deemed to be paid in accordance with the provisions of **Section 901** of this Ordinance; and
- (c) Notes in exchange for or in lieu of which other Notes have been registered and delivered hereunder.

"**Payment Date**" means each March 1 and September 1, commencing the earlier of (a) March 1, 2003, or (b) the first March 1 or September 1 on which there are amounts on deposit in the Special Allocation Fund.

"**Payments in Lieu of Taxes**" or "**PILOTS**" means those payments in lieu of taxes (as defined in Sections 99.805(7) and 99.845 of the Act) attributable to the increase in the current equalized assessed valuation of each taxable lot, block, tract or parcel of real property in the Redevelopment Area over and above the initial equalized assessed value (as that term is used and described in Section 99.845.1 of the Act) of each unit of property, as paid to the City's Treasurer by the City's Collector of Revenue during the term of the Redevelopment Plan and the Redevelopment Project.

"**Permitted Investments**" means any of the following securities and obligations, if and to the extent the same are at the time legal for investment of the City's moneys held in the funds and accounts referred to in **Section 501** hereof:

- (a) Government Obligations;
- (b) bonds, notes or other obligations of the State of Missouri, or any political subdivision of the State of Missouri, that at the time of their purchase are rated in either of the two highest rating categories by a nationally recognized rating service;
- (c) repurchase agreements with any bank, bank holding company, savings and loan association, trust company, or other financial institution organized under the laws of the United States or any state (including the Fiscal Agent and its affiliates), that are continuously and fully secured by any one or more of the securities described in clause (a) or (b) above and have a market value, exclusive of accrued interest, at all times at least equal to the principal amount of such repurchase agreement and are held in a custodial or trust account for the benefit of the City;
- (d) obligations of the Federal National Mortgage Association, the Government National Mortgage Association, the Federal Financing Bank, the Federal Intermediate Credit Corporation, Federal Banks for Cooperatives, Federal Land Banks, Federal Home Loan Banks, Farmers Home Administration and Federal Home Loan Mortgage Corporation;
- (e) certificates of deposit, time deposits or other deposits, whether negotiable or nonnegotiable, issued by any bank or trust company organized under the laws of the United States or any state (including the Fiscal Agent and its affiliates), provided that such certificates of deposit or time deposits shall be either (1) continuously and fully insured by the Federal Deposit Insurance Corporation, or (2) continuously and fully secured by such securities as are described above in clauses (a), (b) or (d) above, which shall have a market value, exclusive of accrued interest, at all times at least equal to the principal amount of such certificates of deposit or time deposits; and
- (f) any other securities or investments that are lawful for the investment of moneys held in such funds or accounts under the laws of the State of Missouri.

"**Pledged Revenues**" means all moneys held in the Revenue Fund and the Debt Service Fund under this Ordinance, together with investment earnings thereon.

"**Project Fund**" means the fund by that name created in **Section 501** of this Ordinance.

"**Record Date**" for the interest payable on any Payment Date means the 15th day (whether or not a Business Day) of the calendar month next preceding such Payment Date.

"**Redevelopment Agreement**" means the Redevelopment Agreement by and between the City and the Developer, as authorized by Ordinance No. _____ [Board Bill No. ___], adopted by the Board of Aldermen on _____, 2001.

"**Redevelopment Area**" means the area described as such in **Exhibit A**, attached hereto and incorporated herein by reference.

"**Redevelopment Project**" shall have the meaning set forth in the recitals hereof.

"**Redevelopment Project Costs**" shall have the meaning ascribed to such term in the Section 99.805 of the Act.

"**Redevelopment Plan**" shall have the meaning set forth in the recitals hereof.

"**Reimbursable Redevelopment Project Costs**" shall have the meaning ascribed to such term in the Redevelopment Agreement.

"**Registered Owner**" or "**Owner**" when used with respect to any Note means the person in whose name such Note is registered on the Note Register.

"**Related Entity**" means any party or entity related to the Developer by one of the relationships described in Section 267(b) of the Internal Revenue Code of 1986, as amended, or any party or entity in which the Developer owns, in the aggregate, at least fifty percent (50%).

"**Revenue Fund**" means the fund by that name created in **Section 501** of this Ordinance.

"**Special Allocation Fund**" means the fund by that name ratified and confirmed by **Section 501** of this Ordinance.

"**State**" means the State of Missouri.

ARTICLE II AUTHORIZATION OF NOTES

Section 201. Authorization of Notes. To accomplish the purposes of the Act and to provide for the payment of a portion of the costs of the Redevelopment Project, the City hereby authorizes the issuance of the Notes in a principal amount of not to exceed \$7,000,000.

Section 202. Description of the Notes.

(a) *Title of Notes.* The Notes shall be issued in one series of one or more taxable Notes in an aggregate principal amount not to exceed \$7,000,000 authorized hereunder. The Notes shall be designated "Tax Increment Revenue Notes (4100 Forest Park Redevelopment Project), Series 2001". The Notes may have such further appropriate particular designation added to or incorporated in such title for the Notes of any particular series as the City may determine.

(b) *Form of Notes.* The Notes shall be substantially in the form set forth in **Exhibit B**, attached hereto and incorporated herein by reference, with such appropriate variations, omissions and insertions as are permitted or required by this Ordinance, and may have endorsed thereon such legends or text as may be necessary or appropriate to conform to any applicable rules and regulations of any governmental authority or any usage or requirement of law with respect thereto.

(c) *Terms of Notes.* The Notes shall mature (subject to redemption and payment prior to maturity as provided in **Article III** hereof), September 1, 2024. The Notes shall bear interest at the rate of six and one half percent (6.5%) per annum. Interest shall be computed on the basis of a 360-day year of twelve 30-day months. The Notes shall bear interest from their registration date or from the most recent Payment Date to which interest has been paid or duly provided for. Interest that accrues but remains unpaid on any Payment Date shall be compounded semi-annually.

- (d) *Denominations.* The Notes shall be issuable as fully registered Notes in Authorized Denominations.
- (e) *Numbering.* Unless the City directs otherwise, each series of Notes shall be numbered from R-1 upward.
- (f) *Dating.* The Notes shall be dated as provided in **Section 205**, as evidenced by the Fiscal Agent's signature on **Schedule A** to each Note.
- (g) *Method and Place of Payment.* The principal of and interest on the Notes shall be payable in any coin or currency of the United States of America which, at the respective dates of payment thereof, is legal tender for the payment of debts due the United States of America. *The principal shall be payable by check or draft at the office of the Fiscal Agent. Payment of interest on any Note shall be made* (i) by check or draft of the Fiscal Agent mailed to the person in whose name such Note is registered on the Note Register as of the close of business of the Fiscal Agent on the Record Date for such Payment Date, or (ii) in the case of a principal or interest payment to any Owner of either (A) all of the Notes of any series then Outstanding or (B) \$250,000 or more in aggregate principal amount of Notes, by electronic transfer to such Owner upon written notice delivered to the Fiscal Agent at least 15 days prior to any Record Date and signed by such Owner containing the electronic transfer instructions including the name and address of the bank (which shall be in the continental United States), its ABA routing number and the name and account number to which such Owner wishes to have such transfer directed. Except as otherwise provided in subsection (h) with respect to Notes held by the Fiscal Agent, *no principal on the Notes is payable unless the Owner thereof has surrendered such Notes at the office of the Fiscal Agent.*
- (h) *Evidence of Principal Payments.* The payment of principal of the Notes on each Payment Date shall be noted on the Notes on **Schedule A** thereto. The Notes and the original **Schedule A** thereto shall be held by the Fiscal Agent in trust, unless otherwise directed in writing by the Owner thereof. If the Notes are held by the Fiscal Agent, the Fiscal Agent shall, on each Payment Date, send a revised copy of **Schedule A** via facsimile to the Owner and the City. Absent manifest error, the amounts shown on **Schedule A** held by the Fiscal Agent shall be conclusive evidence of the principal amount paid on the Notes.
- (i) *Sale of Notes.* When Notes have been executed and authenticated as required by this Ordinance, the Fiscal Agent shall hold the Notes in trust or deliver the Notes to or upon the order of the purchasers thereof, as provided in paragraph (h) above, but only upon payment to the City of a purchase price equal to 100% of the face amount of the Notes, which payment shall be deemed to have occurred under the circumstances described in **Section 502** hereof.

Section 203. Designation of Fiscal Agent. BNY Trust Company of Missouri, St. Louis, Missouri, is hereby designated as the initial Fiscal Agent for the payment of principal of and interest on the Notes and bond registrar with respect to the registration, transfer and exchange of the Notes and for allocated and holding funds as provided herein (herein called the "Fiscal Agent").

Section 204. Registration, Transfer and Exchange of Notes. The City covenants that it will, so long as any of the Notes remain Outstanding, cause to be kept at the office of the Fiscal Agent books for the registration, transfer and exchange of the Notes as herein provided. The Notes when issued shall be registered in the name of the Registered Owner thereof on the Note Register.

The Notes and beneficial interests therein may only be purchased by or transferred to Approved Investors and upon the execution by the proposed purchaser or transferee of an investment letter substantially in the form of Exhibit C, attached hereto and incorporated herein by reference. Subject to the limitations of the preceding sentence, upon surrender thereof at the office of the Fiscal Agent, the Fiscal Agent shall transfer or exchange any Note for a new Note of the same maturity and in the same principal amount as the Outstanding principal amount of the Note that was presented for transfer or exchange. Any Note presented for transfer or exchange shall be accompanied by a written instrument or instruments of transfer or authorization for exchange, in a form and with guarantee of signature satisfactory to the Fiscal Agent, duly executed by the Registered Owner thereof or by the Registered Owner's duly authorized agent.

In all cases in which the privilege of transferring or exchanging Notes is exercised, the Fiscal Agent shall authenticate and deliver Notes in accordance with the provisions of this Ordinance. All fees and expenses of the Fiscal Agent for the registration, transfer and exchange of Notes provided for by this Ordinance and the cost of printing a reasonable supply of registered bond blanks shall be paid by the City. Any additional costs or fees that might be incurred in the secondary market, other than fees of the Fiscal Agent, are the responsibility of the Registered Owners.

The City and the Fiscal Agent shall not be required to register the transfer or exchange of any Note after notice calling such Note or portion thereof for redemption has been given or during the period of 15 days next preceding the first mailing of such notice of redemption.

The City and the Fiscal Agent may deem and treat the person in whose name any Note is registered as the absolute owner of such Note, whether the Note is overdue or not, for the purpose of receiving payment of, or on account of, the principal of and interest on said Note and for all other purposes. All payments so made to any such Registered Owner or upon the Registered Owner's order shall be valid and effectual to satisfy and discharge the liability upon such Note to the extent of the sum or sums so paid, and neither the City nor the Fiscal Agent shall be affected by any notice to the contrary.

At reasonable times and under reasonable regulations established by the Fiscal Agent, the Note Register may be inspected and copied by any Registered Owner (or a designated representative thereof).

The City or the Fiscal Agent may impose a charge against a Registered Owner for the reimbursement of any governmental charge required to be paid in the event that such Registered Owner fails to provide a correct taxpayer identification number to the Fiscal Agent. Such charge may be deducted from an interest or principal payment due to the Registered Owner.

Section 205. Execution, Authentication and Delivery of Notes. Each of the Notes, including any Notes issued in exchange or as substitution for the Notes initially delivered, shall be signed by the manual or facsimile signature of the Mayor and the Comptroller of the City, attested by the manual or facsimile signature of the Register of the City, and shall have the official seal of the City affixed thereto or imprinted thereon. If any officer whose signature appears on any Note ceases to be such officer before the delivery of such Note, such signature shall nevertheless be valid and sufficient for all purposes, the same as if such person had remained in office until delivery. Any Note may be signed by such persons who at the actual time of the execution of such Note are the proper officers to sign such Note although at the date of such Note such persons may not have been such officers.

The Mayor, Comptroller and Register of the City are hereby authorized and directed to prepare and execute the Notes as hereinbefore specified, and when duly executed, to deliver the Notes to the Fiscal Agent for authentication.

The Notes shall have endorsed thereon a certificate of authentication substantially in the form set forth in **Exhibit A** hereto, which shall be manually executed by an authorized officer or employee of the Fiscal Agent, but it shall not be necessary that the same officer or employee sign the certificate of authentication on all of the Notes that may be issued hereunder at any one time. No Note shall be entitled to any security or benefit under this Ordinance or be valid or obligatory for any purpose until the certificate of authentication has been duly executed by the Fiscal Agent. Such executed certificate of authentication upon any Note shall be conclusive evidence that such Note has been duly authenticated and delivered under this Ordinance.

Upon the submission to the Fiscal Agent by the City of each Certificate of Reimbursable Redevelopment Project Costs, the Fiscal Agent shall either: (i) at the request of the City upon instructions of the Developer endorse an Outstanding Note on **Schedule A** thereto to evidence an increase in the aggregate principal amount equal to such Reimbursable Redevelopment Project Costs, or (ii) at the request of the City upon instructions of the Developer issue a new Note in a principal amount equal to such Reimbursable Redevelopment Project Costs, or any combination thereof. Each date of endorsement of each such Note shall be the date of acceptance by the City of each Certificate of Reimbursable Redevelopment Project Costs. Thereupon, pursuant to **Section 202(i)**, the Notes shall be delivered to or upon the order of the party submitting the Certificate of Reimbursable Redevelopment Project Costs relating to such Notes.

Section 206. Mutilated, Destroyed, Lost and Stolen Notes. If (a) any mutilated Note is surrendered to the Fiscal Agent, or the Fiscal Agent receives evidence to its satisfaction of the destruction, loss or theft of any Note, and (b) there is delivered to the Fiscal Agent such security or indemnity as may be required by it to save the City and the Fiscal Agent harmless, then, in the absence of notice to the Fiscal Agent that such Note has been acquired by a bona fide purchaser, the City shall execute and the Fiscal Agent shall register and deliver, in exchange for or in lieu of any such mutilated, destroyed, lost or stolen Note, a new Note of the same maturity and of like tenor and principal amount.

If any such mutilated, destroyed, lost or stolen Note has become or is about to become due and payable, the Fiscal Agent in its discretion may, instead of issuing a new Note, pay such Note when due.

Upon the issuance of any new Note under this Section, the City and the Fiscal Agent may require the payment by the Registered Owner of a sum sufficient to cover any tax or other governmental charge that may be imposed in relation thereto and any other expenses (including the fees and expenses of the Fiscal Agent) connected therewith.

Every new Note issued pursuant to this Section shall constitute a replacement of the prior obligation of the City, and shall be entitled to all the benefits of this Ordinance equally and ratably with all other Outstanding Notes.

Section 207. Cancellation and Destruction of Notes Upon Payment. All Notes that have been paid or redeemed or that otherwise have been surrendered to the Fiscal Agent, either at or before maturity, shall be cancelled and destroyed by the Fiscal Agent in accordance with existing security regulations upon the payment or redemption of such Note and the surrender thereof to the Fiscal Agent. The Fiscal Agent shall execute a certificate in duplicate describing the Notes so cancelled and destroyed, and shall file an executed counterpart of such certificate with the City.

ARTICLE III REDEMPTION OF NOTES

Section 301. Redemption of Notes.

(a) *Optional Redemption.* The Notes are subject to optional redemption by the City in whole at any time or in part on any Payment Date at a redemption price of 100% of the principal amount of the Notes to be redeemed, plus accrued interest thereon to the date fixed for redemption.

(b) *Special Mandatory Redemption.*

(i) The Notes are subject to special mandatory redemption by the City, in whole or in part, on any Payment Date at the redemption price of 100% of the principal amount being redeemed, together with accrued interest thereon to the date fixed for redemption, in an amount equal to the amount which is on deposit in the Redemption Account of the Debt Service Fund on that date that is 40 days prior to such Payment Date or, if such date is not a Business Day, the immediately preceding Business Day.

(ii) The Notes are also subject to special mandatory redemption by the City, in whole but not in part, on any date in the event that moneys in the Revenue Fund are sufficient to redeem all of the Notes at a redemption price of 100% of the Notes outstanding, together with accrued interest thereon to the date fixed for redemption.

Section 302. Selection of Notes to Be Redeemed.

(a) *Optional Redemption.* In the event of an optional redemption of the Notes, the Fiscal Agent shall call Notes for redemption and payment and shall give notice of such redemption as herein provided upon receipt by the Fiscal Agent at least five (5) days prior to the redemption date of written instructions of the City specifying the principal amount, redemption date and redemption prices of the Notes to be called for optional redemption. The Fiscal Agent may in its discretion waive such notice period so long as the notice requirements set forth in **Section 303** of this Ordinance are met.

(b) *Special Mandatory Redemption.* The provisions of sub-section (a) shall not apply in the case of any special mandatory redemption of Notes hereunder, and Notes shall be called by the Fiscal Agent for redemption pursuant to such special mandatory redemption requirements without the necessity of any action by the City. The Notes shall be redeemed only in Authorized Denominations. When less than all of the Outstanding Notes are to be redeemed and paid prior to maturity, such Notes or portions of Notes to be redeemed shall be selected in Authorized Denominations by the Fiscal Agent in such equitable manner as it may determine. In the case of a partial redemption of Notes when Notes of denominations greater than the minimum Authorized Denomination are then Outstanding, then for all purposes in connection with such redemption each Authorized Denomination unit of face value shall be treated as though it was a separate Note of the denomination of the minimum Authorized Denomination. If one or more, but not all, of the minimum Authorized Denomination units of principal amount represented by any Note are selected for redemption, then upon notice of intention to redeem such minimum Authorized Denomination unit or units, the Owner of such Note or his attorney or legal representative shall forthwith present and surrender such Note to the Trustee (i) for payment of the redemption price (including the interest to the date fixed for redemption) of the minimum Authorized Denomination unit or units of principal amount called for redemption, and (ii) for exchange, without charge to the Owner thereof, for a new Note or Notes of the aggregate principal amount of the unredeemed portion of the principal amount of such Note. If the Owner of any such Note of a denomination greater than the minimum Authorized Denomination fails to present such Note to the Trustee for payment and exchange as aforesaid, said Note shall, nevertheless, become due and payable on the redemption date to the extent of the minimum Authorized Denomination unit or units of principal amount called for redemption (and to that extent only) and shall cease to accrue interest on the principal amount so called for redemption.

Section 303. Notice and Effect of Call for Redemption. In the event of an optional redemption of the Notes, unless waived by any Registered Owner of Notes to be redeemed, official notice of any redemption shall be given by the Fiscal Agent on behalf of the City by mailing a copy of an official redemption notice by first class mail to each Registered Owner of the Notes to be redeemed at the address shown on the Note Register.

All official notices of redemption shall be dated and shall contain the following information:

- (a) the redemption date;
- (b) the redemption price;
- (c) if less than all Outstanding Notes are to be redeemed, the identification (and, in the case of partial redemption of any Notes, the respective principal amounts) of the Notes to be redeemed;
- (d) a statement that on the redemption date the redemption price will become due and payable upon each Note or portion thereof called for redemption and that interest thereon shall cease to accrue from and after the redemption date; and
- (e) the place where such Notes are to be surrendered for payment of the redemption price, which shall be the principal corporate trust office of the Fiscal Agent.

The failure of any Registered Owner to receive notice given as heretofore provided or an immaterial defect therein shall not invalidate any redemption.

Official notice of redemption having been given as aforesaid, the Notes or portions of Notes to be redeemed shall become due and payable on the redemption date, at the redemption price therein specified, and from and after the redemption date (unless the City defaults in the payment of the redemption price) such Notes or portion of Notes shall cease to bear interest. Upon surrender of such Notes for redemption in accordance with such notice, the redemption price of such Notes shall be paid by the Fiscal Agent. Installments of interest due on or prior to the redemption date shall be payable as herein provided for payment of interest. Upon surrender for any partial redemption of any Note, there shall be prepared for the Registered Owner a new Note or Notes of the same maturity in the amount of the unpaid principal as provided herein. All Notes that have been redeemed shall be cancelled and destroyed by the Fiscal Agent as provided herein and shall not be reissued.

ARTICLE IV SECURITY FOR THE NOTES

Section 401. Security for the Notes. The Notes and the interest thereon shall be special, limited obligations of the City payable solely from and secured as to the payment of principal and interest, by the Pledged Revenues and other moneys pledged thereto and held by the Fiscal Agent as provided herein. The taxing power of the City is not pledged to the payment of the Notes either as to principal or interest. The Notes shall not constitute a general obligation of the City, nor shall they constitute an indebtedness of the City within the meaning of any constitutional or statutory provision, limitation or restriction. Except as otherwise provided in Section 801 of this Ordinance, no recourse shall be had for the payment of the principal of or interest on, any of the Notes or for any claim based thereon or upon any obligations contained in this Ordinance against any past, present or future member of the Board of Aldermen or any trustee, officer, official, employee or agent of the City, as such, either directly or through the City or any successor to the City, under any rule of law or equity, statute or constitution or by the enforcement of any assessment or penalty or otherwise.

ARTICLE V FUNDS AND REVENUES

Section 501. Creation of Funds. The following funds of the City are hereby created and established with the Fiscal Agent:

- (a) 4100 Forest Park Revenue Fund (the "Revenue Fund").
- (b) 4100 Forest Park Debt Service Fund (the "Debt Service Fund"), which shall contain a Redemption Account therein.
- (c) 4100 Forest Park Project Fund (the "Project Fund").

Each fund shall be maintained by the Fiscal Agent as a separate and distinct trust fund and the moneys therein shall be held, managed, invested, disbursed and administered as provided in this Ordinance. All moneys deposited in the funds shall be used solely for the purposes set forth in this Ordinance. The Fiscal Agent shall keep and maintain adequate records pertaining to each fund and all disbursements therefrom.

Section 502. Revenue Fund.

(a) On or before 12:00 noon on the first Business Day of each calendar month while the Notes remain Outstanding, the City shall transfer all Net Proceeds to the Fiscal Agent for deposit into the Revenue Fund.

(b) Moneys in the Revenue Fund shall be disbursed by the Trustee on each Payment Date for the purposes and in the amounts as follows:

First, to the Fiscal Agent and any other third parties, an amount sufficient to pay the fees and expenses owing to the Fiscal Agent as provided for in Section 1002 of this Ordinance, upon delivery to the City and the Developer of invoices for such amounts;

Second, to the Debt Service Fund, an amount sufficient to pay past-due interest, if any, owing on any Notes;

Third, to the Debt Service Fund, an amount sufficient to pay the interest becoming due and payable on any Notes on such Payment Date; and

Fourth, to the Debt Service Fund, an amount sufficient to pay the principal of any Notes which are subject to redemption on such Payment Date pursuant to Section 302 of this Ordinance.

(c) Upon the payment in full of the principal of and interest on the Notes (or provision has been made for the payment thereof as specified in this Ordinance), payment in full of the fees, charges and expenses of the Fiscal Agent, and payment in full of any other amounts required to be paid under this Ordinance, all amounts remaining on deposit in the Revenue Fund shall be paid to the City for deposit into the Special Allocation Fund.

Section 503. Debt Service Fund.

(a) All amounts paid and credited to the Debt Service Fund shall be expended solely for (i) the payment of the principal of and interest on the Notes as the same mature and become due or upon the redemption thereof, or (ii) to purchase Notes for cancellation prior to maturity.

(b) The City hereby authorizes and directs the Fiscal Agent to withdraw sufficient moneys from the Debt Service Fund to pay the principal of and interest on the Notes as the same become due and payable and to make said moneys so withdrawn available for the purpose of paying said principal of and interest on the Notes.

(c) The Fiscal Agent shall use any moneys remaining in the Debt Service Fund to redeem all or part of the Outstanding Notes and interest to accrue thereon prior to such redemption, in accordance with and to the extent permitted by Article III of this Ordinance, so long as said moneys are in excess of the amount required for payment of Notes theretofore matured or called for redemption.

(d) After payment in full of the principal of and interest on the Notes (or provision has been made for the payment thereof as specified in this Ordinance), payment of the fees, charges and expenses of the Fiscal Agent, and payment of any other amounts required to be paid under this Ordinance, all amounts remaining in the Debt Service Fund shall be paid to the City for deposit into the Special Allocation Fund.

Section 504. Project Fund. Upon the acceptance by the City of a Certificate of Reimbursable Redevelopment Project Costs and the issuance or endorsement of a Note pursuant to Section 205 of this Ordinance, the Developer shall be deemed to have advanced funds necessary to purchase such Note and the City shall be deemed to have deposited such funds in the Project Fund and shall be deemed to have reimbursed the Developer in full for such costs from the amounts deemed to be on deposit in the Project Fund.

Section 505. Nonpresentment of Notes. If any Note is not presented for payment when the principal thereof becomes due at stated maturity or prior redemption date, if funds sufficient to pay such Note have been made available to the Fiscal Agent all liability of the City to the Registered Owner thereof for the payment of such Note shall forthwith cease, determine and be completely discharged, and thereupon it shall be the duty of the Fiscal Agent to hold such funds, without liability for interest thereon, for the benefit of the Registered Owner of such Note, who shall thereafter be restricted exclusively to such funds for any claim of whatever nature on his part under this Ordinance or on, or with respect to, said Note. If any Note is not presented for payment within

five years following the date when such Note becomes due at maturity, the Fiscal Agent shall repay to the City the funds theretofore held by it for payment of such Note, and such Note shall, subject to the defense of any applicable statute of limitation, thereafter be an unsecured obligation of the City, and the Registered Owner thereof shall be entitled to look only to the City for payment, and then only to the extent of the amount so repaid to it by the Fiscal Agent, and the City shall not be liable for any interest thereon and shall not be regarded as a Fiscal Agent of such money.

ARTICLE VI DEPOSIT AND INVESTMENT OF MONEYS

Section 601. Deposits of Moneys. Moneys in each of the funds and accounts created by and referred to in this Ordinance and held by the Fiscal Agent or the City, as the case may be, shall be continuously and adequately secured as provided by the laws of the State and invested in Permitted Investments. All moneys deposited with or paid to the Fiscal Agent for the account of the various funds established under this Ordinance shall be held by the Fiscal Agent in trust and shall be applied only in accordance with this Ordinance.

Section 602. Investment of Moneys. Moneys held by the Fiscal Agent in any fund or account referred to in this Ordinance shall be invested by the Fiscal Agent, at the direction of the City, in Permitted Investments; provided, however, that no such investment shall be made for a period extending longer than the date when the moneys invested may be needed for the purpose for which such fund was created. All earnings on any investments held in any fund shall accrue to and become a part of such fund.

ARTICLE VII PARTICULAR COVENANTS AND PROVISIONS

Section 701. City to Issue Notes. The City covenants that it is duly authorized under the laws of the State to issue the Notes and to designate the Fiscal Agent in the manner and to the extent herein set forth; that all action on its part for the issuance of the Notes has been duly and effectively taken, except certain actions in connection with the review and approval of Certificates of Reimbursable Redevelopment Project Costs; and that the Notes in the hands of the Owners thereof are and will be valid and enforceable limited obligations of the City according to the import thereof.

Section 702. Covenant to Request Appropriations. The City covenants that the officer of the City at any time charged with the responsibility of formulating budget proposals is hereby directed to include in the budget proposal submitted to the Board of Aldermen of the City for each fiscal year that the Notes are Outstanding a request for an appropriation of the Net Proceeds on deposit in the EATS Account of the Special Allocation Fund for transfer to the Fiscal Agent for deposit in the Revenue Fund at the times and in the manner provided in **Section 502** of this Ordinance.

Section 703. Collection of Payments in Lieu of Taxes and Economic Activity Taxes. The City shall, at the written request of the Owners of a majority in aggregate principal amount of Notes then Outstanding and upon receipt by the City from said Owners of an amount deemed necessary, in the sole judgment of the City, to enable the City to comply with this Section, (a) take all lawful action within its control to cause the City Assessor to assess the real property and improvements within the Redevelopment Area at the times and in the manner required by the Act, and (b) take such action as may be required to cause the City Collector and all other persons to pay all Economic Activity Taxes which are due to the City under the Act.

Section 704. Possession and Inspection of Books and Documents. The City covenants that all books and documents in the possession of the City and the Fiscal Agent relating to the Notes, the Special Allocation Fund and to the distribution of proceeds thereof shall at all reasonable times be open to inspection by such accountants or other agencies or persons as the City or the Fiscal Agent may from time to time designate.

Section 705. General Limitation on City Obligations. ANY OTHER TERM OR PROVISION OF THIS ORDINANCE OR ANY OTHER DOCUMENT EXECUTED IN CONNECTION WITH THE TRANSACTION WHICH IS THE SUBJECT HEREOF TO THE CONTRARY NOTWITHSTANDING, THE CITY SHALL NOT BE REQUIRED TO TAKE OR OMIT TO TAKE, OR REQUIRE ANY OTHER PERSON OR ENTITY TO TAKE OR OMIT TO TAKE, ANY ACTION WHICH WOULD CAUSE IT OR ANY PERSON OR ENTITY TO BE, OR RESULT IN IT OR ANY PERSON OR ENTITY BEING, IN VIOLATION OF ANY LAW OF THE STATE.

**ARTICLE VIII
DEFAULT AND REMEDIES**

Section 801. Remedies. The provisions of this Ordinance, including the covenants contained herein, shall constitute a contract between the City and the Registered Owners of the Notes. Subject to the limitations set forth in **Section 1003**, the Fiscal Agent, on behalf of Registered Owner or Registered Owners of the Notes, shall have the following rights:

(a) by mandamus or other suit, action or proceedings at law or in equity to enforce the rights of such Registered Owner or Registered Owners against the City and its officers, agents and employees, and to require and compel duties and obligations required by the provisions of this Ordinance or by the Constitution and laws of the State;

(b) by suit, action or other proceedings in equity or at law to require the City, its officers, agents and employees to account as if they were the fiscal agent of an express trust; or

(c) by suit, action or other proceedings in equity or at law to enjoin any acts or things which may be unlawful or in violation of the rights of the Registered Owners of the Notes.

Section 802. Limitation on Rights of Registered Owners. The City's covenants contained herein and in the Notes shall be for the equal benefit, protection and security of the legal Owners of any or all of the Notes. All of the Notes relating to the Redevelopment Project shall be of equal rank and without preference or priority of one Note over any other Note in the application of the funds herein pledged to the payment of the principal of and the interest on the Notes. No one or more Registered Owners secured hereby shall have any right in any manner whatever by his or their action to affect, disturb or prejudice the security granted and provided for herein, or to enforce any right hereunder, except in the manner herein provided, and all proceedings at law or in equity shall be instituted, had and maintained for the equal benefit of all Registered Owners of such Outstanding Notes.

Section 803. Remedies Cumulative. No remedy conferred herein upon the Fiscal Agent or the Registered Owners is intended to be exclusive of any other remedy, but each such remedy shall be cumulative and in addition to every other remedy and may be exercised without exhausting and without regard to any other remedy conferred herein. No waiver of any default or breach of duty or contract by the Fiscal Agent or any Registered Owner of the Notes shall extend to or affect any subsequent default or breach of duty or contract or shall impair any rights or remedies thereon. No delay or omission of the Fiscal Agent or any Registered Owner to exercise any right or power accruing upon any default shall impair any such right or power or shall be construed to be a waiver of any such default or acquiescence therein. Every substantive right and every remedy conferred upon the Fiscal Agent or the Registered Owners of the Notes by this Ordinance may be enforced and exercised from time to time and as often as may be deemed expedient. In case any suit, action or proceedings taken by the Fiscal Agent or any Registered Owner on account of any default or to enforce any right or exercise any remedy has been discontinued or abandoned for any reason, or has been determined adversely to the Fiscal Agent or such Registered Owner, then, and in every such case, the City, the Fiscal Agent and the Registered Owners of the Notes shall be restored to their former positions and rights hereunder, respectively, and all rights, remedies, powers and duties of the Fiscal Agent and the Registered Owners shall continue as if no such suit, action or other proceedings had been brought or taken.

**ARTICLE IX
DEFEASANCE**

Section 901. Defeasance. When the Notes have been paid and discharged or deemed to have been paid and discharged, then the requirements contained in this Ordinance and the pledge of revenues made hereunder and all other rights granted hereby shall terminate. The Notes shall be deemed to have been paid and discharged within the meaning of this Ordinance if there has been deposited with any bank or trust company located in the State and having full trust powers and meeting the requirements of **Section 1008** hereof, at or prior to the maturity or redemption date of said Notes, in trust for and irrevocably appropriated thereto, moneys and/or noncallable Government Obligations which, together with the interest to be earned on any such obligations, will be sufficient for the payment of the principal of said Notes, and interest to accrue to the date of maturity or redemption, as the case may be, or if default in such payment has occurred on such date, then to the date of the tender of such payments. Any moneys and obligations which at any time are deposited with a bank by or on behalf of the City, for the purpose of paying and discharging any portion of the Notes, shall be and are hereby assigned, transferred and set over to a bank in trust for the respective Registered Owners of the Notes, and such moneys shall be and are hereby irrevocably appropriated to the payment and discharge thereof. All moneys deposited with a bank shall be deemed to be deposited in accordance with and subject to all of the provisions contained in this Ordinance.

Notwithstanding the foregoing, no deposit pursuant to the immediately preceding paragraph shall be deemed a payment of such Notes as aforesaid until, (a) as to all such Notes which are to be redeemed prior to their respective stated maturities, proper notice of such redemption shall have been given in accordance with **Article III** or irrevocable instructions shall have been given to the Fiscal Agent to give such notice and (b) if such Notes are to be paid upon maturity or redemption on a date which is more than 90 days from the date of the deposit under this Section, the Fiscal Agent shall have received in a form acceptable to it the following: (i) the opinion of Bond Counsel addressed to the Fiscal Agent to the effect that the requirements of this Article have been satisfied, and (ii) a verification report of a nationally recognized independent certified public accounting firm acceptable to and addressed to the Fiscal Agent confirming the mathematical accuracy of the calculations used to determine the sufficiency of the moneys and/or non-callable Government Obligations referred to above.

ARTICLE X FISCAL AGENT

Section 1001. Acceptance of Duties. The Fiscal Agent hereby accepts the duties imposed upon it by this Ordinance, and agrees to perform said duties as a fiscal agent ordinarily would perform similar duties, but only upon and subject to the following express terms and conditions, and no implied covenants or obligations shall be read into this Ordinance against the Fiscal Agent:

(a) The Fiscal Agent, prior to the occurrence of any default hereunder and after the curing of any default which may have occurred, undertakes to perform such duties and only such duties as are specifically set forth in this Ordinance. If any default shall have occurred and be continuing, the Fiscal Agent shall exercise such of the rights and powers vested in it by this Ordinance, and shall use the same degree of care and skill in their exercise, as a prudent person would exercise or use under the circumstances in the conduct of his or her own affairs.

(b) The Fiscal Agent may perform any duties hereunder either directly or through agents, attorneys or receivers and shall not be responsible for any misconduct or negligence on the part of any agent, attorney or receiver appointed or chosen by it with due care, and the Fiscal Agent shall be entitled to act upon the opinion or advice of counsel, who may, without limitation, be counsel to the City concerning all duties hereunder, and may in all cases pay such reasonable compensation to all such agents, attorneys and receivers as may reasonably be employed in connection with the duties hereunder. The Fiscal Agent shall not be responsible for any loss or damage resulting from any action or nonaction by it taken or omitted to be taken in good faith in reliance upon such opinion or advice of counsel.

(c) The Fiscal Agent shall not be responsible for any recital herein or in the Notes (except with respect to the Certificate of Authentication of the Fiscal Agent endorsed on the Notes), or for the sufficiency of the security for the Notes, or for any loss suffered in connection with any investment of funds made by it in accordance with the provisions of this Ordinance.

(d) The Fiscal Agent shall not be accountable for the use of any Notes authenticated and delivered hereunder. The Fiscal Agent, in its individual or any other capacity, may become the owner or pledgee of Notes with the same rights that it would have if it were not Fiscal Agent.

(e) The Fiscal Agent may rely and shall be protected in acting or refraining from acting upon any resolution, certificate, statement, instrument, opinion, report, notice, request, direction, consent, order, affidavit, letter, telegram or other paper or document provided for under this Ordinance believed by it to be genuine and correct and to have been signed, presented or sent by the proper person or persons. Any action taken by the Fiscal Agent pursuant to and in accordance with this Ordinance upon the request or authority or consent of any person who, at the time of making such request or giving such authority or consent is the Registered Owner of any Note, shall be conclusive and binding upon all future Registered Owners of the same Note and upon Notes issued in exchange therefor or upon transfer or in place thereof.

(f) As to the existence or nonexistence of any fact or as to the sufficiency or validity of any instrument, paper or proceeding, or whenever in the administration of this Ordinance the Fiscal Agent shall deem it desirable that a matter be provided or established prior to taking, suffering or omitting any action hereunder, the Fiscal Agent shall be entitled to rely upon a certificate signed by an authorized representative of the City as sufficient evidence of the facts therein contained, and prior to the occurrence of a default of which the Fiscal Agent has been notified as provided in subsection (h) of this Section or of which by said subsection it is deemed to have notice, the Fiscal Agent shall also be at liberty to accept a similar certificate to the effect that any particular dealing, transaction or action is necessary or expedient, but may at its discretion secure such further evidence deemed necessary or advisable, but shall in no case be bound to secure the same.

(g) The permissive right of the Fiscal Agent to do things enumerated in this Ordinance shall not be

construed as a duty, and the Fiscal Agent shall not be answerable for other than its negligence or willful misconduct.

(h) The Fiscal Agent shall not be required to take notice or be deemed to have notice of any default hereunder except a default in the payment of principal of or interest on any of the Notes, unless the Fiscal Agent shall be specifically notified in writing of such default by the City or by the Registered Owners of at least 10% in aggregate principal amount of all Notes then Outstanding.

(i) At any and all reasonable times the Fiscal Agent and its duly authorized agents, attorneys, experts, accountants and representatives shall have the right, but shall not be required, to inspect any and all of the books, papers and records of the City pertaining to the Redevelopment Plan, the Redevelopment Project, the Redevelopment Area and the Notes, and to take such memoranda from and in regard thereto as may be desired.

(j) The Fiscal Agent shall not be required to give any bond or surety in respect of the execution of its duties hereunder.

(k) The Fiscal Agent shall have the right, but shall not be required, to demand, in respect of the authentication of any Notes, the withdrawal of any cash, or any action whatsoever within the purview of this Ordinance, corporate action or evidence thereof, in addition to that by the terms hereof required, as a condition of such action by the Fiscal Agent as are deemed desirable for the purpose of establishing the right of the City to the authentication of any Notes, the withdrawal of any cash or the taking of any other action by the Fiscal Agent.

(l) Before taking any action under this Ordinance, the Fiscal Agent may require that satisfactory indemnity be furnished to it for the reimbursement of all reasonable costs and expenses to which it may be put and to protect it against all liability, including without limitation liability in connection with environmental contamination and the clean up thereof, except liability that is adjudicated to have resulted from its negligence or willful misconduct by reason of any action so taken.

(m) Notwithstanding any other provision of this Ordinance to the contrary, any provision intended to provide authority to act, right to payment of fees and expenses, protection, immunity, and indemnification to the Fiscal Agent shall be interpreted to include any action of the Fiscal Agent whether it is deemed to be in its capacity as Fiscal Agent, paying agent or registrar.

Section 1002. Fees, Charges and Expenses of the Fiscal Agent. The Fiscal Agent shall be entitled to payment of and/or reimbursement for reasonable fees for its ordinary services rendered hereunder and all advances, agent and counsel fees and other ordinary expenses reasonably and necessarily made or incurred by the Fiscal Agent in connection with such ordinary services and, in the event that it should become necessary that the Fiscal Agent perform extraordinary services, it shall be entitled to reasonable extra compensation therefor and to reimbursement for reasonable and necessary extraordinary expenses (including counsel fees and expenses) in connection therewith; provided that if such extraordinary services or extraordinary expenses are occasioned by the neglect or willful misconduct of the Fiscal Agent it shall not be entitled to compensation or reimbursement therefor, and provided further that the City has approved such compensation and expenses in advance of their incurrence. The Fiscal Agent shall be entitled to payment and reimbursement for the reasonable fees and charges of the Fiscal Agent as paying agent for the Notes. Upon the occurrence of a default hereunder and during its continuance, the Fiscal Agent shall have a first lien with right of payment prior to payment on account of principal of, redemption premium, if any, or interest on any Note, upon all moneys in its possession under any provisions hereof for the foregoing advances, fees, costs and expenses incurred.

Section 1003. Notice of Default. If a default occurs of which notice has been received by the Fiscal Agent as provided in **Section 1001(h)** hereof or of which the Fiscal Agent is required to take notice as provided in said section, then the Fiscal Agent shall promptly give written notice thereof to the City and shall, within not more than 30 days after receipt of such notice by the Fiscal Agent, give written notice to the Registered Owners of all Notes then Outstanding as shown by the Note Register.

Section 1004. Intervention by the Fiscal Agent. In any judicial proceeding to which the City is party and which, in the opinion of the Fiscal Agent and its counsel, has a substantial bearing on the interests of Registered Owners of the Notes, the Fiscal Agent may intervene on behalf of Registered Owners and shall do so if requested in writing by the Registered Owners of at least 25% in the aggregate principal amount of Notes then Outstanding, provided that the Fiscal Agent shall first have been offered such reasonable indemnity as it may require against the reasonable costs, expenses and liabilities which it may incur in or by reason of such proceeding. The rights and obligations of the Fiscal Agent under this Section are subject to the approval of a court of competent jurisdiction.

Section 1005. Successor Fiscal Agent Upon Merger, Consolidation or Sale. Any corporation or association with or into which the Fiscal Agent may be merged or converted or with or into which it may be consolidated, or to which the Fiscal Agent may sell or transfer its corporate trust business and assets as a whole or substantially as a whole, or any corporation or association resulting from any merger, conversion, sale, consolidation or transfer to which it is a party, provided such corporation or association is otherwise eligible under **Section 1008** of this Ordinance, shall be and become successor Fiscal Agent hereunder and shall be vested with all the powers, rights, obligations, duties, remedies, immunities and privileges hereunder as was its predecessor, without the execution or filing of any instrument or any further act on the part of any of the parties hereto.

Section 1006. Resignation or Removal of Fiscal Agent. The Fiscal Agent and any successor Fiscal Agent may at any time resign from the duties hereby created by giving 30 days' written notice to the City and the Registered Owners, but such resignation shall not take effect until the appointment of a successor Fiscal Agent pursuant to **Section 1007** of this Ordinance. If at any time the Fiscal Agent shall cease to be eligible in accordance with the provisions of this Ordinance, it shall resign immediately in the manner provided in this Section. The Fiscal Agent may be removed at any time by an instrument or concurrent instruments in writing (a) for cause or without cause, delivered to the Fiscal Agent and the City and signed by the Registered Owners of a majority in aggregate principal amount of Notes then Outstanding or (b) for cause or without cause, so long as no default hereunder has occurred and is continuing, delivered to the Fiscal Agent and signed by the City. The City or any Registered Owner may at any time petition any court of competent jurisdiction for the removal for cause of the Fiscal Agent.

Section 1007. Appointment of Successor Fiscal Agent. In case the Fiscal Agent hereunder shall resign or be removed, or shall otherwise become incapable of acting hereunder, or in case it shall be taken under the control of any public officer or officers or of a receiver appointed by a court, a successor Fiscal Agent may be appointed by the Registered Owners of a majority in aggregate principal amount of Notes then Outstanding, by an instrument or concurrent instruments in writing; provided, nevertheless, that in case of such vacancy the City, by an instrument executed and signed by the Mayor and the Comptroller, may appoint a temporary Fiscal Agent to fill such vacancy until a successor Fiscal Agent shall be appointed by the Registered Owners in the manner above provided; and any such temporary Fiscal Agent so appointed by the City shall immediately and without further acts be superseded by the successor Fiscal Agent so appointed by such Registered Owners. If a successor Fiscal Agent or a temporary Fiscal Agent has not been so appointed and accepted such appointment within 30 days of a notice of resignation or removal of the current Fiscal Agent, the Fiscal Agent may petition a court of competent jurisdiction for the appointment of a successor Fiscal Agent to act until such time, if any, as a successor shall have so accepted its appointment. All costs, fees and expenses related to such application to any court shall be paid by the City. No resignation or removal of the Fiscal Agent and no appointment of a successor Fiscal Agent shall become effective until the successor Fiscal Agent has accepted its appointment.

Section 1008. Qualifications of Fiscal Agent and Successor Fiscal Agents. The Fiscal Agent and every successor Fiscal Agent appointed hereunder (except the City when acting as Fiscal Agent) shall be a trust institution, commercial bank or other financial institution located in the State, shall be in good standing and qualified to accept such duties, shall be subject to examination by a federal or state regulatory authority, and shall have a reported capital and surplus of not less than \$10,000,000. If such institution publishes reports of conditions at least annually pursuant to law or regulation, then for the purposes of this Section the capital and surplus of such institution shall be deemed to be its capital and surplus as set forth in its most recent report of condition so published.

Section 1009. Vesting of Rights and Obligations in Successor Fiscal Agent. Every successor Fiscal Agent appointed hereunder shall execute, acknowledge and deliver to its predecessor and also to the City an instrument in writing accepting such appointment hereunder, and thereupon such successor shall become fully vested with all the powers, rights, obligations, duties, remedies, immunities and privileges of its predecessor; but such predecessor shall, nevertheless, on the written request of the City, execute and deliver an instrument transferring to such successor Fiscal Agent all the powers, rights, obligations, duties, remedies, immunities and privileges of such predecessor hereunder; and every predecessor Fiscal Agent shall deliver all securities and moneys held by it as Fiscal Agent hereunder to its successor. Should any instrument in writing from the City be required by any successor Fiscal Agent for more fully and certainly vesting in such successor the powers, rights, obligations, duties, remedies, immunities and privileges hereby vested in the predecessor, any and all such instruments in writing shall, on request, be executed, acknowledged and delivered by the City.

ARTICLE XI MISCELLANEOUS PROVISIONS

Section 1101. Amendments. The rights and duties of the City, the Fiscal Agent and the Registered Owners, and the terms and provisions of the Notes or of this Ordinance, may be amended or modified at any time in any respect by ordinance of the City with the written consent of the Fiscal Agent and the Registered Owners of not less than a majority in principal amount of the

Notes then Outstanding, such consent to be evidenced by an instrument or instruments executed by such Registered Owners and duly acknowledged or proved in the manner of a deed to be recorded, and such instrument or instruments shall be filed with the City Clerk and the Fiscal Agent, but no such amendment, modification or alteration shall:

- (a) extend the maturity of any payment of principal or interest due upon any Note;
- (b) effect a reduction in the amount which the City is required to pay by way of principal of or interest on any Note;
- (c) permit the creation of a lien on the Special Allocation Fund or other funds and accounts pledged hereunder prior or equal to the lien of the Notes;
- (d) permit preference or priority of any Notes over any other Notes; or
- (e) reduce the percentage in principal amount of Notes required for the written consent to any modification or alteration of the provisions of this Ordinance.

Any provision of the Notes or of this Ordinance may, however, be amended or modified by ordinance duly adopted by the governing body of the City at any time in any respect with the written consent of the Fiscal Agent and the Registered Owners of all of the Notes at the time Outstanding.

Without notice to or the consent of any Registered Owners, the City, with the consent of the Fiscal Agent, may amend or supplement this Ordinance for the purpose of curing any formal defect, omission, inconsistency or ambiguity therein or in connection with any other change therein which is not materially adverse to the interests of the Registered Owners.

Every amendment or modification of the provisions of the Notes or of this Ordinance, to which the consent of the Fiscal Agent or the Registered Owners is given, as above provided, shall be expressed in an ordinance adopted by the governing body of the City amending or supplementing the provisions of this Ordinance and shall be deemed to be a part of this Ordinance. A certified copy of every such amendatory or supplemental ordinance, if any, and a certified copy of this Ordinance shall always be kept on file in the office of the City Register and the office of the Fiscal Agent, and shall be made available for inspection by the Registered Owner of any Note or a prospective purchaser or owner of any Note authorized by this Ordinance, and upon payment of the reasonable cost of preparing the same, a certified copy of any such amendatory or supplemental ordinance or of this Ordinance will be sent by the City Register to any such Registered Owner or prospective Registered Owner.

Notwithstanding anything to the contrary in this Section, before any ordinance supplementing or amending this Ordinance pursuant to this Section shall become effective, there shall have been delivered to the Fiscal Agent an opinion of Bond Counsel stating that such supplemental ordinance is authorized or permitted by this Ordinance and the Act, complies with their respective terms, and will, upon the execution and delivery thereof, be valid and binding upon the City in accordance with its terms.

Any and all modifications made in the manner hereinabove provided shall not become effective until there has been filed with the City Register a copy of the ordinance of the City hereinabove provided for, duly certified, as well as proof of any required consent to such modification by the Fiscal Agent and the Registered Owners of the Notes then Outstanding. It shall not be necessary to note on any of the Outstanding Notes any reference to such amendment or modification. The City shall furnish to the Fiscal Agent a copy of any amendment to the Notes or this Ordinance made hereunder.

Section 1102. Payments Due on Days Other Than Business Days. In any case where the date of maturity of principal of or interest on the Notes or the date fixed for redemption of any Note is not a Business Day, then payment of principal or interest need not be made on such date but may be made on the next succeeding Business Day with the same force and effect as if made on the date of maturity or the date fixed for redemption, and no interest shall accrue for the period after such date.

Section 1103. Notices, Consents and Other Instruments by Registered Owners. Any notice, consent, request, direction, approval, objection or other instrument required by this Ordinance to be signed and executed by the Registered Owners other than the assignment of the Ownership of the Notes, may be in any number of concurrent writings of similar tenor and may be signed or executed by such Registered Owners in person or by agent appointed in writing. Proof of the execution of any such instrument or of the writing appointing any such agent and of the ownership of the Notes, if made in the following manner, shall be sufficient for any of the purposes of this Ordinance, and shall be conclusive in favor of the City and the Fiscal Agent with regard to any action taken, suffered or omitted under any such instrument, namely:

(a) The fact and date of the execution by any person of any such instrument may be proved by a certificate of any officer in any jurisdiction who by law has power to take acknowledgments within such jurisdiction that the person signing such instrument acknowledged before such officer the execution thereof, or by affidavit of any witness to such execution.

(b) The fact of ownership of the Notes, the amount or amounts, numbers and other identification of the Notes, and the date of holding the same shall be proved by the Note Register of the City maintained by the Fiscal Agent.

In determining whether the Registered Owners of the requisite principal amount of Notes Outstanding have given any request, demand, authorization, direction, notice, consent or waiver under this Ordinance, Notes registered in the name of the City shall be disregarded and deemed not to be Outstanding under this Ordinance, except that, in determining whether the Fiscal Agent shall be protected in relying upon any such request, demand, authorization, direction, notice, consent or waiver, only Notes so owned shall be so disregarded. Notwithstanding the foregoing, Notes so owned which have been pledged in good faith shall not be disregarded as aforesaid if the pledgee establishes to the satisfaction of the Fiscal Agent the pledgee's right so to act with respect to such Notes and that the pledgee is not the City.

Section 1104. Further Authority. The officers of the City, including without limitation the Mayor and the Comptroller, are hereby authorized and directed to execute, and the City Register is hereby authorized and directed where appropriate to attest, all certificates, documents or other instruments, including without limitation an agreement with the Fiscal Agent, and take such actions as they may deem necessary or advisable in order to carry out and perform the purposes of this Ordinance and to make any changes or additions in this Ordinance and the foregoing agreements, statements, instruments and other documents herein approved, authorized and confirmed which they determine to be in the City's best interest, and the execution or taking of such action shall be conclusive evidence of such determination.

Section 1105. Severability. The sections, subsections, paragraphs, sentences, clauses and phrases of this Ordinance shall be severable. In the event that any such section, subsection, paragraph, sentence, clause or phrase of this Ordinance is found by a court of competent jurisdiction to be invalid, the remaining portions of this Ordinance are valid, unless the court finds the valid portions of the Ordinance are so essential to and inseparably connected with and dependent upon the void portion that it cannot be presumed that the Board has enacted the valid portions without the void ones, or unless the court finds that the valid portions, standing alone, are incomplete and are incapable of being executed in accordance with the legislative intent.

Section 1108. Governing Law. This Ordinance shall be governed exclusively by and constructed in accordance with the applicable laws of the State.

Section 1109. Effective Date. This being an Ordinance for the preservation of public peace, health and safety, it is hereby declared to be an emergency measure within the meaning of Sections 19 and 20 of Article IV of the Charter of the City and shall become effective immediately upon its passage and approval by the Mayor.

Clerk, Board of Aldermen

President, Board of Aldermen

Approved: Date: _____

Mayor

Truly Engrossed and Enrolled

Chairman

EXHIBIT A

Legal Description of Redevelopment Area

PARCEL 1:

A PARCEL OF LAND IN BLOCK 3917, OF THE CITY OF ST. LOUIS, MISSOURI; SAID PARCEL BEING MORE PARTICULARLY DESCRIBED AS FOLLOWS: BEGINNING AT THE POINT OF INTERSECTION OF THE SOUTHERN LINE

OF FOREST PARK AVENUE (150 FEET WIDE) AND THE WESTERN LINE OF SARAH STREET (60 FEET WIDE); THENCE ALONG THE WESTERN LINE OF SAID SARAH STREET SOUTH 15° 20' 00" WEST 344.35 FEET TO THE NORTHWESTERN LINE OF A DIAGONAL CUT-OFF IN THE WESTERN LINE OF SAID SARAH STREET, AS RECORDED IN PLAT BOOK 19, PAGE 39 IN THE CITY OF ST. LOUIS RECORDER'S OFFICE; THENCE SOUTH 55° 26' 10" WEST 57.75 FEET ALONG THE SAID NORTHWESTERN LINE OF THE DIAGONAL CUT-OFF OF THE WESTERN LINE OF SARAH STREET TO A POINT OF INTERSECTION WITH THE NORTHERN LINE OF A FORMER RAILROAD RIGHT-OF-WAY (16 FEET WIDE); THENCE ALONG THE NORTHERN LINE OF SAID FORMER RAILROAD RIGHT-OF-WAY NORTH 02° 16' 03" WEST 21.68 FEET TO A POINT ON A TANGENT CURVE; THENCE ALONG SAID CURVE IN A NORTHWESTWARDLY DIRECTION, SAID CURVE HAVING A RADIUS OF 248.49 FEET, A CENTRAL ANGLE OF 72° 16' 01", AND A DISTANCE OF 313.42 TO A POINT OF TANGENCY; THENCE ALONG A LINE TANGENT TO SAID CURVE NORTH 74° 32' 04" WEST 32.46 FEET, THENCE LEAVING SAID FORMER RAILROAD RIGHT-OF-WAY NORTH 15° 20' 00" EAST 194.39 FEET ALONG A LINE PARALLEL WITH THE WESTERN LINE OF SAID SARAH STREET TO A POINT ON THE SOUTHERN LINE OF SAID FOREST PARK AVENUE; THENCE ALONG THE SOUTHERN LINE OF SAID FOREST PARK AVENUE SOUTH 74° 40' 30" EAST 312.50 FEET AND THE POINT OF BEGINNING. CONTAINING 79,321.83 SQUARE FEET (1.821 ACRES), MORE OR LESS.

PARCEL 2:

A PARCEL OF LAND IN BLOCK 3917, OF THE CITY OF ST. LOUIS, MISSOURI; SAID PARCEL BEING MORE PARTICULARLY DESCRIBED AS FOLLOWS: BEGINNING AT A POINT OF INTERSECTION OF THE NORTHERN LINE OF DUNCAN AVENUE (60 FEET WIDE) WITH THE NORTHWESTERN LINE OF A DIAGONAL CUT-OFF OF THE WESTERN LINE OF SARAH STREET, AS RECORDED IN PLAT BOOK 19, PAGE 39 IN THE CITY OF ST. LOUIS RECORDER'S OFFICE; THENCE NORTH 74° 23' 15" WEST 355.17 FEET ALONG THE NORTHERN LINE OF SAID DUNCAN AVENUE; THENCE NORTH 15° 21' 00" WEST 148.15 FEET; THENCE SOUTH 74° 31' 53" EAST 94.62 FEET TO A POINT ON A LINE 312.50 FEET WEST OF, AND PARALLEL WITH THE WESTERN LINE OF SAID SARAH STREET; THENCE NORTH 15° 20' 00" EAST 46.00 FEET TO A POINT ON THE SOUTHERN LINE OF A FORMER RAILROAD RIGHT-OF-WAY; THENCE SOUTH 74° 32' 04" EAST 32.42 FEET ALONG SAID FORMER RAILROAD RIGHT-OF-WAY TO A POINT ON A TANGENT CURVE; THENCE ALONG SAID CURVE; THENCE ALONG SAID CURVE IN A SOUTHEASTWARDLY DIRECTION, SAID CURVE HAVING A RADIUS OF 232.49 FEET, A CENTRAL ANGLE OF 72° 16' 01", AND A DISTANCE OF 293.24 TO A POINT OF TANGENCY; THENCE ALONG A LINE TANGENT TO SAID CURVE SOUTH 02° 16' 03" EAST 31.79 FEET TO THE POINT OF INTERSECTION OF THE FORMER RAILROAD RIGHT-OF-WAY AND THE NORTHWESTERN LINE OF A DIAGONAL CUT-OFF IN THE WESTERN LINE OF SAID SARAH STREET, AS RECORDED IN PLAT BOOK 19, PAGE 39 IN THE CITY OF ST. LOUIS RECORDER'S OFFICE; THENCE SOUTH 55° 26' 10" WEST 4.04 FEET ALONG THE SAID NORTHWESTERN LINE OF THE DIAGONAL CUT-OFF OF SAID SARAH STREET TO THE NORTHERN LINE OF DUNCAN AVENUE AND THE POINT OF BEGINNING. CONTAINING 54,036.65 SQUARE FEET (1.241 ACRES), MORE OR LESS.

PARCEL 3:

A PARCEL OF LAND SITUATED IN BLOCK 3917, OF THE CITY OF ST. LOUIS, MISSOURI; SAID PARCEL BEING MORE PARTICULARLY DESCRIBED AS FOLLOWS: COMMENCING AT THE POINT OF INTERSECTION OF THE SOUTHERN LINE OF FOREST PARK AVENUE (150 FEET WIDE) WITH THE WESTERN LINE OF SARAH STREET (60 FEET WIDE); THENCE NORTH 74° 40' 30" WEST 312.50 FEET ALONG THE SOUTHERN LINE OF SAID FOREST PARK AVENUE; THENCE SOUTH 15° 20' 00" WEST 194.39 FEET ALONG A LINE PARALLEL WITH THE WESTERN LINE OF SAID SARAH STREET TO A POINT IN THE NORTHERN LINE OF A FORMER RAILROAD RIGHT-OF-WAY (16 FEET WIDE) BEING THE POINT OF BEGINNING FOR PARCEL 3; THENCE, FROM THE POINT OF BEGINNING, SOUTH 74° 32' 04" EAST 32.46 FEET TO A POINT ON A TANGENT CURVE; THENCE ALONG SAID CURVE IN A SOUTHEASTWARDLY DIRECTION, SAID CURVE HAVING A RADIUS OF 248.49 FEET, A CENTRAL ANGLE OF 72° 16' 01", AND A DISTANCE OF 313.42 TO A POINT OF TANGENCY; THENCE ALONG A LINE TANGENT TO SAID CURVE SOUTH 02° 16' 03" EAST 21.68 FEET TO THE POINT OF INTERSECTION OF THE SAID FORMER RAILROAD RIGHT-OF-WAY AND THE NORTHWESTERN LINE OF A DIAGONAL CUT-OFF IN THE WESTERN LINE OF SAID SARAH STREET, AS RECORDED IN PLAT BOOK 19, PAGE 39 IN THE CITY OF ST. LOUIS RECORDER'S OFFICE; THENCE SOUTH 55° 26' 10" WEST 18.93 FEET ALONG THE SAID NORTHWESTERN LINE OF THE DIAGONAL CUT-OFF OF THE WESTERN LINE OF SARAH STREET TO A POINT ON THE SOUTHERN LINE OF THE FORMER RAILROAD RIGHT-OF-WAY (16 FEET WIDE); THENCE NORTH 02° 16' 03" WEST 31.79 FEET ALONG THE SOUTHERN LINE OF SAID FORMER RAILROAD RIGHT-OF-WAY TO A POINT ON A TANGENT CURVE; THENCE ALONG THE SAID CURVE IN A NORTHWESTWARDLY DIRECTION, SAID CURVE HAVING A RADIUS OF 232.49 FEET, A CENTRAL ANGLE OF 72° 16' 01", AND A DISTANCE OF 293.24 TO A POINT OF TANGENCY; THENCE ALONG A LINE TANGENT TO SAID CURVE NORTH 74° 32' 04" WEST 32.42 FEET TO

A POINT; THENCE NORTH 15° 20' 00" EAST 16.00 FEET TO THE POINT OF BEGINNING. CONTAINING 5,800.09 SQUARE FEET (0.133 ACRES), MORE OR LESS.

ALL THREE PARCELS COMBINED CONTAIN 139,158.57 SQUARE FEET (3.195 ACRES) MORE OR LESS.

**EXHIBIT B
Form of Note**

THIS NOTE OR ANY PORTION HEREOF MAY BE TRANSFERRED, ASSIGNED OR NEGOTIATED ONLY TO "APPROVED INVESTORS," AS DEFINED HEREIN, AND IN ACCORDANCE WITH THE PROVISIONS HEREOF.

**UNITED STATES OF AMERICA
STATE OF MISSOURI**

Registered
No. R-__

Registered
Not to Exceed \$7,000,000
(See **Schedule A** attached)

**CITY OF ST. LOUIS, MISSOURI
TAXABLE TAX INCREMENT REVENUE NOTE
(4100 FOREST PARK REDEVELOPMENT PROJECT)
SERIES 2001**

Rate of Interest: 6.5% Maturity Date: September 1, 2024 Dated Date: _____, 2001 CUSIP Number: None

REGISTERED OWNER:

PRINCIPAL AMOUNT: See **SCHEDULE A** attached hereto.

The **CITY OF ST. LOUIS, MISSOURI**, a body corporate and a political subdivision duly organized and validly existing under its charter and the Constitution and laws of the State of Missouri (the "City"), for value received, hereby promises to pay to the Registered Owner shown above, or registered assigns, the Principal Amount shown from time to time on **Schedule A** attached hereto on the Maturity Date shown above unless called for redemption prior to the Maturity Date, and to pay interest thereon from the effective date of registration shown from time to time on **Schedule A** attached hereto or from the most recent Payment Date to which interest has been paid or duly provided for, at the Rate of Interest shown above. Interest shall be payable each March 1 and September 1, commencing the earlier of (a) March 1, 2003, or (b) the first March 1 or September 1 on which there are amounts on deposit in the Special Allocation Fund (each, a "Payment Date") until the Notes are paid in full. The Notes shall bear interest from their registration date or from the most recent Payment Date to which interest has been paid or duly provided for. Interest that accrues but remains unpaid on any Payment Date shall be compounded semi-annually.

Except as otherwise provided herein, the capitalized terms herein shall have the meanings as provided in Ordinance No. _____ [Board Bill _____] adopted by the Board of Aldermen on _____, 2001 (the "Ordinance") or the Redevelopment Agreement by and between the City and 4100 Forest Park Associates, LLC (the "Redevelopment Agreement").

The principal of this Note shall be paid at maturity or upon earlier redemption to the person in whose name this Note is registered at the maturity or redemption date hereof, upon presentation and surrender of this Note at the payment office of BNY Trust Company of Missouri, St. Louis, Missouri (the "Fiscal Agent"). The principal of and interest on the Notes shall be payable in any coin or currency of the United States of America which, at the respective dates of payment thereof, is legal tender for the payment of debts due the United States of America. *The principal shall be payable by check or draft at the office of the Fiscal Agent. Payment of interest on any Note shall be made* (i) by check or draft of the Fiscal Agent mailed to the person in whose name such Note is registered on the Note Register as of the close of business of the Fiscal Agent on the Record Date for such Payment Date, or (ii) in the case of a principal or interest payment to any Owner of either (A) all of the Notes of any series then Outstanding or (B) \$250,000 or more in aggregate principal amount of Notes, by electronic transfer to such Owner upon written notice delivered to the Fiscal Agent at least

15 days prior to any Record Date and signed by such Owner containing the electronic transfer instructions including the name and address of the bank (which shall be in the continental United States), its ABA routing number and the name and account number to which such Owner wishes to have such transfer directed. Except as otherwise provided in subsection (h) with respect to Notes held by the Fiscal Agent, *no principal on the Notes is payable unless the Owner thereof has surrendered such Notes at the office of the Fiscal Agent.*

This Note is one of an authorized series of fully registered Notes of the City designated “City of St. Louis, Missouri, Tax Increment Revenue Notes (4100 Forest Park Redevelopment Project), Series 2001,” which are being issued in an aggregate principal amount of not to exceed \$7,000,000 (the “Notes”). The Notes are being issued for the purpose of paying a portion of the Redevelopment Project Costs in connection with the Redevelopment Plan, under the authority of and in full compliance with the Constitution and laws of the State of Missouri, including particularly the Real Property Tax Increment Allocation Redevelopment Act, Sections 99.800 to 99.865, of the Revised Statutes of Missouri, as amended (the “Act”), and pursuant to the Ordinance.

The Notes and the interest thereon shall be special, limited obligations of the City payable solely from and secured as to the payment of principal and interest, by the Pledged Revenues and other moneys pledged thereto and held by the Fiscal Agent as provided herein. “Pledged Revenues” means all moneys held in the Revenue Fund and the Debt Service Fund under the Ordinance, including Net Proceeds, together with investment earnings thereon. “Net Proceeds” means all monies on deposit in the PILOTS Account and, subject to annual appropriation, all monies on deposit in the EATS Account of the Special Allocation Fund attributable to the Redevelopment Area (as described in **Exhibit A** to the Ordinance), excluding: (a) any amount paid under protest until the protest is withdrawn or resolved against the taxpayer; and (b) any sum received by the City that is the subject of a suit or other claim communicated to the City, which suit or claim challenges the collection of such sum; and (c) monies equal to 0.4% of the Outstanding Notes on an annual basis, plus any accumulated deficiency from previous years, which monies shall be paid one half to the Comptroller of the City and one half to the St. Louis Development Corporation as reimbursement of administrative costs in connection with the Redevelopment Plan, the Redevelopment Agreement and the Notes.

The taxing power of the City is not pledged to the payment of the Notes either as to principal or interest. The Notes shall not constitute a general obligation of the City, nor shall they constitute an indebtedness of the City within the meaning of any constitutional or statutory provision, limitation or restriction. Except as otherwise provided in **Section 801** of the Ordinance, no recourse shall be had for the payment of the principal of or interest on, any of the Notes or for any claim based thereon or upon any obligations contained in this Ordinance against any past, present or future member of the Board of Aldermen or any trustee, officer, official, employee or agent of the City, as such, either directly or through the City or any successor to the City, under any rule of law or equity, statute or constitution or by the enforcement of any assessment or penalty or otherwise.

The monies on deposit in the PILOTS Account of the Special Allocation Fund are those payments in lieu of taxes (as defined in Sections 99.805(7) and 99.845 of the Act) attributable to the increase in the current equalized assessed valuation of each taxable lot, block, tract or parcel of real property in the Redevelopment Area over and above the initial equalized assessed value (as that term is used and described in Section 99.845.1 of the Act) of each unit of property, as paid to the City’s Treasurer by the City’s Collector of Revenue during the term of the Redevelopment Plan and the Redevelopment Project. (herein referred to as “PILOTS”). Monies on deposit in the EATS Account of the Special Allocation Fund are those amounts equal to 50% of the total additional revenues from taxes which are imposed by the City or any other taxing district (as that term is defined in Section 99.805(12) of the Act) and which are generated by economic activities within the Redevelopment Area over the amount of such taxes generated by economic activities within the Redevelopment Area in the calendar year ending December 31, 2000 (subject to annual appropriation by the City as provided in the Act), during the term of the Redevelopment Plan and Redevelopment Project, but excluding therefrom any taxes imposed on sales or charges for sleeping rooms paid by transient guests of hotels and motels, licenses, fees or special assessments and personal property taxes, other than payments in lieu of taxes, taxes levied pursuant to Section 70.500 of the Revised Statutes of Missouri, as amended, and taxes levied for the purpose of public transportation pursuant to Section 94.660 of the Revised Statutes of Missouri, as amended (herein referred to as “EATS”).

Pledged Revenues shall be applied to payments on this Note as follows: first, to pay the fees and expenses owing to the Fiscal Agent as provided for in **Section 1002** of the Ordinance, upon delivery to the City and the Developer of invoices for such amounts; second, to pay past-due interest, if any, owing on this Note; third, to an amount sufficient to pay the interest becoming due and payable on this Note on such Payment Date; and fourth, to optional or special mandatory redemption of the principal of this Note pursuant to **Section 302** of the Ordinance.

Upon the payment in full of the principal of and interest on the Notes (or provision has been made for the payment thereof as specified in this Ordinance), payment in full of the fees, charges and expenses of the Fiscal Agent, and payment in full of any other amounts required to be paid under this Ordinance, all amounts remaining on deposit in the Revenue Fund and Debt Service Fund shall

be paid to the City for deposit into the Special Allocation Fund.

The Notes are subject to optional redemption by the City in whole at any time or in part on any Interest Payment Date at a redemption price of 100% of the principal amount of the Notes to be redeemed, plus accrued interest thereon to the date fixed for redemption.

The Notes are also subject to special mandatory redemption by the City: (i) in whole or in part, on any Payment Date at the redemption price of 100% of the principal amount being redeemed, together with accrued interest thereon to the date fixed for redemption, in an amount equal to the amount which is on deposit in the Redemption Account of the Debt Service Fund on that date that is 40 days prior to such Payment Date or, if such date is not a Business Day, the immediately preceding Business Day; and (ii) in whole but not in part, on any date in the event that moneys in the Revenue Fund are sufficient to redeem all of the Notes at a redemption price of 100% of the Notes outstanding, together with accrued interest thereon to the date fixed for redemption..

In the event of an optional redemption of the Notes, the Fiscal Agent shall call Notes for redemption and payment and shall give notice of such redemption as herein provided upon receipt by the Fiscal Agent at least five (5) days prior to the redemption date of written instructions of the City specifying the principal amount, redemption date and redemption prices of the Notes to be called for optional redemption. The Fiscal Agent may in its discretion waive such notice period so long as the notice requirements set forth in **Section 303** of the Ordinance are met. In the event of a special mandatory redemption of Notes hereunder, the Notes shall be called by the Fiscal Agent for redemption without the necessity of any action by the City.

Official notice of redemption having been given as aforesaid, the Notes or portions of Notes to be redeemed shall become due and payable on the redemption date, at the redemption price therein specified, and from and after the redemption date (unless the City defaults in the payment of the redemption price) such Notes or portion of Notes shall cease to bear interest. Upon surrender of such Notes for redemption in accordance with such notice, the redemption price of such Notes shall be paid by the Fiscal Agent. Installments of interest due on or prior to the redemption date shall be payable as herein provided for payment of interest. Upon surrender for any partial redemption of any Note, there shall be prepared for the Registered Owner a new Note or Notes of the same maturity in the amount of the unpaid principal as provided herein. All Notes that have been redeemed shall be cancelled and destroyed by the Fiscal Agent as provided herein and shall not be reissued.

Notes shall be redeemed only in the principal amount of \$1,000 or any integral multiple thereof. When less than all of the outstanding Notes are to be redeemed and paid prior to maturity, such Notes shall be selected by the Fiscal Agent in \$1,000 units of face value in such equitable manner as the Fiscal Agent may determine.

The Notes are issuable in the form of fully registered Notes without coupons in an initial denomination of \$250,000 or any integral multiple \$1,000 in excess thereof, except with respect to the Note issued upon acceptance by the City of the final Certificate of Reimbursable Redevelopment Project Costs, which Note may be issued in any denomination, subject to the limitation on the aggregate Principal Amount.

This Note and beneficial interests therein may only be purchased by or transferred to Approved Investors and upon the execution by the proposed purchaser or transferee of an investment letter substantially in the form of Exhibit C to the Ordinance, signed by the transferee, showing that the transferee is an Approved Investor. "Approved Investor" means (a) the Developer or a Related Entity, (b) an "accredited investor" under Rule 501(a) of Regulation D promulgated under the Securities Act of 1933, (c) a "qualified institutional buyer" under Rule 144A promulgated under the Securities Act of 1933 or (d) any general business corporation or enterprise with total assets in excess of \$50,000,000.

Subject to the limitations of the preceding paragraph, upon surrender thereof at the office of the Fiscal Agent, the Fiscal Agent shall transfer or exchange any Note for a new Note of the same maturity and in the same principal amount as the Outstanding principal amount of the Note that was presented for transfer or exchange. Any Note presented for transfer or exchange shall be accompanied by a written instrument or instruments of transfer or authorization for exchange, in a form and with guarantee of signature satisfactory to the Fiscal Agent, duly executed by the Registered Owner thereof or by the Registered Owner's duly authorized agent.

This Note shall not be valid or binding on the City or be entitled to any security or benefit under the Indenture until the Certificate of Authentication hereon has been executed by the Trustee.

IT IS HEREBY CERTIFIED AND DECLARED that all acts, conditions and things required to exist, happen and be performed precedent to and in the issuance of the Notes have existed, happened and been performed in due time, form and manner

as required by law.

IN WITNESS WHEREOF, the **CITY OF ST. LOUIS, MISSOURI** has executed this Note by causing it to be signed by the manual or facsimile signature of its Mayor and Comptroller and attested by the manual or facsimile signature of its City Register, and its official seal to be affixed or imprinted hereon, and this Note to be dated as of the effective date of registration as shown on **Schedule A**.

CITY OF ST. LOUIS, MISSOURI

By: _____
Mayor

By: _____
Comptroller

(Seal)

Attest:

City Register

ASSIGNMENT

FOR VALUE RECEIVED, the undersigned sells, assigns and transfers unto

(Print or Type Name, Address and Social Security Number or other Taxpayer Identification Number of Transferee)

the within Note and all rights thereunder, and hereby irrevocably constitutes and appoints _____ agent to transfer the within Note on the books kept by the Fiscal Agent for the registration thereof, with full power of substitution in the premises.

Dated: _____.

NOTICE: The signature to this assignment must correspond with the name of the Registered Owner as it appears on the face of the within Note in every particular.

Signature Guaranteed By:

(Name of Eligible Guarantor Institution)

By: _____
Title: _____

NOTICE: Signature(s) must be guaranteed by an eligible guarantor institution as defined by SEC Rule 17Ad-15 (17 CFR 240.17Ad-15).

represents to each of you and agrees with each of you, as follows:

1. The undersigned is an Approved Investor (as defined in the Ordinance).
2. The undersigned acknowledges that the City has not made any representation or warranty concerning the accuracy or completeness of any information furnished in connection with the purchase by the undersigned of the Notes. Accordingly, the undersigned has not relied upon the City as to the accuracy or completeness of such information. As a sophisticated investor, the undersigned has made its own decision to purchase the Notes based solely upon its own inquiry and analysis.
3. The undersigned understands that the Notes do not constitute an indebtedness of the City or a loan or credit thereof within the meaning of any constitutional or statutory debt limitation or restriction.
4. The undersigned is familiar with and has counsel who are familiar with the federal and state legislation, rules, regulations and case law pertaining to the transfer and distribution of securities, including, but not limited to, disclosure obligations of the seller incident to any such transfer or distribution. The undersigned hereby covenants and agrees that the undersigned will not sell, offer for sale, pledge, transfer, convey, hypothecate, mortgage or dispose of the Notes or any interest therein in violation of applicable federal or state law or in violation of restrictions on sale, assignment, negotiation or transfer of the Notes as set forth in paragraph 7 below.
5. The undersigned is purchasing the Notes for its own account for investment (and not on behalf of another) and, other than a contemplated pledge of the Notes, has no present intention of reselling the Notes or dividing its interest therein. Notwithstanding the foregoing, the undersigned has the right to sell, offer for sale, pledge, transfer, convey, hypothecate, mortgage or dispose of the Notes at some future date determined by it, provided that such disposition is not in violation of restrictions on sale, assignment, negotiation or transfer of the Notes as set forth in paragraph 7 below.
6. The undersigned acknowledges that the right to sell, assign, negotiate or otherwise transfer the Notes shall be limited to Approved Investors (as defined in the Ordinance).
7. The undersigned agrees to indemnify and hold you harmless from any and all claims, judgments, attorneys' fees and expenses of whatsoever nature, whether relating to litigation or otherwise, resulting from any attempted or affected sale, offer for sale, pledge, transfer, conveyance, hypothecation, mortgage or disposition of the Notes in violation of this letter.
8. The undersigned has satisfied itself that the Notes may be legally purchased by the undersigned.

Sincerely,

_____,
as Purchaser

By: _____
Title: _____

Approved: December 26, 2001