

1 public benefit through the elimination of blighting conditions, the strengthening of the
2 employment and economic base of the City, increased property values and tax revenues,
3 stabilization of the Redevelopment Area, preservation of historic structures, facilitation of the
4 economic stability of the City as a whole, and further found that without the assistance of tax
5 increment financing in accordance with the TIF Act, the Redevelopment Project is not
6 financially feasible and would not otherwise be completed; and

7 **WHEREAS**, the Board of Aldermen adopted Ordinance No. 68094 authorizing the
8 issuance of not to exceed \$2,195,644 plus Issuance Costs principal amount of tax increment
9 revenue notes with respect to the Redevelopment Project; and

10 **WHEREAS**, on _____, 2011, the Mayor signed Ordinance No. _____
11 [Board Bill No. ____] authorizing the City to enter into (a) a Redevelopment Agreement with
12 Developer with respect to Phase 1 (as described in such agreement) of the Redevelopment
13 Project (the “Phase 1 Agreement”), and (b) a Redevelopment Agreement with Developer with
14 respect to Phase 2 (as described in such agreement) of the Redevelopment Project (the “Phase 2
15 Agreement” and together with the Phase 1 Agreement, the “Redevelopment Agreements”); and

16 **WHEREAS**, pursuant to the Redevelopment Plan and Redevelopment Agreements, the
17 City proposes to finance a portion of the costs of the Redevelopment Project by utilizing tax
18 increment allocation financing in accordance with the TIF Act; and

19 **WHEREAS**, the City desires to issue, from time to time, its Tax Increment Revenue
20 Notes (South Carondelet District #3 Redevelopment Project – Phase 1/2), Series 201_-A/B, (the
21 “TIF Notes” or “Notes”), to provide funds for the aforesaid purpose, said Notes being payable
22 solely from certain proceeds deposited into the Special Allocation Fund; and

1 “Approving Ordinance” means Ordinance No. 68092 [Board Bill No. 153] effective
2 designating the Redevelopment Area, approving the Redevelopment Plan, approving the
3 Redevelopment Project, adopting tax increment allocation financing within the Redevelopment
4 Area, and establishing the Special Allocation Fund.

5 “Authorized Denominations” means an initial amount of \$100,000 or any integral
6 multiple of \$1,000 in excess thereof, except with respect to the TIF Note issued upon acceptance
7 by the City of the final Certificate of Reimbursable Redevelopment Project Costs for any Phase,
8 which TIF Note may be issued in any denomination, subject to the limitation on the aggregate
9 Principal Amount, subject to the limitation provided in **Section 2.1** of this Ordinance.

10 “Authorizing Ordinance” means Ordinance No. _____ [Board Bill No. ____], signed
11 by the Mayor on _____, 2011, affirming adoption of the Redevelopment Plan,
12 Redevelopment Area, and Redevelopment Project, authorizing execution of the Redevelopment
13 Agreements for the construction of the Redevelopment Project and making certain findings
14 related thereto.

15 “Available Revenues” means all monies on deposit from time to time (including
16 investment earnings thereon) in (a) the PILOTS Account, and (b) subject to annual
17 appropriation, the EATS Account that have been appropriated to the repayment of the TIF Notes;
18 excluding (i) any amount paid under protest until the protest is withdrawn or resolved against the
19 taxpayer or (ii) any sum received by the City which is the subject of a suit or other claim
20 communicated to the City which suit or claim challenges the collection of such sum.

21 “Bond Counsel” means Armstrong Teasdale LLP, St. Louis, Missouri, or an attorney at
22 law or a firm of attorneys acceptable to the City of nationally recognized standing in matters

1 pertaining to the tax-exempt nature of interest on obligations issued by states and their political
2 subdivisions duly admitted to the practice of law before the highest court of any state of the
3 United States of America or the District of Columbia.

4 “Certificate of Commencement of Construction” means a document substantially in the
5 form of Exhibit C to the Redevelopment Agreement, delivered by the Developer to the City in
6 accordance with either Redevelopment Agreement and evidencing commencement of
7 construction of either Phase of the Redevelopment Project.

8 “Certificate of Reimbursable Redevelopment Project Costs” means a document
9 substantially in the form of Exhibit D to either Redevelopment Agreement provided by the
10 Developer to the City in accordance with such Redevelopment Agreement evidencing
11 Reimbursable Redevelopment Project Costs incurred by the Developer with respect to the
12 respective Phase of the Redevelopment Project.

13 “Certificate of Substantial Completion” means a document substantially in the form of
14 Exhibit E to a Redevelopment Agreement issued by the Developer under Redevelopment
15 Agreement to the City in accordance with such Redevelopment Agreement and evidencing such
16 Developer’s satisfaction of all obligations and covenants to construct the Phase to which such
17 Redevelopment Agreement applies in accordance with the Redevelopment Plan and such
18 Redevelopment Agreement.

19 “City” means the City of St. Louis, Missouri, a body corporate and political subdivision
20 duly authorized and existing under its charter and the Constitution and laws of the State of
21 Missouri.

22 “Debt Service Fund” means the Debt Service Fund, as created in **Section 4.1** of this
23 Ordinance.

1 “Developer” means Carondelet TIF, Inc..

2 “Disclosure Counsel” means Armstrong Teasdale LLP, St. Louis, Missouri, or an
3 attorney at law or a firm of attorneys acceptable to the City of nationally recognized standing in
4 matters pertaining to offerings of municipal securities duly admitted to the practice of law before
5 the highest court of any state of the United States of America or the District of Columbia.

6 “Economic Activity Taxes” or “EATs” shall have the meaning ascribed to such term in
7 Section 99.805(4) of the TIF Act.

8 “EATs Account” means the EATs Account of the Special Allocation Fund, and
9 containing such funds or accounts as specified herein.

10 “Finance Officer” means the Comptroller of the City or her authorized agent.

11 “Issuance Costs” means all costs reasonably incurred by the City in furtherance of the
12 issuance of TIF Notes with respect to either Phase, including without limitation, the fees and
13 expenses of financial advisors and consultants, the City’s attorneys (including issuer’s counsel,
14 Disclosure Counsel, and Bond Counsel), the Developer’s attorneys (at the discretion of the
15 Finance Officer), the City’s administrative fees and expenses (including fees and costs of its
16 planning consultants and the St. Louis Development Corporation), underwriters’ discounts and
17 fees, if any, the costs of printing any TIF Notes and any official statements relating thereto, the
18 costs of credit enhancement, if any, capitalized interest, debt service reserves and the fees of any
19 rating agency rating any TIF Notes.

20 “Issuance Date” means the dated date of the TIF Notes.

21 “Maturity Date” means _____, which is the date that is twenty-three (23) years
22 after the effective date of the Approving Ordinance.

1 “Ordinance” or “Note Ordinance” means this Ordinance as from time to time amended in
2 accordance with the terms hereof.

3 “Original Purchaser” means the Developer, a Related Entity, a Qualified Institutional
4 Buyer or a Project Lender; provided, however, that any such Related Entity or Project Lender
5 shall also qualify as an Approved Investor and shall be designated in writing by the Developer as
6 the Original Purchaser.

7 “Owner” or “Registered Owner” means, when used with respect to any TIF Note, the
8 person in whose name such TIF Note is registered.

9 “Payment Date” means, with respect to any TIF Note, each March 1 and September 1,
10 commencing on the first March 1 or September 1 that immediately succeeds the City’s
11 acceptance of a Certificate of Substantial Completion for the Phase of the Redevelopment
12 Project for which such TIF Note was issued.

13 “Payments in Lieu of Taxes” or “PILOTs” shall have the meaning ascribed to such term
14 in Section 99.805(10) of the TIF Act.

15 “Phase” means, as the case may be, Phase 1 or Phase 2 of the Redevelopment Project,
16 and the “Phases” means, collectively, both Phase 1 and Phase 2.

17 “Phase 1” means that portion of the Redevelopment Project which is described as Phase 1
18 thereof, as set forth in the Phase 1 Redevelopment Agreement.

19 “Phase 1 Available Revenues” means those Available Revenues comprised of Phase 1
20 Revenues.

21 “Phase 1 Debt Service Reserve Fund” means the fund by the name created in **Section 4.1**
22 of this Ordinance.

1 “Phase 1 Debt Service Reserve Fund Requirement” means that amount as reasonably
2 determined by the underwriter or placement agent for the Phase 1 TIF Notes with the reasonable
3 concurrence of the City’s Financial Advisor.

4 “Phase 1 Property” means a portion of the Redevelopment Area, as described in the
5 Phase 1 Redevelopment Agreement, incorporated herein by this reference.

6 “Phase 1 Redevelopment Agreement” or “Phase 1 Agreement” means that certain
7 agreement by and between the City and the Developer, as authorized by the Authorizing
8 Ordinance, and as may be amended from time to time, with respect to Phase 1 of the
9 Redevelopment Project.

10 “Phase 1 Revenues” means: (1) payments in lieu of taxes (as that term is defined in
11 Section 99.805(10) of the TIF Act) attributable to the increase in the current equalized assessed
12 valuation of each taxable lot, block, tract, or parcel of real property located within the Phase 1
13 Property over and above the initial equalized assessed value (as that term is used and described
14 in Sections 99.845.1 and 99.855.1 of the TIF Act) of each such unit of property, as paid to the
15 City Treasurer by the City Collector of Revenue during the term of the Redevelopment Plan and
16 the Redevelopment Project, and (2) subject to annual appropriation by the Board of Aldermen,
17 fifty percent (50%) of the total additional revenues from taxes which are imposed by the City or
18 other taxing districts (as that term is defined in Section 99.805(16) of the TIF Act) and which are
19 generated by economic activities within the Phase 1 Property over the amount of such taxes
20 generated by economic activities within the Phase 1 Property in the calendar year ending
21 December 31, 2007 (subject to annual appropriation by the City as provided in the TIF Act), as
22 defined and described in Sections 99.805(4) and 99.845 of the TIF Act, but excluding therefrom

1 personal property taxes, taxes imposed on sales or charges for sleeping rooms paid by transient
2 guests of hotels and motels, taxes levied pursuant to Section 70.500 of the Revised Statutes of
3 Missouri, as amended, taxes levied for the purpose of public transportation pursuant to
4 Section 94.660 of the Revised Statutes of Missouri, as amended, and licenses, fees or special
5 assessments other than payments in lieu of taxes and penalties and interest thereon, all as
6 provided in Section 99.845 of the TIF Act. Notwithstanding the foregoing, Phase 1 Revenues
7 shall not include the operating levy for school purposes imposed by or any sales tax imposed by
8 the Transitional School District of the City of St. Louis.

9 “Phase 1 Series A Account” means the account by that name created in **Section 4.1** of
10 this Ordinance.

11 “Phase 1 Series A Note(s)” means the [Taxable][Tax-Exempt] Tax Increment Revenue
12 Note (South Carondelet District #3 Redevelopment Project – Phase 1), Series 201__-A, issued
13 pursuant to this Ordinance in an aggregate amount not to exceed \$838,851 plus Issuance Costs,
14 in substantially the form set forth in **Exhibit B-1**, attached hereto and incorporated herein by
15 reference.

16 “Phase 1 Series B Account” means the account by that name created in **Section 4.1** of
17 this Ordinance.

18 “Phase 1 Series B Note” means the [Taxable][Tax-Exempt] Tax Increment Revenue Note
19 (South Carondelet District #3 Redevelopment Project – Phase 1), Series 201__-B, issued
20 pursuant to this Ordinance in an aggregate amount not to exceed \$838,851 plus Issuance Costs,
21 in substantially the form set forth in **Exhibit B-1**, attached hereto and incorporated herein by
22 reference.

1 “Phase 1 TIF Notes” means any tax increment revenue notes issued by the City subject to
2 the Phase 1 Redevelopment Agreement and this Note Ordinance, to evidence the City’s limited
3 obligation to reimburse the Developer for certain costs incurred by the Developer with respect to
4 Phase 1 on behalf of the City in accordance with the TIF Act.

5 “Phase 2” means that portion of the Redevelopment Project which is described as Phase 2
6 thereof, as set forth in the Phase 2 Redevelopment Agreement.

7 “Phase 2 Available Revenues” means those Available Revenues comprised of Phase 2
8 Revenues.

9 “Phase 2 Debt Service Reserve Fund” means the fund by the name created in **Section 4.1**
10 of this Ordinance.

11 “Phase 2 Debt Service Reserve Fund Requirement” means that amount as reasonably
12 determined by the underwriter or placement agent for the Phase 2 TIF Notes with the reasonable
13 concurrence of the City’s Financial Advisor.

14 “Phase 2 Property” means a portion of the Redevelopment Area, as described in the
15 Phase 2 Redevelopment Agreement, incorporated herein by this reference.

16 “Phase 2 Redevelopment Agreement” or “Phase 2 Agreement” means that certain
17 agreement by and between the City and the Developer, as authorized by the Authorizing
18 Ordinance, and as may be amended from time to time, with respect to Phase 2 of the
19 Redevelopment Project.

20 “Phase 2 Revenues” means: (1) payments in lieu of taxes (as that term is defined in
21 Section 99.805(10) of the TIF Act) attributable to the increase in the current equalized assessed
22 valuation of each taxable lot, block, tract, or parcel of real property located within the Phase 2

1 Property over and above the initial equalized assessed value (as that term is used and described
2 in Sections 99.845.1 and 99.855.1 of the TIF Act) of each such unit of property, as paid to the
3 City Treasurer by the City Collector of Revenue during the term of the Redevelopment Plan and
4 the Redevelopment Project, and (2) subject to annual appropriation by the Board of Aldermen,
5 fifty percent (50%) of the total additional revenues from taxes which are imposed by the City or
6 other taxing districts (as that term is defined in Section 99.805(16) of the TIF Act) and which are
7 generated by economic activities within the Phase 2 Property over the amount of such taxes
8 generated by economic activities within the Phase 2 Property in the calendar year ending
9 December 31, 2007 (subject to annual appropriation by the City as provided in the TIF Act), as
10 defined and described in Sections 99.805(4) and 99.845 of the TIF Act, but excluding therefrom
11 personal property taxes, taxes imposed on sales or charges for sleeping rooms paid by transient
12 guests of hotels and motels, taxes levied pursuant to Section 70.500 of the Revised Statutes of
13 Missouri, as amended, taxes levied for the purpose of public transportation pursuant to
14 Section 94.660 of the Revised Statutes of Missouri, as amended, and licenses, fees or special
15 assessments other than payments in lieu of taxes and penalties and interest thereon, all as
16 provided in Section 99.845 of the TIF Act. Notwithstanding the foregoing, Phase 2 Revenues
17 shall not include the operating levy for school purposes imposed by or any sales tax imposed by
18 the Transitional School District of the City of St. Louis.

19 “Phase 2 Series A Account” means the account by that name created in **Section 4.1** of
20 this Ordinance.

21 “Phase 2 Series A Note(s)” means the [Taxable][Tax-Exempt] Tax Increment Revenue
22 Note (South Carondelet District #3 Redevelopment Project – Phase 2), Series 201__-A, issued
23 pursuant to this Ordinance in an aggregate amount not to exceed \$1,356,793 plus Issuance Costs,

1 in substantially the form set forth in **Exhibit B-2**, attached hereto and incorporated herein by
2 reference.

3 “Phase 2 Series B Account” means the account by that name created in **Section 4.1** of
4 this Ordinance.

5 “Phase 2 Series B Note” means the [Taxable][Tax-Exempt] Tax Increment Revenue Note
6 (South Carondelet District #3 Redevelopment Project – Phase 2), Series 201__-B, issued
7 pursuant to this Ordinance in an aggregate amount not to exceed \$1,356,793 plus Issuance Costs,
8 in substantially the form set forth in **Exhibit B-2**, attached hereto and incorporated herein by
9 reference.

10 “Phase 2 TIF Notes” means any tax increment revenue notes issued by the City subject to
11 the Phase 2 Redevelopment Agreement and this Note Ordinance, to evidence the City’s limited
12 obligation to reimburse the Developer for certain costs incurred by the Developer with respect to
13 Phase 2 on behalf of the City in accordance with the TIF Act.

14 “PILOTs Account” means the PILOTs Account of the Special Allocation Fund, and
15 containing such further accounts or funds as herein specified.

16 “Project Fund” means the Project Fund of the Special Allocation, created in **Section 4.1**
17 of this Ordinance.

18 “Project Lender” means a commercial bank, savings bank, savings and loan association,
19 credit union or other financial institution that has loaned funds to either Developer to be used for
20 construction of either Phase the Redevelopment Project and has secured such loan with a
21 mortgage or security interest in such Phase of the Redevelopment Project.

1 “Qualified Institutional Buyer” means a “qualified institutional buyer” under Rule 144A
2 promulgated under the Securities Act of 1933.

3 “Redevelopment Agreements” means collectively or individually, as the case may be, the
4 Phase 1 Redevelopment Agreement and the Phase 2 Redevelopment Agreement.

5 “Redevelopment Area” means the real property legally described and set forth on **Exhibit**
6 **A**, attached hereto and incorporated herein by reference.

7 “Redevelopment Plan” shall have the meaning set forth in the recitals hereto, as such plan
8 may from time to time be amended in accordance with the TIF Act.

9 “Redevelopment Project” means the redevelopment project for the Redevelopment Area
10 as identified by the Redevelopment Plan, which consists of Phase 1 and Phase 2.

11 “Register” or “Note Register” means the books for registration, transfer and exchange of
12 the TIF Notes kept at the office of the Finance Officer.

13 “Reimbursable Redevelopment Project Costs” means, with respect to either Phase, those
14 Redevelopment Project Costs for which the Developer is eligible for reimbursement in
15 accordance with the TIF Act and in accordance with the Redevelopment Agreement.

16 “Related Entity” means any party or entity related to the Developer by one of the
17 relationships described in Section 267(b), Section 707(b)(1)(A) or Section 707(b)(1)(B) of the
18 Internal Revenue Code of 1986, as amended.

19 “Revenue Fund” means the fund by that name created in **Section 4.1** of this Ordinance.

20 “Special Allocation Fund” means the City of St. Louis, Missouri, South Carondelet
21 District #3 Special Allocation Fund created pursuant to the Redevelopment Plan and including
22 the accounts for the Redevelopment Project into which Phase 1 Revenues and Phase 2 Revenues

1 are from time to time deposited in accordance with the TIF Act and this Ordinance, including
2 a PILOTS Account and an EATS Account.

3 “Taxable TIF Notes” means any TIF Note, the interest on which (in the opinion of Bond
4 Counsel), is not exempt from federal income taxation.

5 “Tax-Exempt TIF Notes” means any TIF Note, the interest on which (in the opinion of
6 Bond Counsel), is exempt from federal income taxation.

7 “TIF Notes” or “Notes” means, individually or collectively, as the case may be, the
8 Phase 1 TIF Notes and the Phase 2 TIF Notes..

9 **Section 1.2** Rules of Construction. For all purposes of this Ordinance, except as
10 otherwise expressly provided or unless the context otherwise requires:

11 Words of masculine gender shall be deemed and construed to include correlative words
12 of the feminine and neuter genders.

13 Words importing the singular number shall include the plural and vice versa and words
14 importing person shall include firms, associations and limited liability companies, including
15 public bodies. The headings and captions herein are not a part of this document.

16 Terms used in an accounting context and not otherwise defined shall have the meaning
17 ascribed to them by generally accepted principles of accounting.

18 Whenever an item or items are listed after the word “including,” such listing is not
19 intended to be an exhaustive listing that excludes items not listed.

20 **ARTICLE II**

21 **AUTHORIZATION OF TIF NOTES**

22 **Section 2.1** **Authorization of TIF Notes.** There are hereby authorized and directed to
23 be issued by the City to the Original Purchaser one or more series of the Phase 1 TIF Notes in an

1 aggregate principal amount not to exceed \$838,851 plus Issuance Costs, and one or more series
2 of the Phase 2 TIF Notes in an aggregate principal amount not to exceed \$1,356,793 plus
3 Issuance Costs. The Phase 1 TIF Notes shall be in substantially the form of **Exhibit B-1**, and the
4 Phase 2 TIF Notes shall be in substantially the form of **Exhibit B-2**, attached hereto and
5 incorporated herein by reference.

6 **Section 2.2 Description of TIF Notes.**

7 (a) Title of TIF Notes.

8 (i) There shall be issued one series of one or more Phase 1 Series A TIF
9 Notes in an aggregate principal amount not to exceed \$838,851 plus Issuance Costs
10 authorized hereunder and one series of one or more Phase 1 Series B TIF Notes in an
11 aggregate principal amount not to exceed \$838,851 plus Issuance Costs less the aggregate
12 principal amount of Phase 1 Series A TIF Notes. The Phase 1 Series A TIF Notes shall
13 be designated “[Taxable]/[Tax-Exempt] Tax Increment Revenue Notes (South Carondelet
14 District #3 Redevelopment Project- Phase 1), Series 201_-A”. The Phase 1 Series B TIF
15 Notes shall be designated “[Taxable]/[Tax-Exempt] Tax Increment Revenue Notes
16 (South Carondelet District #3 Redevelopment Project – Phase 1), Series 201_-B”. The
17 TIF Notes may have such further appropriate particular designation added to or
18 incorporated in such title for the TIF Notes of any particular series as the City may
19 determine.

20 (ii) There shall be issued one series of one or more Phase 2 Series A
21 TIF Notes in an aggregate principal amount not to exceed \$1,356,793 plus Issuance Costs
22 authorized hereunder and one series of one or more Phase 2 Series B TIF Notes in an
23 aggregate principal amount not to exceed \$1,356,793 plus Issuance Costs less the

1 aggregate principal amount of Phase 2 Series A TIF Notes. The Phase 2 Series A TIF
2 Notes shall be designated “[Taxable]/[Tax-Exempt] Tax Increment Revenue Notes
3 (South Carondelet District #3 Redevelopment Project- Phase 2), Series 201_-B”. The
4 Phase 2 Series B TIF Notes shall be designated “[Taxable]/[Tax-Exempt] Tax Increment
5 Revenue Notes (South Carondelet District #3 Redevelopment Project – Phase 2), Series
6 201_-B”. The TIF Notes may have such further appropriate particular designation added
7 to or incorporated in such title for the TIF Notes of any particular series as the City may
8 determine.

9 (b) Form of TIF Notes. The TIF Notes shall be substantially in the form set
10 forth in **Exhibit B-1** and **Exhibit B-2**, attached hereto and incorporated herein by reference, with
11 such appropriate variations, omissions and insertions as are permitted or required by this
12 Ordinance, and may have endorsed thereon such legends or text as may be necessary or
13 appropriate to conform to any applicable rules and regulations of any governmental authority or
14 any usage or requirement of law with respect thereto.

15 (c) Terms of TIF Notes. The TIF Notes shall mature (subject to redemption
16 and payment prior to maturity as provided in Article III hereof), on the date that is twenty-three
17 (23) years after the effective date of the Approving Ordinance. Each TIF Note shall bear interest
18 at a fixed rate per annum determined on the date that is not less than ten (10) and not more than
19 sixty (60) business days prior to the scheduled closing date for issuance of the TIF Notes (the
20 “Pricing Date”) based on the municipal yield curve for general obligation bonds (the “MMD”)
21 compiled by Municipal Market Data Line ® (or its successors) and published by Thomson
22 Financial, an operating unit of The Thomson Corporation (or its successors) using the MMD
23 yield published as of the Issuance Date for general obligation bonds rated “AAA” that mature in

1 the same year as the TIF Notes, (i) plus four percent (4%) if the interest on such TIF Note, in the
2 opinion of Bond Counsel, is not exempt from Federal income taxation (the “Taxable Rate”), or
3 (ii) plus two percent (2%) if the interest on such TIF Note, in the opinion of Bond Counsel, is
4 exempt from Federal income taxation (the “Tax Exempt Rate”); provided, in no event shall the
5 interest rate on the TIF Notes exceed ten percent (10%) per annum. All TIF Notes shall have a
6 stated maturity of the Maturity Date. Interest shall be computed on the basis of a 360-day year
7 of twelve 30-day months. The TIF Notes shall bear interest from their registration date or from
8 the most recent Payment Date to which interest has been paid or duly provided for.

9 (d) Denominations. The TIF Notes shall be issuable as fully registered TIF
10 Notes in Authorized Denominations.

11 (e) Numbering. Unless the City directs otherwise, each series of TIF Notes
12 shall be numbered from R-1 upward.

13 (f) Dating. The TIF Notes shall be dated as provided in **Section 2.7**, as
14 evidenced by the Finance Officer’s signature on Schedule A to each TIF Note.

15 (g) Evidence of Principal Payments. The payment of principal of the TIF
16 Notes on each Payment Date shall be noted on the TIF Notes on **Schedule A** thereto. The
17 original **Schedule A** to the TIF Note shall be held by the Finance Officer in trust, unless
18 otherwise directed in writing by the Owners thereof. If such **Schedule A** is held by the Finance
19 Officer, the Finance Officer shall, on each Payment Date, send a revised copy of Schedule A via
20 facsimile to the Owner. Absent manifest error, the amounts shown on Schedule A held by the
21 Finance Officer shall be conclusive evidence of the principal amount paid on the TIF Notes.

22 (h) Sale of TIF Notes. When TIF Notes have been executed and authenticated
23 as required by this Ordinance, the Finance Officer shall hold the TIF Notes in trust or, if directed

1 in writing by the Owners thereof, deliver the TIF Notes to or upon the order of the Owners
2 thereof, as provided in paragraph (g) above, but only upon payment to the City of a purchase
3 price equal to one hundred percent (100%) of the face amount of the TIF Notes, which payment
4 shall be deemed to have occurred under the circumstances described in **Section 4.5** of this
5 Ordinance.

6 **Section 2.3 Finance Officer to Serve as Paying Agent and Registrar.** The Finance
7 Officer or the authorized representative thereof is hereby designated as the paying agent for the
8 payment of principal of and interest on the TIF Notes and the bond registrar with respect to the
9 registration, transfer and exchange of the TIF Notes and for allocating and holding funds as
10 provided herein.

11 **Section 2.4 Security for TIF Notes.** The Phase 1 Series A TIF Notes shall be equally
12 and ratably secured by Phase 1 Available Revenues. The Phase 1 Series B TIF Notes shall be
13 equally and ratably secured by the Phase 1 Available Revenues on a subordinate basis to the
14 Phase 1 Series A Notes. The Phase 2 Series A TIF Notes shall be equally and ratably secured by
15 Phase 2 Available Revenues. The Phase 2 Series B TIF Notes shall be equally and ratably
16 secured by the Phase 2 Available Revenues on a subordinate basis to the Phase 2 Series A Notes.
17 The TIF Notes shall be special, limited obligations of the City payable solely from and secured
18 as to the payment of principal and interest by a pledge of the Available Revenues. The taxing
19 power of the City is not pledged to the payment of the TIF Notes either as to principal or interest.
20 The TIF Notes shall not be or constitute a general obligation of the City, nor shall they constitute
21 an indebtedness of the City within the meaning of any constitutional, statutory or charter
22 provision, limitation or restriction. TIF Notes for each Phase may be issued in two series, with
23 one series subordinate to TIF Notes of the other series for that Phase issued hereunder (the

1 “Subordinate Notes”), such that no payment of principal or interest on any such Subordinate
2 Notes may be made while any TIF Notes are outstanding. THE OBLIGATIONS OF THE CITY
3 WITH RESPECT TO THE TIF NOTES SHALL TERMINATE ON THE FIRST TO OCCUR
4 OF THE FULL PAYMENT AND DISCHARGE OF THE TIF NOTES OR THE MATURITY
5 DATE (WHETHER OR NOT THE PRINCIPAL AMOUNT OR INTEREST HAS BEEN PAID
6 IN FULL).

7 **Section 2.5 Method and Place of Payment of TIF Notes.** The principal of and
8 interest on the TIF Notes shall be payable in any coin or currency which, on the respective dates
9 of payment thereof, is legal tender for the payment of debts due the United States of America.
10 Payment shall be made by the Finance Officer as provided in this Note Ordinance and as set
11 forth in **Exhibit B**. Principal and interest shall be payable by check or draft at the office of the
12 Finance Officer or by wire transfer to the person in whose name such TIF Note is registered on
13 the Register on each Payment Date.

14 **Section 2.6 Registration, Transfer and Assignment.** So long as the TIF Notes
15 remain outstanding, the City shall cause to be kept at the office of the Finance Officer books for
16 the registration, transfer and exchange of the TIF Notes as herein provided. The TIF Notes when
17 issued shall be registered in the name of the Original Purchaser thereof on the Register.

18 The TIF Notes and beneficial interest therein may only be purchased by an Original
19 Purchaser and transferred or assigned to the Developer, a Related Entity, a Qualified Institutional
20 Buyer or Project Lender upon the execution by each proposed purchaser, transferee or assignee
21 of a letter in substantially the form of **Exhibit C**, attached hereto and incorporated herein by
22 reference, stating that such Original Purchaser, transferee or assignee (i) is an Approved Investor
23 and (ii) has sufficient knowledge and experience in business and financial matters in general, and

1 investments such as the TIF Notes in particular, to enable the Original Purchaser, transferee or
2 assignee to evaluate the risks involved in an investment in the TIF Notes. The TIF Notes may be
3 transferred and exchanged only upon the records of the City. Upon surrender of a TIF Note to the
4 Finance Officer, the Finance Officer shall transfer or exchange the TIF Notes for a new TIF Note
5 or TIF Notes, which shall be (i) in the form of fully registered Notes without coupons in
6 minimum denominations of One Thousand Dollars (\$1,000), except with respect to the TIF
7 Notes issued upon acceptance by the City of the final Certificate of Reimbursable
8 Redevelopment Project Costs for each Phase, which TIF Notes may be issued in any
9 denomination, subject to the limitation on the aggregate principal amount, and (ii) of the same
10 Maturity Date and in the same aggregate principal amount outstanding as the TIF Note which
11 was presented for transfer or exchange. The TIF Notes presented for transfer or exchange shall
12 be accompanied by a written instrument or instruments of transfer or authorization for exchange,
13 in a form and with guarantee of signature satisfactory to the Finance Officer, duly executed by
14 the Owner thereof or by the Owner's duly authorized agent. Upon any transfer, exchange or
15 assignment as provided in this Section, the transferor shall reimburse the City for all of the
16 reasonable out-of-pocket costs incurred by the City in connection with the administration of such
17 transfer, exchange or assignment.

18 **Section 2.7 Execution, Authentication and Delivery of the TIF Notes.** Each of the
19 TIF Notes, including any TIF Notes issued in exchange or as substitution for the TIF Notes
20 initially delivered, shall be signed by the manual or facsimile signature of the Mayor and the
21 Finance Officer of the City, attested by the manual or facsimile signature of the City Register,
22 and shall have the official seal of the City affixed thereto or imprinted thereon. If any officer
23 whose signature appears on any TIF Note ceases to be such officer before the delivery of such

1 TIF Note, such signature shall nevertheless be valid and sufficient for all purposes, the same as if
2 such person had remained in office until delivery. Any TIF Note may be signed by such persons
3 who at the actual time of the execution of such TIF Note are the proper officers to sign such TIF
4 Note although at the date of such TIF Note such persons may not have been such officers.

5 The Mayor, Finance Officer and City Register are hereby authorized and directed to
6 prepare and execute the TIF Notes as hereinbefore specified, and when duly executed, to deliver
7 the TIF Notes to the Finance Officer for authentication.

8 The TIF Notes shall have endorsed thereon a certificate of authentication substantially in
9 the form set forth in **Schedule A** of each TIF Note, which shall be manually executed by an
10 authorized signatory of the Finance Officer, but it shall not be necessary that the same signatory
11 sign the certificate of authentication on all of the TIF Notes that may be issued hereunder at any
12 one time. No TIF Note shall be entitled to any security or benefit under this Ordinance or be
13 valid or obligatory for any purpose until the certificate of authentication has been duly executed
14 by the Finance Officer. Such executed certificate of authentication upon any TIF Note shall be
15 conclusive evidence that such TIF Note has been duly authenticated and delivered under this
16 Ordinance.

17 The TIF Notes for each Phase shall be initially executed and authenticated by the City
18 upon the last to occur of the following: (i) acceptance or deemed acceptance of the Certificate of
19 Substantial Completion with respect to such Phase; (ii) approval of a Certificate of Reimbursable
20 Redevelopment Project Costs with respect to such Phase; (iii) receipt of an opinion of Bond
21 Counsel regarding the taxable nature of the TIF Notes; (iv) the full payment of all advances
22 required to be paid under Section 2.2 of the Redevelopment Agreement with respect to such
23 Phase; and (v) receipt of such other documentation as the City shall reasonably require of the

1 Developer for such Phase and any Original Purchaser, in order for the City to obtain an opinion
2 of Bond Counsel as required by this Section 5.1 of the Redevelopment Agreement for such
3 Phase.

4 Upon the Developer’s satisfaction of the foregoing conditions and upon approval of each
5 Certificate of Reimbursable Redevelopment Project Costs, the Finance Officer shall either: (i) at
6 the request of the City upon instructions of the Developer, endorse an outstanding TIF Note on
7 Schedule A thereto to evidence an increase in the aggregate principal amount equal to such
8 Reimbursable Redevelopment Project Costs, or (ii) at the request of the City upon instructions of
9 the Developer issue a new TIF Note in a principal amount equal to such Reimbursable
10 Redevelopment Project Costs, or any combination thereof. Each date of endorsement of each
11 such TIF Note shall be the date of acceptance by the City of each Certificate of Reimbursable
12 Redevelopment Project Costs except that the initial endorsement of each TIF Note shall be dated
13 the Issuance Date of such TIF Note. Thereupon, pursuant to Section 2.2(h), the TIF Notes shall
14 either be held or delivered to or upon the order of the party submitting the Certificate of
15 Reimbursable Redevelopment Project Costs relating to such TIF Notes. Upon acceptance by the
16 City of such a Certificate of Reimbursable Redevelopment Project Costs in accordance with a
17 Redevelopment Agreement and upon execution and authentication of the TIF Notes as required
18 by this Ordinance, the Developer shall be deemed to have advanced funds to the City in an
19 amount equal to the purchase price of the TIF Notes, which shall be one hundred percent (100%)
20 of the face amount of the TIF Notes, and, upon the issuance of an endorsement of the TIF Notes
21 as provided in the preceding paragraph, the City shall be deemed to have reimbursed the
22 Developer in full for such Reimbursable Redevelopment Project Costs with respect to such
23 Phase.

1 **Section 2.8 Mutilated, Lost and Stolen TIF Notes.** If any mutilated TIF Note is
2 surrendered to the Finance Officer or the Finance Officer receives evidence to his/her
3 satisfaction of the destruction, loss or theft of any TIF Note and there is delivered to the Finance
4 Officer such security or indemnity as may be required by it to save the City and the Finance
5 Officer harmless, then, in the absence of notice to the Finance Officer that such TIF Note has
6 been acquired by a bona fide purchaser, the City shall execute and the Finance Officer shall
7 register and deliver, in exchange for or in lieu of any such mutilated, destroyed, lost or stolen TIF
8 Note, a new TIF Note with the same Maturity Date and of like tenor and principal amount. Upon
9 the issuance of any new TIF Note under this Section, the City and the Finance Officer may
10 require the payment by the Owner of a sum sufficient to cover any tax or other governmental
11 charge that may be imposed in relation thereto and any other expenses connected therewith. If
12 any such mutilated, destroyed, lost or stolen TIF Note has become or is about to become due and
13 payable, the Finance Officer may, in its discretion, pay such TIF Note instead of issuing a new
14 TIF Note.

15 **Section 2.9 Cancellation, Discharge and Abatement of TIF Notes.** All TIF Notes
16 that have been paid or redeemed or that otherwise have been surrendered to the Finance Officer,
17 either at or before the Maturity Date, shall be canceled and destroyed by the Finance Officer in
18 accordance with existing security regulations upon the payment or redemption of such TIF Note
19 and the surrender thereof to the Finance Officer. The Finance Officer shall execute a certificate
20 in duplicate describing the TIF Notes so cancelled and destroyed, and shall file an executed
21 counterpart of such certificate with the City.

22 **NOTWITHSTANDING ANY PROVISION HEREIN TO THE CONTRARY, THE**
23 **TIF NOTES ARE SUBJECT TO CANCELLATION AND DISCHARGE BY THE CITY**

1 **IN WHOLE OR IN PART WITHOUT PENALTY UNDER THE CONDITIONS SET**
2 **FORTH IN THE REDEVELOPMENT AGREEMENT.**

3 **ARTICLE III**

4 **REDEMPTION AND PAYMENT OF PRINCIPAL AND INTEREST**

5 **Section 3.1 Optional Redemption.** The TIF Notes are subject to optional redemption
6 by the City in whole at any time or in part on any Payment Date at a redemption price of 100%
7 of the principal amount of the TIF Note to be redeemed, plus accrued interest thereon to the date
8 fixed for redemption. The TIF Notes shall be called by the City for optional redemption
9 pursuant to this Section without the necessity of any action by the City other than as provided in
10 **Section 4.3** of this Ordinance. If only a partial redemption is to occur, then each TIF Note from
11 within a Series shall be redeemed in the order of maturity designated by the City, and within any
12 maturity the TIF Notes shall be redeemed in Authorized Denominations by the City in such
13 manner as it may determine. In the event of an optional redemption of the Notes, unless waived
14 by any Registered Owner of Notes to be redeemed, official notice of any redemption shall be
15 given by the Finance Officer on behalf of the City by mailing a copy of an official redemption
16 notice by first class mail, postage prepaid, at least thirty (30) days (five days if all of the Notes
17 are owned by the Developer) and not more than sixty (60) days prior to the date fixed for
18 redemption, to each Registered Owner of the Notes to be redeemed at the address shown on the
19 Note Register.

20 All official notices of optional redemption shall be dated and shall contain the following
21 information: (a) the redemption date; (b) the redemption price; (c) if less than all outstanding
22 Notes are to be redeemed, the identification number and maturity date(s) (and, in the case of
23 partial redemption of any Notes, the respective principal amounts) of the Notes to be redeemed;

1 (d) a statement that on the redemption date the redemption price will become due and payable
2 upon each Note or portion thereof called for redemption and that interest thereon shall cease to
3 accrue from and after the redemption date; and (e) the place where such Notes are to be
4 surrendered for payment of the redemption price, which shall be the office of the Finance
5 Officer. The failure of any Registered Owner to receive notice given as heretofore provided or
6 an immaterial defect therein shall not invalidate any redemption.

7 **Section 3.2 Special Mandatory Redemption.** All TIF Notes are subject to special
8 mandatory redemption by the City on each Payment Date, at a redemption price equal to 100%
9 of the principal amount being redeemed, together with accrued interest thereon to the date fixed
10 for redemption, which amount of principal being redeemed shall be an amount equal to Phase 1
11 Available Revenues (in the case of the Phase 1 TIF Notes) or Phase 2 Available Revenues (in the
12 case of the Phase 2 TIF Notes) then on deposit in the applicable account of the Special
13 Allocation Fund and which will not be required for the payment of interest on such Payment
14 Date.

15 In the event of a special mandatory redemption of any Notes with a Registered Owner
16 other than Developer or a Related Entity, unless waived by such Registered Owner of Notes to
17 be redeemed, official notice of any redemption shall be given by the Finance Officer on behalf of
18 the City by mailing a copy of an official redemption notice by first class mail, postage prepaid, at
19 least thirty (30) days and not more than sixty (60) days prior to the date fixed for redemption, to
20 each Registered Owner other than Developer or a Related Entity of the Notes to be redeemed at
21 the address shown on the Note Register.

22 **Section 3.3 Selection of Notes to be Redeemed.** TIF Notes shall be redeemed only in
23 Authorized Denominations. When less than all of the outstanding TIF Notes are to be redeemed

1 and paid prior to maturity, such TIF Notes or portions of TIF Notes from within the same Series
2 to be redeemed shall be selected in Authorized Denominations by the Finance Officer in such
3 equitable manner as it may determine. In the case of a partial redemption of TIF Notes from
4 within the same Series when TIF Notes of denominations greater than the minimum Authorized
5 Denomination are then outstanding, then for all purposes in connection with such redemption
6 each Authorized Denomination unit of face value shall be treated as though it was a separate TIF
7 Note of the denomination of the minimum Authorized Denomination.

8 **Section 3.4 Notice and Effect of Call for Redemption.** In the event of any optional
9 or special mandatory redemption of the Notes, unless waived by any Registered Owner of Notes
10 to be redeemed, official notice of any redemption shall be given by the Finance Officer on behalf
11 of the City by mailing a copy of an official redemption notice by first class mail to each
12 Registered Owner of the Notes to be redeemed at the address shown on the Note Register.

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

- 15 (a) the redemption date;
- 16 (b) the redemption price;
- 17 (c) if less than all outstanding Notes are to be redeemed, the identification
18 (and, in the case of partial redemption of any Notes, the respective principal amounts) of the
19 Notes to be redeemed;
- 20 (d) a statement that on the redemption date the redemption price will become
21 due and payable upon each Note or portion thereof called for redemption and that interest
22 thereon shall cease to accrue from and after the redemption date; and

1 (e) the place where such Notes are to be surrendered for payment of the
2 redemption price, which shall be the office of the Finance Officer.

3 The failure of any Registered Owner to receive notice given as heretofore provided or an
4 immaterial defect therein shall not invalidate any redemption. All Notes that have been
5 redeemed shall be cancelled and destroyed by the Finance Officer as provided herein and shall
6 not be reissued.

7 **ARTICLE IV**

8
9 **FUNDS AND REVENUES**

10 **Section 4.1 Creation of Funds and Accounts.** There are hereby created or ratified
11 and ordered to be established in the treasury of the City the Special Allocation Fund into which
12 all TIF Revenues shall be deposited, and within it the following separate funds and accounts:

13 (a) PILOTS Account, and within it, (i) a Phase 1 PILOTS Account and (ii) a
14 Phase 2 PILOTS Account;

15 (b) an EATS Account, and within it, (i) a Phase 1 EATs Account and (ii) a
16 Phase 2 EATs Account ;

17 (c) a Revenue Fund and, within it,

18 (i) a PILOTS Fund, and within that:

19 (A) a Phase 1 PILOTS Fund; and

20 (B) a Phase 2 PILOTS Fund; and

21 (ii) an EATS Fund, and within that:

22 (A) a Phase 1 EATs Fund; and

- 1 (B) a Phase 2 EATs Fund;
2 into which all Available Revenues shall be deposited;
- 3 (d) a Debt Service Fund, and, within it:
- 4 (i) a Phase 1 Debt Service Fund, and within it:
- 5 (A) a Phase 1 Series A Account; and
6 (B) a Phase 1 Series B Account; and
- 7 (ii) a Phase 2 Debt Service Fund, and within it:
- 8 (A) a Phase 2 Series A Account; and
9 (B) a Phase 2 Series B Account; and
- 10 (e) a Phase 1 Debt Service Reserve Fund, if established on the Issuance Date;
- 11 and
- 12 (f) a Phase 2 Debt Service Reserve Fund, if established on the Issuance Date;
- 13 and
- 14 (f) a Project Fund.

15 **Section 4.2 Administration of Funds and Accounts.** The Special Allocation Fund
16 and the funds and accounts established therein shall be maintained in the treasury of the City and
17 administered by the City solely for the purposes and in the manner as provided in the Act, this
18 Ordinance, the Approving Ordinance, and the Authorizing Ordinance so long as any TIF Notes
19 remain outstanding hereunder.

20 **Section 4.3 Revenue Fund.**

- 21 (a) On or before the date that is five (5) days prior to each Payment Date
22 while the TIF Notes remain outstanding, the City shall transfer and deposit:

- 1 (i) Those Phase 1 Available Revenues attributable to PILOTs into the
2 Phase 1 PILOTs Fund of the PILOTs Fund of the Revenue Fund; and
- 3 (ii) Those Phase 1 Available Revenues attributable to EATs into the
4 Phase 1 EATs Fund of the EATs Fund of the Revenue Fund; and
- 5 (iii) Those Phase 2 Available Revenues attributable to PILOTs into the
6 Phase 2 PILOTs Fund of the PILOTs Fund of the Revenue Fund; and
- 7 (iv) Those Phase 2 Available Revenues attributable to EATs into the
8 Phase 2 EATs Fund of the EATs Fund of the Revenue Fund; and
- 9 (b) Phase 1 Available Revenues in the Revenue Fund (and Phase 2 Available
10 Revenues, if no Phase 2 TIF Notes are outstanding) shall be applied, first from the EATs Fund,
11 and second from the PILOTs Fund for the purposes and in the amounts as follows:

12 *First*, to payment of arbitrage rebate, if any, owed with respect to the Phase 1 TIF Notes
13 under Section 148 of the Internal Revenue Code of 1986, as amended, including any costs of
14 calculating arbitrage rebate;

15 *Second*, to the Finance Officer of the City and the St. Louis Development Corporation
16 (which monies shall be paid one half to the Finance Officer and one half to the St. Louis
17 Development Corporation), 0.2% of the Phase 1 TIF Notes outstanding on each Payment Date,
18 plus any accumulated deficiency from previous years, plus an amount sufficient to pay all or any
19 portion of the fees and expenses incurred by the City pursuant to Section 7.15 of the Phase 1
20 Redevelopment Agreement that have not otherwise been reimbursed to the City through the
21 issuance of TIF Notes;

1 *Third*, to Phase 1 Series A Account of the Debt Service Fund, an amount sufficient to pay
2 all or any portion of the past due interest owing as a result of prior deficiencies of moneys to pay
3 interest due on any Phase 1 Series A TIF Notes on each Payment Date;

4 *Fourth*, to the Phase 1 Series A Account of the Debt Service Fund, an amount sufficient
5 to pay all or any portion of the accrued interest becoming due and payable on any Phase 1 Series
6 A TIF Notes on each Payment Date;

7 *Fifth*, to the Phase 1 Series A Account of the Debt Service Fund, an amount sufficient to
8 pay the interest on the Phase 1 Series A TIF Notes on the next succeeding Payment Date;

9 *Sixth*, for transfer to the Phase 1 Debt Service Reserve Fund, if established, such amount
10 as may be required to restore any deficiency in the Phase 1 Debt Service Reserve Fund if the
11 amount on deposit in the Phase 1 Debt Service Reserve Fund is less than the Phase 1 Debt
12 Service Reserve Requirement;

13 *Seventh*, to the Phase 1 Series A Account of the Debt Service Fund, an amount sufficient
14 to pay the principal of any Phase 1 Series A TIF Notes that are subject to redemption pursuant to
15 the Note Ordinance on each Payment Date;

16 *Eighth*, if no Phase 1 Series A Notes are outstanding, to the Phase 1 Series B Account of
17 the Debt Service Fund, an amount sufficient to pay all or any portion of the past due interest
18 owing as a result of prior deficiencies of moneys to pay interest due on the Phase 1 Series B Note
19 on each Payment Date;

20 *Ninth*, if no Phase 1 Series A Notes are outstanding, to the Phase 1 Series B Account of
21 the Debt Service Fund, an amount sufficient to pay all or any portion of the accrued interest
22 becoming due and payable on any Phase 1 Series B Note on each Payment Date;

1 *Tenth*, if no Phase 1 Series A Notes are outstanding, to the Phase 1 Series B Account of
2 the Debt Service Fund, an amount sufficient to pay the interest on the Phase 1 Series B Notes on
3 the next succeeding Payment Date;

4 *Eleventh*, if no Phase 1 Series A Notes are outstanding, to the Phase 1 Series B Account
5 of the Debt Service Fund, an amount sufficient to pay the principal of any Phase 1 Series B Note
6 that is subject to redemption pursuant to this Note Ordinance on each Payment Date; and

7 *Twelfth*, if no Phase 1 TIF Notes are outstanding, all Phase 1 Available Revenues shall be
8 transferred to the corresponding account within the Revenue Fund for Phase 2, and shall be used
9 to pay principal and interest on Phase 2 TIF Notes in the same manner as Phase 2 Available
10 Revenues as set forth herein.

11 *Thirteenth*, all other remaining money in the Phase 1 PILOTs Fund and the Phase 1 EATs
12 Fund of the Revenue Fund of the Special Allocation Fund shall annually be declared as surplus
13 and distributed in the manner provided in the TIF Act, as applicable.

14 (c) Phase 2 Available Revenues in the Revenue Fund (and Phase 1 Available
15 Revenues if no Phase 1 TIF Notes are then outstanding) shall be applied, first from the EATs
16 Fund and second from the PILOTs Fund for the purposes and in the amounts as follows:

17 *First*, to payment of arbitrage rebate, if any, owed with respect to the Phase 2 TIF Notes
18 under Section 148 of the Internal Revenue Code of 1986, as amended, including any costs of
19 calculating arbitrage rebate;

20 *Second*, to the Finance Officer of the City and the St. Louis Development Corporation
21 (which monies shall be paid one half to the Finance Officer and one half to the St. Louis
22 Development Corporation), 0.2% of the Phase 2 TIF Notes outstanding on each Payment Date,
23 plus any accumulated deficiency from previous years, plus an amount sufficient to pay all or any

1 portion of the fees and expenses incurred by the City pursuant to Section 7.15 of the Phase 2
2 Redevelopment Agreement that have not otherwise been reimbursed to the City through the
3 issuance of TIF Notes;

4 *Third*, to Phase 2 Series A Account of the Debt Service Fund, an amount sufficient to pay
5 all or any portion of the past due interest owing as a result of prior deficiencies of moneys to pay
6 interest due on any Phase 2 Series A TIF Notes on each Payment Date;

7 *Fourth*, to the Phase 2 Series A Account of the Debt Service Fund, an amount sufficient
8 to pay all or any portion of the accrued interest becoming due and payable on any Phase 2 Series
9 A TIF Notes on each Payment Date;

10 *Fifth*, to the Phase 2 Series A Account of the Debt Service Fund, an amount sufficient to
11 pay the interest on the Phase 2 Series A TIF Notes on the next succeeding Payment Date;

12 *Sixth*, for transfer to the Phase 2 Debt Service Reserve Fund, if established, such amount
13 as may be required to restore any deficiency in the Phase 2 Debt Service Reserve Fund if the
14 amount on deposit in the Phase 2 Debt Service Reserve Fund is less than the Phase 2 Debt
15 Service Reserve Requirement;

16 *Seventh*, to the Phase 2 Series A Account of the Debt Service Fund, an amount sufficient
17 to pay the principal of any Phase 2 Series A TIF Notes that are subject to redemption pursuant to
18 the Note Ordinance on each Payment Date;

19 *Eighth*, if no Phase 2 Series A Notes are outstanding, to the Phase 2 Series B Account of
20 the Debt Service Fund, an amount sufficient to pay all or any portion of the past due interest
21 owing as a result of prior deficiencies of moneys to pay interest due on the Phase 2 Series B Note
22 on each Payment Date;

1 *Ninth*, if no Phase 2 Series A Notes are outstanding, to the Phase 2 Series B Account of
2 the Debt Service Fund, an amount sufficient to pay all or any portion of the accrued interest
3 becoming due and payable on any Phase 2 Series B Note on each Payment Date;

4 *Tenth*, if no Phase 2 Series A Notes are outstanding, to the Phase 2 Series B Account of
5 the Debt Service Fund, an amount sufficient to pay the interest on the Phase 2 Series B Notes on
6 the next succeeding Payment Date;

7 *Eleventh*, if no Phase 2 Series A Notes are outstanding, to the Phase 2 Series B Account
8 of the Debt Service Fund, an amount sufficient to pay the principal of any Phase 2 Series B Note
9 that is subject to redemption pursuant to this Note Ordinance on each Payment Date; and

10 *Twelfth*, if no Phase 2 TIF Notes are outstanding, all Phase 2 Available Revenues shall be
11 transferred to the corresponding account within the Revenue Fund for Phase 1, and shall be used
12 to pay principal and interest on Phase 1 TIF Notes in the same manner as Phase 1 Available
13 Revenues as set forth herein.

14 *Thirteenth*, all other remaining money in the Phase 2 PILOTs Fund and the Phase 2 EATs
15 Fund of the Revenue Fund of the Special Allocation Fund shall annually be declared as surplus
16 and distributed in the manner provided in the TIF Act, as applicable.

17 If monies available in the Special Allocation Fund are insufficient to reimburse the City
18 as provided above on any Payment Date, then the unpaid portion shall be carried forward to the
19 next Payment Date, with interest thereon at the same rate as the Phase 1 Series A Notes.

20 (d) Upon the payment in full of the principal of and interest on all TIF Notes
21 (or provision has been made for the payment thereof as specified in the Note Ordinance),
22 payment in full of the fees and expenses of the Finance Officer and the St. Louis Development
23 Corporation, and payment in full of any other amounts required to be paid under this Ordinance,

1 all amounts remaining on deposit in the Revenue Fund shall be declared as surplus and
2 distributed in the manner provided in the Act.

3 **Section 4.4 Debt Service Fund.**

4 (a) All amounts paid and credited to the Debt Service Fund shall be expended
5 solely for (i) the payment of the principal of and interest on the TIF Notes as the same mature
6 and become due or upon the redemption thereof, said TIF Notes all being subject to special
7 mandatory redemption thereof, or (ii) to purchase Notes for cancellation prior to maturity.

8 (b) The City hereby authorizes and directs the Finance Officer to withdraw
9 sufficient moneys from the Debt Service Fund to pay the principal of and interest on the TIF
10 Notes as the same become due and payable, and to make said moneys so withdrawn available for
11 the purpose of paying said principal of and interest on the TIF Notes.

12 (c) After payment in full of the principal of and interest on the TIF Notes (or
13 provision has been made for the payment thereof as specified in this Ordinance), payment of the
14 fees and expenses of the Finance Officer, and payment of any other amounts required to be paid
15 under this Ordinance, all amounts remaining in the Debt Service Fund shall be declared as
16 surplus and distributed in the manner provided in the Act.

17 **Section 4.5 Project Fund.** Upon acceptance by the City of a Certificate of
18 Reimbursable Redevelopment Project Costs for any Phase and the issuance or endorsement of a
19 TIF Note pursuant to **Section 2.7** of this Ordinance for such Phase, the Developer shall be
20 deemed to have advanced funds necessary to purchase such TIF Note and the City shall be
21 deemed to have deposited such funds in the Project Fund and shall be deemed to have
22 reimbursed the Developer or paid for in full for such costs from the amounts deemed to be on
23 deposit in the Project Fund.

1 **Section 4.6 Debt Service Reserve Fund.** Except as herein otherwise provided, funds
2 on deposit in the Phase 1 Debt Service Reserve Fund shall be used and applied by the Finance
3 Officer solely to prevent a default in the event moneys on deposit in the Phase 1 Debt Service
4 Fund shall be insufficient to pay the principal of and interest on the Phase 1 Series A Notes as
5 the same become due, and funds on deposit in the Phase 2 Debt Service Reserve Fund shall be
6 used and applied by the Finance Officer solely to prevent a default in the event moneys on
7 deposit in the Phase 2 Debt Service Fund shall be insufficient to pay the principal of and interest
8 on the Phase 2 Series A Notes as the same become due. The Finance Officer may disburse and
9 expend moneys from the Phase 1 Debt Service Reserve Fund and Phase 2 Debt Service Reserve
10 Fund whether or not the amount therein equals the Phase 1 Debt Service Reserve Fund
11 Requirement or Phase 2 Debt Service Reserve Requirement, as applicable. Moneys on deposit in
12 the Phase 1 Debt Service Reserve Fund and Phase 2 Debt Service Reserve Fund may be used to
13 pay Phase 1 Series A Notes or Phase 2 Series A Notes, respectively, called for redemption or to
14 purchase such Notes in the open market, prior to the Maturity Date, provided all Notes at the
15 time outstanding are called for redemption or purchased and sufficient funds are available
16 therefore. Moneys on deposit in the Phase 1 Debt Service Reserve Fund or Phase 1 Debt Service
17 Reserve Fund shall be used to pay and retire the Phase 1 Series A Notes or Phase 2 Series A
18 Notes, respectively, last becoming due, unless such Notes and all interest thereon are otherwise
19 paid.

20 So long as the sum on deposit in the Phase 1 Debt Service Reserve Fund or Phase 2 Debt
21 Service Fund shall aggregate an amount equal to the Phase 1 Debt Service Reserve Fund
22 Requirement or Phase 2 Debt Service Reserve Fund Requirement, investment earnings on funds
23 on deposit in the such fund shall be deposited into the Phase 1 Series A Account or Phase 2

1 Series A Account, respectively of the Debt Service Fund; provided, however, that if no Phase 1
2 Series A Notes or Phase 2 Series B Notes, as applicable, are then outstanding, such investment
3 earnings shall be deposited into the corresponding Series B Account for such Phase of the Debt
4 Service Fund. If the sum on deposit in the Phase 1 Debt Service Reserve Fund or Phase 2 Debt
5 Service Reserve Fund shall be less than the Phase 1 Debt Service Reserve Fund Requirement or
6 Phase 2 Debt Service Reserve Fund Requirement, respectively, investment earnings on funds in
7 such fund shall remain therein and be applied to reducing such deficiency.

8 So long as the sum on deposit in the Phase 1 Debt Service Reserve Fund or Phase 2 Debt
9 Service Reserve Fund shall aggregate an amount equal to the Phase 1 Debt Service Reserve Fund
10 Requirement or Phase 2 Debt Service Reserve Fund Requirement, respectively, on each Payment
11 Date, no further deposits to said fund shall be required. Investments and moneys in the Phase 1
12 Debt Service Reserve Fund or Phase 2 Debt Service Reserve Fund shall be valued at the market
13 value thereof, exclusive of accrued interest, by the Finance Officer on and the amount on deposit
14 therein determined accordingly.

15 After payment in full of the principal of, premium, if any, and interest on the Notes (or
16 provision has been made for the payment thereof as specified in the Ordinance), the fees, charges
17 and expenses of the Finance Officer and any Paying Agent and any other amounts required to be
18 paid under the Ordinance or any other instrument entered into with respect to the Notes, all
19 amounts remaining in the Debt Service Reserve Fund shall be paid to the City.

20 **Section 4.7 Nonpresentment of Notes.** If any TIF Note is not presented for payment
21 when the principal thereof becomes due at stated maturity or prior redemption date, if funds
22 sufficient to pay such TIF Note have been made available to the Finance Officer, all liability of
23 the City to the Registered Owner thereof for the payment of such TIF Note shall forthwith cease,

1 determine and be completely discharged, and thereupon it shall be the duty of the Finance
2 Officer to hold such funds, without liability for interest thereon, for the benefit of the Registered
3 Owner of such TIF Note, who shall thereafter be restricted exclusively to such funds for any
4 claim of whatever nature on his part under this Ordinance or on, or with respect to, said TIF
5 Note. If any TIF Note is not presented for payment within five (5) years following the date when
6 such TIF Note becomes due at maturity, the Finance Officer shall repay to the City the funds
7 theretofore held by it for payment of such TIF Note, and such TIF Note shall, subject to the
8 defense of any applicable statute of limitation, thereafter be an unsecured obligation of the City,
9 and the Registered Owner thereof shall be entitled to look only to the City for payment, and then
10 only to the extent of the amount so repaid to it by the Finance Officer, and the City shall not be
11 liable for any interest thereon and shall not be regarded as a Finance Officer of such money.

12 **ARTICLE V**

13 14 **REMEDIES**

15 **Section 5.1 Remedies.** The provisions of this Ordinance, including the covenants and
16 agreements herein contained, shall constitute a contract between the City and the Owner. The
17 Owner shall have the right:

18 (a) by mandamus or other suit, action or proceedings at law or in equity to
19 enforce the rights of the Owner against the City and its officers, agents and employees, and to
20 require and compel duties and obligations required by the provisions of this Ordinance or by the
21 constitution and laws of the State of Missouri;

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

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

3 **Section 5.2 Limitation on Rights of Owner.** The Owner secured hereby shall not
4 have any right in any manner whatever by its action to affect, disturb or prejudice the security
5 granted and provided for herein, or to enforce any right hereunder, except in the manner herein
6 provided.

7 **Section 5.3 Remedies Cumulative.** No remedy conferred herein upon the Owner is
8 intended to be exclusive of any other remedy, but each such remedy shall be cumulative and in
9 addition to every other remedy and may be exercised without exhausting and without regard to
10 any other remedy conferred herein. No waiver of any default or breach of duty or contract by the
11 Owner shall extend to or affect any subsequent default or breach of duty or contract or shall
12 impair any rights or remedies thereon. No delay or omission of the Owner to exercise any right
13 or power accruing upon any default shall impair any such right or power or shall be construed to
14 be a waiver of any such default or acquiescence therein. Every substantive right and every
15 remedy conferred upon the Owner by this Ordinance may be enforced and exercised from time
16 to time and as often as may be deemed expedient. If any suit, action or proceedings taken by the
17 Owner on account of any default or to enforce any right or exercise any remedy has been
18 discontinued or abandoned for any reason, or has been determined adversely to the Owner, then,
19 and in every such case, the City and the Owner shall be restored to their former positions and
20 rights hereunder, respectively, and all rights, remedies, powers and duties of the Owner shall
21 continue as if no such suit, action or other proceedings had been brought or taken.

1 **ARTICLE VI**

2 **DEPOSIT AND INVESTMENT OF MONEYS**

3 **Section 6.1 Deposits of Moneys.** All moneys deposited with or paid to the Finance
4 Officer for the account of the various funds established under this Ordinance shall be held by the
5 Finance Officer in trust and shall be applied only in accordance with this Ordinance. The
6 Finance Officer shall not be under any liability for interest on any moneys received hereunder
7 except as otherwise provided herein.

8 **Section 6.2 Investment of Moneys.** Moneys held in any fund or account referred to
9 in this Ordinance shall be invested by the City as set forth in Section 95.530 Revised Statutes of
10 Missouri of Missouri, as amended. All earnings on any investments held in any fund shall
11 accrue to and become a part of such fund or account, except the Phase 1 Debt Service Reserve
12 Fund and Phase 2 Debt Service Reserve Fund, as provided in Section 4.6 herein.

13 **ARTICLE VII**

14 **MISCELLANEOUS PROVISIONS**

15 **Section 7.1 Covenant to Request Appropriations.** The City agrees that it shall
16 comply with its Charter, Article XVI, Section 3 for each fiscal year that the TIF Notes are
17 outstanding and the City official(s) shall request an appropriation of all moneys on deposit in the
18 Special Allocation Fund for transfer to the Finance Officer for deposit at the times and in the
19 manner provided in **Section 4.3** of this Ordinance.

20 **Section 7.2 Tax Matters.** Neither the City nor the Developer shall use or permit the
21 use of any proceeds of the Tax Exempt TIF Note to acquire any securities or obligations, and
22 shall not take or permit to be taken any other action or actions, which would cause the Tax
23

1 Exempt TIF Note to be an “arbitrage bond” within the meaning of Section 148(a) of the Code, or
2 “federally guaranteed” within the meaning of Section 149(b) of the Code. The City (to the
3 extent within its power or discretion) and the Developer shall not use or permit the use of any
4 proceeds of the Tax Exempt TIF Note, and shall not take or permit to be taken any other action
5 or actions, which would result in the Tax Exempt TIF Note being treated as other than an
6 obligation described in Section 103(a) of the Code. The City (to the extent within its power or
7 discretion) and the Developers shall not use any portion of the proceeds of the Tax Exempt TIF
8 Note, including any investment income earned on such proceeds, in any manner that would cause
9 the Tax Exempt TIF Note to be a “private activity bond” within the meaning of Section 141(a) of
10 the Code. The officers of the City, including the Mayor, the Finance Officer and the City
11 Register, shall be, and they hereby are, authorized and directed to execute all documents and take
12 such actions as they may deem necessary or advisable in order to carry out and perform the
13 purposes of this Section.

14 **Section 7.3 Payments Due on Saturdays, Sundays and Holidays.** In any case where
15 the Payment Date is a Saturday, a Sunday or a legal holiday or other day that is not a business
16 day, then payment of principal or interest need not be made on such date but may be made on the
17 next succeeding business day with the same force and effect as if made on the Payment Date, and
18 no interest shall accrue for the period after such date.

19 **Section 7.4 Notices, Consents and Other Instruments.** Any notice, consent, request,
20 direction, approval, objection or other instrument required by this Ordinance to be signed and
21 executed by the Owner of the TIF Notes may be in any number of concurrent writings of similar
22 tenor and may be signed or executed by such Owner in person or by agent appointed in writing.
23 Proof of the execution of any such instrument or of the writing appointing any such agent and of

1 the ownership of the TIF Note, if made in the following manner, shall be sufficient for any of the
2 purposes of the Ordinance, and shall be conclusive in favor of the City with regard to any action
3 taken, suffered or omitted under any such instrument, namely:

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

8 (b) The fact of ownership of the TIF Note, the amount or amounts and other
9 identification of the TIF Note, and the date of holding the same shall be proved by the
10 registration books of the City.

11 **Section 7.5 Execution of Documents; Further Authority.** The City is hereby
12 authorized to enter into and the Mayor and the Finance Officer of the City are hereby authorized
13 and directed to execute and deliver, for and on behalf of and as the act and deed of the City, the
14 TIF Notes and such other documents, certificates and instruments as may be necessary or
15 desirable to carry out and comply with the intent of this Ordinance. The officers of the City,
16 including without limitation the Mayor, the Finance Officer and the Register, are hereby
17 authorized and directed to execute, and the City Register is hereby authorized and directed where
18 appropriate to attest, all certificates, documents or other instruments, and take such actions as
19 they may deem necessary or advisable in order to carry out and perform the purposes of this
20 Ordinance and to make ministerial alterations, changes or additions in the foregoing agreements,
21 statements, instrument and other documents herein approved, authorized and confirmed which
22 they determine to be in the City's best interest, and the execution or taking of such action shall
23 be conclusive evidence of such determination.

1 **Section 7.6 Severability.** If any section or other part of this Ordinance, whether large
2 or small, is for any reason held invalid, the invalidity thereof shall not affect the validity of the
3 other provisions of this Ordinance.

4 **Section 7.7 Governing Law.** This Ordinance shall be governed exclusively by and
5 constructed in accordance with the applicable internal laws of the State of Missouri.

6 **Section 7.8 Private Sale.** The Board of Aldermen of the City hereby declares that it is
7 in the City’s best interest to sell the TIF Notes at private sale because a public sale of the TIF
8 Notes would cause additional expense to the City and because the condition of the current
9 financial markets makes such a public sale not feasible or the best course of action for the City.

10 **Section 7.9 Termination.** After adoption of this Ordinance by the Board of
11 Aldermen, this Ordinance shall become effective on the 30th day after its approval by the Mayor
12 or adoption over his veto; provided that if, within ninety (90) days after the effective date of the
13 Authorizing Ordinance, the Phase 1 Developer has not (i) executed the Redevelopment
14 Agreement pertaining to Phase 1 of the Redevelopment Project and (ii) paid all fees due to the
15 City in accordance with the terms of the Phase 1 Redevelopment Agreement, the provisions of
16 this Ordinance shall be deemed null and void and of no effect and all rights conferred by this
17 Ordinance on Developer, shall terminate, provided further, however, that prior to any such
18 termination the Developer may seek an extension of time in which to execute the Phase 1
19 Redevelopment Agreement, which extension may be granted in the sole discretion of the Board
20 of Estimate and Apportionment of the City of St. Louis.

1 **Section 7.10 Amendment.** This Ordinance is intended to amend, to the extent
2 necessary to give effect to the provisions hereof, Ordinance No. 68094, and to the extent of any
3 conflict between the two, the provisions of this Ordinance shall control.

4

EXHIBIT A
Legal Description of Redevelopment Area

Legal Description

Beginning at the intersection of the centerline of Steins Street and Water Street; thence southwest along the centerline of Water Street to the centerline of the extension of the east-west alley between Water Street and the Missouri Pacific railroad tracks; thence southeast along the centerline of the alley to the extension of the eastern property line of parcel 3093000130 (201-05 Schirmer Street); thence southwest along the eastern property line of parcel 3093000130 to the centerline of Schirmer Street; thence southwest along the centerline of Schirmer Street to the intersection with the extension of the eastern property line of parcel 3118000150 (7700 Water Street); thence southwest along the eastern property line of parcel 3118000150 to the southern property line of parcel 3118000150; thence northwest along the southern property line of parcel 3118000150 to the intersection with the centerline of Water Street; thence southwest along the centerline of Water Street to its intersection with the extension of the southern property line of parcel 3117000040 (7717 Water Street); thence northwest along the southern property line of parcel 3117000040 to its intersection with the centerline of the north-south alley running between Schirmer Street and Courtois Street; thence southwest along the centerline of the alley to the extension of the southern property line of parcel 3117000145 (7712-18 S. Broadway); thence northwest along the southern property line of parcel 3117000145 to the centerline of S. Broadway; thence northeast along the centerline of S. Broadway to its intersection of the centerline of Schirmer Street; thence southeast along the centerline of Schirmer Street to its intersection with the extension of the centerline of the north-south alley running between Schirmer Street and Steins Street; thence northeast along the centerline of the alley to its intersection with the extension of the southern property line of parcel 3094000145 (7610-14 S. Broadway); thence northwest along the southern property line of parcel 3094000145 to its intersection with the centerline of S. Broadway; thence southwest along the centerline of S. Broadway to its intersection with the extension of the southern property line of parcel 3095000050 (7617-19 S. Broadway); thence northwest along the southern property line of parcel 3095000050 to its intersection with the centerline of the north-south alley between Schirmer Street and Steins Street; thence northeast along the centerline of the alley to its intersection with the southern right-of-way of Steins Street; thence northwest along the southern right-of-way of Steins Street to its intersection with the extension of the western property line of parcel 3083000060 (117 W. Steins); thence northeast along the western property line of parcel 3083000060 to its intersection with the southern property line of parcel 3083000100 (7518 Pennsylvania Avenue); thence north west along the southern property line of parcel 3080000100 to its intersection with the centerline of Pennsylvania Avenue; thence southwest along the centerline on Pennsylvania Avenue to its intersection with the centerline of Steins Street; thence northwest along the centerline of Steins Street to its intersection with the extension of the extension of the western property line of parcel 3082000060 (201 W. Steins Street); thence northeast along the western property line of parcel 3082000060 to its intersection with the centerline of the east-west alley running between Pennsylvania Avenue and Minnesota Avenue; thence southeast along the centerline of the alley to its intersection with the centerline of Pennsylvania Avenue; thence northeast along the centerline of Pennsylvania Avenue to its intersection with the extension of the northern property line of parcel 3083000100 (7518 Pennsylvania Avenue); thence southeast along the northern property line of parcel 3083000100 to its intersection with the eastern property line of parcel 3083000100; thence southwest along the eastern property lines of parcel 3083000100 and parcel 3083000060 (117 W. Steins Street) to the intersection with the northern right-of-way of Steins Street; thence southeast

EXHIBIT B-1
Form of Phase 1 Note

THIS TIF NOTE OR ANY PORTION HEREOF MAY BE TRANSFERRED, ASSIGNED OR NEGOTIATED ONLY TO THE “DEVELOPER,” A “RELATED ENTITY” A “QUALIFIED INSTITUTIONAL BUYER” OR “PROJECT LENDER,” AS DEFINED IN THE NOTE ORDINANCE, AND IN ACCORDANCE WITH THE PROVISIONS HEREOF.

UNITED STATES OF AMERICA
STATE OF MISSOURI

Registered

Registered

No. R-__

Not to Exceed \$838,851
plus Issuance Costs
(See **Schedule A** attached)

CITY OF ST. LOUIS, MISSOURI

[TAXABLE][TAX-EXEMPT] TAX INCREMENT REVENUE NOTE
(SOUTH CARONDELET DISTRICT #3 REDEVELOPMENT PROJECT – PHASE 1)
SERIES 201__-A/B

Rate of Interest:	Maturity Date:	Dated Date:	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 computed on the basis of a 360-day year of twelve 30-day months. Interest and principal shall be payable each

March 1 and September 1 (each, a "Payment Date"), commencing on the first March 1 or September 1 following the City's acceptance or deemed acceptance of the Certificate of Substantial Completion in accordance with the Redevelopment Agreement between the City and Carondelet TIF, Inc. (the "Developer"), dated as of _____, 2011, with respect to Phase 1 of the Redevelopment Project (as defined therein), as amended (the "Phase 1 Redevelopment Agreement"), until all principal and interest accruing pursuant to this Phase 1 TIF Note is paid in full except as otherwise provided herein. The Phase 1 TIF 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.

Except as otherwise provided herein, the capitalized terms herein shall have the meanings as provided in Ordinance No. _____ signed by the Mayor on _____, 2011 (the "Note Ordinance") or the Phase 1 Redevelopment Agreement.

THE OBLIGATIONS OF THE CITY WITH RESPECT TO THIS TIF NOTE TERMINATE _____, WHICH IS TWENTY-THREE YEARS FROM THE EFFECTIVE DATE OF THE ORDINANCE APPROVING THE REDEVELOPMENT PROJECT (AS DEFINED IN THE NOTE ORDINANCE), WHETHER OR NOT THE PRINCIPAL AMOUNT OR INTEREST HEREON HAS BEEN PAID IN FULL. REFERENCE IS MADE TO THE NOTE ORDINANCE FOR A COMPLETE DESCRIPTION OF THE CITY'S OBLIGATIONS HEREUNDER.

Subject to the preceding paragraph, the principal of and interest on this Phase 1 TIF Note shall be paid at maturity or upon earlier redemption as provided in Article III of the Note Ordinance to the person in whose name this Phase 1 TIF Note is registered at the maturity or redemption date hereof, upon presentation and surrender of this Phase 1 TIF Note at the payment office of the Finance Officer of the City or her authorized agent (the "Finance Officer"). The principal of and interest on the Phase 1 TIF 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 of or interest on this Phase 1 TIF Note shall be payable by check or draft or by wire transfer to the person in whose name this Phase 1 TIF Note is registered at the office of the Finance Officer to the Registered Owner on the Register on each Payment Date. Except as otherwise provided in Section 2.8 of the Note Ordinance with respect to mutilated, destroyed, lost or stolen TIF Notes, no principal on the Phase 1 TIF Notes is payable unless the Registered Owner thereof has surrendered such Phase 1 TIF Notes at the office of the Finance Officer.

This Phase 1 TIF Note is one of an authorized series of fully registered TIF Notes of the City designated "City of St. Louis, Missouri, [Taxable][Tax-Exempt] Tax Increment Revenue Notes (South Carondelet District #3 Redevelopment Project – Phase 1), Series 201__-A/B," issued in an aggregate principal amount of not to exceed \$838,851 plus Issuance Costs (the "Phase 1 TIF Notes"). The Phase 1 TIF Notes are being issued for the purpose of paying a portion of the Redevelopment Project Costs in connection with that certain Phase 1 of the Redevelopment Project, under the authority of and in full compliance with the Redevelopment Plan, 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 Note Ordinance. The Note

Ordinance also contemplates that the City may issue certain notes designated “City of St. Louis, Missouri, [Taxable][Tax-Exempt] Tax Increment Revenue Notes (South Carondelet District #3 Redevelopment Project – Phase 2), Series 201__-A/B,” issued in an aggregate principal amount of not to exceed \$1,356,793 plus Issuance Costs (the “Phase 2 TIF Notes”; the Phase 1 TIF Notes and Phase 2 TIF Notes being collectively, the “TIF Notes” or “Notes”) pursuant to the Note Ordinance to pay a portion of Redevelopment Project Costs in connection with the Phase 2 of the Redevelopment Project and Redevelopment Plan.

The Phase 1 TIF Notes and the interest thereon are and shall be special, limited obligations of the City payable solely from and secured as to the payment of principal and interest, by the Available Revenues and other moneys pledged thereto and held by the Finance Officer as provided herein. “Available Revenues” means all monies on deposit from time to time (including investment earnings thereon) in (a) the PILOTS Account and (b) subject to annual appropriation, the EATS Account that have been appropriated to the repayment of the TIF Notes; excluding (i) any amount paid under protest until the protest is withdrawn or resolved against the taxpayer or (ii) any sum received by the City which is the subject of a suit or other claim communicated to the City which suit or claim challenges the collection of such sum.

The monies on deposit in the PILOTS Account of the Special Allocation Fund are those payments in lieu of taxes (“PILOTS”), as defined in Sections 99.805(10) 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 (as described in Exhibit A to the Note Ordinance) and any applicable penalty and interest over and above the initial equalized assessed value (as provided for by Section 99.855 of the Act) of such unit of property in the Redevelopment Area, as allocated and paid to the City’s Treasurer by the City’s Collector of Revenue who shall deposit such PILOTS into the Special Allocation Fund while tax increment financing remains in effect.

The monies on deposit in the EATs Account of the Special Allocation Fund are those amounts, subject to annual appropriation by the Board of Aldermen, equal to fifty percent (50%) of the total additional revenues from taxes, penalties and interest which are imposed by the City or other taxing districts (as that term is defined in Section 99.805(16) 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, 2007 (subject to annual appropriation by the City as provided in the Act), while tax increment financing remains in effect, but excluding personal property taxes, taxes imposed on sales or charges for sleeping rooms paid by transient guests of hotels and motels, licenses, fees or special assessments other than payments in lieu of taxes and penalties and interest thereon, 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, all in accordance with Section 99.845.3 of the Act, as may be amended from time to time. Notwithstanding the foregoing, EATs shall not include the operating levy for school purposes imposed by or any sales tax imposed by the Transitional School District of the City of St. Louis.

The Phase 1 Series A TIF Notes shall be equally and ratably secured by Phase 1 Available Revenues, and, if no Phase 2 TIF Notes are outstanding, by Phase 2 Available Revenues. The Phase 1 Series B TIF Notes shall be equally and ratably secured by the Phase 1 Available Revenues, and, if no Phase 2 TIF Notes are outstanding, by Phase 2 Available Revenues, on a subordinate basis to the Phase 1 Series A Notes. The Phase 1 TIF Notes shall be special, limited obligations of the City payable solely from and secured as to the payment of principal and interest by a pledge of the Available Revenues. The taxing power of the City is not pledged to the payment of the Phase 1 TIF Notes either as to principal or interest. The Phase 1 TIF Notes shall not be or constitute a general obligation of the City, nor shall they constitute an indebtedness of the City within the meaning of any constitutional, statutory or charter provision, limitation or restriction. THE OBLIGATIONS OF THE CITY WITH RESPECT TO THE PHASE 1 TIF NOTES SHALL TERMINATE ON THE FIRST TO OCCUR OF THE FULL PAYMENT AND DISCHARGE OF THE PHASE 1 TIF NOTES OR THE MATURITY DATE (WHETHER OR NOT THE PRINCIPAL AMOUNT OR INTEREST HAS BEEN PAID IN FULL).

Phase 1 Available Revenues in the Revenue Fund (and Phase 2 Available Revenues, if no Phase 2 TIF Notes are outstanding) shall be applied, first from the EATs Fund, and second from the PILOTs Fund for the purposes and in the amounts as follows:

First, to payment of arbitrage rebate, if any, owed with respect to the Phase 1 TIF Notes under Section 148 of the Internal Revenue Code of 1986, as amended, including any costs of calculating arbitrage rebate;

Second, to the Finance Officer of the City and the St. Louis Development Corporation (which monies shall be paid one half to the Finance Officer and one half to the St. Louis Development Corporation), 0.2% of the Phase 1 TIF Notes outstanding on each Payment Date, plus any accumulated deficiency from previous years, plus an amount sufficient to pay all or any portion of the fees and expenses incurred by the City pursuant to Section 7.15 of the Phase 1 Redevelopment Agreement that have not otherwise been reimbursed to the City through the issuance of TIF Notes;

Third, to Phase 1 Series A Account of the Debt Service Fund, an amount sufficient to pay all or any portion of the past due interest owing as a result of prior deficiencies of moneys to pay interest due on any Phase 1 Series A TIF Notes on each Payment Date;

Fourth, to the Phase 1 Series A Account of the Debt Service Fund, an amount sufficient to pay all or any portion of the accrued interest becoming due and payable on any Phase 1 Series A TIF Notes on each Payment Date;

Fifth, to the Phase 1 Series A Account of the Debt Service Fund, an amount sufficient to pay the interest on the Phase 1 Series A TIF Notes on the next succeeding Payment Date;

Sixth, for transfer to the Phase 1 Debt Service Reserve Fund, if established, such amount as may be required to restore any deficiency in the Phase 1 Debt Service Reserve Fund if the amount on deposit in the Phase 1 Debt Service Reserve Fund is less than the Phase 1 Debt Service Reserve Requirement;

Seventh, to the Phase 1 Series A Account of the Debt Service Fund, an amount sufficient to pay the principal of any Phase 1 Series A TIF Notes that are subject to redemption pursuant to the Note Ordinance on each Payment Date;

Eighth, if no Phase 1 Series A Notes are outstanding, to the Phase 1 Series B Account of the Debt Service Fund, an amount sufficient to pay all or any portion of the past due interest owing as a result of prior deficiencies of moneys to pay interest due on the Phase 1 Series B Note on each Payment Date;

Ninth, if no Phase 1 Series A Notes are outstanding, to the Phase 1 Series B Account of the Debt Service Fund, an amount sufficient to pay all or any portion of the accrued interest becoming due and payable on any Phase 1 Series B Note on each Payment Date;

Tenth, if no Phase 1 Series A Notes are outstanding, to the Phase 1 Series B Account of the Debt Service Fund, an amount sufficient to pay the interest on the Phase 1 Series B Notes on the next succeeding Payment Date;

Eleventh, if no Phase 1 Series A Notes are outstanding, to the Phase 1 Series B Account of the Debt Service Fund, an amount sufficient to pay the principal of any Phase 1 Series B Note that is subject to redemption pursuant to this Note Ordinance on each Payment Date; and

Twelfth, if no Phase 1 TIF Notes are outstanding, all Phase 1 Available Revenues shall be transferred to the corresponding account within the Revenue Fund for Phase 2, and shall be used to pay principal and interest on Phase 2 TIF Notes in the same manner as Phase 2 Available Revenues as set forth herein.

Thirteenth, all other remaining money in the Phase 1 PILOTs Fund and the Phase 1 EATs Fund of the Revenue Fund of the Special Allocation Fund shall annually be declared as surplus and distributed in the manner provided in the TIF Act, as applicable.

Upon the payment in full of the principal of and interest on the Phase 1 TIF Notes (or provision has been made for the payment thereof as specified in the Note Ordinance), payment in full of the fees and expenses of the Finance Officer and the St. Louis Development Corporation, and payment in full of any other amounts required to be paid under the Note Ordinance, all amounts remaining on deposit in Phase 1 Debt Service Fund, the Phase 1 PILOTs Fund, and the Phase 1 EATs Fund shall be declared as surplus and distributed in the manner provided in the Act.

The City covenants that it shall comply with the Charter of the City of St. Louis, Article XVI, Section 3 for each fiscal year that TIF Notes are outstanding and the City official(s) shall request an appropriation of all Available Revenues on deposit in the Special Allocation Fund for application to the payment of the principal of (including, but not limited to, payment of a premium, if any) and interest on the TIF Notes.

NOTWITHSTANDING ANY PROVISION HEREIN OR IN THE NOTE ORDINANCE TO THE CONTRARY, THE PHASE 1 TIF NOTES ARE SUBJECT TO CANCELLATION AND DISCHARGE BY THE CITY IN WHOLE OR IN PART WITHOUT PENALTY UNDER THE CONDITIONS SET FORTH IN SECTION 7.8 OF THE REDEVELOPMENT AGREEMENT.

The Phase 1 TIF 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 Phase 1 TIF Note to be redeemed, plus accrued interest thereon to the date fixed for redemption.

The Phase 1 TIF Notes are subject to special mandatory redemption by the City on each Payment Date, at a redemption price equal to 100% of the principal amount being redeemed, together with accrued interest thereon to the date fixed for redemption, in an amount equal to Phase 1 Available Revenues on deposit in the applicable accounts of the Special Allocation Fund and which are not required for the payment of accrued interest on such Payment Date.

The Phase 1 TIF Notes or portions of Phase 1 TIF 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 Phase 1 TIF Notes or portion of Phase 1 TIF Notes shall cease to bear interest. Upon surrender of such Phase 1 TIF Notes for redemption in accordance with such notice, the redemption price of such Phase 1 TIF Notes shall be paid by the Finance Officer. 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 Phase 1 TIF Note, there shall be prepared for the Registered Owner a new Phase 1 TIF Note or Phase 1 TIF Notes of the same maturity in the amount of the unpaid principal as provided herein. All Phase 1 TIF Notes that have been redeemed shall be cancelled and destroyed by the Finance Officer as provided herein and shall not be reissued.

Phase 1 TIF Notes shall be redeemed only in the principal amount of One Thousand Dollars (\$1,000) or any integral multiple thereof. When less than all of the outstanding Phase 1 TIF Notes are to be redeemed and paid prior to maturity, such Phase 1 TIF Notes shall be selected by the Finance Officer in One Thousand Dollar (\$1,000) units of face value in such equitable manner as the Finance Officer may determine.

The Phase 1 TIF Notes are issuable in the form of fully registered Notes without coupons in minimum denominations of One Hundred Thousand Dollars (\$100,000) or any integral multiple \$1,000 in excess thereof, except with respect to the Phase 1 TIF Notes issued upon acceptance by the City of the final Certificate of Reimbursable Redevelopment Project Costs, which Phase 1 TIF Notes may be issued in any denomination, subject to the limitation on the aggregate Principal Amount.

This Phase 1 TIF Note may be transferred or exchanged as provided in the Note Ordinance only upon the Register, upon surrender of this Phase 1 TIF Note together with a written instrument of transfer satisfactory to the Finance Officer duly executed by the Registered Owner or the Registered Owner's duly authorized agent.

THE OWNER HEREOF EXPRESSLY AGREES, BY SUCH OWNER'S ACCEPTANCE HEREOF, THAT THE RIGHT TO PURCHASE, TRANSFER, ASSIGN OR NEGOTIATE THIS PHASE 1 TIF NOTE SHALL BE LIMITED TO PURCHASE, TRANSFER, ASSIGNMENT OR NEGOTIATION TO THE DEVELOPER, A RELATED ENTITY A QUALIFIED INSTITUTIONAL BUYER OR PROJECT LENDER, AS SUCH TERMS ARE DEFINED IN THE NOTE ORDINANCE, AND UPON THE EXECUTION BY THE PROPOSED PURCHASER OR TRANSFEREE OF AN INVESTMENT LETTER IN SUBSTANTIALLY THE FORM OF EXHIBIT C TO THE NOTE ORDINANCE, SIGNED BY THE PROPOSED PURCHASER OR TRANSFEREE, SHOWING THAT THE PROPOSED PURCHASER OR TRANSFEREE IS AN

APPROVED INVESTOR. “Approved Investor” is defined in the Note Ordinance, and includes, among others, (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 company 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 Finance Officer, the Finance Officer shall transfer or exchange any Phase 1 TIF Note for a new Phase 1 TIF Note of the same maturity and in the same principal amount as the outstanding principal amount of the Phase 1 TIF Note that was presented for transfer or exchange. Any Phase 1 TIF 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 Finance Officer, duly executed by the Registered Owner thereof or by the Registered Owner’s duly authorized agent.

This Phase 1 TIF Note shall not be valid or binding on the City or be entitled to any security or benefit under the Note Ordinance until the Certificate of Authentication hereon has been executed by the Finance Officer.

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 Phase 1 TIF Notes have existed, happened and been performed in due time, form and manner as required by law.

(The remainder of this page is intentionally left blank.)

IN WITNESS WHEREOF, THE CITY OF ST. LOUIS, MISSOURI has executed this Phase 1 TIF Note by causing it to be signed by the manual or facsimile signature of its Mayor and Finance Officer and attested by the manual or facsimile signature of its City Register, and its official seal to be affixed or imprinted hereon, and this Phase 1 TIF Note to be dated as of the effective date of registration as shown on Schedule A attached hereto.

CITY OF ST. LOUIS, MISSOURI

By: _____
Mayor

By: _____
Finance Officer

Attest:
(Seal)

City Register

Approved as to Form:

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 TIF Note and all rights thereunder, and hereby irrevocably constitutes and appoints _____ agent to transfer the within Note on the books kept by the Finance Officer 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).

SCHEDULE A

CERTIFICATE OF AUTHENTICATION

This Phase 1 TIF Note is one of the Series 201_-A/B TIF Notes described in the within-mentioned Note Ordinance.

<u>Date</u> ⁽¹⁾	<u>Additions to Principal Amount</u> ⁽²⁾	<u>Principal Amount Paid</u>	<u>Outstanding Principal Amount</u>	<u>Authorized Signatory of Finance Officer</u>
_____ , ____	\$ _____	\$ _____	\$ _____	
_____ , ____				
_____ , ____				
_____ , ____				
_____ , ____				
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_____ , ____				
_____ , ____				

(1) Date of approval of each Certificate of Reimbursable Redevelopment Project Costs, as provided in Section 5.2 of the Redevelopment Agreement (which constitutes Date of Authentication with respect to such portion of the Note) or Payment Date.

(2) Limited to denominations of \$100,000 or any \$1,000 increment in excess thereof, except with respect to an advance pursuant to the final Certificate of Reimbursable Redevelopment Project Costs, which may be in any denomination, subject to the limitation on the aggregate principal amount provided for in the Note Ordinance.

EXHIBIT B-2
Form of Phase 2 Note

THIS TIF NOTE OR ANY PORTION HEREOF MAY BE TRANSFERRED, ASSIGNED OR NEGOTIATED ONLY TO THE “DEVELOPER,” A “RELATED ENTITY” A “QUALIFIED INSTITUTIONAL BUYER” OR “PROJECT LENDER,” AS DEFINED IN THE NOTE ORDINANCE, AND IN ACCORDANCE WITH THE PROVISIONS HEREOF.

UNITED STATES OF AMERICA
STATE OF MISSOURI

Registered

Registered

No. R-__

Not to Exceed \$1,356,793
plus Issuance Costs
(See **Schedule A** attached)

CITY OF ST. LOUIS, MISSOURI

[TAXABLE][TAX-EXEMPT] TAX INCREMENT REVENUE NOTE
(SOUTH CARONDELET DISTRICT #3 REDEVELOPMENT PROJECT – PHASE 2)
SERIES 201__-A/B

Rate of Interest:	Maturity Date:	Dated Date:	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 computed on the basis of a 360-day year of twelve 30-day months. Interest and principal shall be payable each March 1 and September 1 (each, a “Payment Date”), commencing on the first March 1 or September 1 following the City’s acceptance or deemed acceptance of the Certificate of Substantial Completion in accordance with the Redevelopment Agreement between the City and

Carondelet TIF, Inc.(the “Developer”), dated as of _____, 2011, with respect to Phase 2 of the Redevelopment Project (as defined therein) as amended (the “Phase 2 Redevelopment Agreement”), until all principal and interest accruing pursuant to this Phase 2 TIF Note is paid in full except as otherwise provided herein. The Phase 2 TIF 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.

Except as otherwise provided herein, the capitalized terms herein shall have the meanings as provided in Ordinance No. _____ signed by the Mayor on _____, 2011 (the “Note Ordinance”) or the Phase 2 Redevelopment Agreement.

THE OBLIGATIONS OF THE CITY WITH RESPECT TO THIS TIF NOTE TERMINATE _____, WHICH IS TWENTY-THREE YEARS FROM THE EFFECTIVE DATE OF THE ORDINANCE APPROVING THE REDEVELOPMENT PROJECT (AS DEFINED IN THE NOTE ORDINANCE), WHETHER OR NOT THE PRINCIPAL AMOUNT OR INTEREST HEREON HAS BEEN PAID IN FULL. REFERENCE IS MADE TO THE NOTE ORDINANCE FOR A COMPLETE DESCRIPTION OF THE CITY’S OBLIGATIONS HEREUNDER.

Subject to the preceding paragraph, the principal of and interest on this Phase 2 TIF Note shall be paid at maturity or upon earlier redemption as provided in Article III of the Note Ordinance to the person in whose name this Phase 2 TIF Note is registered at the maturity or redemption date hereof, upon presentation and surrender of this Phase 2 TIF Note at the payment office of the Finance Officer of the City or her authorized agent (the “Finance Officer”). The principal of and interest on the Phase 2 TIF 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 of or interest on this Phase 2 TIF Note shall be payable by check or draft or by wire transfer to the person in whose name this Phase 2 TIF Note is registered at the office of the Finance Officer to the Registered Owner on the Register on each Payment Date. Except as otherwise provided in Section 2.8 of the Note Ordinance with respect to mutilated, destroyed, lost or stolen TIF Notes, no principal on the Phase 2 TIF Notes is payable unless the Registered Owner thereof has surrendered such Phase 2 TIF Notes at the office of the Finance Officer.

This Phase 2 TIF Note is one of an authorized series of fully registered TIF Notes of the City designated “City of St. Louis, Missouri, [Taxable][Tax-Exempt] Tax Increment Revenue Notes (South Carondelet District #3 Redevelopment Project – Phase 2), Series 201__-A/B,” issued in an aggregate principal amount of not to exceed \$1,356,793 plus Issuance Costs (the “Phase 2 TIF Notes”). The Phase 2 TIF Notes are being issued for the purpose of paying a portion of the Redevelopment Project Costs in connection with that certain Phase 2 of the Redevelopment Project, under the authority of and in full compliance with the Redevelopment Plan, 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 Note Ordinance. The Note Ordinance also contemplates that the City may issue certain notes designated “City of St. Louis, Missouri, [Taxable][Tax-Exempt] Tax Increment Revenue Notes (South Carondelet District #3 Redevelopment Project – Phase 1), Series 201__-A/B,” issued in an aggregate principal amount of

not to exceed \$838,851 plus Issuance Costs (the “Phase 1 TIF Notes”; the Phase 1 TIF Notes and Phase 2 TIF Notes being collectively, the “TIF Notes” or “Notes”) pursuant to the Note Ordinance to pay a portion of Redevelopment Project Costs in connection with the Redevelopment Project and Redevelopment Plan.

The Phase 2 TIF Notes and the interest thereon are and shall be special, limited obligations of the City payable solely from and secured as to the payment of principal and interest, by the Available Revenues and other moneys pledged thereto and held by the Finance Officer as provided herein. “Available Revenues” means all monies on deposit from time to time (including investment earnings thereon) in (a) the PILOTS Account, and (b) subject to annual appropriation, the EATS Account that have been appropriated to the repayment of the TIF Notes; excluding (i) any amount paid under protest until the protest is withdrawn or resolved against the taxpayer or (ii) any sum received by the City which is the subject of a suit or other claim communicated to the City which suit or claim challenges the collection of such sum.

The monies on deposit in the PILOTs Account of the Special Allocation Fund are those payments in lieu of taxes (“PILOTs”), as defined in Sections 99.805(10) 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 (as described in Exhibit A to the Note Ordinance) and any applicable penalty and interest over and above the initial equalized assessed value (as provided for by Section 99.855 of the Act) of such unit of property in the Redevelopment Area, as allocated and paid to the City’s Treasurer by the City’s Collector of Revenue who shall deposit such PILOTs into the Special Allocation Fund while tax increment financing remains in effect.

The monies on deposit in the EATs Account of the Special Allocation Fund are those amounts, subject to annual appropriation by the Board of Aldermen, equal to fifty percent (50%) of the total additional revenues from taxes, penalties and interest which are imposed by the City or other taxing districts (as that term is defined in Section 99.805(16) 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, 2007 (subject to annual appropriation by the City as provided in the Act), while tax increment financing remains in effect, but excluding personal property taxes, taxes imposed on sales or charges for sleeping rooms paid by transient guests of hotels and motels, licenses, fees or special assessments other than payments in lieu of taxes and penalties and interest thereon, 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, all in accordance with Section 99.845.3 of the Act, as may be amended from time to time. Notwithstanding the foregoing, EATs shall not include the operating levy for school purposes imposed by or any sales tax imposed by the Transitional School District of the City of St. Louis.

The Phase 2 Series A TIF Notes shall be equally and ratably secured by Phase 2 Available Revenues, and, if no Phase 1 TIF Notes are outstanding, by Phase 1 Available Revenues. The Phase 2 Series B TIF Notes shall be equally and ratably secured by the Phase 2 Available Revenues, and, if no Phase 1 TIF Notes are outstanding, by Phase 1 Available Revenues, on a subordinate basis to the Phase 2 Series A Notes. The Phase 2 TIF Notes shall be

special, limited obligations of the City payable solely from and secured as to the payment of principal and interest by a pledge of the Available Revenues. The taxing power of the City is not pledged to the payment of the Phase 2 TIF Notes either as to principal or interest. The Phase 2 TIF Notes shall not be or constitute a general obligation of the City, nor shall they constitute an indebtedness of the City within the meaning of any constitutional, statutory or charter provision, limitation or restriction. THE OBLIGATIONS OF THE CITY WITH RESPECT TO THE PHASE 2 TIF NOTES SHALL TERMINATE ON THE FIRST TO OCCUR OF THE FULL PAYMENT AND DISCHARGE OF THE PHASE 2 TIF NOTES OR THE MATURITY DATE (WHETHER OR NOT THE PRINCIPAL AMOUNT OR INTEREST HAS BEEN PAID IN FULL).

Phase 2 Available Revenues in the Revenue Fund (and Phase 1 Available Revenues if no Phase 1 TIF Notes are then outstanding) shall be applied, first from the EATs Fund and second from the PILOTs Fund for the purposes and in the amounts as follows:

First, to payment of arbitrage rebate, if any, owed with respect to the Phase 2 TIF Notes under Section 148 of the Internal Revenue Code of 1986, as amended, including any costs of calculating arbitrage rebate;

Second, to the Finance Officer of the City and the St. Louis Development Corporation (which monies shall be paid one half to the Finance Officer and one half to the St. Louis Development Corporation), 0.2% of the Phase 2 TIF Notes outstanding on each Payment Date, plus any accumulated deficiency from previous years, plus an amount sufficient to pay all or any portion of the fees and expenses incurred by the City pursuant to Section 7.15 of the Phase 2 Redevelopment Agreement that have not otherwise been reimbursed to the City through the issuance of TIF Notes;

Third, to Phase 2 Series A Account of the Debt Service Fund, an amount sufficient to pay all or any portion of the past due interest owing as a result of prior deficiencies of moneys to pay interest due on any Phase 2 Series A TIF Notes on each Payment Date;

Fourth, to the Phase 2 Series A Account of the Debt Service Fund, an amount sufficient to pay all or any portion of the accrued interest becoming due and payable on any Phase 2 Series A TIF Notes on each Payment Date;

Fifth, to the Phase 2 Series A Account of the Debt Service Fund, an amount sufficient to pay the interest on the Phase 2 Series A TIF Notes on the next succeeding Payment Date;

Sixth, for transfer to the Phase 2 Debt Service Reserve Fund, if established, such amount as may be required to restore any deficiency in the Phase 2 Debt Service Reserve Fund if the amount on deposit in the Phase 2 Debt Service Reserve Fund is less than the Phase 2 Debt Service Reserve Requirement;

Seventh, to the Phase 2 Series A Account of the Debt Service Fund, an amount sufficient to pay the principal of any Phase 2 Series A TIF Notes that are subject to redemption pursuant to the Note Ordinance on each Payment Date;

Eighth, if no Phase 2 Series A Notes are outstanding, to the Phase 2 Series B Account of the Debt Service Fund, an amount sufficient to pay all or any portion of the past due interest owing as a result of prior deficiencies of moneys to pay interest due on the Phase 2 Series B Note on each Payment Date;

Ninth, if no Phase 2 Series A Notes are outstanding, to the Phase 2 Series B Account of the Debt Service Fund, an amount sufficient to pay all or any portion of the accrued interest becoming due and payable on any Phase 2 Series B Note on each Payment Date;

Tenth, if no Phase 2 Series A Notes are outstanding, to the Phase 2 Series B Account of the Debt Service Fund, an amount sufficient to pay the interest on the Phase 2 Series B Notes on the next succeeding Payment Date;

Eleventh, if no Phase 2 Series A Notes are outstanding, to the Phase 2 Series B Account of the Debt Service Fund, an amount sufficient to pay the principal of any Phase 2 Series B Note that is subject to redemption pursuant to this Note Ordinance on each Payment Date; and

Twelfth, if no Phase 2 TIF Notes are outstanding, all Phase 2 Available Revenues shall be transferred to the corresponding account within the Revenue Fund for Phase 1, and shall be used to pay principal and interest on Phase 1 TIF Notes in the same manner as Phase 1 Available Revenues as set forth herein.

Thirteenth, all other remaining money in the Phase 2 PILOTs Fund and the Phase 2 EATs Fund of the Revenue Fund of the Special Allocation Fund shall annually be declared as surplus and distributed in the manner provided in the TIF Act, as applicable.

Upon the payment in full of the principal of and interest on the Phase 2 TIF Notes (or provision has been made for the payment thereof as specified in the Note Ordinance), payment in full of the fees and expenses of the Finance Officer and the St. Louis Development Corporation, and payment in full of any other amounts required to be paid under the Note Ordinance, all amounts remaining on deposit in the Phase 2 Debt Service Fund, the Phase 2 PILOTs Fund, and the Phase 2 EATs Fund, shall be declared as surplus and distributed in the manner provided in the Act.

The City covenants that it shall comply with the Charter of the City of St. Louis, Article XVI, Section 3 for each fiscal year that TIF Notes are outstanding and the City official(s) shall request an appropriation of all Available Revenues on deposit in the Special Allocation Fund for application to the payment of the principal of (including, but not limited to, payment of a premium, if any) and interest on the TIF Notes.

NOTWITHSTANDING ANY PROVISION HEREIN OR IN THE NOTE ORDINANCE TO THE CONTRARY, THE PHASE 2 TIF NOTES ARE SUBJECT TO CANCELLATION AND DISCHARGE BY THE CITY IN WHOLE OR IN PART WITHOUT PENALTY UNDER THE CONDITIONS SET FORTH IN SECTION 7.8 OF THE REDEVELOPMENT AGREEMENT.

The Phase 2 TIF 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 Phase 2 TIF Note to be redeemed, plus accrued interest thereon to the date fixed for redemption.

The Phase 2 TIF Notes are subject to special mandatory redemption by the City on each Payment Date, at a redemption price equal to 100% of the principal amount being redeemed, together with accrued interest thereon to the date fixed for redemption, in an amount equal to Phase 2 Available Revenues on deposit in the applicable accounts of the Special Allocation Fund and which are not required for the payment of accrued interest on such Payment Date.

The Phase 2 TIF Notes or portions of Phase 2 TIF 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 Phase 2 TIF Notes or portion of Phase 2 TIF Notes shall cease to bear interest. Upon surrender of such Phase 2 TIF Notes for redemption in accordance with such notice, the redemption price of such Phase 2 TIF Notes shall be paid by the Finance Officer. 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 Phase 2 TIF Note, there shall be prepared for the Registered Owner a new Phase 2 TIF Note or Phase 2 TIF Notes of the same maturity in the amount of the unpaid principal as provided herein. All Phase 2 TIF Notes that have been redeemed shall be cancelled and destroyed by the Finance Officer as provided herein and shall not be reissued.

Phase 2 TIF Notes shall be redeemed only in the principal amount of One Thousand Dollars (\$1,000) or any integral multiple thereof. When less than all of the outstanding Phase 2 TIF Notes are to be redeemed and paid prior to maturity, such Phase 2 TIF Notes shall be selected by the Finance Officer in One Thousand Dollar (\$1,000) units of face value in such equitable manner as the Finance Officer may determine.

The Phase 2 TIF Notes are issuable in the form of fully registered Notes without coupons in minimum denominations of One Hundred Thousand Dollars (\$100,000) or any integral multiple \$1,000 in excess thereof, except with respect to the Phase 2 TIF Notes issued upon acceptance by the City of the final Certificate of Reimbursable Redevelopment Project Costs, which Phase 2 TIF Notes may be issued in any denomination, subject to the limitation on the aggregate Principal Amount.

This Phase 2 TIF Note may be transferred or exchanged as provided in the Note Ordinance only upon the Register, upon surrender of this Phase 2 TIF Note together with a written instrument of transfer satisfactory to the Finance Officer duly executed by the Registered Owner or the Registered Owner's duly authorized agent.

THE OWNER HEREOF EXPRESSLY AGREES, BY SUCH OWNER'S ACCEPTANCE HEREOF, THAT THE RIGHT TO PURCHASE, TRANSFER, ASSIGN OR NEGOTIATE THIS PHASE 2 TIF NOTE SHALL BE LIMITED TO PURCHASE, TRANSFER, ASSIGNMENT OR NEGOTIATION TO THE DEVELOPER, A RELATED ENTITY A QUALIFIED INSTITUTIONAL BUYER OR PROJECT LENDER, AS SUCH TERMS ARE DEFINED IN THE NOTE ORDINANCE, AND UPON THE EXECUTION BY THE PROPOSED PURCHASER OR TRANSFEREE OF AN INVESTMENT LETTER IN SUBSTANTIALLY THE FORM OF EXHIBIT C TO THE NOTE ORDINANCE, SIGNED BY THE PROPOSED PURCHASER OR TRANSFEREE, SHOWING THAT THE PROPOSED PURCHASER OR TRANSFEREE IS AN APPROVED INVESTOR. "Approved Investor" is defined in the Note Ordinance, and includes, among others, (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 company 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 Finance Officer, the Finance Officer shall transfer or exchange any Phase 2 TIF Note for a new Phase 2 TIF Note of the same maturity and in the same principal amount as the outstanding principal amount of the Phase 2 TIF Note that was presented for transfer or exchange. Any Phase 2 TIF 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 Finance Officer, duly executed by the Registered Owner thereof or by the Registered Owner's duly authorized agent.

This Phase 2 TIF Note shall not be valid or binding on the City or be entitled to any security or benefit under the Note Ordinance until the Certificate of Authentication hereon has been executed by the Finance Officer.

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 Phase 2 TIF Notes have existed, happened and been performed in due time, form and manner as required by law.

(The remainder of this page is intentionally left blank.)

IN WITNESS WHEREOF, THE CITY OF ST. LOUIS, MISSOURI has executed this Phase 2 TIF Note by causing it to be signed by the manual or facsimile signature of its Mayor and Finance Officer and attested by the manual or facsimile signature of its City Register, and its official seal to be affixed or imprinted hereon, and this Phase 2 TIF Note to be dated as of the effective date of registration as shown on Schedule A attached hereto.

CITY OF ST. LOUIS, MISSOURI

By: _____
Mayor

By: _____
Finance Officer

Attest:
(Seal)

City Register

Approved as to Form:

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 TIF Note and all rights thereunder, and hereby irrevocably constitutes and appoints _____ agent to transfer the within Note on the books kept by the Finance Officer 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).

SCHEDULE A

CERTIFICATE OF AUTHENTICATION

This Phase 2 TIF Note is one of the Series 201_-A/B TIF Notes described in the within-mentioned Note Ordinance.

<u>Date</u> ⁽¹⁾	<u>Additions to Principal Amount</u> ⁽²⁾	<u>Principal Amount Paid</u>	<u>Outstanding Principal Amount</u>	<u>Authorized Signatory of Finance Officer</u>
_____ , _____	\$ _____	\$ _____	\$ _____	
_____ , _____				
_____ , _____				
_____ , _____				
_____ , _____				
_____ , _____				
_____ , _____				
_____ , _____				
_____ , _____				
_____ , _____				

(1) Date of approval of each Certificate of Reimbursable Redevelopment Project Costs, as provided in Section 5.2 of the Redevelopment Agreement (which constitutes Date of Authentication with respect to such portion of the Note) or Payment Date.

(2) Limited to denominations of \$100,000 or any \$1,000 increment in excess thereof, except with respect to an advance pursuant to the final Certificate of Reimbursable Redevelopment Project Costs, which may be in any denomination, subject to the limitation on the aggregate principal amount provided for in the Note Ordinance.

EXHIBIT C

Form of Letter of Representations

_____, 20__

City of St. Louis
City Hall
Tucker and Market Streets
St. Louis, Missouri 63103
Attention: Mayor, Room 200
Attention: Comptroller, Room 311

Re: Not to Exceed \$_____ (plus Issuance Costs) City of St. Louis, Missouri,
Tax Increment Revenue Notes, (South Carondelet District #3 Redevelopment
Project – Phase 1/2), Series 201_-A/B

Ladies and Gentlemen:

This letter is to provide you with certain representations and agreements with respect to the purchase by the undersigned of not to exceed \$_____ (plus Issuance Costs) aggregate principal amount of Tax Increment Revenue Notes, (South Carondelet District #3 Redevelopment Project – Phase 1/2), Series 201_-A/B (the “TIF Notes”), issued by the City of St. Louis, Missouri (the “City”). The TIF Notes are secured in the manner set forth in Ordinance No. _____ [Board Bill No. _____] of the City adopted on _____, 2011 (the “Note Ordinance”). The undersigned hereby represents to each of you and agrees with each of you, as follows:

1. The undersigned is an Approved Investor (as defined in the Note 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 TIF 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 TIF Notes based solely upon its own inquiry and analysis.
3. The undersigned understands that the TIF 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 TIF 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 TIF Notes as set forth in paragraph 6 below.

5. The undersigned is purchasing the TIF Notes for its own account for investment (and not on behalf of another) and, other than a contemplated pledge of the TIF Notes, has no present intention of reselling the TIF 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 TIF 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 TIF Notes as set forth in paragraph 6 below.

6. The undersigned acknowledges that the right to sell, assign, negotiate or otherwise transfer the TIF Notes shall be limited to Approved Investors (as defined in the Note 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 TIF Notes in violation of this letter.

8. The undersigned has satisfied itself that the TIF Notes may be legally purchased by the undersigned.

Sincerely,

as Purchaser

By: _____

Title: _____