

1 AN ORDINANCE RECOMMENDED BY THE BOARD OF
2 ESTIMATE AND APPORTIONMENT AUTHORIZING AND
3 DIRECTING THE ISSUANCE AND DELIVERY OF NOT
4 TO EXCEED \$3,000,000 PLUS ISSUANCE COSTS
5 PRINCIPAL AMOUNT OF TAX INCREMENT REVENUE
6 NOTES (3949 LINDELL REDEVELOPMENT PROJECT),
7 OF THE CITY OF ST. LOUIS, MISSOURI; PRESCRIBING
8 THE FORM AND DETAILS OF SUCH NOTES AND THE
9 COVENANTS AND AGREEMENTS MADE BY THE CITY
10 TO FACILITATE AND PROTECT THE PAYMENT
11 THEREOF; AND PRESCRIBING OTHER MATTERS
12 RELATING THERETO.

13
14 WHEREAS, the City of St. Louis, Missouri (the “City”), is a body corporate and
15 political subdivision of the State of Missouri, duly created, organized and existing under and by
16 virtue of its charter, the Constitution and laws of the State of Missouri; and

17 WHEREAS, the Real Property Tax Increment Allocation Redevelopment Act, Sections
18 99.800 through 99.865, Revised Statutes of Missouri, (the “TIF Act” or “Act”), authorizes the City
19 to undertake redevelopment projects within designated areas of the City; and

20 WHEREAS, staff and consultants of the City and HSAD 3934 Lindell, Ltd., a Texas
21 limited partnership (the “Developer”), prepared a plan for redevelopment titled “3949 Lindell TIF
22 Redevelopment Plan” dated March 25, 2005, as amended April 27, 2005 (the “Redevelopment
23 Plan”), for an area which consists of the property located at 3949 Lindell, 4006 McPherson and

1 4012 McPherson in midtown St. Louis (the “Redevelopment Area” or “Area”), which
2 Redevelopment Area is more fully described in the Redevelopment Plan, such legal description
3 attached hereto and incorporated herein as **Exhibit A**; and

4 **WHEREAS**, on May 11, 2005, the TIF Commission found that completion of the
5 Redevelopment Project would provide a substantial and significant public benefit through the
6 elimination of blight, strengthening of the employment and economic base of the City, increased
7 property values and tax revenues, stabilization of the Redevelopment Area, and facilitation of
8 economic stability for the City as a whole, and further found that without the assistance of tax
9 increment financing in accordance with the TIF Act, the Redevelopment Project is not
10 financially feasible and would not otherwise be completed; and

11 **WHEREAS**, on _____, 2005, after due consideration of the TIF
12 Commission’s recommendations, the City adopted: (1) Ordinance No. _____ [Board Bill
13 No. ____] designating the Redevelopment Area as a “redevelopment area” as provided in the TIF
14 Act, approving the Redevelopment Plan, and approving the redevelopment project described in
15 the Redevelopment Plan, adopting tax increment allocation financing within the Redevelopment
16 Area, and establishing the Special Allocation Fund; and (2) Ordinance No. _____ [Board
17 Bill No. ____] authorizing the City to enter into a redevelopment agreement with Developer; and

18 **WHEREAS**, Pursuant to the Redevelopment Plan and Redevelopment Agreement, the City
19 proposes to finance a portion of the costs of the Redevelopment Project by utilizing tax increment
20 allocation financing in accordance with the TIF Act; and

21 **WHEREAS**, the City desires to issue, from time to time, its Tax Increment Revenue Notes
22 (3949 Lindell Redevelopment Project), (the “TIF Notes” or “Notes”), to provide funds for the

1 aforesaid purpose, said Notes being payable solely from certain proceeds deposited into the Special
2 Allocation Fund; and

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

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

9 **BE IT ORDAINED BY THE CITY OF ST. LOUIS AS FOLLOWS:**

10 **ARTICLE I.**

11 **DEFINITIONS**

12 **Section 101 Definitions of Words and Terms.** In addition to the words and terms
13 defined elsewhere in this ordinance (the “Ordinance”), the following capitalized words and
14 terms, as used in this Ordinance, shall have the following meanings:

15 “Act” or “TIF Act” means the Real Property Tax Increment Allocation Redevelopment
16 Act, Sections 99.800 through 99.865 of the Revised Statutes of Missouri.

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

21 “Approving Ordinance” means Ordinance No. _____ [Board Bill No. ____] adopted
22 on _____, designating the Redevelopment Area, approving the Redevelopment Plan,

1 approving the Redevelopment Project, making certain findings with respect thereto, adopting tax
2 increment financing within the Redevelopment Area, establishing the Special Allocation Fund,
3 and authorizing certain related actions by City officials.

4 “Authorized Denominations” means an initial amount of \$100,000 or any integral
5 multiple of \$1,000 in excess thereof, except with respect to the TIF Note issued upon acceptance
6 by the City of the final Certificate of Reimbursable Redevelopment Project Costs, which TIF
7 Note may be issued in any integral multiple of \$1,000, subject to the limitation provided in
8 **Section 201** of this Ordinance.

9 “Authorizing Ordinance” means Ordinance No. _____ [Board Bill No. ____], adopted
10 on _____, 2005, affirming adoption of the Redevelopment Plan, Redevelopment Area,
11 and Redevelopment Project, authorizing execution of a Redevelopment Agreement for the
12 construction of the Redevelopment Project and making certain findings related thereto.

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

19 “Bond Counsel” means Armstrong Teasdale LLP, St. Louis, Missouri, or an attorney at
20 law or a firm of attorneys acceptable to the City of nationally recognized standing in matters
21 pertaining to the tax-exempt nature of interest on obligations issued by states and their political
22 subdivisions duly admitted to the practice of law before the highest court of any state of the
23 United States of America or the District of Columbia.

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

5 “Certificate of Reimbursable Redevelopment Project Costs” means a document
6 substantially in the form of Exhibit D to the Redevelopment Agreement provided by the
7 Developer to the City in accordance with Redevelopment Agreement evidencing Reimbursable
8 Redevelopment Project Costs incurred by the Developer.

9 “Certificate of Substantial Completion” means a document substantially in the form of
10 Exhibit E, to the Redevelopment Agreement, issued by the Developer to the City with respect to
11 the Redevelopment Project in accordance with the Redevelopment Agreement.

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

15 “Debt Service Fund” means the fund by that name created in **Section 401** of this
16 Ordinance.

17 “Developer” means HSAD 3934 Lindell, Ltd., a limited partnership formed under the
18 laws of the State of Texas, or its permitted successors or assigns in interest.

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

21 “EATs Account” means the Economic Activity Tax Account of the Special Allocation
22 Fund.

1 “EATs Sub-Account” means the Economic Activity Tax Sub-Account of the Revenue
2 Fund of the Special Allocation Fund.

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

4 “Government Obligations” means direct obligations of, or obligations the principal of and
5 interest on which are unconditionally guaranteed by, the United States of America.

6 “Issuance Costs” means all costs reasonably incurred by the City in furtherance of the
7 issuance of TIF Notes, including without limitation, the fees and expenses of financial advisors
8 and consultants, the City’s attorneys (including issuer’s Counsel and Bond Counsel), the City’s
9 administrative fees and expenses (including fees and costs of its planning consultants and the St.
10 Louis Development Corporation), underwriters’ discounts and fees, if any, the costs of printing
11 any TIF Notes and any official statements relating thereto, the costs of credit enhancement, if
12 any, capitalized interest, debt service reserves and the fees of any rating agency rating any TIF
13 Notes.

14 “Maturity Date” means the date that is twenty-three (23) years after the date of adoption
15 of the Approving Ordinance.

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

18 “Original Purchaser” means an Approved Investor which approved investor shall be
19 designated by the Developer as the Original Purchaser.

20 “Owner” means, when used with respect to any TIF Note, the present holder of any of the
21 TIF Notes.

1 “Payment Date” means, with respect to any TIF Note, each March 1 and September 1,
2 commencing on the first March 1 or September 1 that immediately succeeds the City’s
3 acceptance of a Certificate of Substantial Completion for the Redevelopment Project.

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

6 “PILOTs Account” means the Payments in Lieu of Taxes Account of the Special
7 Allocation Fund.

8 “PILOTs Sub-Account” means the Payments in Lieu of Taxes Sub-Account of the
9 Revenue Fund of the Special Allocation Fund.

10 “Redevelopment Agreement” means that certain Redevelopment Agreement dated as of _
11 _____, 2005, between the City and the Developer, as may be amended from time to time.

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

14 “Redevelopment Plan” means the plan titled “3949 Lindell TIF Redevelopment Plan”
15 dated March 25, 2005, as amended on April 27, 2005, as approved by the City on _____,
16 2005, pursuant to the Approving Ordinance, as such plan may from time to time be amended in
17 accordance with the TIF Act.

18 “Redevelopment Project” or “3949 Lindell Redevelopment Project” means the
19 Redevelopment Project identified by the Redevelopment Plan, consisting of: the demolition of the
20 existing structure within the Redevelopment Area, construction of 197 residential units, construction of
21 12,000 square feet of commercial space, and provision of certain related amenities including a swimming
22 pool, parking structure and site improvements, as further set forth in the Redevelopment Plan, and as
23 approved by the Approving Ordinance.

1 “Register” means the books for registration, transfer and exchange of the TIF Notes kept
2 at the office of the Finance Officer.

3 “Reimbursable Redevelopment Project Costs” means those Redevelopment Project Costs
4 for which the Developer is eligible for reimbursement in accordance with the TIF Act and, in any
5 event, in accordance with the Redevelopment Agreement.

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

9 “Special Allocation Fund” means the City of St. Louis, Missouri, 3949 Lindell Special
10 Allocation Fund created by Ordinance No. _____ [Board Bill No. ____] adopted by the City on
11 _____, 2005 and including the accounts and sub-accounts for the 3949 Lindell
12 Redevelopment Project into which TIF Revenues are from time to time deposited in accordance
13 with the TIF Act and this Agreement, including a PILOTS Account and an EATS Account.

14 “Taxable TIF Notes” means the City’s Taxable Tax Increment Revenue Notes (3949
15 Lindell Redevelopment Project), Series 200_, as further described in Article II hereof.

16 “Tax-Exempt TIF Notes” means the City’s Tax-Exempt Tax Increment Revenue Notes
17 (3949 Lindell Redevelopment Project), Series 200_, as further described in Article II hereof.

18 “TIF Notes” means the not to exceed \$3,000,000 plus Issuance Costs Tax Increment
19 Revenue Notes (3949 Lindell Redevelopment Project), Series 200_ issued by the City pursuant
20 to and subject to the Redevelopment Agreement and this Ordinance in substantially the form set
21 forth in **Exhibit B**, attached hereto and incorporated herein by reference.

22 “TIF Revenues” means: (1) payments in lieu of taxes (as that term is defined in
23 Section 99.805(10) of the TIF Act) attributable to the increase in the current equalized assessed

1 valuation of each taxable lot, block, tract, or parcel of real property located within the
2 Redevelopment Area over and above the initial equalized assessed value (as that term is used and
3 described in Sections 99.845.1 and 99.855.1 of the TIF Act) of each such unit of property, as
4 paid to the City Treasurer by the City Collector of Revenue during the term of the
5 Redevelopment Plan and the Redevelopment Project, and (2) subject to annual appropriation by
6 the Board of Aldermen, fifty percent (50%) of the total additional revenues from taxes which are
7 imposed by the City or other taxing districts (as that term is defined in Section 99.805(16) of the
8 TIF Act) and which are generated by economic activities within the Redevelopment Area over
9 the amount of such taxes generated by economic activities within the Redevelopment Area in the
10 calendar year ending December 31, 2004 (subject to annual appropriation by the City as
11 provided in the TIF Act), as defined and described in Sections 99.805(4) and 99.845 of the TIF
12 Act, but excluding therefrom personal property taxes, taxes imposed on sales or charges for
13 sleeping rooms paid by transient guests of hotels and motels, taxes levied pursuant to
14 Section 70.500 of the Revised Statutes of Missouri, as amended, taxes levied for the purpose of
15 public transportation pursuant to Section 94.660 of the Revised Statutes of Missouri, as
16 amended, and licenses, fees or special assessments other than payments in lieu of taxes and
17 penalties and interest thereon, all as provided in Section 99.845 of the TIF Act. Notwithstanding
18 the foregoing, TIF Revenues shall not include the operating levy for school purposes imposed by
19 or any sales tax imposed by the Transitional School District of the City of St. Louis.

20 **Section 102 Rules of Construction.** For all purposes of this Ordinance, except as
21 otherwise expressly provided or unless the context otherwise requires:

22 (a) Words of masculine gender shall be deemed and construed to include
23 correlative words of the feminine and neuter genders.

1 (b) Words importing the singular number shall include the plural and vice
2 versa and words importing person shall include firms, associations and corporations, including
3 public bodies. The headings and captions herein are not a part of this document.

4 (c) Terms used in an accounting context and not otherwise defined shall have
5 the meaning ascribed to them by generally accepted principles of accounting.

6 (d) Whenever an item or items are listed after the word “including,” such
7 listing is not intended to be an exhaustive listing that excludes items not listed.

8 ARTICLE II.

9 AUTHORIZATION OF TIF NOTES

10 **Section 201 Authorization of TIF Notes.** There are hereby authorized and directed to
11 be issued by the City one or more series of the TIF Notes in an aggregate principal amount not to
12 exceed \$3,000,000 plus Issuance Costs. The TIF Notes shall be in substantially the form of
13 **Exhibit B**, attached hereto and incorporated herein by reference.

14 **Section 202 Description of TIF Notes.**

15 (a) Title of TIF Notes. There shall be issued one series of one or more
16 Taxable TIF Notes in an aggregate principal amount not to exceed \$3,000,000 plus Issuance
17 Costs authorized hereunder and one series of one or more Tax-Exempt TIF Notes in an aggregate
18 principal amount not to exceed \$3,000,000 plus Issuance Costs less the aggregate principal
19 amount of Taxable TIF Notes. The Taxable TIF Notes shall be designated “Taxable Tax
20 Increment Revenue Notes (3949 Lindell Redevelopment Project), Series 200_”. The Tax-
21 Exempt TIF Notes shall be designated “Tax-Exempt Tax Increment Revenue Notes (3949
22 Lindell Redevelopment Project), Series 200_”. The TIF Notes may have such further
23 appropriate particular designation added to or incorporated in such title for the TIF Notes of any

1 particular series as the City may determine.

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

8 (c) Terms of TIF Notes. The TIF Notes shall mature (subject to redemption
9 and payment prior to maturity as provided in **Article III** hereof), on the date that is twenty-three
10 (23) years after the date of adoption of the Approving Ordinance. Each TIF Note shall bear
11 simple interest at a fixed rate per annum equal to (i) seven percent (7%) if the interest on such
12 TIF Note, in the opinion of Bond Counsel, is not exempt from Federal income taxation, or (ii)
13 five and one-half percent (5 1/2%) if the interest on such TIF Note, in the opinion of Bond
14 Counsel, is exempt from Federal income taxation. All TIF Notes shall have a stated maturity of
15 the Maturity Date. Interest shall be computed on the basis of a 360-day year of twelve 30-day
16 months. The TIF Notes shall bear interest from their registration date or from the most recent
17 Payment Date to which interest has been paid or duly provided for.

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

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

22 (f) Dating. The TIF Notes shall be dated as provided in **Section 207**, as
23 evidenced by the Finance Officer's signature on **Schedule A** to each TIF Note.

1 (g) Evidence of Principal Payments. The payment of principal of the TIF
2 Notes on each Payment Date shall be noted on the TIF Notes on **Schedule A** thereto. The TIF
3 Notes and the original **Schedule A** thereto shall be held by the Finance Officer in trust, unless
4 otherwise directed in writing by the Owners thereof. If the TIF Notes are held by the Finance
5 Officer, the Finance Officer shall, on each Payment Date, send a revised copy of **Schedule A** via
6 facsimile to the Owner. Absent manifest error, the amounts shown on **Schedule A** held by the
7 Finance Officer shall be conclusive evidence of the principal amount paid on the TIF Notes.

8 (h) Sale of TIF Notes. When TIF Notes have been executed and authenticated
9 as required by this Ordinance, the Finance Officer shall hold the TIF Notes in trust or, if directed
10 in writing by the Owners thereof, deliver the TIF Notes to or upon the order of the Owners
11 thereof, as provided in paragraph (g) above, but only upon payment to the City of a purchase
12 price equal to one hundred percent (100%) of the face amount of the TIF Notes, which payment
13 shall be deemed to have occurred under the circumstances described in **Section 405** of this
14 Ordinance.

15 **Section 203 Finance Officer to Serve as Paying Agent and Registrar.** The Finance
16 Officer is hereby designated as the paying agent for the payment of principal of and interest on
17 the TIF Notes and the bond registrar with respect to the registration, transfer and exchange of the
18 TIF Notes and for allocating and holding funds as provided herein.

19 **Section 204 Security for TIF Notes.** All TIF Notes shall be equally and ratably
20 secured by Available Revenues. The TIF Notes shall be special, limited obligations of the City
21 payable solely from and secured as to the payment of principal and interest by a pledge of the
22 Available Revenues. The taxing power of the City is not pledged to the payment of the TIF
23 Notes either as to principal or interest. The TIF Notes shall not be or constitute a general

1 obligation of the City, nor shall they constitute an indebtedness of the City within the meaning of
2 any constitutional, statutory or charter provision, limitation or restriction. THE OBLIGATIONS
3 OF THE CITY WITH RESPECT TO THE TIF NOTES SHALL TERMINATE ON THE FIRST
4 TO OCCUR OF THE FULL PAYMENT AND DISCHARGE OF THE TIF NOTES OR THE
5 MATURITY DATE (WHETHER OR NOT THE PRINCIPAL AMOUNT OR INTEREST HAS
6 BEEN PAID IN FULL).

7 **Section 205 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 at his/her offices on each Payment Date upon
11 presentation of the applicable TIF Notes by a duly authorized representative of the Owner.
12 Principal and interest shall be payable by check or draft at the office of the Finance Officer to the
13 person in whose name such TIF Note is registered on the Register on each Payment Date.

14 **Section 206 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 or transferred or
19 assigned to Approved Investors upon the execution by each proposed purchaser, transferee or
20 assignee of a letter in substantially the form of **Exhibit C**, attached hereto and incorporated
21 herein by reference, stating that such purchaser, transferee or assignee (i) is an Approved
22 Investor and (ii) has sufficient knowledge and experience in business and financial matters in
23 general, and investments such as the TIF Notes in particular, to enable the purchaser, transferee

1 or assignee to evaluate the risks involved in an investment in the TIF Notes. The TIF Notes may
2 be transferred and exchanged only upon the records of the City. Upon surrender of a TIF Note to
3 the Finance Officer, the Finance Officer shall transfer or exchange the TIF Notes for a new TIF
4 Note or TIF Notes, which shall be (i) in minimum denominations or multiples of One Thousand
5 Dollars (\$1,000), except with respect to the TIF Notes issued upon acceptance by the City of the
6 final Certificate of Reimbursable Redevelopment Project Costs, which TIF Notes may be issued
7 in any denomination, subject to the limitation on the aggregate principal amount, and (ii) of the
8 same Maturity Date and in the same aggregate principal amount outstanding as the TIF Note
9 which was presented for transfer or exchange. The TIF Notes presented for transfer or exchange
10 shall be accompanied by a written instrument or instruments of transfer or authorization for
11 exchange, in a form and with guarantee of signature satisfactory to the Finance Officer, duly
12 executed by the Owner thereof or by the Owner's duly authorized agent. Upon any transfer,
13 exchange or assignment as provided in this Section, the transferor shall reimburse the City for all
14 of the reasonable out-of-pocket costs incurred by the City in connection with the administration
15 of such transfer, exchange or assignment.

16 **Section 207 Execution, Authentication and Delivery of the TIF Notes.** Each of the
17 TIF Notes, including any TIF Notes issued in exchange or as substitution for the TIF Notes
18 initially delivered, shall be signed by the manual or facsimile signature of the Mayor and the
19 Finance Officer of the City, attested by the manual or facsimile signature of the Register of the
20 City, and shall have the official seal of the City affixed thereto or imprinted thereon. If any
21 officer whose signature appears on any TIF Note ceases to be such officer before the delivery of
22 such TIF Note, such signature shall nevertheless be valid and sufficient for all purposes, the
23 same as if such person had remained in office until delivery. Any TIF Note may be signed by

1 such persons who at the actual time of the execution of such TIF Note are the proper officers to
2 sign such TIF Note although at the date of such TIF Note such persons may not have been such
3 officers.

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

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

16 The TIF Notes shall be initially executed and authenticated by the City upon the last to
17 occur of the following: (i) acceptance or deemed acceptance of the Certificate of Substantial
18 Completion; (ii) acceptance or deemed acceptance of a Certificate of Reimbursable
19 Redevelopment Project Costs; (iii) receipt of an opinion of Bond Counsel regarding the taxable
20 nature of the TIF Notes; (iv) the full payment of all advances required to be paid under Section
21 2.2 of the Redevelopment Agreement; and (v) receipt of such other documentation as the City
22 shall reasonably require of Developer in order for the City to obtain an opinion of Bond Counsel
23 as required by this Section 5.1 of the Redevelopment Agreement.

1 Upon the Developer's satisfaction of the foregoing conditions and upon approval or
2 deemed approval of each Certificate of Reimbursable Redevelopment Project Costs, the Finance
3 Officer shall either: (i) at the request of the City upon instructions of the Developer, endorse an
4 outstanding TIF Note on **Schedule A** thereto to evidence an increase in the aggregate principal
5 amount equal to such Reimbursable Redevelopment Project Costs, or (ii) at the request of the
6 City upon instructions of the Developer issue a new TIF Note in a principal amount equal to such
7 Reimbursable Redevelopment Project Costs, or any combination thereof. Each date of
8 endorsement of each such TIF Note shall be the date of acceptance by the City of each
9 Certificate of Reimbursable Redevelopment Project Costs. Thereupon, pursuant to **Section**
10 **202(h)**, the TIF Notes shall either be held or delivered to or upon the order of the party
11 submitting the Certificate of Reimbursable Redevelopment Project Costs relating to such Notes.

12 **Section 208 Mutilated, Lost and Stolen TIF Notes.** If any mutilated TIF Note is
13 surrendered to the Finance Officer or the Finance Officer receives evidence to his/her
14 satisfaction of the destruction, loss or theft of any TIF Note and there is delivered to the Finance
15 Officer such security or indemnity as may be required by it to save the City and the Finance
16 Officer harmless, then, in the absence of notice to the Finance Officer that such TIF Note has
17 been acquired by a bona fide purchaser, the City shall execute and the Finance Officer shall
18 register and deliver, in exchange for or in lieu of any such mutilated, destroyed, lost or stolen TIF
19 Note, a new TIF Note with the same Maturity Date and of like tenor and principal amount. Upon
20 the issuance of any new TIF Note under this Section, the City and the Finance Officer may
21 require the payment by the Owner of a sum sufficient to cover any tax or other governmental
22 charge that may be imposed in relation thereto and any other expenses connected therewith. If
23 any such mutilated, destroyed, lost or stolen TIF Note has become or is about to become due and

1 payable, the Finance Officer may, in its discretion, pay such TIF Note instead of issuing a new
2 TIF Note.

3 **Section 209 Cancellation, Discharge and Abatement of TIF Notes.** All TIF Notes
4 that have been paid or redeemed or that otherwise have been surrendered to the Finance Officer,
5 either at or before the Maturity Date, shall be canceled and destroyed by the Finance Officer in
6 accordance with existing security regulations upon the payment or redemption of such TIF Note
7 and the surrender thereof to the Finance Officer. The Finance Officer shall execute a certificate
8 in duplicate describing the TIF Notes so cancelled and destroyed, and shall file an executed
9 counterpart of such certificate with the City.

10 **NOTWITHSTANDING ANY PROVISION HEREIN TO THE CONTRARY, THE**
11 **TIF NOTES ARE SUBJECT TO CANCELLATION AND DISCHARGE BY THE CITY**
12 **IN WHOLE OR IN PART WITHOUT PENALTY UNDER THE CONDITIONS SET**
13 **FORTH IN THE REDEVELOPMENT AGREEMENT.**

14 **ARTICLE III.**
15

16 **REDEMPTION AND PAYMENT OF PRINCIPAL AND INTEREST**

17 **Section 301 Optional Redemption.** The TIF Notes are subject to optional redemption
18 by the City in whole at any time or in part on any Payment Date at a redemption price of 100%
19 of the principal amount of the TIF Note to be redeemed, plus accrued interest thereon to the date
20 fixed for redemption. The TIF Notes shall be called by the City for optional redemption
21 pursuant to this Section without the necessity of any action by the City other than as provided in
22 **Section 403** of this Ordinance. If only a partial redemption is to occur, then each TIF Note shall
23 be redeemed in the order of maturity designated by the City, and within any maturity the TIF
24 Notes shall be redeemed in Authorized Denominations by the City in such manner as it may

1 determine. In the event of an optional redemption of the Notes, unless waived by any Registered
2 Owner of Notes to be redeemed, official notice of any redemption shall be given by the Finance
3 Officer on behalf of the City by mailing a copy of an official redemption notice by first class
4 mail, postage prepaid, at least thirty (30) days (five days if all of the Notes are owned by the
5 Developer) and not more than sixty (60) days prior to the date fixed for redemption, to each
6 Registered Owner of the Notes to be redeemed at the address shown on the Note Register.

7 All official notices of optional redemption shall be dated and shall contain the following
8 information: (a) the redemption date; (b) the redemption price; (c) if less than all outstanding
9 Notes are to be redeemed, the identification number and maturity date(s) (and, in the case of
10 partial redemption of any Notes, the respective principal amounts) of the Notes to be redeemed;
11 (d) a statement that on the redemption date the redemption price will become due and payable
12 upon each Note or portion thereof called for redemption and that interest thereon shall cease to
13 accrue from and after the redemption date; and (e) the place where such Notes are to be
14 surrendered for payment of the redemption price, which shall be the office of the Finance
15 Officer. The failure of any Registered Owner to receive notice given as heretofore provided or
16 an immaterial defect therein shall not invalidate any redemption.

17 **Section 302 Special Mandatory Redemption.** All TIF Notes are subject to special
18 mandatory redemption by the City on each Payment Date, at a redemption price equal to 100%
19 of the principal amount being redeemed, together with accrued interest thereon to the date fixed
20 for redemption, which amount of principal being redeemed shall be an amount equal to
21 Available Revenues then on deposit in the applicable account of the Special Allocation Fund and
22 which will not be required for the payment of interest on such Payment Date.

1 **Section 303 Selection of Notes to be Redeemed.** TIF Notes shall be redeemed only in
2 Authorized Denominations. When less than all of the outstanding TIF Notes are to be redeemed
3 and paid prior to maturity, such TIF Notes or portions of TIF Notes to be redeemed shall be
4 selected in Authorized Denominations by the Fiscal Agent in such equitable manner as it may
5 determine. In the case of a partial redemption of TIF Notes when TIF Notes of denominations
6 greater than the minimum Authorized Denomination are then outstanding, then for all purposes
7 in connection with such redemption each Authorized Denomination unit of face value shall be
8 treated as though it was a separate TIF Note of the denomination of the minimum Authorized
9 Denomination.

10 **Section 304 Notice and Effect of Call for Redemption.** In the event of any optional
11 or special mandatory redemption of the Notes, unless waived by any Registered Owner of Notes
12 to be redeemed, official notice of any redemption shall be given by the Finance Officer on behalf
13 of the City by mailing a copy of an official redemption notice by first class mail to each
14 Registered Owner of the Notes to be redeemed at the address shown on the Note Register.

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

- 16 (a) the redemption date;
- 17 (b) the redemption price;
- 18 (c) if less than all Outstanding Notes are to be redeemed, the identification (and, in the
19 case of partial redemption of any Notes, the respective principal amounts) of the Notes to
20 be redeemed;
- 21 (d) a statement that on the redemption date the redemption price will become due and
22 payable upon each Note or portion thereof called for redemption and that interest thereon
23 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 redemption
2 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 redeemed
5 shall be cancelled and destroyed by the Finance Officer as provided herein and shall not be
6 reissued.

7 **ARTICLE IV.**

8 **FUNDS AND REVENUES**

9 **Section 401 Creation of Funds and Accounts.** There are hereby created or ratified
10 and ordered to be established in the treasury of the City the Special Allocation Fund into which
11 all TIF Revenues shall be deposited, and within it the following separate funds and accounts:

12 (a) a PILOTS Account

13 (b) an EATS Account

14 (c) a Revenue Fund and, within it, (i) a PILOTs Sub-Account; and (ii) an
15 EATS Sub-Account, into which all Available Revenues shall be deposited;

16 (d) a Debt Service Fund; and

17 (e) a Project Fund.

18 **Section 402 Administration of Funds and Accounts.** The Special Allocation Fund
19 and the funds and accounts established therein shall be maintained in the treasury of the City and
20 administered by the City solely for the purposes and in the manner as provided in the Act, this
21 Ordinance, the Approving Ordinance, and the Authorizing Ordinance so long as any TIF Notes
22 remain outstanding hereunder.

23 **Section 403 Revenue Fund.**

July 8, 2005

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Board Bill # 177 Sponsor: Alderman Kennedy

1 (a) On or before the date that is five (5) days prior to each Payment Date
2 while the TIF Notes remain outstanding, the City shall transfer all Available Revenues on
3 deposit in the Special Allocation Fund for deposit into the Revenue Fund of the Special
4 Allocation Fund.

5 Moneys in the Revenue Fund shall be disbursed by the Finance Officer on each Payment
6 Date, first from the EATs Sub-Account and second from the PILOTS Sub-Account for the
7 purposes and in the amounts as follows:

8 *First*, to payment of arbitrage rebate, if any, owed with respect to the TIF Notes
9 under Section 148 of the Internal Revenue Code of 1986, as amended, including any costs of
10 calculating arbitrage rebate

11 *Second*, to the Comptroller of the City and the St. Louis Development
12 Corporation (which monies shall be paid one half to the Comptroller and one half to the St. Louis
13 Development Corporation), an amount equal to the lesser of i) Six Thousand Dollars and no/100
14 (\$6,000.00), or ii) 0.2% of the Notes outstanding on each Payment Date, plus any accumulated
15 deficiency from previous years, plus an amount sufficient to pay all or any portion of the fees
16 and expenses incurred by the City pursuant to Section 7.15 of the Agreement that have not
17 otherwise been reimbursed to the City through the issuance of TIF Notes;

18 *Third*, to the Debt Service Fund, an amount sufficient to pay all or any portion of
19 the past due interest owing as a result of prior deficiencies of moneys to pay interest due on any
20 TIF Notes on each Payment Date;

21 *Fourth*, to the Debt Service Fund, an amount sufficient to pay all or any portion of
22 the accrued interest becoming due and payable on any TIF Notes on each Payment Date;

1 *Fifth*, to the Debt Service Fund, an amount sufficient to pay the principal of any
2 TIF Notes that are subject to redemption pursuant to the Note Ordinance on each Payment Date;

3 *Sixth*, all other remaining money in the Special Allocation Fund shall annually be
4 declared as surplus and distributed in the manner provided in the TIF Act.

5 If monies available in the Special Allocation Fund are insufficient to reimburse the City
6 as provided above on any Payment Date, then the unpaid portion shall be carried forward to the
7 next payment date, with interest thereon at the same rate as the tax-exempt TIF Obligations.

8 (b) Upon the payment in full of the principal of and interest on all TIF Notes
9 (or provision has been made for the payment thereof as specified in the Note Ordinance),
10 payment in full of the fees and expenses of the Comptroller and the St. Louis Development
11 Corporation, and payment in full of any other amounts required to be paid under this Ordinance,
12 all amounts remaining on deposit in the Revenue Fund shall be declared as surplus and
13 distributed in the manner provided in the Act.

14 **Section 404 Debt Service Fund.**

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

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

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

6 **Section 405 Project Fund.** Upon the acceptance by the City of a Certificate of
7 Reimbursable Redevelopment Project Costs and the issuance or endorsement of a TIF Note
8 pursuant to **Section 207** of this Ordinance, the City shall disburse the proceeds from the sale of
9 the TIF Note to Developer to reimburse Developer for Reimbursable Redevelopment Project
10 Costs in accordance with the terms of the Redevelopment Agreement. Upon Acceptance by the
11 City of a Certificate of Reimbursable Redevelopment Project Costs and the issuance or
12 endorsement of a TIF Note pursuant to **Section 207** of this Ordinance, the Developer shall be
13 deemed to have advanced funds necessary to purchase such TIF Note and the City shall be
14 deemed to have deposited such funds in the Project Fund and shall be deemed to have
15 reimbursed the Developer or paid for in full for such costs from the amounts deemed to be on
16 deposit in the Project Fund.

17 **Section 406 Nonpresentment of Notes.** If any TIF Note is not presented for payment
18 when the principal thereof becomes due at stated maturity or prior redemption date, if funds
19 sufficient to pay such TIF Note have been made available to the Finance Officer, all liability of
20 the City to the Registered Owner thereof for the payment of such TIF Note shall forthwith cease,
21 determine and be completely discharged, and thereupon it shall be the duty of the Finance
22 Officer to hold such funds, without liability for interest thereon, for the benefit of the Registered
23 Owner of such TIF Note, who shall thereafter be restricted exclusively to such funds for any

1 claim of whatever nature on his part under this Ordinance or on, or with respect to, said TIF
2 Note. If any TIF Note is not presented for payment within five (5) years following the date when
3 such TIF Note becomes due at maturity, the Finance Officer shall repay to the City the funds
4 theretofore held by it for payment of such TIF Note, and such TIF Note shall, subject to the
5 defense of any applicable statute of limitation, thereafter be an unsecured obligation of the City,
6 and the Registered Owner thereof shall be entitled to look only to the City for payment, and then
7 only to the extent of the amount so repaid to it by the Finance Officer, and the City shall not be
8 liable for any interest thereon and shall not be regarded as a Finance Officer of such money.

9 **ARTICLE V.**

10 **REMEDIES**

11 **Section 501 Remedies.** The provisions of this Ordinance, including the covenants and
12 agreements herein contained, shall constitute a contract between the City and the Owner. The
13 Owner shall have the right:

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

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

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

22 **Section 502 Limitation on Rights of Owner.** The Owner secured hereby shall not
23 have any right in any manner whatever by its action to affect, disturb or prejudice the security

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

13 **Section 703 Payments Due on Saturdays, Sundays and Holidays.** In any case where
14 the Payment Date is a Saturday, a Sunday or a legal holiday or other day that is not a business
15 day, then payment of principal or interest need not be made on such date but may be made on the
16 next succeeding business day with the same force and effect as if made on the Payment Date, and
17 no interest shall accrue for the period after such date.

18 **Section 704 Notices, Consents and Other Instruments.** Any notice, consent, request,
19 direction, approval, objection or other instrument required by this Ordinance to be signed and
20 executed by the Owner of the TIF Notes may be in any number of concurrent writings of similar
21 tenor and may be signed or executed by such Owner in person or by agent appointed in writing.
22 Proof of the execution of any such instrument or of the writing appointing any such agent and of
23 the ownership of the TIF Note, if made in the following manner, shall be sufficient for any of the

1 purposes of the Ordinance, and shall be conclusive in favor of the City with regard to any action
2 taken, suffered or omitted under any such instrument, namely:

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

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

10 **Section 705 Execution of Documents; Further Authority.** The City is hereby
11 authorized to enter into and the Mayor and the Finance Officer of the City are hereby authorized
12 and directed to execute and deliver, for and on behalf of and as the act and deed of the City, the
13 TIF Notes and such other documents, certificates and instruments as may be necessary or
14 desirable to carry out and comply with the intent of this Ordinance. The officers of the City,
15 including without limitation the Mayor, the Finance Officer and the Register, are hereby
16 authorized and directed to execute, and the City Register is hereby authorized and directed where
17 appropriate to attest, all certificates, documents or other instruments, and take such actions as
18 they may deem necessary or advisable in order to carry out and perform the purposes of this
19 Ordinance and to make ministerial alterations, changes or additions in the foregoing agreements,
20 statements, instrument and other documents herein approved, authorized and confirmed which
21 they determine to be in the City's best interest, and the execution or taking of such action shall
22 be conclusive evidence of such determination.

1 **Section 706 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 707 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 708 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 709 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 this
13 Ordinance, the Developer has not (i) executed a redevelopment agreement pertaining to the
14 Redevelopment Project and (ii) paid all fees due to the City in accordance with the terms of the
15 redevelopment agreement, the provisions of this Ordinance shall be deemed null and void and of
16 no effect and all rights conferred by this Ordinance on Developer, shall terminate, *provided*
17 *further*, however, that prior to any such termination the Developer may seek an extension of time
18 in which to execute the Redevelopment Agreement, which extension may be granted in the sole
19 discretion of the Board of Estimate and Apportionment of the City of St. Louis.

EXHIBIT A
Legal Description of 3949 Lindell Redevelopment Area

Parcel 1: A lot in Block No. 5035 of the City of St. Louis, having a front of 30 feet on the South line of McPherson Avenue, by a depth Southwardly on its East line of 117 feet 4-5/12 inches, more or less, and on its West line of 121 feet 8-5/8 inches, to the North line of an alley, fronting 30 feet on said alley and bounded on the East by a line parallel to and 435 feet West of the West line of Vandeventer Avenue.

Parcel 2: A lot in Block No. 5035 of the City of St. Louis, having a front of 25 feet on the South line of McPherson Avenue, by a depth Southwardly on its East line of 121 feet 8-5/8 inches and on its West line of 125 feet 4-1/4 inches to the North line of an alley 15 feet wide, fronting 25 feet 2-3/4 inches on said alley and bounded on the East by a line parallel to and 465 feet West of the West line of Vandeventer Avenue.

Parcel 3: A lot in Block 5035 of the City of St. Louis, fronting 25 feet on the South line of McPherson Avenue, by an irregular depth to an alley and having a width thereon of 25 feet 2-3/4 inches; bounded East by a line 490 feet West of the West line of Vandeventer Avenue.

Parcel 4: A lot partly in Block 3922 of the City of St. Louis and partly in Block 5035 of the City of St. Louis in Lot 23 of Peter Lindell's Second Addition, described as beginning at a point in the North line of Lindell Boulevard, distant 620 feet East of the intersection of the East line of Sarah Street; thence Eastwardly along the North line of Lindell Boulevard 294 feet 10-1/2 inches to the West line of property conveyed by Monroe E. Collins, Jr. and wife, to Robert E. Collins by deed recorded in Book 1202 page 183 of the Recorder's Office, thence Northwardly along said line of Lindell Boulevard, 112 feet 8 inches to the South line of a public alley running East and West through said Block; thence Westwardly along the South line of said public alley, 298 feet 3/4 inch to the East line of property of Josephine M. Elder and formerly owned by Frank A. Morus; thence Southwardly along the East line of said property of Josephine M. Elder and parallel to the East line of Sarah Street, 152 feet to the place of beginning.

Parcel 5: A tract of land in Block 5035 and 3922 of the City of St. Louis, fronting 306 feet 4-1/2 inches, more or less, on the South line of McPherson Avenue, by a depth Southwardly to an alley, bounded East by a line parallel with and distant 515 feet West of the West line of Vandeventer Avenue, together with that part of McPherson Avenue vacated by Ordinance No. 59663.

Parcel 6: A lot in Block 23 of Peter Lindell's Second Addition and in City Block 3922 of the City of St. Louis, fronting 50 feet on the South line of McPherson Avenue, by a depth Southwardly of 160 feet 6 inches to an alley; bounded East 821 feet 4-1/2 inches West of the West line of Vandeventer Avenue, together with that part of McPherson Avenue vacated by Ordinance No. 59663.

Parcel 7: A lot in Peter Lindell's Second Addition and in City Block 3922 of the City of St. Louis, fronting 50 feet on the South line of McPherson Avenue, by a depth Southwardly of 160 feet 6 inches to a 15 foot alley, bounded East by a line 871 feet 4-1/2 inches West of the West line of Vandeventer Avenue, together with that part of McPherson Avenue vacated by Ordinance No. 59663.

Locator No.: 5035-00-00151
Locator No.: 3922-00-01670
Locator No.: 3922-00-01751

**EXHIBIT B
Form of Note**

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

**UNITED STATES OF AMERICA
STATE OF MISSOURI**

**Registered
No. R-__**

**Registered
Not to Exceed \$3,000,000
plus Issuance Costs
(See **Schedule A** attached)**

CITY OF ST. LOUIS, MISSOURI

**[TAXABLE][TAX-EXEMPT] TAX INCREMENT REVENUE NOTE
(3949 Lindell Redevelopment Project)
SERIES 200__**

Rate of Maturity Date: Dated Date: CUSIP Number:
Interest: _____, 2028 _____, None
[7%][5½%]

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 HSAD 3949 Lindell, Ltd. (the “Developer”), dated as of _____, 2005 (the “Redevelopment Agreement”), until all principal and interest accruing pursuant to this TIF Note

are paid in full (except as otherwise provided herein). The 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. _____ adopted by the Board of Aldermen on _____, 2005 (the “Note Ordinance”) or the Redevelopment Agreement.

THE OBLIGATIONS OF THE CITY WITH RESPECT TO THIS TIF NOTE TERMINATE TWENTY-THREE YEARS FROM THE DATE OF APPROVAL BY THE MAYOR OF THE APPROVING ORDINANCE APPROVING THE REDEVELOPMENT PROJECT, 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 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 TIF Note is registered at the maturity or redemption date hereof (the “Registered Owner”), upon presentation and surrender of this 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 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 TIF Note shall be payable by check or draft at the office of the Finance Officer to the Registered Owner on each Payment Date. Except as otherwise provided in Section 208 of the Note Ordinance with respect to mutilated, destroyed, lost or stolen TIF Notes, no principal on the TIF Notes is payable unless the Registered Owner thereof has surrendered such TIF Notes at the office of the Finance Officer.

This 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 (3949 Lindell Redevelopment Project), Series 200__,” issued in an aggregate principal amount of not to exceed \$3,000,000 plus Issuance Costs (the “Notes”). The TIF Notes are being issued for the purpose of paying a portion of the Redevelopment Project Costs in connection with the Redevelopment Plan, under the authority of and in full compliance with the Constitution and laws of the State of Missouri, including particularly the Real Property Tax Increment Allocation Redevelopment Act, Sections 99.800 to 99.865, of the Revised Statutes of Missouri (2000) (the “Act”), and pursuant to the Note Ordinance.

The 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 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 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, 2004 (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 (2000), and taxes levied for the purpose of public transportation pursuant to Section 94.660 of the Revised Statutes of Missouri (2000) 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.

All TIF Notes shall be equally and ratably secured by Available Revenues. The 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 TIF Notes either as to principal or interest. The 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 TIF NOTES SHALL TERMINATE ON THE FIRST TO OCCUR OF THE FULL PAYMENT AND DISCHARGE OF THE TIF NOTES OR THE MATURITY DATE (WHETHER OR NOT THE PRINCIPAL AMOUNT OR INTEREST HAS BEEN PAID IN FULL).**

Available Revenues shall be applied, first from the EATS Sub-Account and then from the PILOTS Sub-Account to payments on this TIF Note as follows:

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

Second, to the Comptroller of the City and the St. Louis Development Corporation (which monies shall be paid one half to the Comptroller and one half to the St. Louis Development Corporation), an amount equal to the lesser of i) Six Thousand Dollars and no/100 (\$6,000.00), or ii) 0.2% of the 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 Agreement that have not otherwise been reimbursed to the City through the issuance of TIF Notes;

Third, to 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 TIF Notes on each Payment Date;

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

Fifth, to the Debt Service Fund, an amount sufficient to pay the principal of any TIF Notes that are subject to redemption pursuant to the Note Ordinance on each Payment Date;

Sixth, all other remaining money in the Special Allocation Fund shall annually be declared as surplus and distributed in the manner provided in the TIF Act.

Upon the payment in full of the principal of and interest on the 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 Revenue Fund and the Debt Service Fund shall be declared as surplus and distributed in the manner provided in the Act.

The City covenants that the officer of the City at any time charged with the responsibility of formulating budget proposals will be directed to include in the budget proposal submitted to the Board of Aldermen of the City for each fiscal year that the TIF Notes are outstanding a request for an appropriation of all moneys on deposit in the Special Allocation Fund for transfer to the Finance Officer for deposit at the times and in the manner provided in Section 403 of the Note Ordinance.

NOTWITHSTANDING ANY PROVISION HEREIN OR IN THE NOTE ORDINANCE TO THE CONTRARY, THE 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 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 TIF Note to be redeemed, plus accrued interest thereon to the date fixed for redemption.

The 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 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 TIF Notes or portions of Notes to be redeemed shall become due and payable on the redemption date, at the redemption price therein specified, and from and after the redemption date (unless the City defaults in the payment of the redemption price) such TIF Notes or portion of TIF Notes shall cease to bear interest. Upon surrender of such TIF Notes for redemption in

accordance with such notice, the redemption price of such 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 TIF Note, there shall be prepared for the Registered Owner a new TIF Note or Notes of the same maturity in the amount of the unpaid principal as provided herein. All TIF Notes that have been redeemed shall be cancelled and destroyed by the Finance Officer as provided herein and shall not be reissued.

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 TIF Notes are to be redeemed and paid prior to maturity, such 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 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 Notes issued upon acceptance by the City of the final Certificate of Reimbursable Redevelopment Project Costs, which Notes may be issued in any denomination, subject to the limitation on the aggregate Principal Amount.

This TIF Note may be transferred or exchanged as provided in the Note Ordinance only upon the Register, upon surrender of this 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 TIF NOTE SHALL BE LIMITED TO PURCHASE, TRANSFER, ASSIGNMENT OR NEGOTIATION TO APPROVED INVESTORS 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 any party or entity related to the Developer by one of the relationships described in Section 267(b), Section 707(b)(1)(A) or Section 707(b)(1)(B) of the Internal Revenue Code of 1986, as amended, (b) an "accredited investor" under Rule 501(a) of Regulation D promulgated under the Securities Act of 1933, (c) a "qualified institutional buyer" under Rule 144A promulgated under the Securities Act of 1933 or (d) any general business corporation or enterprise with total assets in excess of \$50,000,000.

This TIF Note shall not be valid or binding on the City or be entitled to any security or benefit under the Indenture until the Certificate of Authentication hereon has been executed by the 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 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 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 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 TIF Note is one of the Series 200__ 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 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 \$3,000,000 (plus Issuance Costs) City of St. Louis, Missouri, Tax Increment Revenue Notes, (3949 Lindell Redevelopment Project), Series 200__

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 \$3,000,000 (plus Issuance Costs) aggregate principal amount of Tax Increment Revenue Notes, (3949 Lindell Redevelopment Project), Series 200__ (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 _____, 2005 (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: _____