



LEGISLATURA MUNICIPAL
SAN LORENZO
GOBIERNO MUNICIPAL DE SAN LORENZO



COMMONWEALTH OF PUERTO RICO
MUNICIPALITY OF SAN LORENZO

ORD-BOGM-ENMD
ORDINANCE NO. 019-ENM-EB

SERIES 2024-2025

ORDINANCE TO AMEND THE TITLE OF ORDINANCE NO. 21-EB, SERIES 2017-2018, AUTHORIZING THE ISSUANCE OF \$2,802,580.00 IN MUNICIPAL GENERAL OBLIGATION BONDS OF 2017 OF THE MUNICIPALITY OF SAN LORENZO, THE ISSUANCE OF \$2,802,580.00 IN NOTES IN ANTICIPATION OF THE RECEIPT OF THE PROCEEDS OF SAID BOND ISSUE, AND PROVIDING FOR PAYMENT OF THE PRINCIPAL OF AND THE INTEREST ON SAID BONDS AND NOTES, AS WELL AS TO AMEND ANY REFERENCE THEREIN TO SAID BONDS, IN ORDER THAT THEY READ "MUNICIPAL GENERAL OBLIGATION BONDS OF 2025", OR OF THE YEAR CORRESPONDING TO THE CLOSING DATE OF THE TRANSACTION, AND FOR OTHER PURPOSES.

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WHEREAS: On June 21, 2018, the Municipal Legislature of the Municipality of San Lorenzo (the "Municipal Legislature") approved Ordinance No. 21-EB, Series 2017-2018 ("Ordinance No. 21-EB"), authorizing the Municipality of San Lorenzo (the "Municipality") to issue \$2,802,580.00 in "Municipal General Obligation Bonds of 2017" and the issuance of a Bond Anticipation Note of 2017 ("BAN 2017") in anticipation of the receipt of the proceeds of said bond issuance, in favor of the United States Department of Agriculture – Rural Development ("USDA-Rural Development") for road rehabilitation and improvements.

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WHEREAS: The last disbursement of funds under the BAN 2017 was made by the USDA-Rural Development on January 22, 2025. On February 27, 2025, USDA-Rural Development requested the Municipality to issue the final Municipal General Obligation Bond authorized by Ordinance No. 21-EB, and, therefore, such issuance will take place during the current fiscal year 2024-2025.

WHEREAS: In accordance with the foregoing, the provisions of Ordinance No. 21-EB regarding the issuance of the Municipal General Obligation Bonds need to be amended to reflect the year in which such issuance will take place as requested by the USDA-Rural Development. Therefore, Ordinance No. 21-EB, must be amended in order that it reads "Municipal General Obligation Bonds of 2025", or of the year corresponding to the closing date by the USDA-Rural Development and the completion of the transaction, wherever reference is made to the "Municipal General Obligation Bonds of 2017", including the title of said Ordinance No. 21-EB, as well as all sections thereof where said instrument is mentioned.

WHEREAS: Moreover, pursuant to Section 207 of the Puerto Rico Oversight, Management, and Economic Stability Act, Pub. L. 114-187 enacted on June 30, 2016, 48 U.S.C. 2101 et seq. (known as "PROMESA"), and in accordance with the policy on the review of debt transactions established by the Financial Oversight and Management Board for Puerto Rico ("FOMB"), it is necessary to obtain the approval of the FOMB prior to incurring the abovementioned debt transaction authorized by Ordinance No. 21-EB, as herein amended.

WHEREFORE, BE IT ORDAINED, by the Municipal Legislature as follows:

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- Section 1.** Ordinance No. 21-EB, Series 2017-2018 ("Ordinance No. 21-EB"), is amended to read "Municipal General Obligation Bonds of 2025", or of the year corresponding to the closing date by the USDA-Rural Development and the completion of the transaction, wherever reference is made to the "Municipal General Obligation Bonds of 2017", including the title of Ordinance No. 21-EB, as well as all sections thereof where said instrument is mentioned.
- Section 2.** Pursuant to Section 207 of PROMESA, and in accordance with the policy on the review of debt transactions established by the FOMB, the Municipality has requested the approval of the FOMB prior to incurring the debt transaction authorized by Ordinance No. 21-EB, as herein amended.
- Section 3.** As provided in article 7.289 of Act No. 107-2020, as amended, the Municipal legislature is authorized to sell the Municipal General Obligation Bond of 2025 (the "Bond") in a private sale to USDA-Rural Development. The installment payments on the principal amount of the Bond are due on the 1st day of January of each year, which will be determined in accordance with the payment plan consigned in the Bond's issuance.
- Section 4.** The Bond shall be signed by or shall bear a facsimile of the signature of the Mayor, and the Corporate Seal of the Municipality, or a facsimile of said seal, shall be affixed upon each of the Bonds. The Bond shall be signed or bear a facsimile of the signature of the Secretary or any other official designated by the Legislature to attest to the signing by the Mayor and the affixing of the Corporate Seal. The Mayor is also hereby authorized to sign any other document necessary for the issuance of the Bond. The Bond shall be substantially in the following form:

No. R- _____ \$ _____

**United States of America
Commonwealth of Puerto Rico
MUNICIPALITY OF SAN LORENZO
Municipal General Obligation Bond of 2025**

The Municipality of San Lorenzo, Puerto Rico (the "Municipality"), a political and legal entity of the Commonwealth of Puerto Rico, is justly indebted, and for value received, hereby promises to pay to the **United States Department of Agriculture - Rural Development** ("USDA-Rural Development"), as registered owner, or its successors, or its registered assigns, the principal amount of Three Million Dollars (\$2,541,627.00). Said principal amount is payable in annual installments on the 1st day of January of the following years, and for the following amounts, together with the interest accrued on the unpaid principal thereon, at a fixed rate of two-point thirty-seven five percent (2.375%) per annum, until payment and maturity of such principal amount:

<u>Year of Maturity</u>	<u>Principal Amount</u>	<u>Year of Maturity</u>	<u>Principal Amount</u>
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Both the principal of and the interest on this Bond are 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 public and private debts.

The installments of principal of this Bond shall be payable, without need for presentation and delivery, at the office of the Puerto Rico Fiscal and Financial Advisory Authority ("FAFAA"), in San Juan, Puerto Rico, or at the office of any paying agent designated by FAFAA. Payment of interest on this Bond shall be made to the person appearing on the registration books of the Municipality, or a designated registrar, as registered owner hereof at the close of business on the 15th day of December (whether or not a business day) preceding the applicable interest payment date. Such interest shall be paid in a similar coin or currency by check or by any legal form of payment.

The full faith, credit and unlimited taxing power of the Municipality are pledged for the punctual payment of the principal of and the interest on the Bond as the same shall become due.

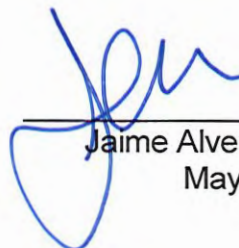
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This Bond is one of a duly authorized issuance of bonds of the Municipality designated "Municipal General Obligation Bonds of 2025", maturing in annual installments in the years 2026 to 2033, inclusive, and issued for the purpose of providing funds for paying the cost of certain public improvements or facilities in or for the Municipality, and under the authority of and in full compliance with Act No. 600 of July 3, 1950, known as the Puerto Rico Federal Relations Act ("Puerto Rico Federal Relations Act"), the Puerto Rico Oversight, Management, and Economic Stability Act, Pub. L. 114-187 enacted on June 30, 2016, 48 U.S.C. 2101 *et seq.* (known as "PROMESA"), and the Constitution and Laws of the Commonwealth of Puerto Rico, including Act No. 107-2020, as amended, known as the "Puerto Rico Municipal Code" ("Act No. 107"), and pursuant to an ordinance (herein called, the "Ordinance") authorizing the issuance of said Bond, duly adopted by the Municipal Legislature of the Municipality after a public hearing thereon, with the prior approval of FAFAA and the Financial Oversight and Management Board for Puerto Rico ("FOMB"). By the acceptance of this Bond, the owner hereof assents to all the provisions of this Ordinance.

It is hereby certified and evidenced that all acts and conditions required by the Puerto Rico Federal Relations Act, PROMESA, and the Constitution and Laws of the Commonwealth of Puerto Rico to happen, exist and be performed prior to, and at the issuance of this Bond, have happened, exist and have been performed in due time, form and manner as so required; that the total indebtedness of the Municipality, including this Bond, does not exceed any limitations imposed by the Puerto Rico Federal Relations Act or by the Constitution and Laws of the Commonwealth of Puerto Rico; and that provision has been made for the levy and collection of a special additional *ad valorem* tax, to be imposed without limitation of rate or amount, on the value of all taxable property in the Municipality, which shall, along with other available funds in the Municipal Public Debt Redemption Fund established by Act No. 107 for the benefit of this Bond, suffice to pay the principal of and the interest on this Bond as they become due.

IN WITNESS WHEREOF, the Municipality of San Lorenzo, Puerto Rico, has caused this Bond to be signed by its Mayor and its Corporate Seal to be affixed hereon and attested by its Secretary as of the 15 day of May, 2025.




Jaime Alverio Ramos
Mayor

Attested:


Marelis Torres Dieppa
Secretary

Section 5. A special additional *ad valorem* tax shall be levied upon all the taxable property in the Municipality, which shall, along with other funds available in the Municipal Public Debt Redemption Fund ("Debt Redemption Fund"), suffice to pay the principal of and interest on the Bond as it becomes due. The proceeds of this special additional *ad valorem* tax shall be used exclusively for the payment of the principal of and interest on the Bond and all other general obligations of the Municipality as they become due. The Municipality is currently complying with the requirement of the imposition of such special additional *ad valorem* tax through Ordinance No. 10 Series 2005-2006, of November 17, 2005, which imposes a special additional *ad valorem* tax three-point forty percent (3.40%) per annum over the taxable personal property and through the Ordinance No. 10, Series 2005-2006, of November 17, 2005, which imposes a special additional *ad valorem* tax three-point forty percent (3.40%) per annum over the taxable real property within the territorial limits of the Municipality. Such special additional tax shall be collected and deposited by the Municipal Revenue Collection Center ("CRIM", by its Spanish acronym) in the Debt Redemption Fund established by the CRIM with the Government Development Bank for Puerto Rico pursuant to Deed No. 4 of Constitution of Trust ("*Constitución de Fideicomiso*"), executed on November 2, 2015 before Notary Public Roberto C. Rodríguez Poventud. The principal of and the interest on the Bond shall be paid by FAFAA (or through the paying agents designated in said Bond), on behalf of the Municipality, from (i) the proceeds of said special additional *ad valorem* tax, (ii) any other funds available for such purpose in the Debt Redemption Fund, and, if necessary, (iii) any other income of the Municipality as provided in Section 7.284 of Act No. 107-2020, as amended, known as the "Puerto Rico Municipal Code" ("Act No. 107").

Section 6. The Secretary of the Municipality is hereby authorized and directed to publish a Notice of Approval, at least once, in a newspaper of general circulation in Puerto Rico, and to post said notice in at least two public places in the Municipality, in substantially the following form:

Ordinance No. 019-ENM-EB, Series 2024-2025, entitled "Ordinance No. 019-ENM-EB, Series 2024-2025, entitled **"ORDINANCE TO AMEND THE TITLE OF ORDINANCE NO. 21-EB, SERIES 2017-2018, AUTHORIZING THE ISSUANCE OF \$2,802,580.00 IN MUNICIPAL GENERAL OBLIGATION BONDS OF 2017 OF THE MUNICIPALITY OF SAN LORENZO, THE ISSUANCE OF \$2,802,580.00 IN NOTES IN ANTICIPATION OF THE RECEIPT OF THE PROCEEDS OF SAID BOND ISSUE, AND PROVIDING FOR PAYMENT OF THE PRINCIPAL OF AND THE INTEREST ON SAID BONDS AND NOTES, AS WELL AS TO AMEND ANY REFERENCE THEREIN TO SAID BONDS, IN ORDER THAT THEY READ "MUNICIPAL GENERAL OBLIGATION BONDS OF 2025", OR OF THE YEAR CORRESPONDING TO THE CLOSING DATE OF THE TRANSACTION, AND FOR OTHER PURPOSES."**

was approved by the Municipal Legislature on the 14 day of May, 2025, and approved by the Mayor on the 15 day of May, 2025.

This Ordinance shall become effective immediately after a period of ten (10) days from the date of publication of this Notice of Approval.

No action or recourse founded upon the nullity of such ordinance shall be asserted, nor shall the validity of the ordinance, or of any of its provisions, be questioned in any court under any ground whatsoever, except in an action or proceeding commenced in a court of competent jurisdiction within ten (10) days following the date of publication of this Notice of Approval.

By provision of Article 7.277 of Act No. 107-2020, as amended, known as the "Puerto Rico Municipal Code".

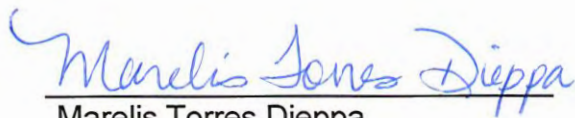
This Ordinance shall become effective immediately after the time limit in this publication has lapsed, pursuant to the term provided by Act No. 107-2020.

- Section 7.** This Ordinance is issued pursuant to the provisions of the Puerto Rico Federal Relations Act, the Constitution and Laws of the Commonwealth of Puerto Rico, including Act No. 107 and Act No. 2-2017, as amended, known as the "Puerto Rico Fiscal Agency and Financial Advisory Authority Act".
- Section 8.** All references made in Ordinance No. 21-EB, to Act No. 64 of July 3, 1996, as amended, known as the "Puerto Rico Municipal Financing Act of 1996", shall be deemed as references to Act No. 107.
- Section 9.** The remaining provisions of Ordinance No. 21-EB shall remain in force.
- Section 10.** The issuance of the Bond was approved by the Puerto Rico Fiscal Agency and Financial Advisory Authority on April 10, 2025, and is subject to the Municipality obtaining the prior approval by the FOMB. To those effects, on April 15, 2025 the transaction contemplated hereby was submitted to the FOMB for its approval.

IN WITNESS WHEREOF, we sign the present Ordinance No. 019-ENM-EB, Series 2024-2025, and affix the Official Seal of the Municipality of San Lorenzo, this 14 day of May, 2025.

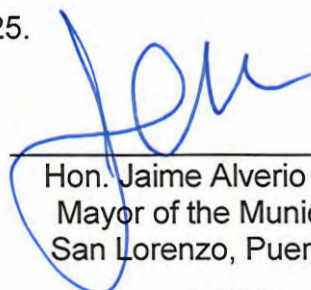


Hon. Héctor Homi Martínez
President – **Municipal Legislature**
San Lorenzo, Puerto Rico



Marelis Torres Dieppa
Secretary - **Municipal Legislature**
San Lorenzo, Puerto Rico

APPROVED: May 15, 2025.



Hon. Jaime Alverio Ramos
Mayor of the Municipality
San Lorenzo, Puerto Rico



CERTIFICATE

I **CERTIFY** that the foregoing is a true and exact copy of Ordinance No. 019-ENM-EB, Series 2024-2025, adopted by the ***Municipal Legislature*** of San Lorenzo, Puerto Rico, at an ordinary session held on the 14 day of May, 2025, entitled:

“ORDINANCE TO AMEND THE TITLE OF ORDINANCE NO. 21-EB, SERIES 2017-2018, AUTHORIZING THE ISSUANCE OF \$2,802,580.00 IN MUNICIPAL GENERAL OBLIGATION BONDS OF 2017 OF THE MUNICIPALITY OF SAN LORENZO, THE ISSUANCE OF \$2,802,580.00 IN NOTES IN ANTICIPATION OF THE RECEIPT OF THE PROCEEDS OF SAID BOND ISSUE, AND PROVIDING FOR PAYMENT OF THE PRINCIPAL OF AND THE INTEREST ON SAID BONDS AND NOTES, AS WELL AS TO AMEND ANY REFERENCE THEREIN TO SAID BONDS, IN ORDER THAT THEY READ “MUNICIPAL GENERAL OBLIGATION BONDS OF 2025”, OR OF THE YEAR CORRESPONDING TO THE CLOSING DATE OF THE TRANSACTION, AND FOR OTHER PURPOSES.”

IT IS ALSO HEREBY CERTIFIED that the following members of the Municipal Legislature voted in the affirmative for the adoption of this Ordinance:

Hon. Héctor Homi Martínez
Hon. Judith I. Delgado Colón
Hon. Stephanie Alverio Pérez
Hon. Marcelo Pérez Pagán
Hon. Grisela Arzuaga Bruceles
Hon. Tanisha L. Díaz Correa

Hon. Omar Díaz Reyes
Hon. Juan Figueroa Figueroa
Hon. Juan Gómez Gómez
Hon. Yariana M. Gómez Torres
Hon. Nicole M. Román Laureano
Hon. Carlos I. Morales Camacho

IN WITNESS WHEREOF, I sign the present certificate and affix the official seal of the Municipality of San Lorenzo, this 15 day of May, 2025.



Marelis Torres Dieppa
Secretary of the Municipal Legislature
Municipality of San Lorenzo, Puerto Rico

