

## **CITY OF BROOKINGS**

### **RESOLUTION 16-R-1077**

#### **A RESOLUTION OF THE CITY OF BROOKINGS AUTHORIZING FULL FAITH AND CREDIT BORROWINGS TO FINANCE EQUIPMENT FOR CITY-OWNED SALMON RUN GOLF COURSE.**

**WHEREAS**, the City of Brookings, Oregon (the "City") is authorized by Oregon Revised Statutes Section 271.390 to enter into financing agreements to finance or refinance real or personal property which the City Council determines is needed; and,

**WHEREAS**, the City finds it desirable to finance up to \$225,000 to purchase golf carts for City-owned Salmon Run Golf Course (the "Equipment"); and,

**NOW, THEREFORE, BE IT RESOLVED** by the City Council of the City of Brookings that:

**1. Authorization of Financing Agreements.**

- 1.1 The City is hereby authorized to enter into one or more financing agreements pursuant to ORS 271.390 and ORS Chapter 287A to finance the Improvements and to pay estimated costs of the financing. The net proceeds of the financing agreements that finance the Improvements shall not exceed the amount estimated to be required to provide \$850,000 for costs of Equipment, plus estimated costs of the financing.
- 1.2 The financing agreements authorized by this Section 1 are referred to in this Resolution as the "Financing Agreements."

**2. Determination of Need.**

The City hereby determines that the Equipment and the projects financed are needed.

**3. Delegation.**

The City Manager and the Finance and Human Resources Director (each of whom is referred to in this resolution as a "City Official") may, on behalf of the City and without further action by the Council:


- 3.1 Negotiate, execute and deliver one or more escrow agreements or similar documents (the "Escrow Agreements") that provide for the issuance of one or more series of "certificates of participation" or "full faith and credit obligations" (the "Obligations") that represent ownership interests in the loan payments due from the City under the Financing Agreements. Subject to the limitations of this resolution, the Escrow Agreements and each series of Obligations may be in such form and contain such terms as the City Official may approve.

- 3.2 Select one or more commercial banks with which to negotiate and execute each Financing Agreement, solicit competitive bids for the purchase of each series of the Obligations and award their sale to the bidder offering the most favorable terms to the City.
- 3.3 Engage the services of escrow agents or trustees and any other professionals whose services are desirable for the financing.
- 3.4 Determine the final principal amount, interest rates, payment dates, prepayment rights and all other terms of each Financing Agreement. Subject to the limitations of this resolution, each Financing Agreement may be in such form and contain such terms as the City Official may approve.
- 3.5 Negotiate, execute and deliver notes to evidence amounts due under the Financing Agreements.
- 3.6 Secure any Financing Agreement with all or any portion of the revenues of the City's General Fund, and pledge those revenues to repay that Financing Agreement.
- 3.7 Covenant for the benefit of the banks providing the Financing Agreements or the owners of Obligations to comply with all provisions of the Internal Revenue Code of 1986, as amended (the "Code") which are required for the interest paid under the Financing Agreements to be excluded from gross income for federal income tax purposes or issue the Financing Agreements as taxable borrowings.
- 3.8 Determine that interest on any Financing Agreement will be includable in gross income under the Code.
- 3.9 Designate each Financing Agreement as a "qualified tax-exempt obligation" pursuant to Section 265(b)(3) of the Code, if applicable.
- 3.10 Execute and deliver any other certificates or documents and take any other actions which the City Official determines are desirable to carry out this resolution.

**4. Security.**

Each Financing Agreement shall constitute an unconditional obligation of the City, which is payable from all legally available funds of the City. The City Official may pledge the City's full faith and credit and taxing power within the limitations of Sections 11 and 11b of Article XI of the Oregon Constitution. In addition, the City Official may secure the Financing Agreements with revenues of the City as provided in Section 3.

Passed by the City Council May 19, 2016 and made effective the same date.

  
Ron Hedenskog, Mayor

Attest:   
Teri Davis, City Recorder