

RESOLUTION NO. 97-R-624

**A RESOLUTION OF THE CITY OF BROOKINGS, OREGON
AUTHORIZING AND APPROVING A STATE REVOLVING FUND LOAN
AGREEMENT TO FINANCE A WASTEWATER TREATMENT
FACILITIES PROJECT.**

WHEREAS, the City of Brookings, Oregon (the "City") has entered into negotiations with the State of Oregon Department of Environmental Quality (the "DEQ") for a loan to the City from the State Revolving Fund not to exceed \$13,100,000; and

WHEREAS, the DEQ has provided to the City a form of State Revolving Fund Agreement (SRF Loan Agreement") dated September 2, 1997; and

WHEREAS, the City Attorney has reviewed the form of the SRF Loan Agreement and finds in Article I (P) that the City, as "Borrower", agrees to pledge it's Sewer System Net Operating Revenues as a first and paramount lien to secure the loan from the State Revolving Fund, and in Article I (R) that the City agrees to maintain a loan reserve account in the amount of \$948,615 to be used only for loan repayment from the date of the first loan disbursement until the loan is fully repaid.


**NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL
OF THE CITY OF BROOKINGS, OREGON:**

Section 1. The City authorizes and approves the form of the SRF Loan Agreement for the financing of the Wastewater Treatment Facilities Project.

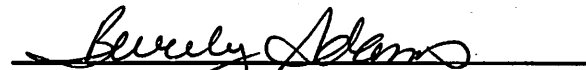
Section 2. The City authorizes and approves the establishment and funding of a designated reserve account to meet the Loan Reserve requirement of the SRF Loan Agreement, and hereby directs the City Recorder to establish this Loan Reserve.

Section 3. The City authorizes and directs the City Recorder and the Mayor, acting for and on behalf of the City, to execute the SRF Loan Agreement and such other and additional documents as may reasonably be required for the consummation and closing of the loan, and any amendments required thereafter.

PASSED and adopted by the City Council of the City of Brookings, Oregon and signed by the Mayor this 22nd day of September, 1997.


Nancy Brendlinger
Mayor

ATTEST:


Beverly Adams
Finance Director/Recorder