

RESOLUTION NO. 980

A RESOLUTION AUTHORIZING THE REDEMPTION OF THE CITY'S SEWER REVENUE BONDS, SERIES 1998.

WHEREAS, in April of 1998, the City issued its Sewer Revenue Bonds, Series 1998 (the "1998 Sewer Bonds") in the original principal amount of \$1,500,000 to finance an aeration basin capital improvement project; and

WHEREAS, the 1998 Sewer Bonds mature on June 1 beginning in 1999 through 2018 and are subject to optional redemption on June 1, 2008 and any date thereafter without penalty; and

WHEREAS, with the amounts available in the debt service reserve account to secure the 1998 Sewer Bonds and available cash on hand, the City can pay off the outstanding 1998 Sewer Bonds principal of approximately \$927,537; and

WHEREAS, prepaying the outstanding 1998 Sewer Bonds will save the City approximately \$320,000 in interest that is accruing on the 1998 Sewer Bonds;

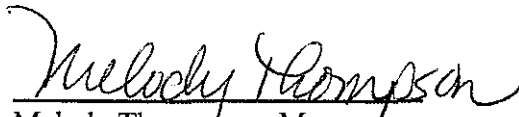
NOW THEREFORE, IT IS HEREBY RESOLVED by the City Council of the City of Canby, that the City hereby authorizes the redemption of the City's outstanding 1998 Sewer Bonds. The City Administrator, Public Works Director, or the designee of these officials (the "City Official") may:

Engage the services of financial advisors, bond counsel, paying agents and any other professionals whose services are desirable for the optional redemption of the 1998 Sewer Bonds.

Execute and deliver any redemption notices and any other certificates or documents, and take any other actions which the City Official determines are desirable to optionally redeem the 1998 Sewer Bonds.

This resolution shall take effect May 21, 2008.

ADOPTED this 21st day of May, 2008.


Melody Thompson - Mayor

ATTEST:


Mark C. Adcock
City Recorder, Pro-Tem