

RESOLUTION NO. 773 -R

A RESOLUTION OF THE CITY OF TROUTDALE, OREGON,
AUTHORIZING THE ISSUANCE OF GENERAL OBLIGATION
IMPROVEMENT WARRANTS

WHEREAS, the City has previously formed N. Harlow L.I.D. No. 89-001, Marine Drive Water L.I.D. No. 89-002 A, Marine Drive Sewer L.I.D. No. 89-002 B, School Access L.I.D. No. 89-003, East Troutdale Sewer L.I.D. No. 90-001 Local Improvement Districts (the "LID's) has caused certain public improvements to be constructed in the LID's and;

WHEREAS, the City desires to borrow monies to construct public improvements within the LID's.

NOW, THEREFORE, BE IT RESOLVED BY THE COMMON COUNCIL OF THE CITY OF TROUTDALE THAT:

1. Warrants Authorized. The City Council authorizes the issuance of one or more of its General Obligation Improvement Warrants, N. Harlow L.I.D. No. 89-001, Marine Drive Water L.I.D. No. 89-002 A, Marine Drive Sewer L.I.D. No. 89-002 B, School Access L.I.D. No. 89-003, East Troutdale Sewer L.I.D. No. 90-001, Series 1989 in an aggregate amount not to exceed \$1,200,000 pursuant to ORS 287.502 - .515, as amended, for the purpose of financing public improvements to be constructed within the LID's.
2. Dated, Due, and Interest Rate. The Warrants shall be issued and dated from time to time as the City Finance Director shall determine, shall mature June 30, 1990, and shall bear interest payable monthly on the first business day of each month commencing on the first business day of the month following each Warrant's issuance at seventy-two percent of the fully floating and variable prime lending rate of Security Pacific Bank Oregon as that rate may, from time to time, vary. In no event shall the Warrant interest rate exceed fifteen percent (15%).
3. Optional Early Redemption. The City may redeem any Warrant or any portion of any Warrant on any interest payment date prior to its maturity date upon payment of that fraction of the Warrant's then outstanding principal amount which the City determines to redeem plus accrued interest through the date of redemption.
4. Form. The Warrants shall be typewritten in a form acceptable to the City Finance Director and the Warrants' purchaser. The Warrants shall be executed on behalf of the City with the manual signature of the Mayor and shall be payable in the manner agreed to by the City Finance Director and the Warrants' purchase.

5. Manner of Sale. The Warrant shall be sold by negotiated, private sale to Security Pacific Bank Oregon.
6. Full Faith and Credit Pledged. The full faith and credit of the City are hereby irrevocably pledged to the punctual payment of principal of and interest on the Warrants.
7. Authority of Mayor. The Mayor is hereby authorized on behalf of the City to enter into any agreements and to execute any documents and deliver the Warrants in accordance with this Resolution.
8. Bank Purchase. The City hereby designates the Warrant as a "qualified tax-exempt obligation" pursuant to Section 265(b) (3) of the Internal Revenue Code of 1986, as amended. The City covenants not to so designate tax-exempt obligations in the current calendar year in an aggregate amount of more than \$10,000,000. The City does not reasonably expect to issue more than \$10,000,000 of tax-exempt obligations during the current calendar year.
9. Tax-Exempt Status. The City covenants not to take any action or omit any action if the taking or omission would cause interest paid on the Warrants to be includable in gross income of their purchaser for federal income tax purposes. The Mayor may enter into covenants on behalf of the City to protect the tax-exempt status of the Warrants.

ADOPTED BY THE COMMON COUNCIL OF THE CITY OF TROUTDALE THIS 22ND DAY OF AUGUST, 1989.

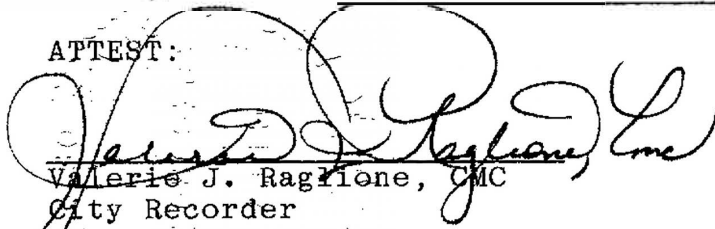
YEAS: 5
NAYS: 0
ABSTAINED: 0



SAM K. COX, MAYOR

DATED: 8/23/89

ATTEST:



Valerie J. Ragnione, CMC
City Recorder

EX44[41]