

A RESOLUTION OF THE CITY OF LEBANON, )  
 LINN, COUNTY, OREGON CALLING AN )  
 ELECTION TO SUBMIT TO THE ELECTORS )  
 OF THE CITY THE QUESTION OF CONTRACTING ) RESOLUTION No. 24  
 A GENERAL OBLIGATION BONDED INDEBTEDNESS ) for 1998  
 IN AN AMOUNT NOT TO EXCEED \$4,000,000 )  
 AND EVIDENCING ITS OFFICIAL INTENT TO )  
 REIMBURSE CAPITAL EXPENDITURES. )

WHEREAS, the Council of the City of Lebanon, Linn County, Oregon (the "City") has determined that there is a need for the City to finance certain additions and improvements to City facilities (the "Projects"), as described on the attached Notice of Measure Election; and

WHEREAS, ORS 287.004 authorizes the City to issue general obligation bonds, if approved by the City's electors; and

WHEREAS, the cost of such Projects is estimated to be not less than \$8,800,000, including the cost of issuance of bonds issued to finance the Projects; and

WHEREAS, the City intends to call an election to seek voter approval to issue general obligation bonds to finance the Projects; and

WHEREAS, the City intends to reimburse itself for capital expenditures related to the Projects with the proceeds of the general obligation bonds; and

WHEREAS, United States Treasury Regulation Section 1.150-2 sets forth certain requirements that must be complied with in order for the reimbursement with proceeds of bonds to qualify as an expenditure of bond proceeds.

NOW, THEREFORE, BE IT RESOLVED BY THE COUNCIL OF THE CITY OF LEBANON, LINN COUNTY, OREGON AS FOLLOWS:

1. That an election is hereby called for the purpose of submitting to the electors of the City the question of contracting a general obligation bonded indebtedness in an amount not to exceed \$4,000,000 to finance the Projects. The general obligation bonds shall mature over a period of not more than 20 years.
2. That the election hereby called shall be held on the 3rd day of November, 1998.
3. That the City directs that there shall be delivered to the elections officer of Linn County, Oregon not later than the 61st day before the date of the election the Notice of Measure Election presented at this meeting, with such changes as are approved by the Mayor and the City Administrator.

4. That the City Administrator shall give notice of the election in accordance with the Charter and ordinances of the City.

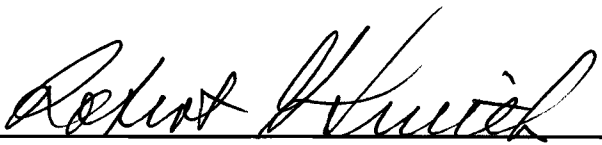
5. That the County Clerk shall cause the Notice of Measure Election, sample ballot, polling places and hours the polls are open to be posted and published in accordance with the laws of the State of Oregon.

6. If the bonds are approved by the voters, the City shall levy annually, as provided by law, a direct ad valorem tax upon all of the taxable property within the City in sufficient amount, without limitation, to pay the principal of and interest on the bonds promptly as they become due and payable. Pursuant to ORS 310.145, the City hereby classifies the tax levy described in this section to be taxes imposed to pay the principal and interest on exempt bonded indebtedness and such taxes are not subject to the limits of section 11 or 11b, Article XI of the Oregon Constitution.

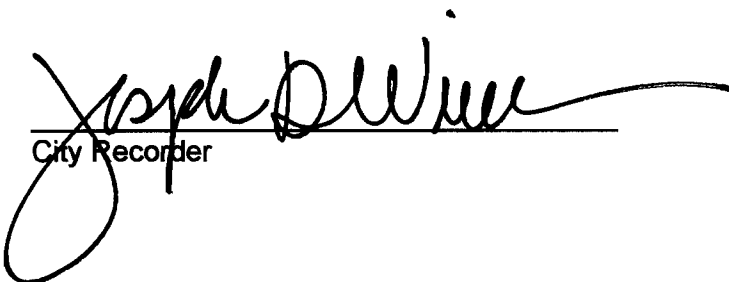
7. That it is the reasonable official intent of the City to reimburse itself for the capital expenditures associated with the Projects with the proceeds of such bonds in the principal amount not to exceed \$4,000,000. This declaration of official intent is given pursuant to United States Treasury Regulations Section 1.150-2.

DATED this 22nd day of July, 1998

CITY OF LEBANON  
LINN COUNTY, OREGON

  
\_\_\_\_\_  
Mayor

ATTEST:

  
\_\_\_\_\_  
City Recorder

## NOTICE OF MEASURE ELECTION

### CITY OF LEBANON LINN COUNTY, OREGON

Notice is hereby given that on Tuesday, November 3, 1998, an election will be held in the City of Lebanon, Linn County, Oregon. The election will be conducted at the polls. The polls will be open from 7:00 a.m. to 8:00 p.m. The following shall be the ballot title for the measure submitted to the electors thereof:

**CAPTION:** City of Lebanon General Obligation Bond Authorization

**QUESTION:** Shall the City be authorized to issue general obligation bonds not exceeding \$4,000,000 to build a library/senior center? If the bonds are approved, they will be payable from taxes on property or property ownership that are not subject to the limits of sections 11 and 11b, Article XI of the Oregon Constitution.

**SUMMARY:** If approved, the measure provides funds to build a Lebanon Community Center that will house a new library and senior center. In addition, this building will contain meeting rooms and a dining area available for community meetings, special events and private rentals. The total cost to construct the Center is estimated to be \$8,800,000. The bonds approved by this measure will not be issued until sufficient additional funds have been raised to cover the total cost of the project. Should insufficient funds be raised through other sources, such as donations and grants, the total cost of the project may be reduced. The bonds will mature over a period not exceeding 20 years from the date of issuance and may be issued in one or more series.