

A RESOLUTION OF THE LEBANON CITY) RESOLUTION NO. 4
 COUNCIL AUTHORIZING THE CITY OF)
 LEBANON TO ENTER INTO A CLEAN WATER) For 2006
 STATE REVOLVING FUND LOAN (CWSRF),)
 AGREEMENT #R56200, TO BORROW)
 \$3,442,000 FOR THE WASTEWATER)
 DISCHARGE PROJECT, AUTHORIZING)
 INDIVIDUALS TO SIGN THE LOAN ON)
 BEHALF OF THE CITY AND AUTHORIZING)
 A REQUIRED LOAN RESERVE)

WHEREAS, the City of Lebanon has applied for and has been tentatively accepted to receive funding from the State of Oregon whereby the City can borrow \$3,442,000 from the Clean Water State Revolving Fund (CWSRF); and

WHEREAS, the City of Lebanon desires to enter into agreement #R56200 to borrow said funds for the purpose of financing the City's wastewater subsurface discharge project; and

WHEREAS, the City Council has reviewed the loan agreements with the State of Oregon; and

WHEREAS, the City Council finds that entering into the Clean Water State Revolving Fund loan agreement #R56200 will be in the best interests of the citizens of the City of Lebanon in order to provide the financing for the wastewater subsurface discharge project.

NOW, THEREFORE, the City Council for the City of Lebanon resolves as follows:


Section 1. The City of Lebanon is hereby authorized to enter into the Clean Water State Revolving Fund (CWSRF) loan agreement #R56200 for the purpose of allowing the City to borrow \$3,442,000 from the State of Oregon for the purpose of providing financing for the City's wastewater subsurface discharge project.

Section 2. The Mayor of the City of Lebanon is hereby authorized to sign the above referenced loan agreement on behalf of the City of Lebanon.

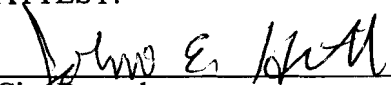
Section 3. The Clean Water State Revolving Fund loan agreement #R56200 requires that the City maintain a loan reserve which shall be no less than the sum of \$116,098 for the purpose of insuring the repayment on this loan. Said loan reserve is hereby authorized and the City of Lebanon shall maintain at least that sum, or such other loan reserve as may be required by the State of Oregon.

Section 4. This Resolution shall become effective immediately upon its passage.

Passed by a vote of 5 for and 0 against before the Lebanon City Council, and approved by the Mayor this 22nd day of February, 2006.



 Mayor

ATTEST:


 City Recorder