

A BILL FOR AN ORDINANCE OF THE CITY OF) Ordinance Bill No. 13
LEBANON, LINN COUNTY, OREGON, AMENDING) for 1990
ORDINANCE NO. 2076 RELATING TO THE CITY OF)
LEBANON'S WASTEWATER REVENUE BONDS, SERIES)
1990, TO INCORPORATE TECHNICAL AMENDMENTS.) Ordinance No. 2078

On June 25, 1990 the City of Lebanon, Oregon (the "City") enacted Ordinance No. 2076 authorizing the issuance and sale of Wastewater Revenue Bonds, Series 1990 in the aggregate principal amount of \$4,508,869.95 (the "Bonds"); and

On June 29, 1990 the City completed the issuance, sale and delivery of the Bonds to Seattle-Northwest Securities Corporation (the "Underwriter"); and

The Underwriter has requested that the City make certain technical amendments to Ordinance No. 2076.

THE CITY OF LEBANON ORDAINS AS FOLLOWS:

Section 1. Definitions. All terms not defined herein shall have the meaning assigned to such terms in Ordinance No. 2076.

Section 2. Amendment. Section 5(A) of Ordinance No. 2076 is amended to read as follows:

"A. Optional Redemption. The Bonds maturing in the year 2000 shall not be subject to redemption prior to their stated date of maturity. The Bonds maturing on or after June 1, 2001 shall be subject to redemption prior to their stated maturities at the option of the City, on June 1, 2000 or on any interest payment date thereafter, in whole, or in part (maturities to be selected by the City and by lot within a maturity in such manner as Bond Registrar shall determine), at 100% of the principal amount thereof plus accrued interest to the date of redemption in the case of Current Interest Bonds and at the accreted value at the redemption date in the case of Deferred Interest Bonds."

Section 3. Amendment. A new section 5G is added to Ordinance No. 2076 as follows:

"G. Accreted Value of Deferred Interest Bonds. The accreted value of the Deferred Interest Bonds is as shown on the following table for any June 1 or December 1. The accreted value is calculated to be the sum of (i) the original issue price plus (ii) an amount accrued from the date of the Deferred Interest Bonds to the date of determination at a semiannual compounding rate which is necessary to produce the approximate yield to maturity as shown in Section 3(B)(2) hereof.

In the event the accreted value is required to be determined as of the date other than the semiannual compounding dates of June 1 or December 1, the accreted value shall be determined by adding to the accreted value for the next preceding June 1 or December 1 the product obtained by multiplying (a) the difference between the accreted value for the next following June 1 or December 1 and the accreted value for the next preceding June 1 or December 1 by (b) the ratio obtained by dividing by 180 the number of days elapsed since the next preceding date shown on the table (calculated on the basis of a 360-day year of twelve 30-day months).

The accreted value at maturity of a Deferred Interest Bond in a denomination of \$5,000 will be equal to \$5,000. The accreted value for each maturity of the Deferred Interest Bonds for June 1 and December 1 of each year is as follows:

ACCRETED VALUE OF DEFERRED INTEREST BONDS
(PER \$5,000 MATURITY AMOUNT)

Maturity Date	6/1/2006	6/1/2007	6/1/2008	6/1/2009	6/1/2010
Approximate Yield	7.20%	7.30%	7.40%	7.50%	7.50%
6/29/90	\$1,621.20	\$1,486.05	\$1,359.50	\$1,241.35	\$1,153.25
12/1/90	1,670.49	1,531.86	1,401.98	1,280.66	1,189.77
6/1/91	1,730.49	1,587.64	1,453.73	1,328.57	1,234.28
12/1/91	1,792.78	1,645.59	1,507.52	1,378.39	1,280.57
6/1/92	1,857.32	1,705.65	1,563.30	1,430.08	1,328.59
12/1/92	1,924.19	1,767.91	1,621.14	1,483.71	1,378.41
6/1/93	1,993.46	1,832.43	1,681.12	1,539.35	1,430.10
12/1/93	2,065.22	1,899.32	1,743.32	1,597.07	1,483.73
6/1/94	2,139.57	1,968.64	1,807.82	1,656.97	1,539.37
12/1/94	2,216.59	2,040.50	1,874.71	1,719.10	1,597.09
6/1/95	2,296.39	2,114.98	1,944.08	1,783.57	1,656.99
12/1/95	2,379.06	2,192.17	2,016.01	1,850.45	1,719.12
6/1/96	2,464.71	2,272.19	2,090.60	1,919.84	1,783.59
12/1/96	2,553.44	2,355.12	2,167.95	1,991.84	1,850.47
6/1/97	2,645.36	2,441.08	2,248.17	2,066.53	1,919.87
12/1/97	2,740.59	2,530.18	2,331.35	2,144.02	1,991.86
6/1/98	2,839.25	2,622.53	2,417.61	2,224.43	2,066.56
12/1/98	2,941.47	2,718.26	2,507.06	2,307.84	2,144.05
6/1/99	3,047.36	2,817.47	2,599.82	2,394.39	2,224.45
12/1/99	3,157.06	2,920.31	2,696.01	2,484.17	2,307.87
6/1/2000	3,270.72	3,026.90	2,795.76	2,577.33	2,394.42
12/1/2000	3,388.46	3,137.38	2,899.21	2,673.98	2,484.21
6/1/01	3,510.45	3,251.90	3,066.48	2,774.25	2,577.36
12/1/01	3,636.82	3,370.59	3,117.72	2,878.29	2,674.01
6/1/02	3,767.75	3,493.62	3,233.07	2,986.22	2,774.29
12/1/02	3,903.39	3,621.14	3,352.70	3,098.21	2,878.32
6/1/03	4,043.91	3,753.31	3,476.75	3,214.39	2,986.26
12/1/03	4,189.49	3,890.30	3,605.39	3,334.93	3,098.25
6/1/04	4,340.31	4,032.30	3,738.79	3,459.99	3,214.43
12/1/04	4,496.56	4,179.48	3,877.12	3,589.74	3,334.97
6/1/05	4,658.44	4,332.03	4,020.57	3,724.35	3,460.03
12/1/05	4,826.14	4,490.15	4,169.33	3,864.02	3,589.78
6/1/06	5,000.00	4,654.04	4,323.60	4,008.92	3,724.40
12/1/06	---	4,823.91	4,483.57	4,159.25	3,864.07
6/1/07	---	5,000.00	4,649.46	4,315.22	4,008.97
12/1/07	---	---	4,821.49	4,477.04	4,159.30
6/1/08	---	---	5,000.00	4,644.93	4,315.28
12/1/08	---	---	---	4,819.12	4,477.10
6/1/09	---	---	---	5,000.00	4,644.99
12/1/09	---	---	---	---	4,819.18
6/1/10	---	---	---	---	5,000.00

Passed by the Council this 25th day of July, 1990.

Ayes 4 Nays 0 Abstained 0

Approved by the Mayor this 25th day of July, 1990.

Approved: Robert Plunk
Mayor

ATTEST:

By Joseph P. Windell
City Recorder