

**RESOLUTION NO. 663**

**A RESOLUTION OF THE CITY OF WILSONVILLE, OREGON,  
AUTHORIZING THE ISSUANCE OF BOND ANTICIPATION NOTES,  
SERIES 1988 FOR THE INTERIM FINANCING OF IMPROVEMENTS TO  
THE MUNICIPAL WATER SYSTEM.**

WHEREAS, the City has received authorization from the City's electorate to sell water system revenue bonds to finance improvements to the City's municipal water system, and it now appears that it is necessary that interim financing be obtained to fund the costs of the improvements until the revenue bonds may be sold, now, therefore,

THE CITY OF WILSONVILLE, OREGON RESOLVES AS FOLLOWS:

1. Notes Authorized. The City Council authorizes the issuance of one or more Bond Anticipation Notes, Series 1988 (the "Notes"), in an aggregate principal amount not to exceed \$1,000,000.00 pursuant to ORS 287.526 et seq, as amended, for the purpose of funding the interim construction of improvements to the City's municipal water system and the costs of issuing the Notes. The Notes shall be dated with the date specified by the City Manager, shall mature December 1, 1988, and shall bear interest payable at maturity at a rate which shall not exceed a net effective rate of ten percent (10%). The City may redeem the Notes prior to its maturity date upon payment of the Notes' outstanding principal amount plus accrued interest through the date of redemption. Such early redemption shall be made following City provision of five business days' notice of intent to effect such early redemption to the Notes' holder.

2. Security. The Notes are payable from the proceeds of water system revenue bonds authorized by the registered voters of the City at an election held March 22, 1988.

3. Note Repayment. The City shall repay the Notes' principal and accrued interest with the proceeds of the sale of the City's Water System Revenue Bonds, Series 1988 (the "Bonds"). Upon the date of closing of the Bond sale the City shall, from Bond proceeds, deposit in a separate account (the "Account") an amount sufficient to pay outstanding principal and interest on the Notes and shall retire the Notes the same day. The deposit of sufficient Bond proceeds to the Account shall be the responsibility of the Finance Director of the City, and the Finance Director shall be personally liable and shall also be liable on the official bond to the holder of the Notes.

4. Purchase Contract. The City Manager is hereby authorized to negotiate the terms and execute, on behalf of the City a purchase agreement for the Notes with an appropriate financial institution, binding upon the City upon execution by the City Manager. The City Manager shall report the terms of the purchase contract to the City Council. The purchase contract may provide for payment of a commitment fee by the City, not to exceed 0.25%.

5. Form and Denomination. The Notes herein authorized shall be typewritten in form. The Notes shall be executed on behalf of the City with the manual signature of the City Manager and shall be payable at the office of the Finance Director of the City, Wilsonville, Oregon.

6. Authority of City Manager. The City Manager is hereby authorized to enter into any agreements and to execute any documents and deliver the Notes in accordance with this Resolution.

PASSED by vote of the Council, with a quorum in attendance, this 2nd day of May, 1988.

APPROVED by the Mayor this 3rd day of May, 1988.

William E Stark

WILLIAM E. STARK, Mayor

ATTEST:

Vera A. Rojas

VERA A. ROJAS, City Recorder

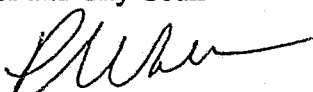
SUMMARY of Votes:

Mayor Stark	<u>AYE</u>
Councilor Edwards	<u>AYE</u>
Councilor Braymen	<u>AYE</u>
Councilor Clarke	<u>AYE</u>
Councilor Jameson	<u>AYE</u>

# CITY OF WILSONVILLE

## MEMO

TO: Honorable Mayor and City Council

FROM: Pete Wall  
City Manager 

SUBJECT: CB-R-331-88 - Issuance of Bond Anticipation Notes

DATE: April 28, 1988

This resolution authorizes the issuance of bond anticipation notes from Oregon Bank in an amount not to exceed \$1,000,000 for our water project. This will be used only as needed to finance any elements of the project which occur prior to the bond sale. Presently, we are shooting for a July bond sale, and it is doubtful that the full amount will be necessary. However, we are in a position to begin incurring expenses for the bond sale itself and are in negotiations for purchases of existing wells. Should these wells test out and we be successful in negotiating any purchases, we may be able to get them on line much earlier than expected. The notes will be payable from the proceeds of the bond sale.

pw:lb