

RESOLUTION 910

**A RESOLUTION AUTHORIZING THE CITY MANAGER TO ENTER INTO AN AGREEMENT TO BORROW FUNDS THROUGH THE CLEAN WATER STATE REVOLVING FUND FOR THE PURPOSE OF CONSTRUCTING A WASTEWATER TREATMENT FACILITY.**

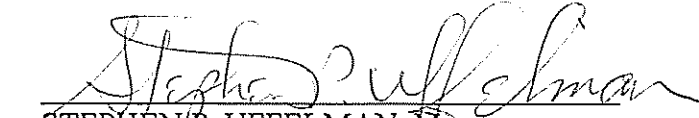
RECITALS

- A. The City Council did by Resolution No. 905 passed January 22, 2002, adopt the Environmental Report for Wastewater Treatment, the City of Prineville Wastewater Facility Plan and a preferred alternative location for the facility.
- B. A loan in the amount of \$7,262,847 at 3.55% per annum interest payable over 20 years has been offered to the City from the Department of Environmental Quality through the Clean Water State Revolving Fund as the method of financing the construction and property acquisition costs associated with the facility.
- C. The Loan is a "Revenue Secured Loan" made by DEQ pursuant to OAR Section 340-054-0065(2) for the purpose of financing the Project.

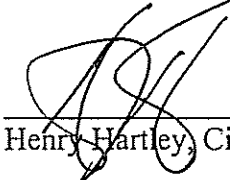
NOW THEREFORE IT IS HEREBY RESOLVED BY THE PRINEVILLE CITY COUNCIL AS FOLLOWS:

- 1. The City Manager is hereby authorized to enter into the loan agreement described as the Clean Water State Revolving Fund loan # R74681 incurring debt in the amount of \$7,262,847.
- 2. The City of Prineville does authorize and approve the establishment and funding of a designated reserve account to meet the "Loan Reserve" requirement of the Clean Water State Revolving Fund Loan Agreement, and does direct the City Manager to establish this Loan Reserve.
- 3. The City Manager is authorized to apply for any permit necessary to assist in the authorization and construction of a wastewater facility in compliance with the facility plan.
- 4. This resolution is effective the date passed by the City Council.

PASSED AND ADOPTED THIS 9<sup>th</sup> DAY OF APRIL, 2002.

  
STEPHEN P. UFFELMAN, Mayor

Attest:

  
Henry Hartley, City Recorder