

## ORDINANCE NO. 912

### AN ORDINANCE OF THE CITY STAYTON, OREGON, AUTHORIZING THE ISSUANCE OF REVENUE BONDS TO FINANCE IMPROVEMENTS TO THE CITY'S WASTEWATER SYSTEM.

The City Council of the City of Stayton, in Marion County, Oregon (the "City"), finds:

A. The City finds that it is financially feasible and in its best interests to improve its wastewater system (the "Project").

B. The City is authorized to issue revenue bonds to finance the Project pursuant to Oregon Revised Statutes Section 287A.150 (the "Statute"). Revenue bonds issued under the Statute may be payable from all or any portion of the revenues of the City.

C. The City may authorize revenue bonds under the Statute by nonemergency ordinance. The City may not sell the revenue bonds under the Statute until the period for referral of the nonemergency ordinance authorizing the bonds has expired. If a nonemergency ordinance authorizing the revenue bonds is referred, the City may not sell the revenue bonds unless the voters approve the revenue bonds.

The CITY OF STAYTON ordains as follows:

Section 1. Revenue Bonds Authorized. The City is hereby authorized to issue not more than \$10,000,000 in aggregate principal amount of revenue bonds. Prior to selling the bonds the City Council of the City shall establish by resolution:

- (a) Whether the bonds shall be sold at public competitive bid sale or private negotiated sale;
- (b) The maximum discount to be allowed upon sale of the bonds;
- (c) The schedule for bond principal repayment;
- (d) The terms under which additional bonds may be issued;
- (e) The terms by which bonds may be redeemed prior to maturity;
- (f) The amount of any reserves to be established for the bonds and the manner in which the reserves shall be funded;
- (g) The covenants which the City will make with bondowners regarding operation of the Project;
- (h) The revenues to be pledged to payment of the bonds;

(i) Whether the pledged revenues shall be held by a trustee, and if they are so held, the trustee's duties;

(j) Whether security interests should be granted; and

(k) Any other terms, conditions or covenants regarding the bonds, the Project or the revenues which are necessary or desirable to sell the bonds.


Section 2. Bonds Payable Solely from Revenues.

The bonds shall not be general obligations of the City and shall be payable solely from the City's legally available revenues that the City pledges to payment of the bonds pursuant to the Statute and the resolution to be adopted by the City pursuant to Section 1 of this ordinance.

ADOPTED BY THE STAYTON CITY COUNCIL this 20th day of July, 2009.

CITY OF STAYTON

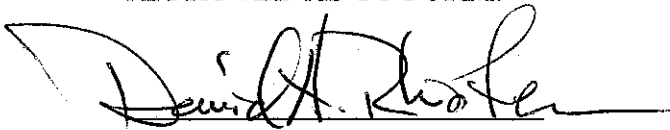
Signed: 7/21, 2009

By:   
Gerry Aboud, Mayor

Signed: 7-21, 2009

ATTEST:   
Don Eubank, City Administrator

APPROVED AS TO FORM:



David A. Rhoten, City Attorney