

RESOLUTION NO. 1045  
CITY OF PRINEVILLE, OREGON

A RESOLUTION AUTHORIZING THE CITY MANAGER TO EXECUTE A LOAN AGREEMENT WITH BANK OF THE CASCADES FOR AN AMOUNT NOT TO EXCEED \$800,000 WITH INTEREST NOT TO EXCEED AN ANNUAL RATE OF 6.5% AND A REPAYMENT TERM OF NO MORE THAN FIVE YEARS TO FUND WATER IMPROVEMENTS.

WHEREAS, the City Council adopted its fiscal year 2006-07 budget, which included borrowing up to \$800,000 as of June 30, 2007 for water capital improvements, and

WHEREAS, the City's fiscal year 2006-07 budget includes loan payments based on a five-year repayment schedule, and

WHEREAS, the City has through a competitive process selected Bank of the Cascades as its bank for banking and lending purposes:

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF PRINEVILLE THAT:

1. Authorizes the City Manager to execute appropriate and necessary loan documents with Bank of the Cascades to secure a loan in an amount not to exceed \$800,000 to fund water capital improvements.
2. The loan will be repaid together with interest of no more than 6.5% annually on the outstanding loan balance by June 30, 2011.

This resolution is effective upon passage.

This resolution adopted this 8th day of August 2006.

  
Mike Wendel, Mayor

ATTEST:

  
Robb Corbett, City Recorder