

RESOLUTION NO. 432

RESOLUTION AUTHORIZING ISSUANCE OF BONDS

WHEREAS, heretofore a resolution of the City of Prineville, Crook County, State of Oregon, was duly adopted submitting to the legal voters of such City the question of contracting a bonded indebtedness in the sum of \$365,000.00 for the purpose of the alteration, extension and repair of the existing sewer facilities of the said City of Prineville, and a bond election was called for such purpose; and

WHEREAS, such election was duly and legally held in such City on the 28th day of September, 1972, and the Election Board appointed by the City Council to conduct said election has certified and reported the results thereof to the City, and such Board has canvassed the vote cast at such election and has found that issuance of bonds in such sum has been approved by a majority of the qualified voters of such City voting at such election.

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Prineville, State of Oregon, that for the aforesaid purposes the City issue \$140,000.00 in bonds of such City to be dated October 1, 1973, to be numbered consecutively from one (1) to one hundred forty (140) inclusive to be in denominations of \$1,000.00 each and to mature serially in numerical order as follows:

\$2,000.00 on October 1, 1975;
\$4,000.00 on October 1, 1976;
\$6,000.00 on October 1, 1977;
\$7,000.00 on October 1, 1978;
\$7,000.00 on October 1, 1979;
\$7,000.00 on October 1, 1980;
\$8,000.00 on October 1, 1981;
\$8,000.00 on October 1, 1982;
\$8,000.00 on October 1, 1983;
\$8,000.00 on October 1, 1984;
\$8,000.00 on October 1, 1985;
\$8,000.00 on October 1, 1986;
\$8,000.00 on October 1, 1987;
\$9,000.00 on October 1, 1988;
\$10,000.00 on October 1, 1989;
\$10,000.00 on October 1, 1990;
\$11,000.00 on October 1, 1991;
\$11,000.00 on October 1, 1992;

\$140,000.00 - Total

with the right reserved to the City, however, at its option to redeem in inverse numerical order at par and accrued interest on October 1, 1981, and on October 1st of any year thereafter any or all of the bonds of such issue maturing after October 1, 1981; and

BE IT FURTHER RESOLVED that each of said bonds be personally signed by the manual signature of the Mayor of the City of Prineville in office on the date of execution of such bonds; that each of such bonds be attested to in like manner by the duly chosen, qualified and acting Recorder of said City in office on such date; that the coupons appertaining to such bonds be executed with the facsimile signatures of such Mayor and Recorder.

BE IT FURTHER RESOLVED that all of the funds to be derived from the sale of such bonds to be used are for the alteration, expansion and repair of the existing sewer facilities of the City of Prineville.

BE IT FURTHER RESOLVED that the full faith and credit of the City is pledged to the successive holders of each of such bonds and of the interest coupons appertaining thereto for the punctual payment of such obligations when due; and that the City shall levy annually, as provided by law, a direct ad valorem tax upon all of the taxable property within the City in sufficient amount, after taking into consideration discounts taken and delinquencies that may occur in payment of such taxes, to pay such bond and bond interest obligations promptly as they respectively mature; and that the City covenants with the aforesaid holders of its bonds to levy such a tax annually during each year that any of such bonds, or of bonds issued to refund them, and bond interest obligations are outstanding.

BE IT FURTHER RESOLVED that such bonds and the coupons attached thereto be in substantially the following form:

No. _____ UNITED STATES OF AMERICA \$1,000.00
State of Oregon
County of Crook
General Obligation Bond - City of Prineville

The City of Prineville, in the County of Crook, State of Oregon, acknowledges itself indebted and for value received hereby promises to pay to the bearer on the _____ day of _____, 19____, the sum of ONE THOUSAND and no/100 DOLLARS (\$1,000.00) with interest thereon from the date hereof at the rate of _____ per cent (____%) per annum on the 1st day of October and the 1st day of April of each year hereafter until maturity upon surrender of the annexed interest coupons as they severally mature. Both the principal of and interest upon this bond are payable in lawful money of the United States of America at the office of the City Recorder of the City of Prineville in Crook County, Oregon.

The bonds of the issue of which this bond forms a part maturing after October 1, 1981, may be redeemed by such City at par value and accrued interest to the date of redemption on October 1, 1981, and on the 1st day of October of any year thereafter in inverse numerical order, upon notice given at least thirty (30) days prior to the redemption date specified therein by publication thereof in one issue of a newspaper printed and published within the County of Crook, State of Oregon. From the date of redemption designated in any such notice, interest upon the bonds so called for payment shall cease.

This bond is one of a series aggregating \$140,000.00 par value issued to provide funds for the alteration, extension and repair of the existing sewer facilities of the City of Prineville in and for such City pursuant to the constitution and laws of the State of Oregon and pursuant to an approving vote of a majority of the qualified voters of such City voting at a special election duly called and legally held therein on the 28th day of September, 1972.

IT IS HEREBY CERTIFIED, RECITED AND DECLARED that all conditions, acts and things required to exist, to happen and to be performed precedent to and in the issuance of this bond have existed, have happened and have been performed in due time, form and manner as required by the constitution and statutes of the State of Oregon; that the issue of which this bond is a part and all other obligations of said City are within every debt limitation and other limits prescribed by such constitution and statutes and that the City by resolution, duly adopted, has provided for the levying annually of a direct ad valorem tax upon all property within such City so taxable for its purposes in sufficient amount to pay the interest on and the principal of the bonds of such issue as such obligations respectively become due and payable.

IN WITNESS WHEREOF, the City of Prineville, Crook County, Oregon, has caused this bond to be signed by its Mayor and attested by its Recorder and has caused the annexed interest coupons to be executed with the facsimile signatures of such officers this 1st day of October, 1973.

DEC. 11, 1973

William P. Haveland
MAYOR, City of Prineville

ATTEST:

Jim Watson
RECORDER

FORM OF BOND COUPON

No. _____ On the _____ day of _____, 19____, the City of Prineville, Crook County, Oregon, upon surrender of this coupon at the office of the City Recorder in the City of Prineville, Oregon, will pay to the bearer the sum of _____ Dollars (\$ _____) in lawful money of the United States for interest then due on its bond dated October 1, 1973, and bearing No. _____. (On coupons maturing after October 1, 1981, the following words will be added: "Unless sooner redeemed as therein provided".)

William P. Haveland
MAYOR, City of Prineville

ATTEST:

Jim Watson
RECORDER

BE IT FURTHER RESOLVED that the Recorder shall cause to be published in the Central Oregonian, a newspaper of general circulation printed and published in the City of Prineville, County of

Crook, State of Oregon, a notice of proposed sale of such bonds as provided by law, specifying that sealed bids will be received by such Recorder up to and including the hour of eight o'clock P.M. on the 8th day of Jan, 1974; and that immediately thereafter bids received will be publicly opened by the City Council for the sale of such bonds at not less than par value thereof and the accrued interest thereon at an interest rate or rates in multiples of one-fourth of one per cent or one-tenth of one per cent the effective rate, not exceeding six per cent per annum payable semiannually to be specified by the bidder; that the difference between the highest and lowest bids shall not exceed two per cent; that no supplemental coupons will be permitted; that such bids shall be accompanied by a cashier's check or certified check of or upon a bank doing business in the State of Oregon in the sum of \$ 2800.00 to be forfeited to the City in case the bidder fails to complete his purchase in accordance with the terms of his bid; that bids must be unconditional except as to qualification of approval of validity of the bond issue by bond attorneys; that bids must show the total cost of the bond issue to the City including interest, less premium offered, if any, provided the bid be accepted and no callable bonds of the issue are redeemed prior to the final maturity dates thereof; that the bonds will be sold to the highest responsible bidder; and that the City reserves the right to reject any or all bids.

Passed by the City Council this 11th day of DEC. 1973,
1973.

William P. Helms
MAYOR, City of Prineville

ATTEST:

Jim Watson
RECORDER