

**RESOLUTION NO. 1343**

**A RESOLUTION OF THE CITY OF PRINEVILLE, OREGON AUTHORIZING  
FULL FAITH AND CREDIT BORROWINGS TO REFINANCE  
OUTSTANDING PENSION OBLIGATIONS OF THE CITY**

**WHEREAS**, the City of Prineville, Oregon (the “City”) issued its Full Faith and Credit Pension Bond, Series 2014 (Federally Taxable) on January 23, 2014 (the “2014 Financing”) in the principal amount of \$2,950,000 pursuant to ORS 238.692 to 238.698; and

**WHEREAS**, the 2014 Financing will be outstanding in the approximate principal amount of \$2,522,000 after the next payment date; and

**WHEREAS**, ORS 287A.360 authorizes the City to issue borrowings to refund outstanding City borrowings; and,

**WHEREAS**, current interest rates may be lower than the interest rates that are payable on the 2014 Financing and the City may be able to realize debt service savings, remove restrictive financial covenants in the 2014 Financing, and increase the flexibility of prepayment terms by refunding the 2014 Financing;

**NOW, THEREFORE, THE CITY OF PRINEVILLE RESOLVES AS FOLLOWS:**

**Section 1. Financing Authorized.** The City is hereby authorized to enter into one or more financing agreements (the “Financing Agreements”) to refinance all or any portion of the 2014 Financing pursuant to ORS Section 287A.360 and the other relevant provisions of ORS Chapter 287A. The Financing Agreements may be issued in an amount that is sufficient to refund all or any portion of the 2014 Financing and to pay estimated costs related to issuing the Financing Agreements and refunding the 2014 Financing, including a prepayment fee.

**Section 2. Delegation.** The City Manager, the Finance Director or the person designated by the City Manager or the Finance Director to act on behalf of the City under this Resolution (each of whom is referred to in this Resolution as a “City Official”) may, on behalf of the City and without further action by the Council:

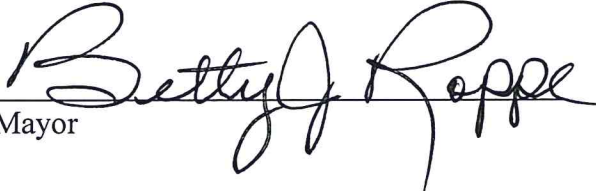
- a. Select all or a portion of the 2014 Financing to be refunded;
- b. Determine the final principal amount, interest rates, payment dates, maturity dates, prepayment rights and all other terms of the Financing Agreements;
- c. Negotiate, execute and deliver notes to evidence amounts due under the Financing Agreements;
- d. Select a commercial bank or other lender with which to negotiate, execute and deliver the Financing Agreements. Subject to the limitations of this Resolution, the Financing Agreements may be in such form and contain such terms as the City Official may approve;

- e. Enter into additional covenants for the benefit of the purchasers of the Financing Agreements that the City Official determines are desirable to obtain more favorable terms for the Financing Agreements;
- f. Take any actions desirable to prepay the 2014 Financing;
- g. Execute and deliver any other certificates or documents and take any other actions that the City Official determines are desirable to carry out this Resolution.

**Section 3. Security.** The Financing Agreements may constitute unconditional obligations of the City, which are payable from all legally available funds of the City. Pursuant to ORS 287A.315 the City Official may pledge the City's full faith and credit and taxing power within the limitations of Sections 11 and 11b of Article XI of the Oregon Constitution to pay amounts due under the Financing Agreements.

**Section 4. Effective Date.** This Resolution shall be effective upon its approval and adoption.

Approved by the City Council this 8<sup>th</sup> day of May, 2018.

  
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Mayor

**Attest:**

  
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City Recorder