

RESOLUTION NO. 981

A RESOLUTION REGARDING A LEASE PURCHASE AGREEMENT FOR THE PURPOSE OF PROCURING
Financial Management and Utility Billing Software System

WHEREAS, City of Prineville (the "Lessee") desires to enter into that certain Lease-Purchase Agreement dated as of July 29, 2004, by and between the Lessee and Diversified Lenders, Inc., for the purpose of procuring a Financial Management and Utility Billing Software System from Incode. The Lessee desires to designate this Agreement as a "qualified tax exempt obligation" of the Lessee for the purposes of Section 265 (b) (3) of the Internal Revenue Code of 1986, as amended. The Lessee desires to designate Robb Corbett, City Manager, and Liz Schuette, Finance Officer, as authorized signers of the Agreement.

NOW THEREFORE, be it resolved by the City Council of the Lessee:

Section 1. That the Lessee enters into a Lease Purchase Agreement with Diversified Lenders, Inc., for the purpose of procuring: Financial Management and Utility Billing Software System.

Section 2. That the Lease Purchase Agreement dated as of July 29, 2004, by and between the Lessee and Diversified Lenders, Inc., is designated by the Lessee as a "qualified tax exempt obligation" for the purposes of Section 265 (b) (3) of the Internal Revenue Code of 1986, as amended.

Section 3. That the Lessee designate Robb Corbett, City Manager, Liz Schuette, Finance Officer, as authorized signers of the Lease Purchase Agreement dated as of July 29, 2004, by and between the Lessee and Diversified Lenders, Inc.

PASSED AND APPROVED by the City Council of the Lessee in a meeting held on August 10th, 2004.

By: _____

Stephen P. Uffleman, Mayor

ATTEST

By: _____

Robb Corbett, City Manager/Recorder