

ORDINANCE NO. 1972

AN ORDINANCE OF THE CITY OF HOOD RIVER, OREGON,
AUTHORIZING THE ISSUANCE OF WATER REVENUE BONDS TO
FINANCE CONSTRUCTION OF, IMPROVEMENTS TO AND
EXPANSION OF THE WATER SYSTEM FOR A TOTAL OF NOT TO
EXCEED \$30,000,000.

WHEREAS the City of Hood River, Hood River County, Oregon (the "City") is authorized to issue revenue bonds for any public purpose under Oregon's Uniform Revenue Bond Act (ORS 287A.150 or the "Act"). Revenue bonds issued under the Act may be payable from all or any portion of the "revenues" of the City, as defined in the Act. The Act defines "revenues" to include all fees, tolls, taxes, and other income available to the City.

WHEREAS the Act permits the City to authorize revenue bonds by enacting a non-emergency ordinance. The City may not sell those revenue bonds for thirty days after the non-emergency ordinance is enacted. If the non-emergency ordinance is referred to a vote during that thirty day period, the City may not sell the revenue bonds described in that ordinance unless the voters approve the ordinance.

WHEREAS the City previously adopted Ordinance No. 1941 to authorize \$15,000,000 of water revenue bonds to finance the construction of, improvements to and expansion of the water system (the "Project").

WHEREAS the City has identified the need for additional financing for the Project and previously adopted Ordinance No. 1969 to authorize the issuance of up to an additional \$15,000,000 of water revenue bonds (for a total of \$30,000,000) to finance the Project and the costs of issuing the revenue bonds and to repeal Ordinance No. 1941.

WHEREAS Ordinance No. 1969 was not adopted as a non-emergency ordinance as required under the Act, and therefore, the City adopts this non-emergency ordinance pursuant to the Act to authorize the issuance of \$30,000,000 of water revenue bonds to finance the Project.

WHEREAS the City will cause a plan to be prepared showing that the estimated revenues that are pledged to pay the bonds will be sufficient to pay those bonds.

THE CITY OF HOOD RIVER ORDAINS AS FOLLOWS:

Section 1. Revenue Bonds Authorized. The City hereby authorizes the issuance of not more than Thirty Million Dollars (\$30,000,000) in aggregate principal amount of revenue bonds under the Act to finance costs of the Project and costs of issuing the revenue bonds. The bonds shall be payable from the revenues of the City's water system, and the City may pledge those revenues, and any other "revenues" (as defined in the Act) to pay the bonds authorized by this ordinance. Prior to selling the bonds the City Council shall adopt a resolution or ordinance establishing the terms and conditions of the bonds pursuant to ORS 287A.150, or delegating the authority to establish those terms and conditions.

Section 2. No Additional Taxes Authorized; Bonds Payable Solely from Revenues. Neither the authorization nor the issuance of the bonds described in Section 1 of this ordinance shall authorize the City to levy any additional taxes.

Section 3. Procedure. The bonds described in Section 1 of this ordinance shall not be sold until the period of referral of this non-emergency ordinance has expired. If this ordinance is referred, the City may not sell the bonds described in Section 1 of this ordinance unless the voters approve this ordinance.

Section 4. Reimbursement. The City hereby declares its official intent to reimburse its expenditures on the Project with the proceeds of the bonds described in Section 1 of this ordinance pursuant to United States Treasury Regulation 1.150-2.

Section 5. Ordinance No. 1969 Repealed. This ordinance supersedes Ordinance No. 1969 and Ordinance No. 1969 is hereby repealed.

Read for the first time: May 13 2009

Read for the second time and passed on: May 14 2009

Signed May 14, 2009.



Mayor

ATTEST:



City Recorder