

SUNDOWN SANITARY DISTRICT

RESOLUTION

#2006-9-27

A RESOLUTION AUTHORIZING THE BOARD OF DIRECTORS OF SUNDOWN SANITARY DISTRICT TO BORROW FUNDS FROM THE OREGON DEPARTMENT OF ENVIRONMENTAL QUALITY FOR THE PURPOSE OF FINANCING THE PLANNING OF A CONSTRUCTION PROJECT TO REPLACE THE EXISTING WASTEWATER TREATMENT PLANT.

1. WHEREAS, the Sundown Sanitary District ("District") is responsible for providing adequate wastewater treatment to its customers; and
2. WHEREAS, the Oregon Department of Environmental Quality ("DEQ") has indicated to the District that the existing wastewater treatment plant has come to the end of its useful design life, and
3. WHEREAS, the District has been cited by the DEQ as being out of compliance with regulations, and
4. WHEREAS, upon advise of the DEQ the Board of Directors ("Board") of the District has determined that to meet the mandates by DEQ it is necessary to abandon the existing system, and
5. WHEREAS, it is necessary to borrow funds to finance a wastewater facilities planning project;

NOW, THEREFORE, be it Resolved:

That the District enter into agreement #R89460 with DEQ to borrow \$299,000 to provide financing for the wastewater facilities planning project, and


That pursuant to statute any two of the three Board members may sign loan agreements, and

That the District will fulfill Loan Reserve Requirements by depositing \$30,996 into a Loan Reserve Account no later than the date the first payment is due.


Adopted by the Board of Directors of the Sundown Sanitary District this 27th day of September 2006.




Steve McNulty, President



Eileen Chevront, Secretary-Treasurer



WALT Postlawski, member
APPROVED AS TO FORM:



W. Louis Larson, Attorney for District

Dated 9-25-06