

ORDINANCE NO. 496

AN ORDINANCE OF THE CITY OF VENETA, OREGON,  
AUTHORIZING THE ISSUANCE OF WATER REVENUE BONDS TO  
FINANCE EXTENSION OF WATER SUPPLY SERVICES FOR A  
TOTAL OF NOT TO EXCEED \$17,000,000.

WHEREAS the City of Veneta, Lane County, Oregon (the "City") is authorized to issue revenue bonds for any public purpose under ORS 287A.150. Revenue bonds issued under ORS 278A.150 may be payable from all or any portion of the "revenues" or other property of the City. ORS Chapter 278A defines "revenues" to include all fees, tolls, excise taxes, assessments, property taxes and other taxes, rates, charges, rentals and other income or receipts derived by a public body or to which a public body is entitled.

WHEREAS ORS 278A.150 permits the City to authorize revenue bonds by enacting a nonemergency ordinance. The City may not sell those revenue bonds for thirty (30) days after the nonemergency ordinance is enacted. If the nonemergency ordinance is referred to a vote during that thirty (30) day period, the City may not sell the revenue bonds described in that ordinance unless the voters approve the ordinance.

WHEREAS the City has identified the need to finance capital improvements to the City's water system including development and construction of a water transportation pipeline connecting the City with surplus water from the Eugene Water and Electric Board (EWEB) (the "Project").

WHEREAS the City enacts this nonemergency ordinance to authorize the issuance of up to \$17,000,000 of water revenue bonds to finance the Project and the costs of issuing the revenue bonds.

WHEREAS the City expects to obtain financing for a portion of the cost of the Project from the United States Department of Agriculture Rural Development (USDA) by issuing revenue bonds authorized hereunder. The City also hopes to obtain a grant from USDA for a portion of the cost of the Project.

THE CITY OF VENETA ORDAINS AS FOLLOWS:

**Section 1.** Revenue Bonds Authorized. The City hereby authorizes the issuance of not more than Seventeen Million Dollars (\$17,000,000) in aggregate principal amount of revenue bonds under ORS 278A.150 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 ORS Chapter 287A or property of the City 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, 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 nonemergency 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.

READ FOR A FIRST TIME, BY TITLE ONLY, this \_\_\_\_\_ day of May, 2010 no Council person in attendance having requested that it be read in full. Votes for \_\_\_\_\_  
Votes against \_\_\_\_\_

READ FOR A SECOND TIME, BY TITLE ONLY, AND FOR FINAL ADOPTION, this \_\_\_\_\_ day of May, 2010, no Council person in attendance having requested that it be read in full. Votes for \_\_\_\_\_ Votes against \_\_\_\_\_

Adopted by the City Council of the City of Veneta, Oregon this \_\_\_\_\_ day of May, 2010.

**City of Veneta**  
Lane County, Oregon

\_\_\_\_\_  
Sharon Hobart-Hardin, Mayor

ATTEST:

\_\_\_\_\_  
Darci Henneman,  
Assistant City Recorder