

RESOLUTION NO. 1108-01

Aug. 11, 2011

A RESOLUTION OF SEAL ROCK WATER DISTRICT, LOCATED IN LINCOLN COUNTY, OREGON, CALLING FOR A MEASURE TO SUBMIT TO THE ELECTORS OF THE DISTRICT THE QUESTION OF AUTHORIZING UP TO \$15,000,000 OF GENERAL OBLIGATION BONDS TO FINANCE AND REFINANCE CAPITAL COSTS.

WHEREAS, the Board of Commissioners of the Seal Rock Water District, Lincoln County, Oregon (the "District"), has determined that a need exists for the District to finance and refinance capital costs, as more fully described in Exhibit A attached hereto (the "Projects"), and pay bond issuance costs; and

WHEREAS, the costs of the Projects to be funded with bond proceeds are estimated to be not more than \$15,000,000; and

WHEREAS, Oregon Revised Statutes Section 264.250 and Chapter 287A authorizes the District, with the approval of its voters, to issue general obligation bonds to finance the costs of the Projects; and

BE IT RESOLVED by the Board of Commissioners of the Seal Rock Water District, Lincoln County, Oregon that:

A. A measure election is hereby called for the purpose of submitting to the electors of the District the question of authorizing up to \$15,000,000 of general obligation bonds. Bond proceeds will be used to finance the Projects and pay costs related to issuing the bonds. The bonds shall mature over a period of not more than 25 years.

B. The measure election hereby called shall be held on November 8, 2011.

C. The District authorizes the President of the Board, Board Treasurer or the designee of the President or Board Treasurer (each an "Authorized Representative") to act on behalf of the District and to finalize and submit the ballot title and explanatory statement and to take such further action as is necessary to carry out the intent and purposes herein in compliance with the applicable provisions of law.

D. The District directs the Authorized Representative of the District, to file a Notice of District Measure Election with the Lincoln County Elections Office not later than September 8, 2011 (sixty-one (61) days prior to the election date). The Notice of District Measure Election shall be submitted to the Lincoln County Elections Office on the Secretary of State's form SEL 803 and shall contain the language, with such changes as are approved by the Authorized Representative, presented in Exhibit A.

Adopted by Board of Commissioners of the Seal Rock Water District, Lincoln County,
Oregon on the 11th day of August, 2011.

SEAL ROCK WATER DISTRICT
LINCOLN COUNTY, OREGON

By *Joseph R. Garcia*
President

ATTEST:

By *Robert J. Mills*
Secretary

Resolution No.

Exhibit A

**NOTICE OF BOND ELECTION
SEAL ROCK WATER DISTRICT
LINCOLN COUNTY, OREGON**

NOTICE IS HEREBY GIVEN that on November 8, 2011, a measure election will be held in Lincoln County, Oregon. The following shall be the ballot title of the measure to be submitted to the district's voters on this date:

**CAPTION:
SEAL ROCK WATER DISTRICT
GENERAL OBLIGATION BOND AUTHORIZATION**

QUESTION:

Shall Seal Rock Water District be authorized to issue general obligation bonds not exceeding \$15,000,000 to finance capital costs? If the bonds are approved, they will be payable from taxes on property or property ownership that are not subject to the limits of sections 11 and 11b, Article XI of the Oregon Constitution.

SUMMARY:

Approval of this measure would finance capital costs to the District's water system and systems supplying water to the District, including:

- a share of capital costs associated with providing water to the District from the City of Toledo or other public entities;
- replacing aging water lines throughout the District;
- installing and replacing fire hydrants and making other repairs as outlined in the 2010 Master Plan;
- refinancing outstanding borrowings to reduce costs to the District's ratepayers; and
- fees associated with issuing the bonds.

The bonds may be issued in more than one series and each series will mature in 25 years or less from its issuance date. The estimated average annual cost of the bonds would be \$1.4484 per \$1,000 of assessed value. The owner of a home with an assessed value of \$100,000 is estimated to pay \$144.84 a year.

The following authorized District Election Authority hereby certifies the above ballot title is true and complete.

John R. Garcia
Signature of authorized District Election Authority

JOHN R. GARCIA
Printed name of authorized District Election Authority

11 Aug. 2011
Date signed

PRESIDENT OF THE BOARD
Title