

RESOLUTION NO. 2006-265

Adopted by the Sacramento City Council

April 18, 2006

DECLARING PRELIMINARY INTENTION TO REFUND SPECIFIED LIMITED OBLIGATION IMPROVEMENT BONDS AND DIRECTING THE PREPARATION OF A REPORT THEREON FOR REASSESSMENT DISTRICT II NO. 2006-01 (WILLOWCREEK II A.D. NO. 96-01 AND NORTH NATOMAS A.D. NO. 88-03)

BACKGROUND

- A. The City Council (the "Council") of the City of Sacramento (the "City"), by proceedings duly had and taken, previously provided for the issuance of the following bonds (hereinafter referred to as the "Prior Bonds"):
- 1) City of Sacramento Limited Obligation Improvement Bonds, North Natomas Assessment District No. 88-03 in the original principal amount of \$38,446,534.32; dated April 26, 1989; and
 - 2) City of Sacramento Limited Obligation Improvement Bonds, Willowcreek II Assessment District No. 96-01 in the original principal amount of \$14,248,542.57, dated July 24, 1997;
- The unmatured portions of the Prior Bonds are now outstanding.
- B. The Council is authorized by the Refunding Act of 1984 for 1915 Improvement Act Bonds (being Division 11.5 of the California Streets and Highways Code) (the "Refunding Act") to issue refunding bonds (the "Refunding Bonds") for the purpose of refunding the outstanding principal amounts of the Prior Bonds under and pursuant to the conditions and terms of the Refunding Act, and may provide for the levy and collection of reassessments as security for the Refunding Bonds.
- C. The Council has determined, preliminarily, to proceed with such refunding, provided that it can be accomplished without notice and hearing on the basis of the three conditions prescribed by Section 9525 of the Refunding Act, with satisfaction of such conditions being evidenced by the written report to be prepared and submitted in conformity with Sections 9523 and 9524 of the Refunding Act.
- D. The Council is fully advised in this matter.

BASED ON THE FACTS SET FORTH IN THE BACKGROUND, THE CITY COUNCIL RESOLVES AS FOLLOWS:

Section 1. The above recitals are true, and the Council so finds and determines.

Section 2. The Council hereby preliminarily determines that the public interest and necessity require the refunding of the Prior Bonds under and pursuant to the Refunding Act, subject to further proceedings under the Refunding Act.

Section 3. The Council hereby preliminarily declares that it intends to issue the Refunding Bonds to refund the Prior Bonds and to levy and collect reassessments as security for the Refunding Bonds under and pursuant to the Refunding Act.

Section 4. The Council hereby refers the matter of the proposed refunding of the Prior Bonds and the levy and collection of reassessments as security for the Refunding Bonds to Harris & Associates, civil engineers (the "Reassessment Engineer"), as the qualified engineer appointed by the City in these proceedings, and hereby directs said Reassessment Engineer to prepare and file with the City Clerk a report in writing containing the matters specified in Section 9523 of the Refunding Act.

Section 5. When the report provided for in Section 4 hereof is filed with the City Clerk, the City Clerk is directed to present said report to the Council for consideration, pursuant to Sections 9524 and 9525 of the Refunding Act.

Section 6. This resolution shall take effect immediately upon its adoption.

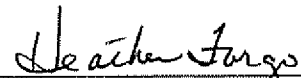
Adopted by the City of Sacramento City Council on April 18, 2006 by the following vote:

Ayes: Councilmembers Cohn, Fong, Hammond, McCarty, Pannell, Sheedy, Tretheway, Waters, and Mayor Fargo.

Noes: None.

Abstain: None.

Absent: None.



Mayor Heather Fargo

Attest:



Shirley Concolino, City Clerk