

RESOLUTION NO. 2846

A RESOLUTION DIRECTING STAFF TO PROCEED WITH THE CONSTRUCTION OF THE HYDROELECTRIC FACILITY AS PART OF THE SURFACE WATER IMPROVEMENT PROJECT WA0902

Findings:

- A. The City of Bend authorized design of hydroelectric as part of the Surface Water Improvement Project.
- B. The City of Bend has approved the construction of pipeline and membrane treatment as part of the Surface Water Improvement Project.
- C. The City performed an analysis on feasibility and timing of the development of hydroelectric in conjunction with other approved elements of the Surface Water Improvement Project. Results of that analysis was presented at the July 20, 2011 City Council meeting which showed it both feasible and economical to construct in conjunction with those other elements.
- D. Based on the feasibility and timing analysis the development of hydroelectric will produce a revenue stream greater than the debt and operational costs by 2014.
- F. The hydroelectric facility is anticipated to have an initial nominal positive impact on water rates and the revenue will increase over time.
- G. The hydroelectric facility is expected to be fully operational by 2014.
- H. This Resolution is based on the information that has been presented to date.

Based on these findings, the City of Bend City Council resolves as follows:

- Section 1. City staff shall proceed with the construction of the hydroelectric facility in conjunction with the other elements of the Surface Water Improvement Project.
- Section 2. The City of Bend will operate this hydroelectric facility within its existing water rights and based on water demand.
- Section 3. This resolution commits the City to proceeding with the construction and funding of the hydro-electric facility as part of the Surface Water Improvement project.
- Section 4. This resolution shall take effect immediately upon passage.

Approved by roll call vote on the 3rd day of August , 2011

YES: 6 NO: 1

Signed by the Mayor on the 3rd day of August, 2011



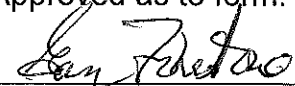
Jeff Eager, Mayor

ATTEST:



Patricia Stell, City of Bend Recorder

Approved as to form:



City Attorney's Office