

RESOLUTION NO. 1 FOR 2006

A RESOLUTION REGARDING THE ISSUANCE BY THE COLORADO EDUCATIONAL AND CULTURAL FACILITIES AUTHORITY OF ITS TAX EXEMPT OBLIGATION FOR THE BENEFIT OF THE EDUCATIONAL MEDIA FOUNDATION IN THE AGGREGATE PRINCIPAL AMOUNT OF APPROXIMATELY \$16,500,000.

WHEREAS, Educational Media Foundation, a California nonprofit corporation which operates a non-commercial radio station located at 28041 Pleasant Valley Road, Sweet Home, Oregon (the "Borrower") has requested the Colorado Educational and Cultural Facilities Authority (the "Issuer") to issue its Tax-Exempt Obligation for the benefit of the Borrower, in the aggregate principal amount of approximately \$16,500,000 (the "Obligation"); and

WHEREAS, the proceeds of the Obligation will be used for the purposes of: (a) refinancing the cost of acquiring an FCC non-commercial license to operate a radio station that offers contemporary Christian music, public affairs programming, public service announcements and personal counseling by phone to listeners, (b) equipping the radio station which the Borrower will operate, and (c) paying certain costs of issuance of the Obligation.

WHEREAS, in order to achieve interest savings, the Borrower desires that the Obligation be issued in compliance with the requirement of the Internal Revenue Code of 1986, as amended (the "Code") so that interest on the Obligation will be excludable from the gross income of the holders; and

WHEREAS, Section 147 (f) of the Code requires, as a condition to receiving tax-exempt treatment of the interest on the Obligation, that an authorized, elected representative approve the Obligation and the City Council of the City of Sweet Home, Oregon (the "Council") constitutes such an authorized, elected representative; and

WHEREAS, it is deemed necessary and advisable that this Resolution be adopted.

NOW, THEREFORE BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF SWEET HOME, OREGON AS FOLLOWS:

Section 1: The issuance of the Obligation by the Issuer in an aggregate amount not to exceed \$16,500,000 is hereby approved.

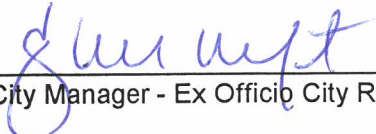
Section 2: Such approval shall be solely for the purposes of Section 147 (f) of the Internal Revenue Code of 1986, and the City of Sweet Home, Oregon, shall have no liabilities for the payment of the Obligation nor shall any of its assets be pledged to the payment of the Obligation.

Section 3: This Resolution shall take effect and be in full force immediately after its adoption by the Council.

PASSED by the Council and approved by the Mayor this 10<sup>th</sup> day of January, 2006.

ATTEST:

  
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Mayor

  
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City Manager - Ex Officio City Recorder