

ORDINANCE NO. 51

An Ordinance adopting a plan for adding to and enlarging the Water System of the Town of Redmond, estimating the cost thereof as near as may be, providing for the issuance of Seven Thousand Dollars of General Indebtedness Bonds and not to exceed Twenty Thousand Dollars of Water Revenue Bonds, and submitting said plan and the question of the issuance of said bonds to the qualified voters of the Town of Redmond for adoption or rejection at a Special Election to be held in said Town on the 26th day of April, 1927.

BE IT ORDAINED by the TOWN COUNCIL of the Town of Redmond:-

I.

That the Town of Redmond do proceed to add to and enlarge its Waterworks System for the purpose of furnishing said Town and the inhabitants thereof, and any other persons, with an ample supply of water for all uses and purposes, public and private, including water power and other power derived therefrom, and that the following be adopted as the plan thereof:

That the said Town of Redmond do acquire by purchase or by condemnation and purchase such rights of way across private property as may be deemed necessary by the Town Council for the construction and maintenance of a watermain from Seidel Creek, situated in the Northwest quarter of Section 28, Township 26 North, Range 6 East of W. M., to the present impounding basin of said Town situated in the Northeast quarter of Section 1, Township 25 North, Range 5 East of W. M.; that said Town do proceed to construct a dam across said Seidel Creek and a settling basin on lands adjacent thereto and owned by said Town; that the Town of Redmond do further proceed to construct a six inch watermain on the forementioned rights of way for the purpose of conducting water from said Seidel Creek to the present impounding basin of said Town located as aforesaid.

That as soon as said plan shall have been adopted and the issuance of the bonds for its payment shall have been authorized and the sale or other disposal of said bonds shall have been arranged for, the acquisition and construction of said additions to and enlargement of the present waterworks system shall be begun in such manner as the Town Council shall hereafter determine.

II.

That the estimated cost of the foredescribed additions to the said present waterworks system, as nearly as may be determined, will be Twenty Six Thousand Dollars.

III.

That the revenue for the purchase and construction of said additions to the waterworks system be raised in the following manner:

(a) By the issuance of general indebtedness bonds of said Town in the sum of Seven Thousand (7000) Dollars; said bonds shall be in the denomination of Five Hundred (500) Dollars, shall bear interest at six (6) per cent per annum, payable semi-annually, and shall fall due at the expiration of twenty (20) years from the date thereof, with an option to the Town of Redmond of paying any bond upon any interest date subsequent to ten years from the date of issue by notifying the holder of said bond at least sixty days before said interest date of the intention of the Town to pay the same, or by publication of notice of said intention in the official newspaper of said Town at least sixty days before said interest date; upon giving the foredescribed notice interest on bonds so called for payment shall cease upon said next interest date; Provided, that said bonds and interest thereon shall be paid strictly in numerical order, lowest numbers first. Said bonds shall be numbered from one to fourteen, consecutively, shall bear

the date of their issue, shall be payable to bearer at the First National Bank of Redmond, Redmond, Washington, and shall each have forty coupons attached, each coupon calling for the payment of six months interest. Each bond and coupon shall be signed by the Mayor and attested by the Clerk, and the bonds shall bear the seal of the Town. There shall be levied each year a tax on the taxable property of the Town sufficient to pay the interest on said bonds as the same accrued and before seven years prior to the maturity thereof an annual sinking fund sufficient for the payment of said bonds at maturity, which taxes shall become due and collectible as other taxes. The amount of any taxes so collected shall be credited to a special fund, known as the "indebtedness fund", for the payment of interest and principal of said bonds, and no part of said fund shall be diverted to any other purpose. The Town of Redmond is hereby pledged to the annual levy and collection of said tax and to the payment of the interest and principal of said bonds at maturity.

(b) By the issuance of not to exceed Twenty Thousand (20,000) Dollars of water revenue bonds; said bonds shall be in the denomination of Five Hundred (500) Dollars, shall bear interest at six (6) per cent per annum, payable semi-annually and shall fall due at the expiration of twenty years from the date thereof, with an option to the Town of Redmond of paying any bond upon any interest date by notifying the holder of said bond at least thirty days before said interest date of the intention of the Town to pay the same or by publication of notice of said intention in the official newspaper of said Town at least thirty days before said interest date; upon giving the foredescribed notice interest on bonds so called for payment shall cease upon said next interest date; Provided, that said bonds and interest

thereon shall be paid strictly in numerical order, lowest numbers first. Said bonds shall be numbered from one up consecutively, shall bear the date of their issue, shall be payable to bearer at the First National Bank of Redmond, Redmond, Washington, and shall each have forty coupons attached, each coupon calling for the payment of six months interest. Each bond shall be signed by the Mayor and attested by the Clerk; and the bonds shall bear the seal of the Town. Said bonds shall not be a general obligation of the Town of Redmond, but shall be payable only from the following described fund:

There is hereby created a special fund to be known as "Water Revenue Fund Number Two, Town of Redmond", for the sole purpose of defraying the cost of said additions to the waterworks system of said Town over and above said Seven Thousand (7000) Dollars to be raised by general indebtedness bonds, into which said fund shall be set aside and paid seventy five (75) per cent of the gross revenue of said water system, said amount being in the opinion of the Council available over and above the cost of maintenance and operation of said plant. Whenever, thirty days before an interest date, there shall have accumulated in said fund sufficient money to pay the interest on said bonds next falling due and at least Five Hundred Dollars in addition thereto, then the Treasurer of the Town shall, in the manner aforesaid, call for payment at said interest date a sufficient number of bonds to reduce the balance in said fund to less than Five Hundred Dollars after paying the interest coupons falling due on said date. Any call so made shall be for the bond or bonds outstanding bearing the lowest number and interest thereon shall cease upon said bonds upon the next interest date following said call for payment. Such bonds and interest thereon shall be a valid claim of the holder

thereof solely against said special fund and its fixed proportion of the revenue pledged to said fund and shall not constitute an indebtedness of said city or town within the meaning of the constitutional provisions and limitations. Each such bond shall state upon its face that it is payable from said special fund and shall refer to this Ordinance.

Said special fund shall continue to exist and the obligation to pay said proportion of the gross revenue of said water system into said fund shall continue until all of said water revenue bonds shall have been retired.

IV.

Said Town of Redmond hereby binds itself not to sell, lease, or in any manner dispose of said water system or any part thereof, or any betterments to, or extensions thereof, until all obligations outstanding against or payable from said special fund hereby created shall have been paid in full, or until a sum sufficient to make such full payment has been placed in such special fund.

V.

That this Ordinance shall be submitted to the qualified voters of the Town of Redmond for ratification or rejection at a special election to be held on the 26th day of April, 1927. If said Ordinance shall be ratified by a three-fifths vote of the qualified voters voting at said election, then it shall immediately go into effect. If said Ordinance shall not be ratified by three-fifths of said voters at the election, then it shall be deemed rejected and shall be of no effect.

Notice of said election shall be given as required by law. Said election shall be held at the Redmond Hall in the Town of Redmond and shall be conducted in accordance with the laws of

of the State of Washington and the Ordinances of the Town of Redmond. At said election the polls shall be open from 8:00 A.M. to 8:00 P.M. and the following persons shall act as officials:- H. S. Reed, Judge, G. W. Julian, Judge, and Ernest Johnson, Inspector.

At said election a ballot substantially in the following form shall be furnished each voter:


B A L L O T

Shall the Town of Redmond issue \$7,000.00 of General Indebtedness Bonds and not to exceed \$20,000.00 of Water Revenue Bonds to pay the cost of enlarging its Waterworks System, as provided by Ordinance No. 51?

Yes : _____ :

No. : _____ :

Passed by the Town Council this 9th day of March, 1927.



Mayor

Attest:

A. B. Reed,

Clerk

IV.

Said Town of Redmond hereby binds itself not to sell, lease, or in any manner dispose of said water system or any part thereof, or any betterments to, or extensions thereof, until all obligations outstanding against or payable from said special fund hereby created shall have been paid in full, or until a sum sufficient to make such full payment has been placed in such special fund.

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Yes : _____ :
No : _____ :

Passed by the Town Council this 9th day of March, 1927.

Wm Brown

Mayor

Attest:

A. B. Reed

Clerk

Note: Election April 26, 1927

Result: Yes 133
No 8