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RESOLUTION NO. 802

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF REDMOND, WASHINGTON, PROVIDING FOR THE SUBMISSION TO THE QUALIFIED ELECTORS OF THE CITY AT A SPECIAL ELECTION TO BE HELD IN CONJUNCTION WITH THE GENERAL ELECTION ON NOVEMBER 7, 1989, TWO PROPOSITIONS, THE FIRST BEING WHETHER THE CITY SHOULD ISSUE NOT MORE THAN \$4,870,000 OF UNLIMITED TAX GENERAL OBLIGATION BONDS, PAYABLE FROM ANNUAL PROPERTY TAX LEVIES IN EXCESS OF THE REGULAR PROPERTY TAX LEVIES, MATURING WITHIN A MAXIMUM OF TWENTY YEARS, TO FINANCE ACQUISITION OF LAND FOR PARKS, RECREATION AND OPEN SPACE PURPOSES AND PARK RENOVATION; AND THE SECOND PROPOSITION BEING WHETHER THE CITY SHOULD ISSUE NOT MORE THAN \$3,750,000 OF UNLIMITED TAX GENERAL OBLIGATION BONDS, PAYABLE FROM ANNUAL PROPERTY TAX LEVIES IN EXCESS OF THE REGULAR PROPERTY TAX LEVIES, MATURING WITHIN A MAXIMUM OF TWENTY YEARS, TO FINANCE DEVELOPMENT OF PARK AND RECREATION FACILITIES.

WHEREAS, after considering the recommendations of the City's Park Board, City Council Human Resources Committee and the City Parks and Recreation Department, the City Council finds it advisable to acquire land in order to preserve existing open spaces and to provide additional community parks and recreation facilities, to renovate certain existing parks and recreation facilities and to develop parks and recreation facilities to better serve the City's growing population; and

WHEREAS, in order to provide all or part of the funds necessary to make such acquisitions, undertake said renovation and accomplish such development, the City Council finds it necessary, proper and advisable that the City incur indebtedness and issue unlimited tax general obligation bonds or notes therefore, in an aggregate principal amount not to exceed \$4,870,000 for land acquisitions and facilities renovation, and in an aggregate principal amount not to exceed \$3,750,000 for new development; and

WHEREAS, by law the propositions of whether the City may incur such indebtedness and issue such bonds for such capital purposes must be submitted to the qualified electors of the City for their ratification or rejection, now, therefore,

THE CITY COUNCIL OF THE CITY OF REDMOND, WASHINGTON,
HEREBY RESOLVES AS FOLLOWS:

Section 1. Subject to the approval of the qualified electors of the City, the City hereby authorizes the incurrence of indebtedness and the issuance of unlimited tax general obligation bonds (the "Bonds") in an aggregate principal amount not to exceed \$4,870,000 for the purpose of providing all or part of the money necessary to pay the capital costs of acquiring land for parks, recreation facilities and open spaces, and renovating existing park and recreation facilities.

Section 2. Subject to the approval of the qualified electors of the City, the City hereby authorizes the incurrence of indebtedness and the issuance of unlimited tax general obligation bonds (the "Bonds") in an aggregate principal amount not to exceed \$3,750,000 for the purpose of providing all or part of the money necessary to pay the capital costs of developing park and recreation facilities.

Section 3. The term "capital costs" as used in the foregoing sections 1 and 2, shall be construed consistently with the term "capital purposes" in Article VII, Section 2(b) of the Washington Constitution and RCW 84.52.056, but, subject thereto, may include the costs of (i) property acquisition, including leasing and acquiring purchase options; (ii) engineering, design, demolition and other site preparation; and (iii) planning, financial, legal, relocation and other services lawfully incurred incident to accomplishing such acquisitions, renovation and/or development and their financing, including the incidental costs and costs related to the sale and issuance of the Bonds; however, the term "capital costs" shall not include maintenance, operation or costs for replacement of equipment.

The Bonds shall bear such date or dates; shall mature at such time or times not to exceed 20 years from the date of issuance thereof; shall be issued in such denominations; shall bear such terms, conditions and covenants; shall be in such form;

shall bear interest at such fixed or variable rate or rates; shall bear such redemption and registration privileges; and shall be sold in such manner, at such time or times, in such amounts and at such price or prices as the City shall hereafter determine by ordinance. The Bonds may be issued in one or more series, either separately or in combination with other authorized general obligation bonds of the City.

The Bonds shall be general obligations of the City and, unless paid from other sources, both the principal thereof and the interest thereon shall be payable from annual property tax levies, if authorized by the qualified electors as provided in Section 5 of this resolution, upon all taxable property within the City in excess of the regular property tax levies, without limitation as to rate or amount.

Section 4. Subject to the approval by the qualified electors of the City of the issuance of the Bonds for the purposes described in Sections 1 and/or 2 of this resolution, the City may, by resolution, provide for the issuance of short-term obligations in anticipation of the issuance of the approved Bonds in accordance with the provisions of RCW 39.50. The aggregate principal amount of all such short-term obligations and Bonds outstanding at any time shall not exceed \$8,620,000, or such lesser bond issue amount approved by the voters.

Section 5. The City finds that an urgent need exists for the described parks, recreation and open space acquisitions, renovation and development and declares that an emergency exists requiring submission to the qualified electors of the City of a proposition authorizing the issuance of the Bonds for the purposes described in Sections 1 and 2 of this resolution at a special election to be held in conjunction with the general municipal election to be held on November 7, 1989.

The King County manager of records and elections as ex officio supervisor of elections is hereby requested to find the existence of such emergency pursuant to RCW 29.13, and is

requested to assume jurisdiction of and to call and conduct a special election and to submit to the qualified electors of the City the propositions set forth below. The City Clerk is hereby authorized and directed to certify said propositions to the King County manager of records and elections in substantially the following form, with such additions, deletions or modifications as may be required by the City Attorney:

CITY OF REDMOND PROPOSITION NO. 1

PARKS, RECREATION AND OPEN SPACE
ACQUISITION AND RENOVATION BONDS

Shall the City of Redmond, to acquire land for parks, recreation and open space purposes and to renovate existing park facilities, incur indebtedness and issue not more than \$4,870,000 of unlimited tax general obligation bonds with a maximum term of 20 years, on which principal and interest shall be payable from annual property tax levies upon all taxable property within the City in excess of regular property tax levies, as provided in Resolution No. 802?

BONDS, YES _____

BONDS, NO _____

CITY OF REDMOND PROPOSITION NO. 2

PARKS AND RECREATION FACILITY DEVELOPMENT BONDS

Shall the City of Redmond, to develop park and recreation facilities, incur indebtedness and issue not more than \$3,750,000 of unlimited tax general obligation bonds with a maximum term of 20 years, on which principal and interest shall be payable from annual property tax levies upon all taxable property within the City in excess of regular property tax levies, as provided in Resolution No. 802?

BONDS, YES _____

BONDS, NO _____

Section 6. If the development bonds (proposition no. 2) are approved and new facilities are developed, the City must provide for the ongoing cost of maintaining these new facilities. Existing City revenues are not adequate to pay for these costs. In recognition of this fact (as well as to meet

maintenance expenses for existing facilities), the City Council has directed by separate resolution that voter approval be sought for an increase in the 106% tax levy lid. In the event voter approval for the levy lid increase is not obtained, it is the City Council's intention that the authority under proposition no. 2 to incur indebtedness and issue bonds for development will only be used for projects which generate sufficient revenues to offset their maintenance costs, or for which there is another identified source of funds to pay for maintenance.

RESOLVED this 15th day of August, 1989.

APPROVED:

Doreen Marchione
MAYOR, DOREEN MARCHIONE

ATTEST/AUTHENTICATED:

Doris A. Schaille
CITY CLERK, DORIS A. SCHAIBLE

FILED WITH THE CITY CLERK: 8-10-89
PASSED BY THE CITY COUNCIL: 8-15-89
RESOLUTION NO. 802