

RESOLUTION NO. 805

A RESOLUTION OF THE CITY OF REDMOND,
WASHINGTON, ACCEPTING THE BID OF SEATTLE-FIRST
NATIONAL BANK FOR THE PURCHASE OF \$1,858,000
CITY OF REDMOND, WASHINGTON, LOCAL IMPROVEMENT
DISTRICT NO. 87-ST-51 BOND ANTICIPATION NOTES,
1989; FIXING THE INTEREST RATE ON SAID NOTES;
AND PROVIDING FOR THE IMMEDIATE PRINTING,
EXECUTION, AUTHENTICATION, ISSUANCE AND
DELIVERY OF THE NOTES.

WHEREAS, by Ordinance No. 1420, passed by the City Council on May 3, 1988, after public hearing thereon, the City ordered the improvement of Bellevue-Redmond Road between N.E. 24th Street and N.E. 40th Street by the construction and installation of street and utility improvements, together with related improvements, all pursuant to property owners' petition therefor; established Local Improvement District No. 87-ST-51 (the "District") of the City; provided that payment for the improvements be made by special assessments upon the property in the District payable by the mode of "payments by bonds;" and provided for the issuance and sale of local improvement district warrants or other short-term obligations pursuant to Chapter 216, Laws of 1982 (Chapter 39.50 RCW), redeemable by cash and/or by local improvement district bonds; and

WHEREAS, by Ordinance No. 1507, passed by the City Council on May 15, 1989, a notice of note sale for the purchase of \$1,858,000 City of Redmond, Washington, Local Improvement District No. 87-ST-51 Bond Anticipation Notes, 1989 (the "Notes") on an all or none basis was duly published in the Daily Journal of Commerce, in Seattle, Washington, and the Bond Buyer, in New York, New York; and

WHEREAS, such notice of sale provided that sealed bids for the purchase of the Notes would be received by the City in care of its bond counsel, Riddell, Williams, Bullitt & Walkinshaw, Suite 4400, 1001 Fourth Avenue Plaza, Conference 44A, Seattle, Washington 98154 until 10:00 a.m. local time on September 5, 1989; and

WHEREAS, copies of the bids which were submitted to the City at or prior to the time specified in the notice of sale are attached to this resolution; and

WHEREAS, after due consideration of said bids, it has been determined that the bid of Seattle-First National Bank is the best bid on the basis of the lowest net interest cost, and that it is in the best interests of the City that said bid be accepted; NOW THEREFORE,

THE CITY COUNCIL OF THE CITY OF REDMOND, WASHINGTON, DO RESOLVE AS FOLLOWS:

Section 1. The bid of Seattle-First National Bank for the purchase of the Notes at the price of \$1,849,657.58 principal value thereof, plus accrued interest from September 1, 1989, to the date of delivery of the Notes to the purchasers thereof, is hereby accepted; and the Notes are awarded to said purchasers and shall be delivered to them upon payment of the total purchase price of \$1,849,657.58 plus accrued interest to the date of delivery in conformity with their bid.

Section 2. The Notes shall bear interest at the rate of 6.25% per annum.

Section 3. The actions of the City Finance Director setting the time and date of sale for the Notes at 10:00 a.m. local time on September 5, 1989, are hereby fully ratified and confirmed.

Section 4. The good faith checks of the unsuccessful bidders shall be returned forthwith.

Section 5. The proper City officials are hereby authorized and directed to do all things necessary for the prompt printing, execution, authentication, issuance and delivery of the Notes to the purchasers thereof in accordance with the terms of their bid and the notice of sale, and for the proper application and use of the proceeds of such sale.

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

RESOLVED this 5th day of September, 1989.

APPROVED:

Doreen Marchione
MAYOR, DOREEN MARCHIONE

ATTEST, AUTHENTICATED:

Doris A. Schaible
CITY CLERK, DORIS A. SCHAIBLE

APPROVED AS TO FORM:

OFFICE OF THE CITY ATTORNEY

By: _____

FILED WITH THE CITY CLERK: 8/31/89
PASSED BY THE CITY COUNCIL: 9/5/89
RESOLUTION No.: 805

DSG/dlk(sll)
9/5/89



BID

\$1,858,000 CITY OF REDMOND, WASHINGTON
Local Improvement District No. 87-ST-51
Bond Anticipation Notes, 1989

Redmond City Council
c/o Riddell, Williams, Bullitt & Walkinshaw
1001 Fourth Avenue Plaza
Suite 4400
Seattle, WA 98154

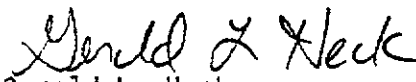
Gentlemen:

For \$1,858,000 of par value for Local Improvement District No. 87-ST-51 Bond Anticipation Notes to be dated September 1, 1989 (and delivered by October 5, 1989), to mature November 1, 1990, with the City maintaining the right of optional redemption at par plus accrued interest on September 1, 1990 until maturity with interest payable at maturity or upon earlier redemption, we will pay the sum of \$ 1,849,657.58.

The notes will bear an interest rate of 6.25 %.

The net effective rate is 6.659 %.

Sincerely,


Gerald L. Heck
Vice President & Manager.



September 5, 1989

**Security Pacific Bank
Washington NA**
The Investment Center
PO Box 3598
Seattle WA 98124-3598
(206) 621-5253
1-800-228-0225

City of Redmond, Washington
c/o Riddell, Williams, Bullitt & Walkinshaw
Suite 4400, 1001 Fourth Avenue Plaza
Seattle, WA 98154

Gentlemen:

For \$1,858,000 of your Redmond, Washington, L.I.D. #87-ST-51 Bond Anticipation Notes to be dated September 1, 1989, we will pay \$1,849,639.00 and offer an interest rate of 6.30%. These notes are to mature 11-1-90 and will bear interest payable at maturity or upon the earlier redemption of the Notes. Interest on the Notes will be calculated on a of a 30/360 day basis.

This bid is subject to the approving legal opinion of Riddell, Williams, Bullitt & Walkinshaw, Bond Counsel, of Seattle, Washington, as to the regularity and legality of the proceedings held in connection with the issuance of these notes. Said opinion is to be furnished by you without cost to us.

This bid is further subject to delivery of the notes at Security Pacific Bank Washington.

We understand that the notes will be printed in \$5,000 denominations, or any integral multiple thereof.

Respectfully submitted:

Security Pacific Bank Washington

by:

A handwritten signature in dark ink, appearing to read 'Judith A. Cochrane', written over a horizontal line.

Judith A. Cochrane
Vice President and Municipal Trader

Information Only

Net interest rate 6.68571 %

Chas. Mord - Ripada Chaffee

A SECURITY PACIFIC AFFILIATE

BID FORM

City of Redmond, Washington
Local Improvement District No. 88-ST-51
Bond Anticipation Notes, 1989

Mr. Paul Gudgeirsson
Finance Director
City of Redmond, Washington

For One Million Eight Hundred Fifty-eight Thousand Dollars (\$1,858,000) par value, City of Redmond, Washington Local Improvement District No. 88-St-51 Bond Anticipation Notes, 1989, to be dated September 1, 1989 and to mature November 1, 1990, callable in whole or part September 1, 1990 with interest calculated on a 30/360 basis and payable at maturity, we will pay the sum of 1,847,781.00

for the Notes to bear interest at 6.375 %.

This bid is submitted in accordance with and subject to all provisions contained in the official notice of sale of these notes.

A certified or bank cashier's check in the sum of \$50,000.00 payable to the order of the City of Redmond, Washington, is hereto attached which check is to be returned to us if this bid is not accepted. If this bid is accepted, said check shall be retained and cashed by the City and, when said notes are delivered and paid for under the terms of this bid, shall be retained as and for liquidated damages in case we fail to take up and pay for said bonds at the price agreed upon under the terms of this bid.

The following information is submitted:

Interest Cost	\$ <u>138,188.75</u>
Plus Discount	\$ <u>10,219.00</u>
Net Interest Cost	\$ <u>148,407.75</u>
Net Effective Rate	\$ <u>6.846429</u>

Respectfully submitted this 5th day of September, 1989.

For: Harper McLean and Company
500 Union Street
Seattle, WA

Signature for Bid Monica L. Alst

Good faith check returned and receipt thereof acknowledged:

(Signed) Monica L. Alst

September 5, 1989

City of Redmond

RE: # 1,858,000 Redmond LID # 87-ST-51

Gentlemen:

For the above legally issued bonds to be dated 9.1.89, and in accordance with the terms and conditions of the Notice of Sale of said bonds, we offer to purchase the above described bonds, maturing and bearing interest at the rates shown below, and to pay, therefore, \$ 99.30 for each \$100.00 par value of bonds, which is a total of \$ 1,844,994.00 and accrued interest to date of delivery.

<u>Bonds Maturing</u>	<u>Interest Rate</u>	<u>Bonds Maturing</u>	<u>Interest Rate</u>
<u>11.1.90</u>	<u>6.25</u>	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____

(For Information Purposes Only)

Total Interest Cost to Maturity	\$ <u>135,479.17</u>
LESS: Premium (If Any)	\$ <u>13,006.00</u>
PLUS: Discount	\$ <u>148,485.17</u>
Net Interest Cost	\$ <u>148,485.17</u>
Effective Interest Rate	<u>6.85 %</u>

City of Redmond

Page Two

This proposal is made subject to our being furnished, at the expense of the city, upon delivery of the bonds with the unqualified approving opinion of Riddell, Williams, Bullitt + Warkentshaw, bond counsel of Seattle Wash. Said opinion will be reproduced on each of said bonds, also at the expense of the city.

In accordance with the terms of the Notice of Sale, there is enclosed a cashier's check for \$ 50,000.00, payable to the city. The proceeds of said check are to be applied on the purchase price of the bonds if this proposal is accepted, or if this proposal is accepted but not performed (unless such failure of performance shall be caused by any act or omission of the city) are to be retained by the city as liquidated damages. If this proposal is not accepted, said check is to be returned to us promptly after the award of the bonds to the successful bidder.

Respectfully submitted,

SHEARSON LEHMAN HUTTON

Maureen B Edelblut
Maureen B. Edelblut
Vice President

MBE:jaf

Enclosure

This bid is accepted on behalf of the

By: _____

Date: _____

check ret'd 9-5-89

Maureen B Edelblut