

RESOLUTION NO. 930

Intent to Reimburse
Expenditures from LID
Bond Proceeds, LID 54

A RESOLUTION OF THE CITY COUNCIL OF
THE CITY OF REDMOND, WASHINGTON,
DECLARING THE CITY'S INTENT THAT
CERTAIN CAPITAL EXPENDITURES MADE
AND TO BE MADE IN CONNECTION WITH
THE LEARY WAY WIDENING, PROJECT 87-
ST-74, PROPOSED LID 89-ST-54 SHALL
BE REIMBURSED FROM THE PROCEEDS OF
TAX EXEMPT LOCAL IMPROVEMENT
DISTRICT BONDS.

WHEREAS, Ordinance No. 1511, passed by Council
September 5, 1989, authorized formation of L.I.D. 89-ST-54,
and

WHEREAS, the City of Redmond has undertaken a
project commonly known as the Leary Way Widening Project,
City Project No. 87-ST-54, and intends to finance the
Project through the incurrence of taxable or tax exempt
debt, and

WHEREAS, the City is currently incurring and will
continue to incur capital expenditures in furtherance of the
Project, including, but not limited to, expenditures for
design engineering, administration and construction, which
expenditures have been and will be made in anticipation of
the incurrence of the taxable or tax exempt debt and is
currently being financed through an interfund loan from
other funds of the City, and

WHEREAS, the City intends to issue local
improvement district bonds (the "Bonds") which will qualify
as "reimbursement bonds," to the extent possible under
federal law in order that such prior expenditures shall be

treated as expenditure of Bond proceeds as of the date of such expenditures now, therefore,

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

Section 1. Expenditures which have been and which will be necessary and advisable with respect to the Leary Way Widening Project prior to the issuance of the Bonds or the incurrence of other taxable or tax exempt debt, are hereby authorized to be made from the proceeds of the interfund loan from the City's Real Estate Excise Tax Fund and the City hereby declares its intent (the "Official Intent"), pursuant to Treasury Regulation §1.103-18, that any such capital expenditures have been and are made in anticipation of the issuance of the Bonds or such other taxable or tax exempt debt, as applicable. The maximum principal amount of debt expected to be issued for reimbursement pursuant to this Resolution is One Million Three Hundred Dollars (\$1,300,000).

Section 2. Any such prior expenditures with respect to the Leary Way Widening Project to be reimbursed with the proceeds of the Bonds or such other taxable or tax exempt debt shall be incurred solely to acquire, construct or rehabilitate property of the City having a reasonable expected economic life of at least one year.

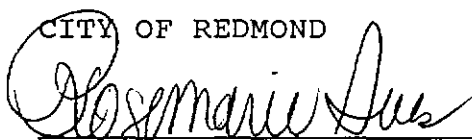
Section 3. Pursuant to its budget, the City finds that it does not now have, nor does it reasonably expect to have, prior to the issuance of the Bonds or the incurrence of other taxable or tax exempt debt, as applicable, funds

from sources other than the Bonds or such other taxable or tax exempt debt which are or are reasonably expected to be allocated on a long-term basis, reserved or otherwise available for the Leary Way Widening Project.

Section 4. The City expects to pay the principal of, premium, if any, and interest on the Bonds or such other taxable or tax exempt debt from the L.I.D. fund to be established in connection with formation of and collection of assessments related to proposed L.I.D. No. 89-ST-54.

Section 5. This resolution, and any other books, records and proceedings of the City relevant to the City's declaration of Official Intent shall be made available by the City for inspection by the general public at the administrative offices of the City each business day during normal business hours commencing within ten days of the date hereof and until the date of issue of the Bonds or the date of incurrence of such other taxable or tax exempt debt, as applicable.

RESOLVED this 16th day of February, 1993.

CITY OF REDMOND

ROSEMARIE IVES, MAYOR

ATTEST/AUTHENTICATED:


CITY CLERK, DORIS A. SCHAIBLE

FILED WITH THE CITY CLERK: February 11, 1993
PASSED BY THE CITY COUNCIL: February 16, 1993
EFFECTIVE DATE: February 16, 1993
RESOLUTION NO.: 930

EXHIBIT I

REAL ESTATE EXCISE TAX FUND
1993 CASH FLOW STATEMENT

Cash and Investments 1/1/93	4,651,431
Estimated Revenue	1,563,123
Estimated Expenditures-Revised	<u>-2,250,000</u>
Ending Cash on Hand	
Before Interfund Loans	3,964,554
Interim Financing - Interfund Loans	
Leary Way LID	-1,000,000
1993 G.O. Bond Fund - Fire	-1,700,000
Increase Leary Way LID loan from \$1,000,000 to \$1,300,000	<u>-300,000</u>
Estimated Ending Cash Balance 12/31/93	964,554