

CITY OF REDMOND, WASHINGTON

ORDINANCE NO. 367

AN ORDINANCE of the City of Redmond, Washington, providing for the issuance and sale of \$117,000.00 par value of "General Obligation Bonds, 1965," of the City for the purpose of providing the funds (a) to make certain arterial street improvements including the acquisition of rights-of-ways, grading, ballasting, installing storm drainage, surfacing and installing traffic control devices, (b) to repay a loan from the Street Fund for the purchase price of a certain tract of real property, (c) to acquire a site for and construct a new shop building, and (d) to purchase office bookkeeping machines; specifying the maturities and fixing the form and maximum interest rate of the bonds; and establishing a "General Obligation Bond Fund, 1965."

WHEREAS, the City of Redmond, Washington, is in urgent need of (a) making certain arterial street improvements including the acquisition of rights-of-ways, grading, ballasting, installing storm drainage, surfacing and installing traffic control devices, (b) repaying a loan from the Street Fund for the purchase price of a certain tract of real property described as the south 125 ft. of the north 155 ft. of the east 82 ft. of the west 387.63 ft. of the northwest 1/4 of the northwest 1/4, Section 12, Twp. 25 north, range 5 east W.M., (c) acquiring a site for and constructing a new shop building, and (d) purchasing office bookkeeping machines, and the City does not have available sufficient funds to meet the cost thereof; and

WHEREAS, the assessed valuation of the taxable property within the City, as ascertained by the last preceding assessment for City purposes, is \$8,053,522.00, and at the time of the passage of this Ordinance the outstanding general indebtedness of the City is \$90,000.00, of which \$87,000.00 was incurred within the limit of 1 1/2 to 5% of the actual valuation of the taxable property within the City by vote of the qualified electors therein as provided by law, and \$3,000.00 of which was incurred within the limit of 1 1/2% of the assessed valuation of the taxable property within the City without a vote of the qualified electors therein, NOW, THEREFORE,

THE CITY COUNCIL OF THE CITY OF REDMOND, WASHINGTON,
DO ORDAIN as follows:

Section 1. The City of Redmond, Washington, for strictly municipal purposes, shall (a) make certain arterial street improvements including the acquisition of rights-of-ways, grading, ballasting, installing storm drainage, surfacing and installing traffic control devices, (b) repay a loan from the Street Fund for the purchase price of a certain tract of real property described as the south 125 ft. of the north 155 ft. of the east 82 ft. of the west 387.63 ft. of the northwest 1/4 of the northwest 1/4, Section 12, Twp. 25 north, range 5 east W.M., (c) acquire a site for and construct a new shop building, and (d) purchase office bookkeeping machines, the estimated cost of which, including the cost of the issuance of the general obligation bonds herein proposed, is hereby declared to be, as nearly as may be, the sum of \$117,000.00, and the City shall borrow \$117,000.00 upon the credit of the City and issue negotiable general obligation bonds in payment thereof.

Section 2. The bonds shall be called "General Obligation Bonds, 1965," of the City of Redmond, Washington; shall be dated May 1, 1965; shall be in denominations of \$1,000.00 each; shall be numbered from 1 to 117, inclusive; and shall bear interest at a rate or rates not to exceed 6% per annum, payable semiannually on May 1 and November 1 of each year, as evidenced by coupons attached to the bonds representing interest to maturity, with full obligation on the part of the City to pay interest at the same rate from and after maturity until such bonds, both principal and interest, are paid in full. Both principal and interest are to be paid in lawful money of the United States of America at the office of the City Treasurer of the City of Redmond, Washington, and the bonds shall be payable serially in order of their numbers as follows:

<u>Bond Numbers (Inclusive)</u>	<u>Amounts</u>	<u>Maturities</u>
1 to 10	\$10,000	May 1, 1966
11 to 20	\$10,000	May 1, 1967
21 to 30	\$10,000	May 1, 1968
31 to 41	\$11,000	May 1, 1969
42 to 52	\$11,000	May 1, 1970
53 to 64	\$12,000	May 1, 1971
65 to 76	\$12,000	May 1, 1972
77 to 89	\$13,000	May 1, 1973
90 to 103	\$14,000	May 1, 1974
104 to 117	\$14,000	May 1, 1975

Section 3. The bonds shall be issued without the right or option of the City to redeem the same prior to their stated maturity dates.

Section 4. The City of Redmond, Washington, hereby irrevocably pledges itself to levy taxes annually, within the constitutional and statutory tax limitations provided by law, upon all property in the City subject to taxation in an amount sufficient to pay the principal of and interest upon the bonds as the same shall accrue, and the full faith, credit and resources of that City are hereby irrevocably pledged for the payment of the principal of and interest on such bonds.

Section 5. The bonds herein authorized to be issued shall be in substantially the following form:

No. _____ \$1,000.00

UNITED STATES OF AMERICA

STATE OF WASHINGTON

CITY OF REDMOND

GENERAL OBLIGATION BOND, 1965

_____%

KNOW ALL MEN BY THESE PRESENTS: That the City of Redmond, Washington, is justly indebted to and for value received promises to pay to bearer on the FIRST DAY OF MAY, 19____, the principal sum of

ONE THOUSAND DOLLARS

together with interest thereon at the rate of _____ PERCENT (____%) per annum, payable semiannually on May 1 and November 1 of each year, the interest to maturity being evidenced by and payable upon the presentation and surrender of the attached interest coupons as they severally become due, with full obligation on the part of the City to pay interest at the same rate from and after the maturity date, in the absence of coupons, until this bond with interest is paid in full. This bond is payable, both principal and interest, in lawful money of the United States of America at the office of the Treasurer of the City of Redmond, Washington.

This bond is one of an issue of \$117,000.00 of the bonds of like date, tenor and effect, except as to maturities (and interest rates if more than one interest rate is bid), and is issued by the City of Redmond, Washington, for strictly municipal purposes, to-wit: for the purpose of (a) making certain arterial street improvements including the acquisition of rights-of-ways, grading, ballasting, installing storm drainage, surfacing and installing traffic control devices, (b) repaving

a loan from the Street Fund for the purchase price of a certain tract of real property described in Ordinance No. 367, (c) acquiring a site for and constructing a new shop building, and (d) purchasing office bookkeeping machines, all as provided in Ordinance No. 367, including the cost of the issuance of such general obligation bonds.

This bond is issued without the right or option of the City to redeem the same prior to its stated maturity date.

The City of Redmond hereby irrevocably pledges itself to levy taxes annually, within the constitutional and statutory tax limitations provided by law, upon all property in the City subject to taxation in an amount sufficient to pay the principal of and interest on the bonds of this issue as the same shall accrue, and the full faith, credit and resources of the City are hereby irrevocably pledged for the payment of the principal of and interest on such bonds.

It is hereby certified that all acts, conditions and things required to be done precedent to and in the issuance of this bond have been done, have happened and have been performed as required by law and that the total indebtedness of the City, including this bond issue, does not exceed any constitutional or statutory limitations.

IN WITNESS WHEREOF, the City of Redmond, Washington, has caused this bond to be signed by its Mayor and attested by its City Clerk and its corporate seal to be hereto affixed and the interest coupons attached to be signed with the facsimile signatures of such officials this first day of May, 1965.

CITY OF REDMOND, WASHINGTON

By _____
Mayor

ATTEST:

City Clerk

The form of the interest coupons shall be substantially as follows:

Coupon No. _____
\$ _____

On the FIRST DAY OF (MAY)(NOVEMBER), 19____, the CITY OF REDMOND, WASHINGTON, upon presentation and surrender of this coupon, will pay to the bearer at the office of the City Treasurer the sum of _____ DOLLARS (\$_____), in lawful money of the United States of America, such sum being the

semiannual interest due that date upon its
"General Obligation Bond, 1965," dated May 1,
1965, and numbered _____.

CITY OF REDMOND, WASHINGTON

By _____
Mayor

ATTEST:

City Clerk

Section 6. The bonds shall be printed or lithographed on good bond paper and shall be signed by the Mayor and attested by the City Clerk of the City of Redmond, Washington, under the seal of the City and the coupons shall bear the facsimile signatures of the Mayor and the City Clerk.

Section 7. There is hereby created and established in the office of the City Treasurer a special fund to be known and designated as the "General Obligation Bond Fund, 1965." The accrued interest received from the sale of the bonds, together with a sufficient amount of the principal proceeds received to equal the interest to become payable on the bonds on November 1, 1965, shall be paid into the "General Obligation Bond Fund, 1965," and the balance of the principal proceeds received from the sale of the bonds shall be deposited as follows: (1) \$20,000.00 in the Cumulative Reserve Fund for Municipal Shop Building and expended to pay the cost of acquiring a site for and constructing a new shop building, (2) \$27,000.00 in the Current Expense Fund, of which \$9,000.00 shall be expended for the purchase of office bookkeeping machines and \$18,000.00 shall be transferred to the Street Fund in repayment of the loan made from such Fund to acquire the above-described parcel of real property, and (3) the balance in the Arterial Street Fund to pay the cost of the issuance and sale of the bonds and to make the aforesaid arterial street improvements. All taxes collected and allocated for the payment of the principal of and interest on the bonds shall be deposited in the "General Obligation Bond Fund, 1965."

Section 8. The bonds shall be sold for cash at public sale for not less than par, plus accrued interest, upon sealed bids to be received at the office of the City Clerk up to the day and hour stated in the Notice of Bond Sale hereinafter directed to be given.

Notice calling for bids to purchase such bonds shall be given by publication thereof once a week for four consecutive weeks in the official newspaper of the City of Redmond and such other notice shall be given as the City Council may hereafter direct. Such notice shall specify that bids for the purchase of the bonds shall be received by the City Clerk of the City of Redmond up to 8:00 o'clock p.m. on the 13th day of April, 1965, and that such bids will be publicly opened and considered by the City Council at a meeting to be held at such time in the Council Chambers of the City Hall, Redmond, Washington.

A copy of the notice shall, at least three weeks prior to the date fixed for the sale, be mailed to the State Finance Committee, Olympia, Washington.

Bids shall be invited for the purchase of the bonds with fixed maturities according to the schedule specified in Section 2 hereof.

The notice shall specify the maximum rate of interest the bonds may bear, to-wit, 6% per annum, and shall require bidders to submit a bid specifying:

(a) The lowest rate or rates of interest and premium, if any, above par, at which such bidder will purchase the bonds; or

(b) The lowest rate or rates of interest at which the bidder will purchase the bonds at par.

No bid will be considered for the bonds for less than par and accrued interest or for less than the entire issue. The purchaser must pay accrued interest to date of delivery of the bonds.

Each bid shall state the total interest cost over the life of the bonds and the net effective interest rate of such bid. All bonds maturing on the same date must bear interest at the same single rate. The bonds

will be sold to the bidder offering to purchase the same at the lowest net interest cost to the City over the life thereof, subject to the right of the City to reject any or all bids submitted. The City further reserves the right to waive any informality or irregularity in the bidding if it is in the best interest of the City so to do.

Coupon rates shall be in multiples of $1/8$ or $1/10$ of 1%, or both. Only one coupon will be attached to each bond for each installment of interest thereon, and bids providing for additional or supplemental coupons will be rejected. The maximum differential between the lowest and highest coupon rates named in any bid shall not exceed 2%.

All bids shall be sealed and, except the bid of the State of Washington, if one is received, shall be accompanied by a good faith deposit of five percent, either in cash or by certified or cashier's check made payable to the City Treasurer, of the amount of the bid, which shall be returned if the bid is not accepted; and if the successful bidder fails or neglects to complete the purchase of the bonds within forty days following the acceptance of his bid, the amount of his deposit shall be forfeited to the City, and in that event the City Council may accept the bid of the one making the next best bid, if such bidder agrees to purchase the bonds under the terms provided in his bid, or if all bids are rejected, the City Council if it decides to reoffer such bonds for sale, shall readvertise the bonds for sale in the same manner as provided by law for the original advertisement. If there are two or more equal bids and such bids are the best bids received, and not less than par and accrued interest are bid, the City Council shall determine by lot which bid will be accepted.

The bonds will be delivered to the successful bidder at the office of the City Treasurer of Redmond, Washington, or at such other place as the purchaser and such Treasurer shall mutually agree upon.

The bonds will be furnished by the City and will be sold

with the legal opinion of Roberts, Shefelman, Lawrence, Gay & Moch, bond counsel of Seattle, Washington, approving the legality of the same, all at the expense of the City, which opinion will be printed on each bond. A no-litigation certificate in the usual form will be included in the closing papers.

The City Clerk is hereby authorized and directed to publish Notice of Sale of the bonds in the manner required by law in accordance with the provisions of this Section.


Section 9. This Ordinance shall take effect and be in force five (5) days after the date of its publication in the manner provided by law.

PASSED by the City Council of the City of Redmond, Washington, and APPROVED by the Mayor at a regular meeting thereof this 23rd day of February, 1965.



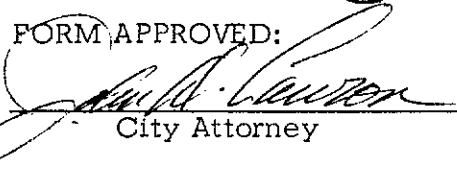
Mayor

ATTEST:



City Clerk

FORM APPROVED:



City Attorney

Published.

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