

*Photographed
2, 824 words.*

*4000
Non-Contract
1 week
90.37*

*70-14
1-14-70
1-14-70*

70-14

CITY OF REDMOND, WASHINGTON

ORDINANCE NO. 515

AN ORDINANCE of the City of Redmond, Washington, providing for the funding of miscellaneous City projects; declaring the estimated cost thereof as near as may be; providing for the issuance and sale of \$600,000.00 par value of "General Obligation Bonds, 1970," of the City; specifying the maturities and fixing the form and maximum effective interest rate of such bonds; establishing a "General Obligation Bond Fund, 1970"; and providing for the sale of such bonds. §1

WHEREAS, the City is in urgent need of funding miscellaneous City projects as hereinafter set forth, and the City does not have available sufficient funds to meet the total estimated cost thereof; and §1

WHEREAS, the assessed valuation of the taxable property of the City of Redmond as ascertained by the last assessment for City purposes for the calendar year 1970 is \$24,744,985.00 and at the time of the passage of this ordinance the existing outstanding general indebtedness consists of \$53,000.00 par value of general obligation bonds issued within the limit up to 1-1/2% of the valuation of the taxable property within the City permitted without a vote of electors, §2
\$630,000.00 par value of general obligation bonds issued within the limit up to 5% of the value of the taxable property within the City (being twice the assessed valuation thereof) permitted pursuant to a vote of the electors within the City for general municipal capital purposes and \$32,000.00 par value of general obligation bonds issued within the additional limit of 5% of the valuation of taxable property within the City (being twice the assessed valuation thereof) permitted pursuant to a vote of the electors within the City for utility purposes, and the amount of the indebtedness for which bonds are herein authorized to be issued is \$600,000.00; NOW, §1
THEREFORE, §1

3-4

515

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

Section 1. The City of Redmond, Washington, shall fund
the following various municipal projects:

A. On site water and sewer service shall be installed to
serve the new city hall building, together with paving of the parking
area and entrance road, installing drainage for such parking area
and lighting such parking area, landscaping and installing underground
power to the city hall building; supplemental or contingency moneys
shall also be included for the city hall construction fund.

B. Three year's¹⁰⁰ interest shall be provided for payment
on the contract purchase of the city hall site and three year's
interest shall be provided to the Municipality of Metropolitan Seattle
under the City's contractual obligation with METRO pertaining to the
60-inch METRO line which will be installed by the City.

C. The City shall participate in the construction of a
~~48 inch~~ storm drain on N.E. 85th Street, together with paying the
City's portion of a local improvement district for the improvement
of N.E. 85th Street.

D. The City shall pay on behalf of the Street Department
one-third of the purchase price of⁵⁰ the combination street flusher-
sewer rodding machine.

E. Street lighting shall be installed.

F. A municipal airport shall be constructed and installed
on a site to be acquired therefor.

The City shall undertake any one or more of the foregoing
projects at such time or times as the City Council may determine and
may modify, eliminate or substitute other similar projects therefor
as may be in the best interests of the City.

Section 2. The estimated cost of the foregoing, including
the cost of the issuance of general obligation bonds herein authorized,
is hereby declared to be, as near as may be,⁶⁰ the sum of \$600,000.00.
The City shall borrow money on the credit of the City and issue
negotiable general obligation bonds evidencing such indebtedness.

Such general indebtedness to be incurred shall be within the limit of up to 1-1/2% of the value of the taxable property within the City permitted for general municipal purposes without a vote of the qualified voters therein.

Section 3. The bonds shall be called "General Obligation Bonds, 1970," of the City of Redmond, Washington, shall be dated February 1, 1970, shall be in denominations of \$5,000.00 each, shall be numbered from 1 to 120, inclusive, and shall bear ^{7%0} interest at an effective rate not to exceed the maximum rate permitted by law, payable semiannually on February 1 and August 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 bond rate, from and after maturity, until the 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 Redmond, Washington. The bonds shall mature serially in order of their numbers on February 1 in the years and amounts as follows: *g14*

<u>Years</u>	<u>Amounts</u>
1972	\$25,000
1973	30,000
1974	30,000
1975	35,000
1976	35,000
1977	40,000
1978	40,000
1979	45,000
1980	45,000
1981	50,000
1982	50,000
1983	55,000
1984	60,000
1985	60,000

Section 4. The City reserves the right to redeem any or all of the outstanding bonds at par, plus accrued interest, on any semi-annual interest payment date, on or after February 1, 1980, in inverse numerical order, highest numbers first, by publishing notice of such intended redemption in the official newspaper of the City at least once not less than thirty nor more than forty-five days prior to the call date. Notice of such intended redemption shall also be mailed to the *924*

principal underwriter or manager of the account of the successful bidder at its principal place of business not more than forty-five nor less than thirty days prior to the call date. In addition, such redemption notices shall also be sent to Moody's Investors Service, Inc., and Standard & Poor's Corporation, at their offices in New York, New York. Interest on any bonds so called for redemption shall cease on the date fixed for such redemption upon payment of the redemption price into the bond redemption fund. j010

Section 5. 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 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.

Section 6. The bonds shall be substantially in the following form:

No. _____ \$5,000.00

UNITED STATES OF AMERICA

STATE OF WASHINGTON

CITY OF REDMOND

GENERAL OBLIGATION BOND, 1970 1113

_____ %

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

FIVE THOUSAND DOLLARS

together with interest thereon at the rate of _____ PERCENT

(_____ %) per annum, payable semiannually on February 1 and August 1 of each year, 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. The bond

1237

is payable, both principal and interest, in lawful money of the United States of America at the office of the City Treasurer of the City of Redmond, Washington.

This bond is one of a total issue of \$600,000.00 par value of bonds, all of like date, tenor and effect, except as to maturities (and interest rates if more than one interest rate is bid), issued by the City of Redmond for general municipal purposes, to-wit, for the purpose of funding miscellaneous City projects, and issued in full compliance with the ordinances of the City of Redmond and the laws and constitution of the State of Washington. 1343

The City of Redmond has reserved the right to redeem any or all of the outstanding bonds of this issue at par, plus accrued interest, on any semi-annual interest payment date, on or after February 1, 1980, in inverse numerical order, highest numbers first, by publishing notice of such intended redemption in the official newspaper of the City at least once not less than thirty nor more than forty-five days prior to the call date. Notice of such intended redemption shall also be mailed to [the original purchaser or the account manager of the underwriters who purchase the bonds] not more than forty-five nor less than thirty days prior to the call date. In addition, such redemption notices shall also be sent to Moody's Investors Service, Inc., and Standard & Poor's Corporation, at their offices in New York, New York. Interest on any bonds so called for redemption shall cease on the date fixed for such redemption upon payment of the redemption price into the bond redemption fund. 1519

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 said bonds.

It is hereby certified that all acts, conditions¹⁶⁰⁶ 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 the facsimile signature of its Mayor and attested by the manual signature of its City Clerk and its corporate seal¹⁶⁹⁰

The accrued interest received, if any, shall be paid into the "General Obligation Bond Fund, 1970," and the principal proceeds received from the sale of the bonds shall be paid into the City Improvement Construction Fund Fund of the City of Redmond.

All taxes collected for and allocated to the payment of the principal of and interest on the bonds shall hereafter be deposited in the "General Obligation Bond Fund, 1970."

Section 9. 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 published once a week for four consecutive weeks in the official newspaper of the City of Redmond and such notice shall also be published once in the Daily Journal of Commerce of Seattle, Washington, at least ten days before the bid opening date. Such notice shall specify that bids for purchase of the bonds shall be received by the City Clerk of the City of Redmond at the Council Chambers of the City Hall of the City on February 17, 1970, up to 8:00 o'clock, p.m. (PST), at which time all bids will be publicly opened for the purchase of the bonds.

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 in accordance with the schedule specified in Section 3 of this ordinance.

The Notice shall specify the maximum effective rate of interest the bonds shall bear, to-wit, 8% 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 the bidder will purchase the bonds; or

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

For the purpose of evaluating bids only, the coupon rates bid being controlling, each bid shall state the total interest cost over the life of the bonds and the net effective interest rate of such bid. 2303

Coupon rates shall be in multiples of 1/8 or 1/10 of 1%, or both. No more than one rate of interest may be fixed for any one maturity. 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%.

The bonds shall be sold to the bidder making the best bid, subject to the right of the City Council of the City of Redmond to reject any and all bids and to readvertise the bonds for sale in the manner provided by law, and no bid for less than all of the bonds shall be considered. 2432

All bids shall be sealed and, except the bid of the State of Washington, if one is received, shall be accompanied by a deposit of \$30,000.00. The deposit shall be either cash or by certified or cashier's check made payable to the City Treasurer of the City of Redmond, and shall be promptly returned if the bid is not accepted. If the bonds are ready for delivery and the successful bidder shall fail and neglect 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 of Redmond and in that event the City Council may accept the bid of the one making the next best bid. If there be two or more equal bids for the bonds for not less than par plus accrued interest and such bids are the best bids received, 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 the City of Redmond or in the City of Seattle at the City's expense, or at such other place as the City Treasurer and

2635

515

the successful bidder may mutually agree upon at the purchaser's expense. A no-litigation certificate in the usual form will be included in the closing papers.

The City Clerk of the City of Redmond shall be and is hereby authorized and directed to publish Notice for the purchase of the bonds in the manner required by law in accordance with the provisions of this section. Such Notice shall provide that the City of Redmond will cause¹⁷⁶⁰ the bonds to be printed and lithographed and signed and will furnish the approving legal opinion of Messrs. Roberts, Shefelman, Lawrence, Gay & Moch, municipal bond counsel of Seattle, Washington, covering the bonds without cost to the purchasers, said opinion also being printed on each bond. Such Notice shall further provide that information concerning the bonds may be received upon request made to the City Clerk, or to Foster & Marshall Inc., the City's financial consultants, at 205 Columbia Street, Seattle, Washington.

PASSED by the City Council of the City of Redmond, Washington, at a regular meeting thereof, and APPROVED by the Mayor this 6th day of January, 1970. ²⁸⁰⁹

Irvin J. Gustafson
Mayor Pro Tem

ATTEST:

Eleanor J. Hayden
City Clerk

FORM APPROVED:

John A. Brown
City Attorney

2824 words.

Published in the Sammamish Valley News on January 14, 1970.