

ORDINANCE NO. 2042

AN ORDINANCE OF THE CITY OF KIRKLAND RELATING TO LOCAL IMPROVEMENT DISTRICT NO. 101 INCREASING FROM SIX PERCENT PER ANNUM TO EIGHT PERCENT PER ANNUM THE MAXIMUM ANNUAL INTEREST RATE ALLOWABLE FOR WARRANTS, BONDS AND ASSESSMENTS INSTALLMENTS AS TO SAID IMPROVEMENT DISTRICT AND AMENDING SECTION 6 OF ORDINANCE 1121.

WHEREAS, Ordinance No. 1121 adopted by the Kirkland City Council on December 18, 1967, creating Local Improvement District No. 101 contained within its provisions a maximum interest rate of six percent per annum as to warrants and bonds for the financing of said improvements and assessment annual installment payments, and

WHEREAS, there has been since the adoption of ordinance No. 1121, a substantial increase in the annual interest rate in regard to all forms of local improvement financing and other municipal financing and,

WHEREAS, the Council now finds that in order to sell such bonds, it is necessary to increase the maximum allowable interest rate to the full amount allowed by statute.

NOW, THEREFORE, BE IT ORDAINED by the City Council of the City of Kirkland, Washington as follows:

Section 1. Section 6 of Ordinance No. 1121 adopted December 18, 1967, and entitled: "An ordinance of the City of Kirkland, Washington providing for the improvement of a certain area within the City by the conversion within said area of utility facilities from overhead to underground and to do all other work necessary in connection with such improvement, all pursuant to petition requesting such improvements filed with the City of Kirkland, October 30, 1967 Regular Session creating a Local Improvement District therefore, providing for the payment for said improvement by special assessments upon the property in said improvement district providing for the creation of a Local Improvement District No. 101 and for the issuance of and sale of local improvement district, warrants and bonds." Be and it hereby is amended to read as follows:

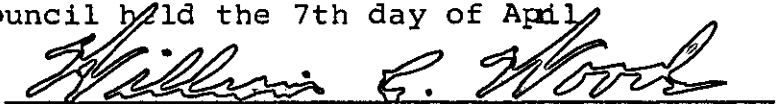
Section 6. There is hereby created a fund of the City to be known as Local Improvement District No. 101 Fund, into which fund there shall be paid all of the assessments collected in said district as and when directed by the ordinance confirming said assessments and the assessment roll therefore.

Interim revenue warrants bearing interest at a rate of not to exceed 8% per annum shall be drawn upon said fund based upon estimates of the City Engineer and shall be issued and sold to furnish moneys for the payment of the costs of construction and installation of said improvement and costs incidental thereto as same shall be incurred. The proceeds of sale of such interim warrants shall be deposited in said fund and cash warrants drawn thereon in payment of such costs.

Upon completion of the improvements and after the expiration of the 30-day assessment pre-payment period, installment notes or bonds of said local improvement district bearing interest of not to exceed 8% per annum, and payable on or before 12 years from issue, shall be issued for the redemption of the outstanding revenue warrants and shall be payable both principal and interest by the collection of special assessments to be levied and assessed upon the property within the district payable in ten equal annual installments with interest at a rate of not to exceed 8% per annum, all as provided by law and ordinances of the City. If bonds are issued, they shall be in denominations of \$500 each except for Bond No. 1, the denomination of which shall be hereafter provided by resolution of the City Council.


Section 2. This ordinance shall become effective 5 days from and after its passage, approval and publication as required by law.

PASSED by the City Council of the City of Kirkland at regular meeting of said Council held the 7th day of April 1969.



 Mayor

Attest:



 Director of Administration and Finance
 (ex officio City Clerk)

Approved as to form:

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