

ORDINANCE NO. 2070

AN ORDINANCE OF THE CITY OF KIRKLAND AUTHORIZING THE ISSUANCE OF INTERUM INTEREST BEARING REVENUE WARRANTS AGAINST THE WATER SEWER BOND CONSTRUCTION FUND ESTABLISHING A RATE OF 6 PERCENT PER ANNUM FOR INTEREST TO BE PAID UPON SAID WARRANTS, PROVIDING FOR A METHOD FOR THEIR REDEMPTION AND PAYMENT AND ACCEPTING THE OFFER OF THE NATIONAL BANK OF COMMERCE AND PEOPLE'S NATIONAL BANK OF WASHINGTON TO PURCHASE SAID INTERUM INTEREST BEARING REVENUE WARRANTS.

WHEREAS, the City of Kirkland has heretofore adopted a plan or program for improvement and betterment of the Kirkland water-sewer system, and

WHEREAS, the plan so adopted provided for the financing of such work through the sale from time to time of water-sewer revenue bonds up to a maximum of two million dollars, and

WHEREAS, such water-sewer revenue bonds up to an amount of eight Hundred Thousand Dollars have heretofore been authorized and sold, and

WHEREAS, it is now the intention of the City of Kirkland to issue and sell at optimum market conditions, additional water-sewer revenue bonds within said maximum authority, and

WHEREAS, the financial advisors to the City of Kirkland have advised the City, because of present market conditions, to delay for a period of six to twelve months, any additional sale of water-sewer revenue bonds, and

WHEREAS, the cost and expenses incurred and to be incurred in connection with so much of said plan for improvement and betterment as has heretofore been ordered or found necessary to be done, have exceeded the amounts for which bonds have been heretofore issued and sold, and

WHEREAS, the National Bank of Commerce, a National banking Corporation and People's National Bank of Washington, a National Banking Corporation, have offered to purchase from the City of Kirkland, its interum interest bearing revenue warrants against the water-sewer bond construction fund, to be redeemed and paid from the proceeds of future sales of water-sewer revenue bonds, and

WHEREAS, said offers are in the amounts of \$130,000 and \$70,000 respectively, and with an effective interest rate of six percent perannum, now, therefore,

The City Council of the City of Kirkland do ordain as follows:

Section 1. The City of Kirkland shall issue pursuant to the authority provided for in RCW 35.41.050 its interum revenue interest bearing warrants drawn against the water-sewer bond construction fund to a maximum amount of \$200,000. Said warrants shall bear interest from date of issue to date of redemption at the rate of six percent per annum. Said warrants shall be a charge solely against the fund on which they are to be drawn, to-wit: The water-sewer revenue bond construction fund and, shall be redeemed and paid out of revenues to be received by the City of Kirkland from further sale of water-sewer revenue bonds which it is the present intention of the City of Kirkland to authorize, issue and sell within the twelve month period immediately following the enactment of this ordinance.

Section 2. The offer received from National Bank of Commerce of Seattle, Washington, a National Banking Corporation to purchase interum interest bearing revenue warrants as herein authorized in the amount of \$130,000 is hereby accepted and the interest rate thereon as hereby established at six percent.

Section 3. The offer received from People's National Bank of Washington, a National Banking Corporation to purchase interum interest bearing revenue warrants as herein authorized in the amount of \$70,000 is hereby accepted and the interest rate thereon is established at six percent per annum.

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Section 4. This ordinance shall be in force and take effect five days from and after its passage by the Council and publication as required by law.

PASSED by the City Council of the City of Kirkland in regular meeting on the 15th day of September, 1969.

SIGNED in authentication thereof on the 15th day of September, 1969.



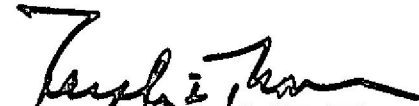
Mayor

Attest:



Director of Administration and Finance
(ex officio City Clerk)

Approved as to form:



City Attorney