

RESOLUTION NO. 2989

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF KIRKLAND, WASHINGTON APPROVING THE ISSUANCE OF REVENUE BONDS OF THE INDUSTRIAL DEVELOPMENT CORPORATION OF THE PORT OF SEATTLE, WASHINGTON, PURSUANT TO RCW 39.84.060.

WHEREAS, the Legislature of the State of Washington has provided for the creation of public corporations by municipalities, including port districts, pursuant to Chapter 300, Laws of Washington, 1981 (Regular Session) codified as Chapter 39.84 RCW (the "Act") for the purpose of facilitating economic development and employment opportunities in the State of Washington; and

WHEREAS, pursuant to Act, the Port Commission of the Port of Seattle, has by resolution created and approved the Charter of a public corporation, designated as the "Industrial Development Corporation of the Port of Seattle" (herein the "Corporation" or "Development Corporation") in order to carry out the purposes of the Act; and

WHEREAS, the Development Corporation has received an application from Teltone Corporation ("Teltone") for the financing of remodeling Teltone's existing facility for the manufacture and development of voice and data communication equipment (the "Project"); and

WHEREAS, the Development Corporation has reviewed the application of Teltone, has determined that the Project qualifies as an "industrial development facility" within the meaning of the Act and has approved the issuance of its nonrecourse revenue bonds to finance a portion of the costs of the Project by its Resolution \_\_\_\_\_ adopted on December 14, 1982; and

WHEREAS, the Development Corporation, as the issuer of the nonrecourse revenue bonds for the Project, has requested the approval of the county pursuant to the Act; and

WHEREAS, the City Council has been assured that such there will be no financial liability accruing to the City as a result of such approval and that this approval shall constitute approval solely for the purpose of permitting the Development Corporation to proceed with the issuance of such revenue bonds;

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


Section 1. The City Council of the City of Kirkland, Washington (the "City"), pursuant to Chapter 300, Laws of Washington, 1981 (Regular Session), Chapter 39.84 RCW does hereby approve the issuance of a revenue bond (the "Bond") by the Industrial Development Corporation of the Port of Seattle, Washington for the purposes of financing the above described Project under the Act.

The Bond is to be issued by the Development Corporation in the aggregate principal amount of not to exceed \$875,000, pursuant to resolution of the Board of Directors of the Development Corporation, shall be entitled "Industrial Development Corporation of the Port of Seattle, Industrial Development Revenue Bond (Telton Project)." The proceeds of the Bond are to be lent to Teltone Corporation, ("Teltone") pursuant to a Loan Agreement, and used for the purposes of paying part of the costs of remodeling and renovating its existing facility for the manufacture and development of voice and data communication equipment within the boundaries of the Port of Seattle and the City of Kirkland. The Bond shall be payable solely from the Telton's repayments of the loan under the Loan Agreement and secured by a Deed of Trust and Security Agreement executed by Teltone. The Bond shall not constitute an obligation of the City, and no tax funds or other revenues of the City shall be used to pay the principal of, premium, if any, or interest on the Bond. Neither the faith and credit nor any taxing power or revenues of the City shall ever be pledged to pay the principal of, premium, if any, or the interest on the Bond.


The Council of the City of Kirkland hereby approves the issuance of the Bond under the Act by the Development Corporation for the purpose of financing the acquisition of improvements and the renovation of the manufacturing and development Corporation for the purpose of financing the acquisition of improvements and the renovation of the manufacturing and development facilities of Teltone. The Project is to be located at 10801 - 120th NE, in the City of Kirkland, Washington.

Section 2. This resolution is intended solely to constitute approval of the issuance of revenue bonds within the meaning of RCW 39.84.060 of the Act. This approval shall not in any way be deemed to be a review or final approval of any development permit for the Project which may be in process, or may be submitted at a future date.

ADOPTED by majority vote of the City Council of the City of Kirkland, Washington, in regular meeting on the 20th day of December, 1982.

  
Mayor

ATTEST:

  
Director of Administration and Finance  
(ex officio City Clerk)

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