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March 9 , 1982

INTRODUCED BY SCOTT BLAIR  
PROPOSED NO. 82-99

ORDINANCE NO. **5912**

AN ORDINANCE providing for the sale and issuance of unlimited tax levy general obligation bonds of the County in the principal amount of \$7,000,000 for the purpose of providing funds to pay part of the cost of design, construction and equipping of the new King County correctional facility, for project start-up costs, for renovation of the existing jail facility, and for payment of interim financing costs, all as provided in Ordinance No. 5610 of the County adopted 24 August, 1981 and as authorized by the qualified electors of the County at an election held therein on November 3, 1981; providing the date, form, terms, maturities, covenants, and maximum effective interest rate of said bonds; and providing for the annual levy of taxes without limitation as to rate or amount to pay the principal of and interest on the bonds.

PREAMBLE:

At an election held in King County, Washington (the "County"), on November 3, 1981, the number and proportion of the qualified electors of the County required by law for the adoption thereof voted in favor of a proposition authorizing the issuance of general obligation bonds of the County in the principal amount of \$7,000,000 for the purpose of providing part of the funds necessary to carry out the purposes set forth in Ordinance No. 5610 of the County adopted 24 August, 1981. The County has not yet issued any of the general obligation bonds for construction and renovation of the County jail facilities authorized by the Ordinance No. 5610.

It is for the best interests of the County that \$7,000,000 par value of the bonds authorized by Ordinance No. 5610 be now issued to provide part of the money necessary to carry out the plan for design, construction, and equipping of the new County correctional facility, for project start-up costs, for renovation of the existing jail facility, and for payment of interim financing costs, as set forth in Ordinance No. 5610.

It is deemed necessary and advisable that said bonds be sold at public sale in the manner provided in this ordinance.

BE IT ORDAINED BY THE COUNCIL OF KING COUNTY:

SECTION 1. For the purpose of providing part of the funds required to carry out the plan for design, construction and equipping of the new County correctional facility, for project start-up costs, for renovation of the existing jail facility, and

CERTIFICATE/ORDINANCE

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2 for payment of interim financing costs, as set forth in Ordinance  
3 No. 5610, the County shall now issue and sell \$7,000,000 par  
4 value unlimited tax levy general obligation bonds authorized by  
5 Ordinance No. 5610 and duly approved by the qualified electors of  
6 the County at an election held therein on November 3, 1981.

7 The bonds for such purpose shall be issued in a single issue  
8 of unlimited tax levy general obligation bonds of the County in  
9 the total principal amount of \$7,000,000 (the "Bonds") and shall  
10 be sold at public sale as herein provided. The Bonds shall be  
11 dated May 1, 1982, shall be designated "Special Purpose Unlimited  
12 Tax General Obligation Bonds, 1982"; shall be serial in form;  
13 shall be in denominations of \$5,000 each, and shall bear interest  
14 at an effective interest rate of not to exceed fifteen percent  
15 (15%) per annum, first coupon to pay interest on December 1,  
16 1982, and payable semi-annually thereafter on the first days of  
17 June and December of each year as evidenced by coupons to be  
18 attached thereto. The County shall be obligated to pay interest  
19 at the same coupon rate for each Bond from and after the maturity  
20 date thereof until such Bond shall have been paid or until funds  
21 shall have been duly provided in the King County Unlimited Tax  
22 General Obligation Bond Redemption Fund for such payment in  
23 full. Both principal of and interest on the Bonds shall be  
24 payable in lawful money of the United States of America out of  
25 the King County Unlimited Tax General Obligation Bond Redemption  
26 Fund at the office of the Comptroller of King County in Seattle,  
27 Washington, or at the option of the holder, at either of the  
28 fiscal agencies of the State of Washington in the cities of New  
29 York, New York or Seattle, Washington. The life of the capital  
30 improvements to be made from the proceeds of the Bonds is not  
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2 less than 15 years. The Bonds shall be numbered and shall mature  
3 in order of their number and in principal amounts as follows:

4	<u>Bond Numbers</u>	<u>Maturity Date</u>	<u>Amount</u>
5	1-42	December 1, 1984	\$210,000
	43-90	December 1, 1985	240,000
6	91-143	December 1, 1986	265,000
	144-203	December 1, 1987	300,000
7	204-270	December 1, 1988	335,000
	271-346	December 1, 1989	380,000
8	347-431	December 1, 1990	425,000
	432-526	December 1, 1991	475,000
9	527-633	December 1, 1992	535,000
	634-753	December 1, 1993	600,000
10	754-888	December 1, 1994	675,000
	889-1039	December 1, 1995	755,000
11	1040-1209	December 1, 1996	850,000
	1210-1400	December 1, 1997	955,000

12 (Maturities computed with 12.25% estimated interest rate.)

13 SECTION 2. The County hereby reserves the right to redeem the  
14 outstanding Bonds of this issue in whole, or in part in inverse  
15 numerical order, on December 1, 1992 and on any interest payment  
16 date thereafter, at par plus accrued interest to the date of such  
17 redemption.

18 Notice of any such intended redemption shall be published at  
19 least once in the official newspaper of the County not less than  
20 thirty days nor more than forty days prior to redemption date; a  
21 copy of such notice shall be mailed within the same period to the  
22 main office of the purchaser or account manager of the purchasers  
23 of the Bonds from the County (or to the main office of the  
24 business successor, if any, of such purchaser or account  
25 manager)., Such redemption notice shall also be mailed to Moody's  
26 Investors Service, Inc., and to Standard and Poor's Corporation  
27 at their main offices in the City of New York, New York (or to  
28 the main officers of their business successors, if any).  
29 Interest on any Bonds so called for redemption shall cease on  
30 such redemption date unless the County shall default in payment  
31 of the called Bonds.  
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2 The County reserves the right to purchase any of the Bonds on  
3 the open market.

4 SECTION 3. The Bonds shall be in substantially the following  
5 form:

6 No. \_\_\_\_\_ \$5,000

7 UNITED STATES OF AMERICA

8 STATE OF WASHINGTON

9 KING COUNTY

10 SPECIAL PURPOSE UNLIMITED TAX GENERAL OBLIGATION BOND,  
11 1982

12 \_\_\_\_\_ %

13 KING COUNTY, STATE OF WASHINGTON, a municipal  
14 corporation (the "County"), is justly indebted and for  
15 value received hereby promises to pay to bearer upon  
16 the FIRST DAY OF DECEMBER, \_\_\_\_\_, the principal sum of

17 FIVE THOUSAND DOLLARS

18 upon the presentation and surrender hereof, with  
19 interest thereon at the rate of \_\_\_\_\_ percent  
20 (\_\_\_\_\_% ) per annum, payable on December 1, 1982, and  
21 thereafter semi-annually on the first day of June and  
22 December of each year upon presentation and surrender  
23 of the attached interest coupons as each becomes due,  
24 or until such principal sum shall have been paid.

25 Both principal of and interest on this bond are  
26 payable in lawful money of the United States of  
27 America at the office of the Treasurer of King County  
28 in Seattle, Washington, or at the option of the  
29 holder, at either of the fiscal agencies of the State  
30 of Washington in the Cities of Seattle, Washington or  
31 New York, New York.

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2 This bond and the coupons attached hereto are  
3 fully negotiable instruments and are transferable by  
4 delivery.

5 King County reserves the right to redeem the  
6 outstanding bonds of this issue in whole, or in part  
7 in inverse numerical order, on December 1, 1992 and  
8 any interest payment date thereafter at par plus  
9 accrued interest to the date of such redemption.

10 Notice of such intended redemption shall be  
11 published in the official newspaper of King County at  
12 least once not less than thirty days nor more than  
13 forty days prior to the redemption date and a copy of  
14 such notice shall be mailed within the same period to  
15 [Name of Purchaser or Purchaser's Account Manager] or  
16 the business successor, if any, of such persons, at  
17 its main office. In addition, such redemption notice  
18 shall also be mailed to Moody's Investment Service,  
19 Inc. and Standard & Poor's Corporation at their main  
20 offices in the City of New York, New York, or to the  
21 business successors, if any, of said firms at their  
22 main offices. Interest on any bonds called for  
23 redemption shall cease on such redemption date unless  
24 the same shall not be redeemed upon presentation made  
25 pursuant to such call.

26 This bond is one of a total issue of one thousand  
27 four hundred bonds of like date and tenor, except as  
28 to number, rate of interest and date of maturity, in  
29 the aggregate principal amount of \$7,000,000 issued  
30 for the design, construction, and equipping of the new  
31 King County correctional facility, for project  
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start-up costs, for renovation of the existing jail facility, and for payment of interim financing costs, pursuant to an election authorizing the same, in accordance and in strict compliance with all statutes of the State of Washington and pursuant to King County Ordinance No. 5610 adopted August 24, 1981, Ordinance No. 5912 adopted March 15, 1982, and all other duly adopted ordinances and resolutions of King County.

King County hereby irrevocably covenants that it will levy taxes annually, without limitation as to rate or amount, upon all the taxable property within the County in amounts sufficient to pay the principal of and interest on the bonds of this issue as the same shall become due. The full faith, credit and resources of King County are hereby irrevocably pledged for the annual levy and collection of such taxes and for the prompt payment of such principal and interest.

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 King County, including this bond and the bonds of this issue, does not exceed any constitutional or statutory limitations.

IN WITNESS WHEREOF, King County, State of Washington, has caused this bond to be signed by the facsimile signature of its County Executive to be attested by the Clerk of its County Council (or her Deputy Clerk on her behalf), the seal of the County to



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2        SECTION 4. The Bonds shall be signed on behalf of the County  
3 by the facsimile signature of the County Executive, shall be  
4 attested by the Clerk of the County Council (or the Deputy Clerk  
5 on her behalf), and shall have the seal of the County affixed  
6 thereto by imprinting the same thereon. Each of the interest  
7 coupons attached thereto shall be signed with the facsimile  
8 signatures of those officials.

9        SECTION 5. A special fund of the County was created in the  
10 office of the Treasurer of King County, Washington, on July 5,  
11 1977, pursuant to King County Ordinance No. 3289 of the County  
12 Council, known as the "Jail Renovation and Construction Fund".  
13 The principal proceeds and any premium received from the sale of  
14 the \$7,000,000 par value of the Bonds and any other moneys  
15 received by the County which will be used to pay the cost of  
16 carrying out the plan of jail renovation and construction set  
17 forth in King County Ordinance No. 5610 shall be paid into said  
18 fund. The moneys received from the sale of such Bonds shall be  
19 expended solely for County jail renovation and construction  
20 purposes in the manner and pursuant to the conditions provided in  
21 King County Ordinance No. 5610 and this ordinance. Interest or  
22 profit received from the interim investment of such moneys shall  
23 not exceed the applicable limits provided by the federal statutes  
24 and regulations respecting arbitrage. The cost of issuance, sale  
25 and delivery of the Bonds shall be payable from the Bond proceeds.

26        SECTION 6. A special fund of the County has been duly created  
27 known as the "King County Unlimited Tax General Obligation Bond  
28 Redemption Fund", which fund shall be drawn upon for the purpose  
29 of paying the principal of and interest on the Bonds and other  
30 unlimited tax levy general obligation bonds of the County. The  
31 accrued interest received from the sale of the Bonds shall be  
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2 deposited in such fund. The County hereby irrevocably covenants  
3 that it will make annual levies of taxes without limitation as to  
4 rate or amount upon all the property in the County subject to  
5 taxation in an amount sufficient to pay the principal of and  
6 interest on the Bonds and any other unlimited tax levy general  
7 obligation bonds of the County payable out of such fund as such  
8 principal and interest shall become due. All of such taxes so  
9 collected shall be paid into such Bond Redemption Fund, and none  
10 of the moneys in such Fund shall be used for any other purpose  
11 than the payment of the principal of and interest on unlimited  
12 tax levy general obligation bonds of the County. The full faith,  
13 credit and resources of the County are hereby irrevocably pledged  
14 for the annual levy and collection of such taxes and the prompt  
15 payment of such principal and interest.

16 SECTION 7. The Bonds shall be sold for cash at public sale  
17 upon sealed bids to be received at the office of the Deputy Clerk  
18 of the County Council, Room 403, King County Courthouse, Seattle,  
19 Washington, until the hour of 10:00 A.M., Seattle Time, on  
20 April 26, 1982. The Administrator-Clerk is hereby authorized and  
21 directed to advertise the Bonds for sale in the manner required  
22 by law and to give such additional notice as the Administrator-  
23 Clerk shall deem to be in the best interests of the County.

24 The terms of such sale are set forth in the Notice of Bond  
25 Sale and the Bid Form contained in the Proposal for Bonds marked  
26 "Exhibit A" and attached hereto, the provisions thereof and form  
27 of which are hereby approved and made a part of this ordinance by  
28 this reference.

29 SECTION 8. The actual value of the taxable property in the  
30 County as ascertained by the last preceding assessment for County  
31 purposes is in excess of \$47,950,840,851. The principal amount  
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of outstanding unlimited tax, voted general obligation bond indebtedness of the County, including the principal amount of the Bonds, is \$246,541,163. The principal amount of outstanding limited tax, nonvoted general obligation bond indebtedness of the County is \$57,561,366.

SECTION 9. Upon the sale of the Bonds, the proper County officials are hereby authorized and directed to do everything necessary for the prompt printing, execution and delivery thereof and the appropriate use and application of the proceeds of such sale.

INTRODUCED AND READ for the first time this 8th day of March, 1982.

PASSED this 15th day of March, 1982.

KING COUNTY COUNCIL  
KING COUNTY, WASHINGTON

Lois North  
Chairman

ATTEST:

Dorothy M. Rens  
DEPUTY Clerk of the Council

APPROVED this 19th day of March, 1982

Randy Rocco  
King County Executive