

1 September 4, 1985

INTRODUCED BY GARY GRANT
PROPOSED NO. 85-488

2
3
4 ORDINANCE NO. 7352

5 AN ORDINANCE providing for the issuance and
6 sale of unlimited tax levy general obli-
7 gation bonds of the county in the principal
8 amount of \$14,755,000 for the purpose of
9 providing a part of the funds to pay the
10 cost of paying, redeeming and retiring the
11 county's outstanding Limited Tax General
12 Obligation Bonds, 1982 (Farm and Open
13 Space) issued to carry out the acquisition
14 of voluntarily offered interests in farm
15 and open space land in King County as
provided in Ordinance 4341, as amended by
Ordinances 4373 and 4500, and authorized by
the qualified electors of the county at a
special election held therein on November
6, 1979; providing the date, form, terms,
maturities and covenants of those 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.

16 PREAMBLE:

17 At an election held in King County, Washington (the
18 "county"), on November 6, 1979, the number and
19 proportion of the qualified electors of the county
20 required by law for the adoption thereof voted in
21 favor of a proposition authorizing the issuance of
22 unlimited tax general obligation bonds of the county
23 in the total principal amount of \$50,000,000 for the
purpose of providing funds for the acquisition of
voluntarily offered interests in farm and open space
land in the county as set forth in Ordinance 4341,
passed June 18, 1979, as amended by Ordinance 4373,
passed July 9, 1979, and Ordinance 4500, passed
September 21, 1979.

24 The county council by Ordinance 6120 heretofore
25 authorized and provided for the issuance and sale of
26 \$15,000,000 par value of limited tax general obli-
27 gation bonds to provide part of the money to carry
28 out the plan for acquisition of voluntarily offered
interests in farm and open space land in the county
in lieu of the bonds authorized at such election
pursuant to Ordinance 4341, as amended.

29 By Ordinance 6808, as amended by Ordinance 7238, the
30 county council provided for the issuance and sale of
31 \$35,000,000 par value of the total \$50,000,000 par
32 value of bonds authorized by Ordinance 4341, as
33 amended, and such bonds were issued under date of
August 1, 1985.

1 By Ordinance 6808, as amended by Ordinance 7238, the
2 county council cancelled the authorization for the
3 remaining \$15,000,000 of bonds authorized by Ordinance
4 4341, as amended, except for the purpose of
5 refunding or providing for the payment and retirement
6 of the Limited Tax General Obligation Bonds, 1982
7 (Farm and Open Space), authorized by Ordinance 6120.

8 It is for the best interests of the county that
9 \$14,755,000 par value of the total \$50,000,000 par
10 value of bonds authorized by Ordinance 4341, as
11 amended, now be issued as a second series of such
12 \$50,000,000 authorized bonds to provide part of the
13 money necessary to pay, refund and retire the
14 county's outstanding Limited Tax General Obligation
15 Bonds, 1982 (Farm and Open Space) authorized by
16 Ordinance 6120 (the "1982 Bonds") of which
17 \$14,755,000 principal amount are presently outstanding,
18 maturing on December 1 of each of the years 1985
19 through 2002, inclusive, and bearing various interest
20 rates from 9.40% to 11.40%.

21 After due consideration it appears to the county
22 council that the 1982 Bonds may be refunded by the
23 issuance and sale of the bonds authorized herein (the
24 "Bonds") so that a substantial savings will be
25 effected by the difference between the principal and
26 interest cost over the life of the Bonds and the
27 principal and interest requirements over the life of
28 the 1982 Bonds but for such refunding, which refunding
29 will be effected by: (a) the issuance of the
30 Bonds and additional limited tax general obligation
31 bonds; and (b) the payment of the principal of and
32 interest on the 1982 Bonds as the same shall become
33 due up to and including December 1, 1994, and the
34 payment, redemption and retirement on December 1,
35 1994, of all of the outstanding 1982 Bonds maturing
36 on December 1 of each of the years 1995 through 2002.

37 In order to effect such refunding in the manner that
38 will be most advantageous to the county and its
39 taxpayers, it is found necessary and advisable that
40 certain Acquired Obligations (hereinafter identified),
41 bearing interest and maturing at such times as
42 necessary to accomplish the refunding as aforesaid,
43 be purchased out of the proceeds of the sale of the
44 Bonds and other money of the county legally available
45 therefor.

46 It is desirable to issue the Bonds bearing interest
47 at 8% or less with as long a term as possible so that
48 the taxpayers of the county will bear a lower annual
49 tax burden than with bonds of a shorter term, and
50 since at the time of passage of this ordinance such
51 term for the Bonds cannot be known, bidders on the
52 Bonds should be allowed to select from among several
53 maturity schedules the one which meets the above
54 condition.

55 The county has determined that King County Code
56 chapter 4.14 does not apply to the services herein
57 contemplated, and that it is in the best interests of
58 the county that certain agreements and transactions

1 relating to the bonds be excluded from the operation
2 of King County Code chapters 4.16, 4.18 and 12.16.

3 BE IT ORDAINED BY THE COUNCIL OF KING COUNTY:

4 SECTION 1. The county council finds that all of the
5 proceeds of the county's Limited Tax General Obligation Bonds,
6 1982 (Farm and Open Space) (the "1982 Bonds") which have been
7 expended were expended for strictly capital purposes, not
8 including the replacement of equipment, which purposes were the
9 same as set forth as the purposes of the unlimited tax general
10 obligation bonds authorized by the qualified electors of the
11 county pursuant to Ordinance 4341 and amended by Ordinances 4373
12 and 4500, and the council directs that the remaining proceeds of
13 those 1982 Bonds shall be expended only for those same capital
14 purposes.

15 SECTION 2. For the purpose of providing the funds required
16 to pay the principal of and a portion of the funds required to
17 pay the interest on the 1982 Bonds as the same shall become due
18 up to and including December 1, 1994, and to pay, redeem and
19 retire on December 1, 1994, all outstanding 1982 Bonds maturing
20 on December 1 of each of the years 1995 through 2002 (the
21 "Refunding Plan"), and to pay the costs of issuance and sale of
22 the Bonds, the County shall now issue and sell \$14,755,000 of
23 unlimited tax general obligation bonds authorized by Ordinance
24 4341, as amended, and duly approved by the qualified electors of
25 the County at a special election held therein on November 6,
26 1979.

27 The bonds shall be designated Unlimited Tax General Obli-
28 gation Refunding Bonds, 1985 (Farm and Open Space) (hereinafter
29 called the "Bonds"); shall be dated as of the first day of the
30 month following the month of their sale; shall be in the deno-
31 mination of \$5,000 each or any integral multiple thereof within
32 a single maturity; shall be numbered separately and in the
33

1 manner and with any additional designation as the Bond Registrar
2 (the fiscal agencies of the State of Washington in Seattle,
3 Washington, and New York, New York) deems necessary for purpose
4 of identification; and shall bear interest at a rate or rates
5 (not exceeding a net effective rate of 8%) contained in the bid
6 of the purchaser which is awarded the Bonds pursuant to Section
7 10 of this ordinance, payable on June 1, 1986, and semiannually
8 thereafter on the first days of December and June. If any Bond
9 is not redeemed when duly presented for payment at its maturity
10 or call date, the county shall be obligated to pay interest at
11 the same rate for each such Bond from and after the maturity or
12 call date thereof until such Bond, both principal and interest,
13 is paid or until sufficient money for such payment in full is on
14 deposit in the King County General Obligation Bond Redemption
15 Fund (the "Bond Fund") for such payment in full and such Bond
16 has been duly called for payment by the Bond Registrar's mailing
17 notice thereof by first class mail, postage prepaid, to the
18 registered owner of any Bond to be redeemed at the registered
19 owner's address appearing on the Bond Register (hereinafter
20 defined) on the date of mailing, not less than 10 nor more than
21 30 days prior to the date fixed for redemption. The require-
22 ments of this section shall be deemed to be complied with when
23 notice is mailed as herein provided, whether or not it is
24 actually received by the owner of any Bond. The Bonds shall
25 mature on December 1 in the years and amounts as determined by
26 the winning bid for the Bonds based on the maturity schedule in
27 Exhibit A, attached hereto and by this reference made a part
28 hereof, with the longest maturity at which the Bonds may be sold
29 with a net effective interest rate of 8% or less resulting in
30 the lowest debt service for each maturity year of the Bonds.

31 Upon surrender thereof to the Bond Registrar, Bonds are
32 interchangeable for Bonds in any authorized denomination of an
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1 equal aggregate principal amount and of the same interest rate
2 and maturity. Bonds may be transferred only if endorsed in the
3 manner provided thereon and surrendered to the Bond Registrar.
4 Such exchange or transfer shall be without cost to the owner or
5 transferee. The Bond Registrar shall not be obligated to
6 transfer or exchange any Bond during the fifteen days preceding
7 any principal payment or redemption date.

8 The Bonds shall be issued only in registered form as to
9 both principal and interest on books or records (the "Bond
10 Register") maintained by the Bond Registrar. Such Bond Register
11 shall contain the name and mailing address of the owner of each
12 Bond and the principal amount and the certificate number of the
13 Bonds held by each owner or nominee.

14 Both principal of and interest on the Bonds shall be
15 payable in lawful money of the United States of America.
16 Interest on the Bonds shall be paid by check or draft mailed to
17 the registered owners of the Bonds at the addresses for such
18 owners appearing on the Bond Register on the fifteenth day of
19 the month preceding the interest payment date. Principal of the
20 Bonds shall be payable upon presentation and surrender of the
21 Bonds by the registered owners at either of the principal
22 offices of the Bond Registrar.

23 The Bonds shall be issued with or without the right or
24 option of the county to redeem the same prior to their respec-
25 tive maturity dates pursuant to the call provisions applicable
26 to the maturity schedule in Exhibit A, which is selected in the
27 winning bid for the Bonds.

28 Portions of the principal amount of any Bond, in install-
29 ments of \$5,000 or any integral multiple of \$5,000, may be
30 redeemed. If less than all of the principal amount of any Bond
31 is redeemed, upon surrender of such Bond at the principal office
32 of the Bond Registrar, there shall be issued to the registered
33

1 owner, without charge therefor, a new Bond or Bonds, at the
2 option of the registered owner, of like maturity and interest
3 rate in any of the denominations authorized by this ordinance.

4 Notice of any such intended redemption shall be given not
5 less than 30 nor more than 60 days prior to the date fixed for
6 redemption by first class mail, postage prepaid, to the regis-
7 tered owner of any Bond to be redeemed at the address appearing
8 on the Bond Register. The requirements of this section shall be
9 deemed to be complied with when notice is mailed as herein
10 provided, whether or not it is actually received by the owner of
11 any Bond. The interest on the Bonds so called for redemption
12 shall cease on the date fixed for redemption unless such Bonds
13 so called are not redeemed upon presentation made pursuant to
14 such call. In addition, such redemption notice shall be mailed
15 within the same period, postage prepaid, to Moody's Investors
16 Service, Inc., and Standard & Poor's Corporation at their
17 offices in New York, New York, or their successors, but such
18 mailing shall not be a condition precedent to the redemption of
19 such Bonds.

20 The county also reserves the right and option to purchase
21 any of the Bonds on the open market at a price not in excess of
22 par plus accrued interest to date of purchase.

23 SECTION 3. The Bonds shall be in substantially the follow-
24 ing form:

25 No. _____

26 UNITED STATES OF AMERICA

27 STATE OF WASHINGTON

28 KING COUNTY

29 UNLIMITED TAX GENERAL OBLIGATION REFUNDING BOND, 1985
30 (Farm and Open Space)

31 Interest Rate:

Maturity Date:

CUSIP No.

Registered Owner:

Principal Amount: DOLLARS

KING COUNTY, WASHINGTON (the "County"), promises to pay to the Registered Owner identified above, or registered assigns as hereinafter provided, on the Maturity Date identified above from the King County General Obligation Bond Redemption Fund the Principal Amount identified above and to pay interest (computed on the basis of a 360-day year of twelve 30-day months) thereon from the date of this bond or from the most recent interest payment date to which interest has been paid at the Interest Rate per annum set forth above payable on June 1, 1986, and semiannually thereafter on each succeeding December 1 and June 1 until the Principal Amount is paid. Both principal of and interest on this bond are payable in lawful money of the United States of America at the fiscal agencies of the State of Washington in Seattle, Washington, and New York, New York, which shall serve as the Bond Registrar. Payment of each installment of interest shall be made to the Registered Owner hereof whose name shall appear on the registration books of the County maintained by the Bond Registrar (the "Bond Register") at the close of business on the 15th day of the calendar month next preceding the interest payment date and shall be paid by check or draft of the Bond Registrar mailed to such Registered Owner at the Registered Owner's address as it appears on the Bond Register.

Reference is made to the additional provisions of this bond set forth on the reverse side hereof and in Ordinance No. _____ (the "Bond Ordinance") of the County and such additional provisions shall for all purposes have the same effect as if set forth on the front side hereof.

The County irrevocably covenants that it will levy taxes annually, without limitation as to rate or amount, on all of the taxable property within the County, in an amount sufficient, together with other money legally available and to be used therefor, to pay the principal of and interest on the bonds of this issue as the same shall become due, and the full faith, credit and resources of the County are pledged irrevocably for the annual levy and collection of such taxes and for the prompt payment of that principal and interest.

This bond shall not be valid or become obligatory for any purpose until the Certificate of Authentication hereon shall have been signed by the Bond Registrar.

The principal of and interest on this bond shall be paid only to the owner hereof registered as such on

1 the Bond Register as of the record date set forth
2 above and to no other person, and this bond may not be
3 assigned except on the Bond Register.

4 It is certified and declared that all acts,
5 conditions and things required to be done precedent to
6 and in the issuance of this bond have been done, have
7 happened and have been performed as required by law,
8 and that the total indebtedness of the County, includ-
9 ing this bond issue, does not exceed any constitu-
10 tional or statutory limitations.

11 IN WITNESS WHEREOF, the County has caused this
12 bond to be signed in the corporate name of the County
13 by the facsimile signatures of its County Executive
14 and the Clerk of the Council, and a facsimile repro-
15 duction of the seal of the County Council to be
16 imprinted hereon, this first day of _____, 1985..

17 KING COUNTY, WASHINGTON

18 By (facsimile signature)
19 County Executive

20 ATTEST:

21 (facsimile signature)
22 Clerk of the Council

23 Office of Finance Issue No. _____

24 Date of Authentication:

25 CERTIFICATE OF AUTHENTICATION

26 This bond is one of the fully registered King
27 County, Washington, Unlimited Tax General Obligation
28 Refunding Bonds, 1985 (Farm and Open Space), described
29 in the Bond Ordinance.

30 WASHINGTON STATE FISCAL AGENCY
31 Bond Registrar

32 By
33 Authorized Officer

34 ADDITIONAL PROVISIONS

35 This bond is one of a \$14,755,000 principal
36 amount of a second and final series of a total issue
37 of \$50,000,000 par value of bonds, all of like date,
38 tenor and effect, except as to number, denomination,
39 [option of redemption,] maturities and interest rates,
40 and issued by the County pursuant to Chapter 39.53 RCW
41 for the purpose of providing part of the money
42 required to refund its outstanding Limited Tax General
43 Obligation Bonds, 1982 (Farm and Open Space), origi-
44 nally issued by the County pursuant to Ordinance No.
45 6120 for the acquisition of farm and open space lands
46 in accordance with the procedures described in Ordina-
47 nance No. 4341, as amended, and also, pursuant to an

1 election authorizing a total of \$50,000,000 principal
2 amount of such bonds, and in accordance and in strict
3 compliance with all statutes of the State of
4 Washington applicable thereto, with the Constitution
5 of the State of Washington and pursuant to Ordinance
6 No. 4341, passed June 18, 1979, as amended by Ordinance
7 No. 4373, passed July 9, 1979, and Ordinance No.
8 4500, passed September 21, 1979, Ordinance No. 6808,
9 passed June 11, 1984, as amended by Ordinance No.
10 7238, passed August 15, 1985, the Bond Ordinance and
11 all other duly adopted ordinances of the County.

12 This bond is transferable by the Registered Owner
13 hereof or by the Registered Owner's duly authorized
14 agent at the Bond Registrar, but only in the manner
15 and subject to the limitations set forth in the Bond
16 Ordinance, and only upon the due completion of the
17 assignment form appearing hereon and upon the sur-
18 render and cancellation of this bond. Upon such
19 transfer, a new bond (or bonds at the option of the
20 new Registered Owner) of the same maturity and for the
21 same aggregate principal amount will be issued to the
22 new Registered Owner, without charge, in exchange
23 therefor. This bond and other bonds may be
24 surrendered to the Bond Registrar and exchanged,
25 without charge, for an equal aggregate principal
26 amount of bonds of the same maturity and interest
27 rate, in any authorized denomination. The Bond
28 Registrar shall not be obligated to transfer or
29 exchange any Bond during the fifteen days preceding
30 any principal payment or redemption date.

31 [The County reserves the right to redeem any or
32 all of the bonds maturing December 1, 1998, and
33 thereafter, prior to their stated maturity dates as a
whole, or in part in inverse order of maturity (and by
lot within a maturity in such manner as the Bond
Registrar shall determine), on December 1, 1997, or on
any semiannual interest payment date thereafter, at
par plus accrued interest to date of redemption.

Portions of the principal amount of any bond, in
installments of \$5,000 or any integral multiple of
\$5,000, may be redeemed. If less than all of the
principal amount of any bond is redeemed, upon sur-
render of such bond at the principal office of the
Bond Registrar, there shall be issued to the Regis-
tered Owner, without charge therefor, a new bond or
bonds, at the option of the Registered Owner, of like
maturity and interest rate in any of the denominations
authorized by the Bond ordinance.

Notice of any such intended redemption shall be
given not less than 30 nor more than 60 days prior to
the date fixed for redemption by first class mail,
postage prepaid, to the Registered Owner of any bond
to be redeemed at the address appearing on the Bond
Register. The requirements of the Bond Ordinance
shall be deemed to be complied with when notice is
mailed as herein provided, whether or not it is
actually received by the owner of any bond. The
interest on the bonds so called for redemption shall
cease on the date fixed for redemption unless such

1 bonds so called are not redeemed upon presentation
2 made pursuant to such call. In addition, such redemp-
3 tion notice shall be mailed within the same period,
4 postage prepaid, to Moody's Investors Service, Inc.,
5 and Standard & Poor's Corporation at their offices in
6 New York, New York, or their successors, but such
7 mailing shall not be a condition precedent to the
8 redemption of such bonds.]

9 [or]

10 [The bonds of this issue are issued without the
11 right or option of the County to redeem the same prior
12 to their respective maturity dates.]

13 The County also reserves the right and option to
14 purchase any of the bonds on the open market at a
15 price not in excess of par plus accrued interest to
16 date of purchase.

17 Reference is made to the Bond Ordinance for other
18 covenants and declarations of the County and other
19 terms and conditions upon which this bond has been
20 issued, which terms and conditions, including, but not
21 limited to, terms pertaining to defeasance, are made a
22 part hereof by this reference. The County irrevocably
23 and unconditionally covenants that it will keep and
24 perform all the covenants of this bond and of the Bond
25 Ordinance.

26 The County and the Bond Registrar may deem and
27 treat the Registered Owner of this bond as its abso-
28 lute owner for the purpose of receiving payment of
29 principal and interest hereon and for all other
30 purposes, and neither the County nor the Bond Regis-
31 trar shall be affected by any notice to the contrary.
32 "Registered Owner," as used herein, means the person
33 named as the Registered Owner of this bond on the
front hereof and on the Bond Register.

[Legal Opinion]

ASSIGNMENT

For value received, the undersigned Registered
Owner does sell, assign and transfer unto:

(name, address and social security or other identi-
fying number of assignee)

the within mentioned bond and irrevocably constitutes
and appoints _____
to transfer the same on the Bond Register with full
power of substitution in the premises.

DATED: _____.

Registered Owner

1 (NOTE: The signature above must correspond with
2 the name of the Registered Owner as it appears on the
3 front of this bond in every particular, without
4 alteration or enlargement or any change whatsoever.)

5 The Bonds shall be signed in the corporate name of the
6 county by the facsimile signatures of its county executive and
7 the clerk of the county council and a facsimile reproduction of
8 the seal of the county council shall be imprinted thereon.

9 Only such Bonds as shall bear thereon a Certificate of
10 Authentication in the form hereinbefore recited, manually
11 executed by the Bond Registrar, shall be valid or obligatory for
12 any purpose or entitled to the benefits of this ordinance. Such
13 Certificate of Authentication shall be conclusive evidence that
14 the Bonds so authenticated have been duly executed, authen-
15 ticated and delivered hereunder and are entitled to the benefits
16 of this ordinance.

17 In case either or both of the officers whose facsimile
18 signatures appear on the Bonds shall cease to be such officer or
19 officers of the county before the Bonds so signed shall have
20 been authenticated or delivered by the Bond Registrar, or issued
21 by the county, such Bonds nevertheless may be authenticated,
22 delivered and issued and upon such authentication, delivery and
23 issue, shall be as binding upon the county as though those whose
24 facsimile signatures appear on the Bonds had continued to be
25 such officers of the county. Any Bond also may be signed and
26 attested on behalf of the county by such persons as at the
27 actual date of execution of such Bond shall be proper officers
28 of the county authorized to execute bonds although on the
29 original date of such Bond such persons were not such officers
30 of the county.

31 SECTION 4. The Bond Registrar shall keep, or cause to be
32 kept, at its principal corporate trust office, sufficient books
33 for the registration and transfer of the Bonds which shall at

1 all times be open to inspection by the county. The Bond Regis-
2 trar is authorized, on behalf of the county, to authenticate and
3 deliver Bonds transferred or exchanged in accordance with the
4 provisions of such Bonds and this ordinance, to serve as the
5 county's paying agent for the Bonds and to carry out all of the
6 Bond Registrar's powers and duties under this ordinance and
7 Ordinance 6803 establishing a system of registration for the
8 county's bonds and obligations.

9 The Bond Registrar shall be responsible for its represen-
10 tations contained in the Registrar's Certificate of Authentici-
11 cation on the Bonds. The Bond Registrar may become the owner of
12 Bonds with the same rights it would have if it were not the Bond
13 Registrar and, to the extent permitted by law, may act as
14 depository for and permit any of its officers or directors to
15 act as members of, or in any other capacity with respect to, any
16 committee formed to protect the rights of Bond owners.

17 SECTION 5. A special fund of the county has been duly
18 created known as the King County Unlimited General Obligation
19 Bond Redemption Fund (the "Bond Fund"), which fund shall be
20 drawn upon for the purpose of paying the principal of and
21 interest on the Bonds and other unlimited tax levy general
22 obligation bonds of the county. The accrued interest and
23 premium, if any, received from the sale of the Bonds shall be
24 deposited in such fund. The county irrevocably covenants that
25 it will make annual levies of taxes without limitation as to
26 rate or amount upon all the property in the county subject to
27 taxation in an amount sufficient, together with other money
28 which may become legally available and used for such purposes,
29 to pay the principal of and interest on the Bonds and any other
30 unlimited tax levy general obligation bonds of the county
31 payable out of the Bond Fund as such principal and interest
32 shall become due. All of such taxes so collected shall be paid

1 into the Bond Fund, and none of the money in the Bond Fund shall
2 be used for any purpose other than the payment of the principal
3 of and interest on unlimited tax levy general obligation bonds
4 of the county. The full faith, credit and resources of the
5 county are irrevocably pledged for the annual levy and col-
6 lection of such taxes and the prompt payment of such principal
7 and interest.

8 SECTION 6. The proceeds of the sale of the Bonds, together
9 with other funds of the county (the exact amount to be deter-
10 mined after the sale of the Bonds and when the exact purchase
11 price of the Acquired Obligations is ascertained), shall be used
12 immediately upon receipt thereof to discharge to the extent
13 practicable the obligations of the county under Ordinance 6120
14 authorizing the 1982 Bonds by providing for the carrying out of
15 the Refunding Plan. To the extent practicable, the county shall
16 discharge fully such obligations by the purchase of United
17 States Treasury Certificates of Indebtedness, Notes and/or Bonds
18 - State and Local Government Series (the "Acquired Obliga-
19 tions"), bearing such interest and maturing as to principal and
20 interest in such amounts and at such times so as to provide,
21 together with the beginning cash balance, for the payment of all
22 amounts required to be paid by the Refunding Plan.

23 The Acquired Obligations and the beginning cash balance
24 shall be deposited irrevocably with Seattle-First National Bank
25 (the "Refunding Trustee"). The county reserves the right to
26 substitute other direct United States obligations for any of the
27 Acquired Obligations and to use any savings created thereby for
28 any lawful county purpose if, in the opinion of the county's
29 bond counsel, the Bonds will remain exempt from federal income
30 taxation under Section 103(c) of the United States Internal
31 Revenue Code of 1954, as amended, and applicable regulations
32 thereunder, and if such substitution shall not impair the timely

1 payment of the payments required to be made by the Refunding
2 Plan.

3 The principal proceeds of the Bonds shall be applied first
4 to the acquisition of the Acquired Obligations for refunding the
5 outstanding principal of the 1982 Bonds and then to the payment
6 of a portion of the interest on the 1982 Bonds when the same
7 comes due.

8 SECTION 7. The county calls for redemption on December 1,
9 1994, all of the outstanding 1982 Bonds maturing on December 1
10 of each of the years 1995 through 2002, at par plus accrued
11 interest to the date of such redemption.

12 Such call for redemption shall be irrevocable after the
13 delivery of the Bonds to the initial purchaser thereof.

14 The director of the office of finance and the Refunding
15 Trustee are authorized and directed to give notice of the
16 redemption of the 1982 Bonds in accordance with the provisions
17 of Ordinance No. 6120.

18 The Refunding Trustee is authorized and directed to pay the
19 principal of and interest on the 1982 Bonds from the Acquired
20 Obligations and money deposited with the Refunding Trustee
21 pursuant to Section 6 of this ordinance. All Acquired Obli-
22 gations and the money deposited with the Refunding Trustee and
23 any income therefrom shall be held, invested and applied in
24 accordance with the provisions of Ordinance No. 6120, this
25 ordinance, Chapter 39.53 RCW and other applicable statutes of
26 the State of Washington.

27 The director of the office of finance of the county is
28 directed to obtain from the Refunding Trustee a Refunding Trust
29 Agreement setting forth the duties, obligations and responsi-
30 bilities of the Refunding Trustee in connection with the
31 payment, redemption and retirement of the 1982 Bonds as provided
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33

1 herein and stating that such provisions for the payment of the
2 fees, compensation and expenses of such Refunding Trustee are
3 satisfactory to it.

4 In order to carry out the purposes of the preceding section
5 of this ordinance the county executive is authorized and
6 directed to execute a Refunding Trust Agreement substantially in
7 the form attached hereto marked Exhibit B and by this reference
8 made a part hereof.

9 SECTION 8. It is found and determined that it is in the
10 best interests of the county to exclude certain agreements and
11 transactions relating to the Bonds from the operation of certain
12 county ordinances concerning competitive bidding, affirmative
13 action, and minority and women's business enterprises because of
14 the impossibility and expense to the county of delaying the sale
15 of the Bonds until the procedures called for in those ordinances
16 can be accomplished. Therefore, notwithstanding the provisions
17 of chapters 4.16, 4.18 and 12.16 of the King County Code:

18 A. The appointment as Bond Registrar for the Bonds of
19 J. Henry Schroder Bank & Trust Company, New York, New York, and
20 Seattle-First National Bank, Seattle, Washington, or their
21 successors as fiscal agents of the State of Washington, under
22 the terms and conditions set forth in the contracts between the
23 state finance committee of the State of Washington and those
24 entities as fiscal agencies, is ratified and approved and those
25 contracts are adopted by reference in pertinent parts.

26 B. The county executive is authorized to contract with
27 Harper, McLean & Company of Seattle, Washington, for services as
28 financial advisor to the county in connection with the Bonds,
29 and all actions heretofore taken by the county executive in
30 connection therewith are ratified.

31 C. King County Code chapters 4.16, 4.18 and 12.16 shall
32 not apply to the selection and retention of bond counsel for the
33 Bonds.

1 D. The county executive is authorized to contract with
2 Seattle-First National Bank for services as Refunding Trustee in
3 connection with the Bonds in accordance with Section 7 of this
4 ordinance, and Price Waterhouse & Co. for verification services
5 referred to on page 6 of Exhibit B hereto, and all actions
6 heretofore taken by the county executive in connection therewith
7 are ratified.

8 SECTION 9. In the event that money and/or "Government
9 Obligations," as such obligations are defined in Chapter 39.53
10 RCW, as now or hereafter amended, maturing at such time or times
11 and bearing interest to be earned thereon in amounts (together
12 with such money, if necessary) sufficient to redeem and retire
13 the Bonds in accordance with their terms, are set aside in a
14 special fund to effect such redemption and retirement and are
15 pledged irrevocably for such purpose, then no further payments
16 need be made into the Bond Fund for the payment of the principal
17 of and interest on the Bonds, and the Bonds shall cease to be
18 entitled to any lien, benefit or security of this ordinance
19 except the right to receive the money so set aside and pledged,
20 and the Bonds shall be deemed not to be outstanding hereunder.
21 Anything herein to the contrary notwithstanding, the pledge of
22 the full faith, credit and resources of the county to the
23 payment of the Bonds shall remain in full force and effect after
24 the establishing and full funding of such special fund. Subject
25 to the rights of the owners of the Bonds, the county may then
26 apply any money in any other fund or account established for the
27 payment or redemption of the defeased Bonds to any lawful
28 purposes as it shall determine.

29 SECTION 10. The Bonds shall be negotiable instruments to
30 the extent provided by RCW 62A.8-102 and 62A.8-105.

31 SECTION 11. The Bonds shall be sold for cash at public
32 sale upon sealed bids to be received at the office of the clerk
33

1 of the council, Room 403, King County Courthouse, Seattle,
2 Washington, until the hour of 10:00 a.m., local time, on October
3 15, 1985. The clerk is authorized and directed to advertise the
4 Bonds for sale in the manner required by law and to give such
5 additional notice as the clerk shall deem to be in the best
6 interests of the county. King County Code chapter 4.16 shall
7 not apply to the manner of issuance and sale of the Bonds.

8 The terms of such sale are set forth in the Notice of Bond
9 Sale contained in Exhibit C and attached hereto, the provisions
10 thereof and form of which are approved and made a part of this
11 ordinance by this reference.

12 SECTION 12. Upon the sale of the Bonds, the proper county
13 officials are authorized and directed to do everything necessary
14 for the prompt printing, authentication and delivery thereof,
15 the appropriate use and application of the proceeds of such
16 sale, and the execution of the official statement and certi-
17 ficates necessary to the delivery thereof.

18 SECTION 13. Pending the printing, execution and delivery
19 to the purchaser of the definitive Bonds, the county may cause
20 to be executed and delivered to such purchaser a single tem-
21 porary Bond in the principal amount of \$14,755,000. Such
22 temporary Bond shall bear the same date of issuance, interest
23 rates, principal payment dates and terms and covenants as the
24 definitive Bonds, and shall be issued as a fully registered bond
25 in the name of such purchaser, and shall be in such form as
26 acceptable to such purchaser. Such temporary Bond shall be
27 exchanged for the definitive Bonds as soon as the same are
28 printed, executed and available for delivery by the director of
29 the office of finance of the county.

EXHIBIT A

Schedule 1 - Maturities 1987-1991
(Assumed Interest Rate 8%)

<u>Maturity Year</u>	<u>Amount</u>
1987	\$2,440,000
1988	2,735,000
1989	2,950,000
1990	3,190,000
1991	3,440,000

The Bonds shall not be subject to call for redemption prior to their stated maturity dates.

EXHIBIT A

Schedule 2 - Maturities 1987-1992
(Assumed Interest Rate 8%)

<u>Maturity Year</u>	<u>Amount</u>
1987	\$1,930,000
1988	2,185,000
1989	2,360,000
1990	2,550,000
1991	2,755,000
1992	2,975,000

The Bonds shall not be subject to call for redemption prior to their stated maturity dates.

EXHIBIT A

Schedule 3 - Maturities 1987-1993
(Assumed Interest Rate 8%)

<u>Maturity Year</u>	<u>Amount</u>
1987	\$1,575,000
1988	1,795,000
1989	1,940,000
1990	2,095,000
1991	2,265,000
1992	2,445,000
1993	2,640,000

The Bonds shall not be subject to call for redemption prior to their stated maturity dates.

EXHIBIT A

Schedule 4 - Maturities 1987-1994
(Assumed Interest Rate 8%)

<u>Maturity Year</u>	<u>Amount</u>
1987	\$1,305,000
1988	1,505,000
1989	1,630,000
1990	1,760,000
1991	1,900,000
1992	2,050,000
1993	2,215,000
1994	2,390,000

The Bonds shall not be subject to call for redemption prior to their stated maturity dates.

EXHIBIT A

Schedule 5 - Maturities 1987-1995
(Assumed Interest Rate 8%)

<u>Maturity Year</u>	<u>Amount</u>
1987	\$1,100,000
1988	1,285,000
1989	1,385,000
1990	1,500,000
1991	1,620,000
1992	1,745,000
1993	1,885,000
1994	2,035,000
1995	2,200,000

The Bonds shall not be subject to call for redemption prior to their stated maturity dates.

EXHIBIT A

Schedule 6 - Maturities 1987-1996
(Assumed Interest Rate 8%)

<u>Maturity Year</u>	<u>Amount</u>
1987	\$ 935,000
1988	1,110,000
1989	1,195,000
1990	1,290,000
1991	1,395,000
1992	1,505,000
1993	1,625,000
1994	1,755,000
1995	1,895,000
1996	2,050,000

The Bonds shall not be subject to call for redemption prior to their stated maturity dates.

EXHIBIT A

Schedule 7 - Maturities 1987-1997
(Assumed Interest Rate 8%)

<u>Maturity Year</u>	<u>Amount</u>
1987	\$ 800,000
1988	965,000
1989	1,040,000
1990	1,125,000
1991	1,215,000
1992	1,310,000
1993	1,415,000
1994	1,530,000
1995	1,650,000
1996	1,780,000
1997	1,925,000

The Bonds shall not be subject to call for redemption prior to their stated maturity dates.

EXHIBIT A

Schedule 8 - Maturities 1987-1998
(Assumed Interest Rate 8%)

<u>Maturity</u> <u>Year</u>	<u>Amount</u>
1987	\$ 690,000
1988	845,000
1989	910,000
1990	985,000
1991	1,065,000
1992	1,150,000
1993	1,240,000
1994	1,340,000
1995	1,450,000
1996	1,565,000
1997	1,690,000
1998	1,825,000

The County reserves the right to call Bonds maturing December 1, 1998, on December 1, 1997, or on any semiannual interest payment date thereafter, at par plus accrued interest to the date of such redemption.

EXHIBIT A

Schedule 9 - Maturities 1987-1999
(Assumed Interest Rate 8%)

<u>Maturity Year</u>	<u>Amount</u>
1987	\$ 600,000
1988	745,000
1989	805,000
1990	870,000
1991	940,000
1992	1,015,000
1993	1,095,000
1994	1,185,000
1995	1,280,000
1996	1,380,000
1997	1,490,000
1998	1,610,000
1999	1,740,000

The County reserves the right to call Bonds maturing December 1, 1998, and thereafter on December 1, 1997, or on any semiannual interest payment date thereafter, at par plus accrued interest to the date of such redemption.

EXHIBIT A

Schedule 10 - Maturities 1987-2000
(Assumed Interest Rate 8%)

<u>Maturity Year</u>	<u>Amount</u>
1987	\$ 520,000
1988	660,000
1989	715,000
1990	770,000
1991	835,000
1992	900,000
1993	975,000
1994	1,050,000
1995	1,135,000
1996	1,225,000
1997	1,325,000
1998	1,430,000
1999	1,545,000
2000	1,670,000

The County reserves the right to call Bonds maturing December 1, 1998, and thereafter on December 1, 1997, or on any semiannual interest payment date thereafter, at par plus accrued interest to the date of such redemption.

EXHIBIT A

Schedule 11 - Maturities 1987-2001
(Assumed Interest Rate 8%)

<u>Maturity Year</u>	<u>Amount</u>
1987	\$ 455,000
1988	590,000
1989	640,000
1990	690,000
1991	745,000
1992	805,000
1993	870,000
1994	935,000
1995	1,010,000
1996	1,095,000
1997	1,180,000
1998	1,275,000
1999	1,375,000
2000	1,485,000
2001	1,605,000

The County reserves the right to call Bonds maturing December 1, 1998, and thereafter on December 1, 1997, or on any semiannual interest payment date thereafter, at par plus accrued interest to the date of such redemption.

EXHIBIT B

REFUNDING TRUST AGREEMENT

THIS AGREEMENT made and entered into as of the ____ day of November, 1985, by and between KING COUNTY, WASHINGTON (the "County"), and SEATTLE-FIRST NATIONAL BANK, Seattle, Washington (the "Refunding Trustee");

W I T N E S S E T H:

SECTION 1. Recitals. The County has outstanding the \$14,755,000 principal amount of Limited Tax General Obligation Bonds, 1982, (Farm and Open Space) (the "1982 Bonds"), dated December 1, 1982, maturing serially on December 1 of each of the years 1985 through 2002, and bearing various interest rates from 9.40% to 11.40% per annum, and, pursuant to Ordinances Nos. ____ and ____ (collectively, the "Refunding Bond Ordinance") the County has determined to pay the principal of and interest on the 1982 Bonds as the same shall become due up to and including December 1, 1994, and to pay, redeem and retire on December 1, 1994, all outstanding 1982 Bonds maturing on December 1 of each of the years 1995 through 2002, inclusive (the "Refunding Plan") out of the proceeds of the sale of its Unlimited Tax General Obligation Refunding Bonds, 1985 (Farm and Open Space) and its Limited Tax General Obligation Bonds, 1985 (Farm and Open Space) (collectively the "Refunding Bonds") and other County money legally available therefor.

SECTION 2. Provisions for Refunding the 1982 Bonds. To accomplish the refunding of all of the 1982 Bonds as aforesaid,

the County, simultaneously with the delivery of the Refunding Bonds issued pursuant to the Refunding Bond Ordinance, agrees to deposit irrevocably with the Refunding Trustee in trust for the security and benefit of the holders and owners of the 1982 Bonds and the Refunding Bonds, the sum of \$_____ in cash and certain Acquired Obligations with amounts, interest rates and maturities as more particularly set forth in Schedule A attached to this Agreement and by this reference incorporated herein, which securities hereinafter are referred to as Acquired Obligations. Such cash and Acquired Obligations, with the investment income therefrom, will be sufficient to provide the funds required to carry out the Refunding Plan.

The County reserves the right to substitute other direct United States obligations for any of the Acquired Obligations if, in the opinion of Roberts & Shefelman, the Refunding Bonds will remain exempt from Federal income taxation under Section 103(c) of the Internal Revenue Code of 1954, as amended, and applicable regulations thereunder, and if such substitution shall not impair the timely payment of the amounts required to be paid by the Refunding Plan.

SECTION 3. Provisions Applicable to Refunding. On or before the delivery of the Refunding Bonds, the County agrees that it will cause to be delivered to the Refunding Trustee a statement setting forth the amount of interest and principal to be paid in carrying out the Refunding Plan.

In the Refunding Bond Ordinance, the County irrevocably has called for redemption or prepayment all of the 1982 Bonds to be called as above set forth on their call date. Such call for redemption or prepayment shall be irrevocable upon the delivery of the Refunding Bonds. The Refunding Trustee, in conjunction with the Director of the Office of Finance of the County, shall provide for publication and mailing of the proper notices of such redemption or prepayments in accordance with the applicable provisions of Ordinance No. 6120 pertaining to such 1982 Bonds.

Irrevocable provision for the giving of such notices of redemption or prepayment has been made by the County.

SECTION 4. Disbursements by Refunding Trustee. The Refunding Trustee shall present for payment on the due date thereof the Acquired Obligations so deposited and shall apply the proceeds derived therefrom in accordance with the provisions of this section.

Money shall be transferred by the Refunding Trustee to the Director of the Office of Finance of the County, or to either fiscal agency of the State of Washington in Seattle, Washington, or New York, New York (the "Fiscal Agent"), in amounts sufficient to pay, when due, the amounts required to be paid by the Refunding Plan.

SECTION 5. Restrictions on Reinvestment of Funds; Custody and Safekeeping of Acquired Obligations. All money deposited with the Refunding Trustee or received by the Refunding Trustee as maturing principal or interest on Acquired Obligations prior

to the time required to make the payments hereinbefore set forth shall be reinvested in United States Treasury Certificates of Indebtedness, Notes and/or Bonds -- State and Local Government Series, bearing interest at a rate of 0%. Subscriptions for the purchase of such obligations shall be filed with the Federal Reserve Bank at least 20 days (but not more than 60 days) prior to the actual date of purchase, or at such time as may be required by the then applicable rules and regulations relating to the purchase of such obligations.

All income derived from the Acquired Obligations and any money deposited with the Refunding Trustee pursuant to Section 2 hereof in the hands of the Refunding Trustee (which money is not required to make the payments hereinbefore required to be made) shall be paid to the Director of the Office of Finance of the County or Fiscal Agent for the credit of the King County Unlimited General Obligation Bond Redemption Fund of the County (the "Bond Fund") as and when realized and collected for use and application as other money deposited in such Bond Fund.

For as long as any of the 1982 Bonds are outstanding, on or before the 10th day of every month, commencing with the month of _____, 1985, the Refunding Trustee shall render a statement as of the last day of the preceding month to County, which statement shall set forth the Acquired Obligations which have matured and the amounts received by the Refunding Trustee by reason of such maturity, the investment income received from such Acquired Obligations, the amounts paid to the County or

Fiscal Agent and the dates of such payment for the payment of the amounts required to be paid by the Refunding Plan and any other transactions of the Refunding Trustee pertaining to its duties and obligations as set forth herein.

All Acquired Obligations, money and investment income deposited with or received by the Refunding Trustee pursuant to this Agreement shall be subject to the trust created by this Agreement and the Refunding Trustee shall be liable for the preservation and safekeeping thereof.

SECTION 6. Substituted Securities. Notwithstanding the foregoing or any other provision of this Agreement, at the request of the County and upon compliance with the conditions hereinafter stated, the Refunding Trustee shall have the power to and shall, in simultaneous transactions, sell, transfer, otherwise dispose of or request the redemption of any or all of the Acquired Obligations held hereunder and to substitute therefor direct obligations of the United States of America, or obligations the principal of and interest on which are unconditionally guaranteed by the United States of America, subject to the conditions that such money or securities held by the Refunding Trustee shall be sufficient to pay the principal of and interest on the outstanding 1982 Bonds, whether at maturity or upon the redemption thereof. The County covenants and agrees that it will not request the Refunding Trustee to exercise any of the powers described in the preceding sentence in any manner which will cause the Refunding Bonds to be arbitrage bonds

EXHIBIT C

NOTICE OF BOND SALE

KING COUNTY, WASHINGTON

\$14,755,000

UNLIMITED TAX GENERAL OBLIGATION REFUNDING BONDS, 1985

(FARM AND OPEN SPACE)

NOTICE IS GIVEN that sealed bids will be received by the County Council of King County, Washington, at the office of the Clerk of the County Council, Room 403, King County Courthouse, Seattle, Washington, until the hour of 10:00 a.m., local time, on

October 15, 1985,

for the purchase of all or none of \$14,755,000 Unlimited Tax General Obligation Refunding Bonds, 1985 (Farm and Open Space), of King County, at which time and place such bids will be publicly opened, read and evaluated.

All of the bonds will be dated November 1, 1985; will be in denominations of \$5,000 each or any integral multiple thereof within a single maturity; will be numbered separately and in the manner and with any additional designation as the Bond Registrar (the fiscal agencies of the State of Washington in Seattle, Washington, and New York, New York) deems necessary for purpose of identification; will bear interest payable on June 1, 1986, and semiannually thereafter on the first days of December and June of each year. The bonds will mature on December 1 of each year in accordance with the maturity schedule attached hereto on Exhibit A selected by the winning bidder, which selects the maturity schedule that will bear interest at the lowest net effective interest rate at 8% per annum or less for the longest maturity.

The Bonds shall be issued with or without the right or option of the County to redeem the same prior to their respective maturity dates pursuant to the call provisions applicable to the maturity schedule in Exhibit A, which is selected in the winning bid for the Bonds.

The County reserves the right to purchase any of the bonds on the open market at a price not in excess of par plus accrued interest to date of purchase.

The unlimited tax levy general obligation bonds will be secured by an annual levy of taxes without limitation as to rate or amount upon all the property within the County subject to taxation in an amount sufficient, together with other money which may become legally available and used for such purposes, to pay the principal of and interest on the bonds as they become due.

Bidders shall submit bids on blank forms furnished by the County. The bonds will be awarded to the bidder offering to purchase all of the same at the lowest net interest cost on the maturity schedule with the longest maturity at which the bonds

may be sold which results in the lowest debt service for each maturity year of the bonds and under the following requirements, which shall appear on the bid:

1. The net effective interest rate on the bonds shall not exceed 8% per annum, and each installment of interest on each bond shall be evidenced by a single rate.
2. One or more interest rates may be fixed for the bonds but such rate or rates must be in multiples of 1/8 or 1/20 of 1%.
3. A single interest rate must be fixed for all bonds maturing on the same date.
4. The spread between the highest and lowest coupon rates shall not exceed 2%.
5. Interest rates specified for bonds maturing on December 1, 1999, and thereafter, shall not be less than the interest rate specified for the preceding maturity year.
6. Each bid shall provide for payment of accrued interest to date of delivery and shall specify either (a) the lowest rate or rates of interest and premium 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.
7. Each bid shall state the total interest cost, total premium, the net interest cost to the County and the net effective interest rate thereunder, but such statements shall not be considered a part of the bid.
8. Each bid shall be sealed and shall be accompanied by a good faith deposit of \$737,750, evidenced by a certified or bank cashier's check made payable to the Office of Finance of King County, Washington, which check shall be security for the performance of such bid and shall be held for liquidated damages in case the successful bidder fails to take up and pay for the bonds within forty days, if tendered for delivery, after the acceptance thereof. The good faith checks of all bidders except that of the successful bidder will be returned as soon as possible after the bids have been opened and evaluated. The award of such bonds, if any, by the County Council will be made not later than 12:00 noon, local time, on the date when bids are opened.

The County may reject any and all bids and readvertise the bonds for sale in the manner provided by law. No bid for less than the entire issue will be considered. The County Council reserves the right to waive any irregularities that may appear in any bid or the bidding process.

The bonds will be delivered to the purchaser at Seattle, Washington, or New York, New York, at the County's expense, or at such other place as the purchaser and the Office of Finance of King County may mutually agree upon at the expense of the purchaser. Settlement in full shall be made at the time of delivery and shall be in Federal Funds available on the date and at the place of delivery, except that the principal amount of

the good faith deposit of the purchaser shall be applied to the purchase price of the bonds.

If, prior to the delivery of the bonds, the income receivable by the owners thereof shall be taxable by the terms of any federal income tax law, the successful bidder may at its option be relieved of its obligation to purchase the bonds, and in such case the deposit accompanying its bid will be returned, without interest.

It is anticipated that CUSIP identification numbers will be printed on the bonds, but neither the failure to print such number on any bond nor any error with respect thereto shall constitute cause for a failure or refusal by the purchaser thereof to accept delivery of and pay for the bonds in accordance with the terms of the purchase contract. Expense related to the printing of CUSIP numbers on the bonds shall be paid for by the issuer, except that the CUSIP Service Bureau charge for the assignment of the numbers shall be the responsibility of and shall be paid for by the purchaser.

The County will pay the cost of printing the bonds, and will furnish without cost to the purchaser thereof the unqualified approving opinion of Roberts & Shefelman, bond counsel of Seattle, Washington, approving the legality of the issuance of the bonds, which legal opinion will be printed on each bond. The legal opinion shall state that bond counsel expresses no opinion on the completeness or accuracy of any official statement, offering circular or other sales material relating to the issuance of the bonds prepared by the County or its financial advisor or otherwise used in connection with such bonds.

A no-litigation certificate in the usual form will be included in the closing papers.

Further information regarding the details of such bonds and the ordinance fixing their purposes, covenants and terms, together with financial data with reference to the County, will be found in an official statement which may be obtained upon request made to the undersigned, Clerk of the County Council, King County Courthouse, Seattle, Washington 98104, or made to Harper, McLean & Co., 500 Union Street, Suite 730, Seattle, Washington 98101, financial consultants.

Clerk of the County Council,
King County, Washington

1899k

Harper, McLean & Co., 500 Union Street, Suite 730, Seattle,
Washington 98101, financial consultants.

Clerk of the County Council,
King County, Washington

1899k

within the meaning of Section 103(c) of the Internal Revenue Code of 1954, as amended, and the regulations thereunder in effect on the date of such request and applicable to obligations issued on the issue date of the Refunding Bonds. The Refunding Trustee shall purchase such substituted securities with the proceeds derived from the maturity, sale, transfer, disposition or redemption of the Acquired Obligations held hereunder or from other money available. The transactions may be effected only if there shall have been obtained at the expense of the County:

(1) an independent verification by a nationally recognized independent certified public accounting firm acceptable to the Refunding Trustee concerning the adequacy of such substituted securities with respect to the principal of and the interest thereon and any other money or securities held for such purpose to pay the principal and interest on the outstanding 1982 Bonds, whether at maturity or upon the redemption thereof; and (2) an opinion from Roberts & Shefelman, bond counsel to the County, to the County to the effect that the disposition and substitution or purchase of such securities will not, under the statutes, rules and regulations then in force and applicable to the Refunding Bonds, cause the interest on the Refunding Bonds not to be exempt from Federal income taxation and that such disposition and substitution or purchase is not inconsistent with the statutes and regulations applicable to the Refunding Bonds. Any surplus money resulting from the sale, transfer, other disposition or redemption of the Acquired Obligations held hereunder

and the substitutions therefor of direct obligations of the United States of America, shall be released from the trust estate and shall be transferred to the County.

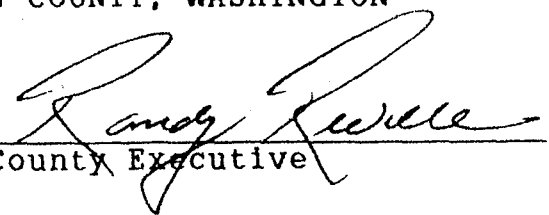
SECTION 7. Duties and Obligations of Refunding Trustee.

The duties and obligations of the Refunding Trustee shall be as prescribed by the provisions of this Agreement, and the Refunding Trustee shall not be liable except for the performance of its duties and obligations as specifically set forth herein and to act in good faith in the performance thereof and no implied duties or obligations shall be incurred by such Refunding Trustee other than those specified herein.

The Refunding Trustee may consult with counsel of its choice (except as provided below) and the opinion of such counsel shall be full and complete authorization and protection in respect of any action taken or not taken or suffered by it hereunder in good faith and in accordance with the opinion of such counsel. For any questions relating to the tax exempt status of the 1982 Bonds or the Refunding Bonds, the Refunding Trustee must consult with Roberts & Shefelman, bond counsel to the County.

Provisions for the fees, compensation and expenses of the Refunding Trustee satisfactory to it have been made.

KING COUNTY, WASHINGTON

By 
County Executive

SEATTLE-FIRST NATIONAL BANK

By _____
Trust Officer

1920k

ORDINANCE NO. **7353**

AN ORDINANCE making an appropriation of \$82,800 to the facilities management division, from savings within various CIP projects; for the purpose of developing a building repair and replacement program and a preventive maintenance program; amending Ordinance No. 7027, Sections 28, 83 and 84, Attachment No. 1, as amended.

BE IT ORDAINED BY THE COUNCIL OF KING COUNTY:

SECTION 1. There is hereby approved and adopted an appropriation of \$82,800 to the facilities management division, from transfers from various CIP projects; for the purpose of hiring a consultant to develop a repair and replacement program and a preventive maintenance program for the courthouse complex and 16 outlying buildings.

SECTION 2. The following CIP projects are reduced by the stated amounts to fund the programs described in Section 1 of this ordinance:

Projects

Courthouse Complex Repair and Replacement	<\$ 32,800>
Outlying Building Repair and Replacement	<\$ 30,000>
Energy Efficiency	<\$ 13,300>
Total Reductions	<\$ 76,100>

SECTION 3. Ordinance No. 7027, Section 28 as amended, is hereby amended by adding thereto and inserting therein the following:

From the Current Expense Fund there is hereby appropriated to:
Facilities Management \$ 82,800