

ORDINANCE NO. 7711

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AN ORDINANCE providing for the authorization, sale and issuance of King County Unlimited Tax General Obligation Refunding Bonds for the purpose of refunding a portion of the "King County Special Purpose Unlimited Tax General Obligation Bonds, 1982" dated May 1, 1982 and King County Limited Tax General Obligation Refunding Bonds for the purpose of refunding the "King County Various Purpose Limited Tax General Obligation Bonds, 1981," dated November 1, 1981; providing for the payment of and redemption prior to maturity of the bonds to be refunded; and providing for the dates, form, terms and provisions for redemption of the refunding bonds and for the payment of principal thereof and interest thereon and the levy of a tax therefor; providing for the sale of the refunding bonds; authorizing the execution of bond sale documents; authorizing the execution of an escrow agreement for use in paying the bonds to be refunded; and authorizing the purchase of government obligations with proceeds of the refunding bonds and the use and application of the proceeds of the government obligations.

PREAMBLE:

Pursuant to ordinance 5912 the county sold and issued \$7,000,000 "Special Purpose Unlimited Tax General Obligation Bonds, 1982" (the "1982 Bonds") and pursuant to ordinance 5694 the county issued and sold \$28,000,000 "Various Purpose Limited Tax General Obligation Bonds, 1981" (the "1981 Bonds") (jointly the "Outstanding Bonds"); and

By ordinance, the county reserved the right to call, pay and redeem prior to maturity thereof the following bonds of the Outstanding Bonds, which bonds are to be redeemed prior to maturity pursuant to the Refunding Plan on the dates and at the prices indicated below:

\$3,835,000 of the 1982 Bonds due December 1, 1993 through December 1, 1997, callable on December 1, 1992 at par, as identified in Attachment A (the "1982 Refunded Bonds") and

\$26,540,000 of the 1981 Bonds due December 1, 1986 through December 1, 2001, callable on December 1, 1991 at par, as identified in Attachment A (the "1981 Refunded Bonds")

(sometimes collectively referred to herein as the "Refunded Bonds"); and

The net interest rates borne by the Refunded Bonds are higher than the rates which will likely be borne by the refunding bonds; and

1 Chapter 39.53 RCW and Chapter 36.67 RCW authorize the
2 county to issue and sell, without an election, general
3 obligation bonds of the county to refund the Refunded
4 Bonds; and

5 It is anticipated that the refunding of the Refunded
6 Bonds will provide a savings to the county and will
7 allow the county to modify debt service requirements;
8 and

9 The county has determined that K.C.C. 4.14, 4.16 and
10 4.18 do not apply to the sale of the Refunding Bonds
11 and the accomplishment of the Refunding Plan and that
12 neither the purchaser of the Bonds nor the escrow
13 agent will be a "contractor" as that term is used in
14 K.C.C. 12.16.

15 BE IT ORDAINED BY THE COUNCIL OF KING COUNTY:

16 SECTION 1. Definitions. Unless the context otherwise
17 requires, the terms defined in this section shall, for all
18 purposes of this ordinance and of any ordinance supplemental
19 hereto, have the meanings specified; words importing the singular
20 number include the plural number and vice versa:

21 A. "Authorized Officer" means any of the following: the King
22 County executive or deputy executive or the duly authorized
23 successor to the duties of such office or director of the office
24 of finance of the county or the duly authorized successor to the
25 duties of such office, and such other persons as may be
26 designated from time to time by the county executive to perform
27 tasks under this ordinance.

28 B. "Bond Fund" means collectively the funds of the county
29 described in Sections 7A and 7B of this ordinance, in which money
30 shall be accumulated as set forth in this ordinance for the
31 payment of the principal of and interest on the Bonds.

32 C. "Bond Register" means the registration books on which are
maintained the names and addresses of the owners of the Bonds.

D. "Bond Registrar" means the Fiscal Agency or Fiscal
Agencies.

1 E. "Bonds" means collectively the "King County, Washington
2 Unlimited Tax General Obligation Refunding Bonds, 1986--Series B
3 (the "Series B Bonds") and the "King County, Washington Limited
4 Tax General Obligation Refunding Bonds, 1986--Series C (the
5 "Series C Bonds"), the sale and issuance of which are provided
6 for in this ordinance.

7 F. "Closing" means the time when the Bonds are delivered to
8 the original purchasers thereof upon payment in full therefor.

9 G. "Fiscal Agency" or "Fiscal Agencies" means either or both
10 of the fiscal agencies of the state in Seattle, Washington, and
11 New York, New York.

12 H. "Government Obligations" means direct obligations of the
13 United States of America.

14 I. "Internal Revenue Code" means the Internal Revenue Code
15 of 1954, as heretofore or hereafter amended, together with all
16 applicable rulings and regulations heretofore or hereafter
17 promulgated thereunder.

18 J. "Refunding Plan" means the refunding of the Refunded
19 Bonds through the issuance of the Bonds, as more particularly
20 described in this ordinance.

21 K. "Registered Owner" means the person named as the
22 registered owner of a Bond on the Bond Register.

23 SECTION 2. Authorization and Purpose of Bonds. In order to
24 effect a savings in debt service requirements of the county and
25 to restructure the debt service schedule in the best interests of
26 the county, the county hereby determines to issue and sell bonds
27 in order to provide funds for the purpose of:

28 A. Paying principal and interest on the 1981 Refunded Bonds
29 up to and including December 1, 1991, and, on December 1, 1991,
30 paying and redeeming all remaining outstanding 1981 Refunded
31 Bonds at par;

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1 B. Paying interest on the 1982 Refunded Bonds up to and
2 including December 1, 1992, and, on December 1, 1992, paying and
3 redeeming all remaining outstanding 1982 Refunded Bonds at par;

4 C. Paying all costs incidental to the accomplishment of the
5 Refunding Plan and paying the expenses incurred in connection
6 with the sale and issuance of the Bonds.

7 SECTION 3. Description of Bonds. There shall be two
8 separate series of bonds. The Bonds shall be designated "King
9 County, Washington Unlimited Tax General Obligation Refunding
10 Bonds, 1986--Series B" and "King County, Washington Limited Tax
11 General Obligation Refunding Bonds, 1986--Series C" and shall be
12 in substantially the form of Attachments B-1 and B-2,
13 respectively. The Bonds shall be dated August 1, 1986; shall be
14 issued in fully registered form; shall be in the denominations of
15 \$5,000 or any integral multiple thereof within a single maturity;
16 shall be numbered separately in such manner and with any
17 additional designation as the Bond Registrar deems necessary for
18 purposes of identification; and shall bear interest at the rates
19 and mature on the dates in each of the years and in the principal
20 amounts as set forth in any sale document executed by the county
21 executive in accordance with Section 14 of this ordinance.

22 The Bonds shall bear interest (computed on the basis of a
23 360-day year of twelve 30-day months) from their date or from the
24 most recent interest payment date to which interest has been paid
25 or duly provided for, whichever is later, payable on December 1,
26 1986, and semiannually thereafter on June 1 and December 1 of
27 each year to the maturity or earlier redemption thereof. If any
28 Bond shall have been duly presented for payment and not paid on
29 such applicable date, then interest shall continue to accrue
30 thereafter at the rate stated on such Bond until it is paid or
31 tendered.

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1 The Bonds shall be negotiable instruments to the extent
2 provided by RCW 62A.8-105.

3 SECTION 4. Place, Manner and Medium of Payment. Both
4 principal of and interest on the Bonds shall be payable in lawful
5 money of the United States of America. Interest on the Bonds
6 shall be paid by check or draft mailed to the Registered Owners
7 of the Bonds at the addresses for such owners appearing on the
8 Bond Register on the 15th day of the month preceding the interest
9 payment date. Principal of the Bonds shall be payable upon
10 presentation and surrender of the Bonds by the Registered Owners
11 at either of the principal offices of the Bond Registrar.

12 SECTION 5. Optional and Mandatory Redemption; Partial
13 Redemption; Notice; Open Market Purchase; Cancellation.

14 A. Optional Redemption. The county reserves the right to
15 redeem the Bonds prior to maturity, as a whole at any time, or in
16 part on any interest payment date in maturities selected by the
17 county and by lot within a maturity in such manner as the Bond
18 Registrar shall determine, at par plus accrued interest to the
19 date fixed for redemption, on or after such dates as provided in
20 any sale document executed pursuant to Section 14 of this
21 ordinance.

22 B. Mandatory Redemption. If the county issues term bonds,
23 the county shall redeem term bonds by lot in such manner as the
24 Bond Registrar shall determine at par plus accrued interest in
25 the principal amounts and on the dates specified in the sale
26 document executed by the county executive in accordance with
27 Section 14 of this ordinance. If there is more than one term
28 bond maturity, the term bonds shall be redeemed in chronological
29 order of maturity.

30 In the event that the county shall purchase term bonds on the
31 open market or redeem term bonds under the optional redemption
32 provisions, the term bonds so purchased or redeemed shall be

1 credited at the par amount thereof against the next mandatory
2 redemption requirement for such term bonds which is at least 60
3 days after the date of such purchase or redemption.

4 C. Partial Redemption. Any Bond in the principal amount of
5 greater than \$5,000 may be partially redeemed by the county in
6 any integral multiple of \$5,000. In such event, upon surrender
7 of such Bond at either of the principal offices of the Bond
8 Registrar, a new Bond or Bonds (at the option of the Registered
9 Owner) of the same maturity and interest rate and in the
10 aggregate principal amount remaining unredeemed shall be
11 authenticated and delivered to the Registered Owner, without
12 charge to the Registered Owner therefor, in any denomination
13 authorized by this ordinance.

14 D. Notice and Effect of Redemption. Notice of any such
15 intended redemption by the county shall be given not less than 15
16 nor more than 30 days prior to the date fixed for redemption by
17 first-class mail, postage prepaid, to the Registered Owner of
18 each Bond to be redeemed pursuant to the procedures established
19 by the Bond Registrar. The requirements of this section shall be
20 deemed to be complied with when notice is mailed as herein
21 provided whether or not it is actually received by the Registered
22 Owner. In addition, such redemption notice shall be mailed
23 within the same time period, postage prepaid, to Moody's
24 Investors Service, Inc. and Standard & Poor's Corporation at
25 their offices in New York, New York, or to their successors, but
26 such mailing shall not be a condition precedent to the redemption
27 of such Bonds.

28 If the county shall have set aside on the date fixed for
29 redemption sufficient money for the payment of all Bonds called
30 for redemption as provided in Section 7 of this ordinance, the
31 Bonds so called shall cease to accrue interest after such
32 redemption date, and all such Bonds shall be deemed not to be

1 outstanding hereunder for any purpose, except that the Registered
2 Owners thereof shall be entitled to receive payment of the
3 redemption price and interest accrued on the principal of the
4 Bonds to the redemption date from the money set aside for such
5 purpose.

6 E. Open Market Purchases. The county reserves the right to
7 purchase any or all of the Bonds on the open market at any time
8 at a price not in excess of par plus accrued interest.

9 F. Cancellation of Bonds. All Bonds purchased or redeemed
10 under this section shall be cancelled.

11 SECTION 6. County Debt Limit Not Exceeded. The council
12 finds and covenants on behalf of the county that the Bonds,
13 together with all other bonds issued simultaneously with the
14 Bonds, are issued within the applicable debt limitations of the
15 county.

16 SECTION 7. Security for Bonds.

17 A. Series B Bonds. The Series B Bonds are general
18 obligations of the county. The county pledges its full faith,
19 credit and taxing power to the payment of the principal of and
20 the interest on the Bonds and unconditionally promises that
21 principal and interest will be paid as the same shall become
22 due. A special fund of the county has been duly created known as
23 the King County Unlimited General Obligation Bond Redemption Fund
24 (the "Unlimited Tax Bond Fund"), which fund shall be drawn upon
25 for the purpose of paying the principal of and interest on the
26 Series B Bonds and other unlimited tax levy general obligation
27 bonds of the county. The accrued interest and premium, if any,
28 received from the sale of the Series B Bonds shall be deposited
29 in such fund. The county irrevocably covenants that it will make
30 annual levies of taxes upon all property in the county subject to
31 taxation in an amount sufficient, together with other money which
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1 may become legally available and used for such purposes, to pay
2 the principal of and interest on the Series B Bonds and any other
3 unlimited tax levy general obligation bonds of the county payable
4 out of the Unlimited Tax Bond Fund as such principal and interest
5 shall become due. All of such taxes so collected shall be paid
6 into the Unlimited Tax Bond Fund, and none of the money in the
7 Unlimited Tax Bond Fund shall be used for any purpose other than
8 the payment of the principal of and interest on unlimited tax
9 levy general obligation bonds of the county. The full faith,
10 credit and resources of the county are pledged irrevocably for
11 the annual levy and collection of such taxes and the prompt
12 payment of such principal and interest.

13 B. Series C Bonds. The Series C Bonds are general
14 obligations of the county. The county pledges its full faith,
15 credit and taxing power to the payment of the principal of and
16 the interest on the Bonds and unconditionally promises that
17 principal and interest will be paid as the same shall become
18 due. A special fund of the county has been duly created known as
19 the King County Limited General Obligation Bond Redemption Fund
20 (the "Limited Tax Bond Fund"), which fund shall be drawn upon for
21 the purpose of paying the principal of and interest on the
22 Series C Bonds and other limited tax levy general obligation
23 bonds of the county. The accrued interest and premium, if any,
24 received from the sale of the Series C Bonds shall be deposited
25 in such fund. The county irrevocably covenants that it will make
26 annual levies of taxes within the constitutional and statutory
27 tax limitations provided by law without a vote of the electors of
28 the county upon all property in the county subject to taxation in
29 an amount sufficient, together with other money which may become
30 legally available and used for such purposes, to pay the
31 principal of and interest on the Series C Bonds and any other

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1 limited tax levy general obligation bonds of the county payable
2 out of the Limited Tax Bond Fund as such principal and interest
3 shall become due. All of such taxes so collected shall be paid
4 into the Limited Tax Bond Fund, and none of the money in the
5 Limited Tax Bond Fund shall be used for any purpose other than
6 the payment of the principal of and interest on limited tax levy
7 general obligation bonds of the county. The full faith, credit
8 and resources of the county are pledged irrevocably for the
9 annual levy and collection of such taxes and the prompt payment
10 of such principal and interest.

11 C. General. For purposes of this section, principal of
12 outstanding term bonds, if any, shall be considered as coming due
13 on the date of their mandatory redemption. The amounts required
14 to be deposited into the Bond Fund and paid to the Bond Registrar
15 for purposes of effecting the payment of Bonds are subject to
16 reductions arising from the county's purchase or optional
17 redemption of Bonds in the manner described in Section 5 of this
18 ordinance.

19 SECTION 8. Enforcement of Rights. The Registered Owner of
20 each of the Bonds or a trustee for the Registered Owners of any
21 of the Bonds may by mandamus or other appropriate proceeding
22 require the transfer and payment of money as directed in this
23 ordinance or the Refunded Bonds authorizing ordinances.

24 SECTION 9. Execution of Bonds. The Bonds shall be executed
25 on behalf of the county by the facsimile signatures of the county
26 executive and the clerk of the council.

27 A facsimile of the official seal of the county shall be
28 imprinted or otherwise reproduced on the Bonds, which facsimile
29 is adopted as the seal of the county for such Bonds.

30 In the event any officer who shall have signed or whose
31 facsimile signature appears on any of the Bonds shall cease to be

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1 such officer before those Bonds shall have been actually
2 authenticated or issued, those bonds nevertheless may be
3 authenticated and issued and, upon such authentication and
4 issuance, shall be as binding upon the county as though that
5 person had not ceased to be such officer. Any Bond may be
6 executed on behalf of the county by such officer who, at the
7 actual date of execution of such Bond, shall be the proper
8 officer of the county, although on the date borne by such Bond
9 such officer might not have held such office.

10 SECTION 10. Authentication and Delivery of Bonds by Bond
11 Registrar. The Bond Registrar is authorized and directed, on
12 behalf of the county, to authenticate and deliver Bonds initially
13 issued or transferred or exchanged in accordance with the
14 provisions of the Bonds and this ordinance.

15 Only such Bonds as shall bear thereon a Certificate of
16 Authentication manually executed by an authorized representative
17 of the Bond Registrar shall be valid or obligatory for any
18 purpose or entitled to the benefits of this ordinance. Such
19 Certificate of Authentication shall be conclusive evidence that
20 the Bonds so authenticated have been duly executed, authenticated
21 and delivered hereunder and are entitled to the benefits of this
22 ordinance.

23 SECTION 11. Registration.

24 A. Bond Register. The Bonds shall be issued only in
25 registered form as to both principal and interest. The Bond
26 Registrar shall keep, or cause to be kept, the Bond Register at
27 its principal corporate trust offices.

28 B. Registered Ownership. The county and the Bond Registrar,
29 each in its discretion, may deem and treat the Registered Owner
30 of each Bond as the absolute owner thereof for all purposes, and
31 neither the county nor the Bond Registrar shall be affected by

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1 any notice to the contrary other than proper notice of assignment
2 as described in Section 11C of this ordinance. Payment of any
3 such Bond shall be made only as described in Section 4 of this
4 ordinance, but such registration may be transferred as provided
5 in this ordinance. All such payments made as described in
6 Section 4 shall be valid and shall satisfy and discharge the
7 liability of the county upon such Bond to the extent of the
8 amount or amounts so paid.

9 C. Transfer or Exchange of Registered Ownership. The
10 registered ownership of any Bond may be transferred or exchanged,
11 but no transfer of any Bond shall be valid unless such Bond is
12 surrendered to the Bond Registrar, with the assignment form
13 appearing on such Bond duly executed by the Registered Owner or
14 such Registered Owner's duly authorized agent in a manner
15 satisfactory to the Bond Registrar. Upon such surrender, the
16 Bond Registrar shall cancel the surrendered bond and shall
17 authenticate and deliver, without charge to the Registered Owner
18 or transferee therefor, a new Bond (or Bonds, at the option of
19 the new Registered Owner) of the same maturity and interest rate
20 and for the same aggregate principal amount, in any authorized
21 denomination, naming as Registered Owner the person or persons
22 listed as the assignee on the assignment form appearing on the
23 surrendered Bond, in exchange for such surrendered and cancelled
24 Bond. The Bond Registrar shall not be obligated to transfer or
25 exchange any Bond during the fifteen days preceding any interest
26 payment, principal payment or redemption date.

27 D. Bond Registrar's Ownership of Bonds. The Bond Registrar
28 may become the Registered Owner of any Bond with the same rights
29 it would have if it were not the Bond Registrar and, to the
30 extent permitted by law, may act as depository for and permit any
31 of its officers or directors to act as a member of, or in any

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1 other capacity with respect to, any committee formed to protect
2 the rights of the Registered Owners of the Bonds.

3 SECTION 12. Lost, Stolen or Destroyed Bonds. If any Bond
4 becomes mutilated, lost, stolen or destroyed, the Bond Registrar
5 may authenticate and deliver a new Bond of the same interest rate
6 and maturity and of like tenor and effect in substitution
7 therefor, all in accordance with law. If such lost, stolen or
8 destroyed Bond has matured, the county, at its option, may pay
9 the same without the surrender thereof. However, no such
10 substitution or payment shall be made unless and until the
11 applicant shall furnish (1) evidence satisfactory to the Bond
12 Registrar of the destruction or loss of the original Bond and of
13 the ownership thereof and (2) such additional security, indemnity
14 or evidence as may be required by the county. No substitute Bond
15 shall be furnished unless the applicant shall reimburse the
16 county and the Bond Registrar for their respective expenses in
17 furnishing the substitute Bond. Any such substitute Bond so
18 furnished shall be equally and proportionately entitled to the
19 security of this ordinance with all other Bonds of the same
20 series issued hereunder.

21 SECTION 13. Defeasance. In the event the county shall issue
22 advance refunding bonds pursuant to law or have money available
23 from any other lawful source to pay the principal of and interest
24 on the Bonds or such portion thereof included in the refunding or
25 defeasance plan as the same become due and payable and to refund
26 all such then outstanding Bonds, and shall have irrevocably set
27 aside in a special fund (hereinafter called the "trust account")
28 for and pledged to such payment and refunding money and/or
29 Government Obligations sufficient in amount, together with known
30 earned income from the investment thereof, to make such payments
31 and to accomplish the refunding or defeasance as scheduled, and

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1 shall make irrevocable provision for redemption or payment of
2 such Bonds, then in that case all right and interest of the
3 Registered Owners of the Bonds to be so retired, refunded or
4 defeased (hereinafter collectively called the "defeased Bonds")
5 in the covenants of this ordinance and in the funds and accounts
6 obligated to the payment of such Bonds shall thereafter cease and
7 become void. Such Registered Owners shall thereafter have the
8 right to receive payment of the principal of and interest on the
9 defeased Bonds from the trust account and, in the event that the
10 funds in the trust account are not available or sufficient for
11 such payment, shall have the right to receive payment of the
12 principal of and interest on the defeased Bonds from the
13 revenues, funds and accounts obligated to the payment of such
14 Bonds. Anything herein to the contrary notwithstanding, the
15 pledge of the full faith and credit and taxing power of the
16 county to the payment of the Bonds shall remain in full force and
17 effect after the establishing and full funding of such trust
18 account. Subject to the rights of the Registered Owners of the
19 Bonds, the county may then apply any money in any other fund or
20 account established for the payment or redemption of the defeased
21 Bonds to any lawful purposes as it shall determine.

22 SECTION 14. Sale of Bonds. The council authorizes any
23 Authorized Officer to sell the Bonds in such manner as said
24 Authorized Officer determines is in the county's best interest
25 and authorizes the execution of all necessary or desirable
26 documents by any Authorized Officer.

27 The Bonds will be printed at the county's expense and will be
28 delivered to the purchasers in accordance with the bond sale
29 documents with the approving legal opinion of Perkins Coie, bond
30 counsel of Seattle, Washington, relative to the issuance of the
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1 Bonds and the exemption from federal income taxation of interest
2 on the Bonds, printed on each Bond.

3 SECTION 15. Delivery of Bonds; Temporary Bonds. The proper
4 county officials are authorized and directed to execute all
5 documents, including without limitation the final official
6 statement, and to do everything necessary for the preparation and
7 delivery of a transcript of proceedings pertaining to the Bonds,
8 and the printing, execution and delivery of the Bonds, in
9 definitive form, to the purchasers, each without unreasonable
10 delay.

11 If definitive Bonds are not ready for delivery by the date of
12 Closing agreed to by an Authorized Officer and the purchasers,
13 said Authorized Officer, upon the approval of the purchasers, may
14 cause to be issued and delivered to the purchasers one or more
15 temporary Bonds with appropriate omissions, changes and
16 additions. Any temporary Bond or Bonds shall be entitled and
17 subject to the same benefits and provisions of this ordinance
18 with respect to the payment, security and obligation thereof as
19 definitive Bonds authorized hereby. Such temporary Bond or Bonds
20 shall be exchangeable without cost to the Registered Owner
21 thereof for definitive Bonds when the latter are ready for
22 delivery.

23 SECTION 16. Redemption of Refunded Bonds. The county calls
24 the bonds listed on Attachment A for redemption prior to maturity
25 on the respective dates set forth in Attachment A at a price
26 equal to par plus accrued interest to the date of redemption.

27 Upon delivery of the Bonds on the date of Closing, these
28 calls for redemption shall become irrevocable.

29 The proper county officials are authorized and directed to
30 give such notice as may be required, at the time and in the
31 manner required, pursuant to state law and the authorizing

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1 ordinances for the Refunded Bonds in order to effect the
2 redemption prior to their maturity of the various Refunded Bonds
3 on the dates set forth above.

4 The council hereby ratifies any proper action previously
5 taken by proper county officials to give such notice and effect
6 such redemption.

7 SECTION 17. Escrow. The county executive is authorized and
8 directed to cause the establishment of an escrow, on behalf of
9 the county, to effect the Refunding Plan.

10 SECTION 18. Acquisition of Government Obligations and Other
11 Investments. An Authorized Officer, on behalf of the county,
12 shall obtain and deliver to the escrow agent for deposit, or
13 cause the escrow agent to obtain and deposit, on or before the
14 date of Closing, into the escrow account provided for in the
15 escrow agreement for the Refunded Bonds, cash and Government
16 Obligations which shall be scheduled to provide cash flow
17 sufficient to pay the amounts specified in Sections 2A and 2B of
18 this ordinance.

19 An Authorized Officer shall designate or cause the escrow
20 agent to designate that all of the principal of and interest on
21 the Government Obligations acquired or subscribed for shall be
22 payable to the escrow agent. Such subscriptions may be amended
23 as permitted by federal law and regulations.

24 SECTION 19. Verification of Sufficiency of Escrow. An
25 Authorized Officer is authorized and directed to obtain, prior to
26 Closing, independent verification from a firm of certified public
27 accountants that, among other things, the cash flow scheduled to
28 be received from the Government Obligations, together with any
29 uninvested initial cash, shall be sufficient to make the payments
30 described in Section 18 of this ordinance. Any temporary or
31 permanent substitutions of Government Obligations may only be

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1 effected (i) in accordance with the document establishing the
2 escrow provided for in Section 17 of this ordinance, or (ii) in
3 accordance with procedures which shall have been approved by
4 nationally recognized Bond Counsel.

5 SECTION 20. Delivery of Bond Proceeds to Escrow Agent. The
6 director of the office of finance shall cause accrued interest on
7 the Bonds received at Closing to be deposited into the Bond Fund
8 as specified in Section 7 of this ordinance. The director of the
9 office of finance shall pay or deliver the principal proceeds of
10 the Bonds and any premium thereon (except for amounts necessary
11 to pay the expenses of carrying out the Refunding Plan, which
12 shall be paid in such manner as determined by the director of the
13 office of finance) to the escrow agent to be used and applied by
14 the escrow agent pursuant to the document establishing the escrow
15 provided for in Section 17 of this ordinance.

16 The proper county officials are authorized and directed to
17 execute and deliver all documents, purchase Government
18 Obligations, withdraw money from the various bond retirement
19 funds for the Refunded Bonds and take other actions necessary to
20 accomplish the Refunding Plan, and the council hereby ratifies
21 any proper action taken prior to the date of this ordinance to
22 effect the Refunding Plan.

23 SECTION 21. Defeasance of Refunded Bonds. Upon delivery of
24 the Bonds on the date of Closing, the Refunded Bonds shall no
25 longer be considered to be outstanding for purposes of the
26 limitations on county debt contained in Article VIII, Section 6
27 of the State Constitution and Chapter 39.36 RCW. Thereafter, the
28 Refunded Bonds and any interest obligations relating thereto
29 shall cease to be entitled to any lien, benefit or security of
30 the ordinances of the county pursuant to which they were issued
31 except for the right to receive the money and the proceeds of the
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1 investments irrevocably deposited and set aside with the escrow
2 agent pursuant to the escrow agreement for payment of the
3 Refunded Bonds and except as otherwise provided in the ordinances
4 authorizing the respective Refunded Bonds.

5 SECTION 22. Tax Exemption Covenants. The county covenants
6 that it will not take or permit to be taken on its behalf any
7 action which would adversely affect the exemption from federal
8 income taxation of the interest on the Bonds and will take or
9 require to be taken such acts as may be permitted by law and as
10 may from time to time be required under applicable law to
11 continue the exemption from federal income taxation of the
12 interest on the Bonds.

13 In addition, if future federal laws or regulations require
14 the payment of any Federal Tax or rebate by the county or the
15 observance by the county of any other requirement to maintain the
16 exemption from federal income taxation of the interest on the
17 Bonds, the county covenants that the county shall make any such
18 payment and observe any such requirement to the extent permitted
19 by law.

20 The county covenants to spend the remaining proceeds of the
21 1981 Bonds as provided by ordinance and, in any event, no later
22 than December 1, 1991; provided, that this covenant shall not
23 apply with respect to any payment which shall have been delayed
24 or enjoined or the validity of which shall have been questioned
25 by any court or administrative order, the pending of legal or
26 administrative proceedings or any other cause beyond the control
27 of the county.

28 The county has not been notified of any listing or proposed
29 listing by the Internal Revenue Service to the effect that the
30 county is a bond issuer whose arbitrage certifications may not be
31 relied upon.

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1 SECTION 23. Contract--Severability Clause. The covenants
 2 contained in this ordinance and in the Bonds shall constitute a
 3 contract between the county and the Registered Owner of each and
 4 every Bond. If any one or more of the covenants or agreements
 5 provided in this resolution to be performed on the part of the
 6 county shall be declared by any court of competent jurisdiction
 7 and final appeal (if any appeal be taken) to be contrary to law,
 8 then such covenant or covenants, agreement or agreements, shall
 9 be null and void and shall be deemed separable from the remaining
 10 covenants and agreements in this ordinance and shall in no way
 11 affect the validity of the other provisions of this ordinance or
 12 of the Bonds.

13 INTRODUCED AND READ for the first time this 21st day of July,
 14 1986.

15 PASSED this 28th day of July, 1986.

KING COUNTY COUNCIL
 KING COUNTY, WASHINGTON

Audrey Linger
 Chair

20 ATTEST:

Dorothy M. Quena
 Clerk of the Council

23 APPROVED this 29th day of July, 1986.

[Signature]
 King County Executive

6432K

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KING COUNTY, WASHINGTON
SPECIAL PURPOSE UNLIMITED TAX GENERAL OBLIGATION BONDS, 1982
CALLABLE PORTION ONLY
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7711

DEBT SERVICE SCHEDULE
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DATE	PRINCIPAL	COUPON	INTEREST	PERIOD TOTAL	FISCAL TOTAL
12/ 1/86			206,131.25	206,131.25	206,131.25
12/ 1/87			412,262.50	412,262.50	412,262.50
12/ 1/88			412,262.50	412,262.50	412,262.50
12/ 1/89			412,262.50	412,262.50	412,262.50
12/ 1/90			412,262.50	412,262.50	412,262.50
12/ 1/91			412,262.50	412,262.50	412,262.50
12/ 1/92			412,262.50	412,262.50	412,262.50
12/ 1/93	600,000.00	10.750000	412,262.50	1,012,262.50	1,012,262.50
12/ 1/94	675,000.00	10.750000	347,762.50	1,022,762.50	1,022,762.50
12/ 1/95	755,000.00	10.750000	275,200.00	1,030,200.00	1,030,200.00
12/ 1/96	850,000.00	10.750000	194,037.50	1,044,037.50	1,044,037.50
12/ 1/97	955,000.00	10.750000	102,662.50	1,057,662.50	1,057,662.50
	-----		-----	-----	
	3,835,000.00		4,011,631.25	7,846,631.25	
ACCRUED					
	3,835,000.00		4,011,631.25	7,846,631.25	
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DATED 6/ 1/86 WITH DELIVERY OF 6/ 1/86
BOND YEARS 37,317.500
AVERAGE COUPON 10.750
AVERAGE LIFE 9.731
N I C % 10.750000 % USING 100.0000000
T I C % 10.750000 % USING 100.0000000

Seattle-Northwest Securities Corp.

RUNDATE: 07-24-1986 RUNTIME: 12:22:26

KING COUNTY, WASHINGTON
 SPECIAL PURPOSE UNLIMITED TAX GENERAL OBLIGATION BONDS, 1982
 WITH OPTIONAL REDEMPTION DN 12-1-92 @ 100

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DEBT SERVICE SCHEDULE

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DATE	PRINCIPAL	COUPON	INTEREST	PERIOD TOTAL	FISCAL TOTAL
12/ 1/86			206,131.25	206,131.25	206,131.25
6/ 1/87			206,131.25	206,131.25	
12/ 1/87			206,131.25	206,131.25	412,262.50
6/ 1/88			206,131.25	206,131.25	
12/ 1/88			206,131.25	206,131.25	412,262.50
6/ 1/89			206,131.25	206,131.25	
12/ 1/89			206,131.25	206,131.25	412,262.50
6/ 1/90			206,131.25	206,131.25	
12/ 1/90			206,131.25	206,131.25	412,262.50
6/ 1/91			206,131.25	206,131.25	
12/ 1/91			206,131.25	206,131.25	412,262.50
6/ 1/92			206,131.25	206,131.25	
12/ 1/92	3,835,000.00		206,131.25	4,041,131.25	4,247,262.50
	-----		-----	-----	
	3,835,000.00		2,679,706.25	6,514,706.25	
ACCRUED					
	3,835,000.00		2,679,706.25	6,514,706.25	
	=====		=====	=====	

DATED 6/ 1/86 WITH DELIVERY OF 6/ 1/86
 BOND YEARS 24,927.500
 AVERAGE COUPON 10.750
 AVERAGE LIFE 6.500
 N I C % 10.750000 % USING 100.0000000
 T I C % 10.750000 % USING 100.0000000

Seattle-Northwest Securities Corp.

RUNDATE: 07-08-1986

RUNTIME: 14:18:19

KING COUNTY, WASHINGTON
 VARIOUS PURPOSE LIMITED TAX GENERAL OBLIGATION BONDS, 1981
 DATED 11/1/81

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DEBT SERVICE SCHEDULE

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7711

DATE	PRINCIPAL	COUPON	INTEREST	PERIOD TOTAL	FISCAL TOTAL
12/ 1/86	610,000.00	14.000000	1,638,527.50	2,248,527.50	2,248,527.50
6/ 1/87			1,595,827.50	1,595,827.50	
12/ 1/87	685,000.00	14.000000	1,595,827.50	2,280,827.50	3,876,655.00
6/ 1/88			1,547,877.50	1,547,877.50	
12/ 1/88	770,000.00	14.000000	1,547,877.50	2,317,877.50	3,865,755.00
6/ 1/89			1,493,977.50	1,493,977.50	
12/ 1/89	860,000.00	14.000000	1,493,977.50	2,353,977.50	3,847,955.00
6/ 1/90			1,433,777.50	1,433,777.50	
12/ 1/90	965,000.00	14.000000	1,433,777.50	2,398,777.50	3,832,555.00
6/ 1/91			1,366,227.50	1,366,227.50	
12/ 1/91	1,085,000.00	12.500000	1,366,227.50	2,451,227.50	3,817,455.00
6/ 1/92			1,298,415.00	1,298,415.00	
12/ 1/92	1,215,000.00	11.500000	1,298,415.00	2,513,415.00	3,811,830.00
6/ 1/93			1,228,552.50	1,228,552.50	
12/ 1/93	1,365,000.00	11.700000	1,228,552.50	2,593,552.50	3,822,105.00
6/ 1/94			1,148,700.00	1,148,700.00	
12/ 1/94	1,530,000.00	11.750000	1,148,700.00	2,678,700.00	3,827,400.00
6/ 1/95			1,058,812.50	1,058,812.50	
12/ 1/95	1,720,000.00	12.000000	1,058,812.50	2,778,812.50	3,837,625.00
6/ 1/96			955,612.50	955,612.50	
12/ 1/96	1,930,000.00	12.000000	955,612.50	2,885,612.50	3,841,225.00
6/ 1/97			839,812.50	839,812.50	
12/ 1/97	2,165,000.00	12.000000	839,812.50	3,004,812.50	3,844,625.00
6/ 1/98			709,912.50	709,912.50	
12/ 1/98	2,430,000.00	12.000000	709,912.50	3,139,912.50	3,849,825.00
6/ 1/99			564,112.50	564,112.50	
12/ 1/99	2,725,000.00	12.250000	564,112.50	3,289,112.50	3,853,225.00
6/ 1/ 0			397,206.25	397,206.25	
12/ 1/ 0	3,055,000.00	12.250000	397,206.25	3,452,206.25	3,849,412.50
6/ 1/ 1			210,087.50	210,087.50	
12/ 1/ 1	3,430,000.00	12.250000	210,087.50	3,640,087.50	3,850,175.00
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	26,540,000.00		33,336,350.00	59,876,350.00	
ACCRUED					
	26,540,000.00		33,336,350.00	59,876,350.00	
	=====		=====	=====	

DATED 6/ 1/86 WITH DELIVERY OF 6/ 1/86
 BOND YEARS 273,845.000
 AVERAGE COUPON 12.173
 AVERAGE LIFE 10.318
 N I C 1 12.173438 % USING 100.0000000
 T I C 1 12.194072 % USING 100.0000000

Seattle-Northwest Securities Corp.

RUNDATE: 07-08-1986 RUNTIME: 14:17:05

KING COUNTY, WASHINGTON
 VARIOUS PURPOSE LIMITED TAX GENERAL OBLIGATION BONDS, 1981
 WITH OPTIONAL REDEMPTION ON 12/1/91 @ 100%

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DEBT SERVICE SCHEDULE

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7711

DATE	PRINCIPAL	COUPON	INTEREST	PERIOD TOTAL	FISCAL TOTAL
12/ 1/86	610,000.00	14.000000	1,638,527.50	2,248,527.50	2,248,527.50
6/ 1/87			1,595,827.50	1,595,827.50	
12/ 1/87	685,000.00	14.000000	1,595,827.50	2,280,827.50	3,876,655.00
6/ 1/88			1,547,877.50	1,547,877.50	
12/ 1/88	770,000.00	14.000000	1,547,877.50	2,317,877.50	3,865,755.00
6/ 1/89			1,493,977.50	1,493,977.50	
12/ 1/89	860,000.00	14.000000	1,493,977.50	2,353,977.50	3,847,955.00
6/ 1/90			1,433,777.50	1,433,777.50	
12/ 1/90	965,000.00	14.000000	1,433,777.50	2,398,777.50	3,832,555.00
6/ 1/91			1,366,227.50	1,366,227.50	
12/ 1/91	22,650,000.00	12.500000	1,366,227.50	24,016,227.50	25,382,455.00
	-----		-----	-----	
	26,540,000.00		16,513,902.50	43,053,902.50	
ACCRUED					
	26,540,000.00		16,513,902.50	43,053,902.50	
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DATED 6/ 1/86 WITH DELIVERY OF 6/ 1/86
 BOND YEARS 135,185.000
 AVERAGE COUPON 12.216
 AVERAGE LIFE 5.094
 N I C % 12.215780 % USING 100.0000000
 T I C % 12.232495 % USING 100.0000000

Seattle-Northwest Securities Corp.

RUNDATE: 07-08-1986 RUNTIME: 14:17:30

No. _____

UNITED STATES OF AMERICA

17721

STATE OF WASHINGTON

KING COUNTY

UNLIMITED TAX GENERAL OBLIGATION REFUNDING BOND, 1986--SERIES B

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 Unlimited 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 December 1, 1986, and semiannually thereafter on each succeeding June 1 and December 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 Registrar") 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, 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

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1 pledged irrevocably for the annual levy and collection
2 of such taxes and for the prompt payment of that
principal and interest.

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

6 The principal of and interest on this bond shall
7 be paid only to the owner hereof registered as such on
8 the Bond Register as of the record date set forth
above and to no other person, and this bond may not be
assigned except on the Bond Register.

9 It is certified and declared that all acts,
10 conditions and things required to be done precedent to
and in the issuance of this bond have been done, have
11 happened and have been performed as required by law,
and that the total indebtedness of the County,
12 including this bond issue together with all other
bonds issued simultaneously with this bond issue, does
not exceed any constitutional or statutory limitations.

13 IN WITNESS WHEREOF, the County has caused this
14 bond to be signed in the corporate name of the County
by the facsimile signatures of its County Executive
15 and the Clerk of the Council, and a facsimile
reproduction of the seal of the County Council to be
16 imprinted hereon, this first day of August, 1986.

KING COUNTY, WASHINGTON

By (facsimile signature)
County Executive

19 ATTEST:

20 (facsimile signature)
21 Clerk of the Council

Office of Finance Issue No. _____

22 Date of Authentication:

24 CERTIFICATE OF AUTHENTICATION

25 This bond is one of the fully registered King
26 County, Washington, Unlimited Tax General Obligation
Refunding Bonds, 1986--Series B, described in the Bond
27 Ordinance.

28 WASHINGTON STATE FISCAL AGENCY
Bond Registrar

29 By
30 Authorized Officer

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ADDITIONAL PROVISIONS

This bond is one of a total issue of \$ _____ par value of bonds, all of like date, tenor and effect, except as to number, denomination, [option of redemption,] maturities and interest rates, and issued by the County pursuant to Chapter 39.53 RCW for the purpose of providing the money required to refund its outstanding Special Purpose Unlimited Tax General Obligation Bonds, 1982, and in accordance and in strict compliance with all statutes of the State of Washington applicable thereto, with the Constitution of the State of Washington and pursuant to the Bond Ordinance and all other duly adopted ordinances of the County.

This bond is transferable by the Registered Owner hereof or by the Registered Owner's duly authorized agent at the Bond Registrar, but only in the manner and subject to the limitations set forth in the Bond Ordinance, and only upon the due completion of the assignment form appearing hereon and upon the surrender and cancellation of this bond. Upon such transfer, a new bond (or bonds at the same option of the new Registered Owner) of the same maturity and for the same aggregate principal amount will be issued to the new Registered Owner, without charge, in exchange therefor. This bond and other bonds may be surrendered to the Bond Registrar and exchanged, without charge, for an equal aggregate principal amount of bonds of the same maturity and interest rate, in any authorized denomination. The Bond Registrar shall not be obligated to transfer or exchange any Bond during the fifteen days preceding any principal payment or redemption date.

The County reserves the right to redeem any or all of the bonds maturing [December 1, 199_,] and thereafter, inclusive, prior to their stated maturity dates as a whole, or in part (and by lot within a maturity in such manner as the Bond Registrar shall determine), on [December 1, 199_,] 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 by the County. If less than all of the principal amount of any bond is redeemed, upon surrender of such bond at the principal office of the Bond Registrar, there shall be issued to the Registered 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 15 nor more than 30 days prior to the date fixed for redemption by first-class mail, postage prepaid, to the Registered Owner of any bond

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to be redeemed pursuant to the procedures established by the Bond Registrar. 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 bonds so called are not are not redeemed upon presentation made pursuant to such call. In addition, such redemption notice shall be mailed within the same period, postage prepaid, to Moody's Investors Service, Inc., and Standard & Poor's Corporation at their offices in New York, New York, or their successors, but such mailing shall not be a condition precedent to the redemption of such bonds.

The County also reserves the right and option 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.

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

The County and the Bond Registrar may deem and treat the Registered Owner of this bond as its absolute owner for the purpose of receiving payment of principal and interest hereon and for all other purposes, and neither the County nor the Bond Registrar shall be affected by any notice to the contrary. "Registered Owner," as used herein, means the person 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 identifying number of assignee)

the within mentioned bond and irrevocably constitutes and appoints _____

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to transfer the same on the Bond Register with full power of substitution in the premises.

DATED: _____.

Registered Owner

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

1 issue as the same shall become due, and the full
2 faith, credit and resources of the County are pledged
3 irrevocably for the annual levy and collection of such
taxes and for the prompt payment of that principal and
interest.

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

7 The principal of and interest on this bond shall
8 be paid only to the owner hereof registered as such on
9 the Bond Register as of the record date set forth
above and to no other person, and this bond may not be
assigned except on the Bond Register.

10 It is certified and declared that all acts,
11 conditions and things required to be done precedent to
12 and in the issuance of this bond have been done, have
13 happened and have been performed as required by law,
and that the total indebtedness of the County,
including this bond issue together with all other
bonds issued simultaneously with this bond issue, does
not exceed any constitutional or statutory limitations.

14 IN WITNESS WHEREOF, the County has caused this
15 bond to be signed in the corporate name of the County
16 by the facsimile signatures of its County Executive
17 and the Clerk of the Council, and a facsimile
reproduction of the seal of the County Council to be
imprinted hereon, this first day of August, 1986.

KING COUNTY, WASHINGTON

By (facsimile signature)
County Executive

ATTEST:

(facsimile signature)
Clerk of the Council

Office of Finance Issue No. _____

Date of Authentication:

CERTIFICATE OF AUTHENTICATION

This bond is one of the fully registered King
County, Washington, Limited Tax General Obligation
Refunding Bonds, 1986--Series C, described in the Bond
Ordinance.

WASHINGTON STATE FISCAL AGENCY
Bond Registrar

By
Authorized Officer

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ADDITIONAL PROVISIONS

This bond is one of a total issue of \$ _____ par value of bonds, all of like date, tenor and effect, except as to number, denomination, option of redemption, maturities and interest rates, and issued by the County pursuant to Chapter 39.53 RCW for the purpose of providing the money required to refund its outstanding Various Purpose Limited Tax General Obligation Bonds, 1981, and in accordance and in strict compliance with all statutes of the State of Washington applicable thereto, with the Constitution of the State of Washington and pursuant to the Bond Ordinance and all other duly adopted ordinances of the County.

This bond is transferable by the Registered Owner hereof or by the Registered Owner's duly authorized agent at the Bond Registrar, but only in the manner and subject to the limitations set forth in the Bond Ordinance, and only upon the due completion of the assignment form appearing hereon and upon the surrender and cancellation of this bond. Upon such transfer, a new bond (or bonds at the same option of the new Registered Owner) of the same maturity and for the same aggregate principal amount will be issued to the new Registered Owner, without charge, in exchange therefor. This bond and other bonds may be surrendered to the Bond Registrar and exchanged, without charge, for an equal aggregate principal amount of bonds of the same maturity and interest rate, in any authorized denomination. The Bond Registrar shall not be obligated to transfer or exchange any Bond during the fifteen days preceding any principal payment or redemption date.

The County reserves the right to redeem any or all of the bonds maturing [December 1, 199_,] and thereafter, inclusive, prior to their stated maturity dates as a whole, or in part (and by lot within a maturity in such manner as the Bond Registrar shall determine), on [December 1, 199_,] 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 by the County. If less than all of the principal amount of any bond is redeemed, upon surrender of such bond at the principal office of the Bond Registrar, there shall be issued to the Registered 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 15 nor more than 30 days prior to the date fixed for redemption by first-class mail, postage prepaid, to the Registered Owner of any bond to be redeemed pursuant to the procedures established

1 by the Bond Registrar. The requirements of the Bond
 2 Ordinance shall be deemed to be complied with when
 3 notice is mailed as herein provided, whether or not it
 4 is actually received by the owner of any bond. The
 5 interest on the bonds so called for redemption shall
 6 cease on the date fixed for redemption unless such
 7 bonds so called are not are not redeemed upon
 8 presentation made pursuant to such call. In addition,
 9 such redemption notice shall be mailed within the same
 10 period, postage prepaid, to Moody's Investors Service,
 11 Inc., and Standard & Poor's Corporation at their
 12 offices in New York, New York, or their successors,
 13 but such mailing shall not be a condition precedent to
 14 the redemption of such bonds.

8 The County also reserves the right and option to
 9 purchase any of the bonds on the open market at a
 10 price not in excess of par plus accrued interest to
 11 date of purchase.

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

16 The County and the Bond Registrar may deem and
 17 treat the Registered Owner of this bond as its
 18 absolute owner for the purpose of receiving payment of
 19 principal and interest hereon and for all other
 20 purposes, and neither the County nor the Bond
 21 Registrar shall be affected by any notice to the
 22 contrary. "Registered Owner," as used herein, means
 23 the person named as the Registered Owner of this bond
 24 on the front hereof and on the Bond Register.

21 [Legal Opinion]

22 ASSIGNMENT

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

25 _____
 26 _____

27 (name, address and social security or other
 28 identifying number of assignee)

28 the within mentioned bond and irrevocably constitutes
 29 and appoints _____

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to transfer the same on the Bond Register with full power of substitution in the premises.

DATED: _____

Registered Owner

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