



KING COUNTY

1200 King County Courthouse
516 Third Avenue
Seattle, WA 98104

Signature Report

November 14, 2007

Motion 12630

Proposed No. 2007-0480.3

Sponsors Ferguson and Constantine

1 A MOTION of the county council accepting a bid for the
2 purchase of the county's Limited Tax General Obligation
3 Bonds, 2007, Series E, in the aggregate principal amount of
4 \$43,705,000 and fixing the interest rates and other terms
5 thereof in accordance with Ordinance 15925.

6
7 WHEREAS, pursuant to Ordinance 15925, the county council authorized the
8 issuance of one or more series of limited tax general obligation bonds of the county in an
9 outstanding aggregate principal amount not to exceed \$46,000,000 to provide long-term
10 financing for the PeopleSoft/Oracle Upgrade Projects and the Solid Waste Projects, each
11 defined and described in Ordinance 15925, and

12 WHEREAS, the Ordinance 15925 provided that such bonds may be publicly sold
13 in one or more series, any of which may be sold in a combined offering with other bonds
14 of the county, either by negotiated sale or by competitive bid, as determined by the
15 Finance Director in consultation with the county's financial advisor, and

16 WHEREAS, the Finance Director has determined that a series of such bonds, to
17 be designated as the county's Limited Tax General Obligation Bonds, 2007, Series E, in

18 the aggregate principal amount of \$43,705,000 (the "Bonds "), be sold by competitive bid
19 as provided herein, and

20 WHEREAS, currently, none of the bonds authorized by the Ordinance 15925 are
21 outstanding. The aggregate principal amount of all such bonds (including the Bonds) to
22 be outstanding on the date of issuance of the Bonds will be \$43,705,000, which amount
23 does not exceed \$46,000,000, and

24 WHEREAS, a preliminary official statement dated November 7, 2007, has been
25 prepared for the public sale of the Bonds, the official Notice of such sale dated November
26 7, 2007 (the "Notice"), has been duly published, and bids have been received in
27 accordance with the Notice, and

28 WHEREAS, the attached bid of Goldman, Sachs & Co. to purchase the Bonds is
29 the best bid received for the Bonds, and it is in the best interest of the county that such
30 Bonds be sold to Goldman, Sachs & Co. on the terms set forth in the Notice, the attached
31 bid, the Ordinance 15925 and this motion;

32 NOW, THEREFORE, BE IT MOVED by the Council of King County:

33 A. Definitions. Except as expressly authorized herein, terms used in this motion
34 have the meanings set forth in the Ordinance 15925.

35 B. Ratification of Notice of Sale, Acceptance of Bids, and Authorization of
36 Bonds. The issuance of the Bonds, designated as the county's Limited Tax General
37 Obligation Bonds, 2007, Series E, in the aggregate principal amount of \$43,705,000, and
38 the other terms and conditions thereof set forth in the Notice attached hereto as
39 Attachment A, are hereby ratified and confirmed. The offer to purchase the Bonds, as set
40 forth in the bid of Goldman, Sachs & Co. attached hereto as Attachment B, which shall

41 be deemed to be adjusted to reflect the changed aggregate principal amount of the Bonds,
42 as and to the extent permitted by the Notice, is hereby accepted. The Bonds shall be
43 dated their date of issue and delivery and shall be subject to optional redemption as
44 specified in the Notice. The Bonds shall mature or be subject to mandatory redemption
45 on the dates and in the amounts, and shall bear interest at the rates specified in
46 Attachment C, payable on the dates set forth in the Notice. The Bonds shall conform in
47 all other respects to the terms and conditions specified in the Notice and Ordinance
48 15925.

49 C. Application of Bond Proceeds. The proceeds of the Bonds shall be deposited
50 into the funds and subfunds identified in Ordinance 15925 in amounts determined by the
51 Finance Director, and shall be applied to provide long-term financing for the
52 PeopleSoft/Oracle Upgrade Projects and the Solid Waste Projects, and paying costs and
53 expenses incurred in issuing the Bonds.

54 D. Undertaking to Provide Ongoing Disclosure.

55 1. Contract/Undertaking. This section D constitutes the county's written
56 undertaking for the benefit of the owners and beneficial owners of the Bonds as required
57 by section (b)(5) of rule 15c2-12 (the "rule") of the Securities and Exchange Commission
58 (the "commission").

59 2. Financial Statements/Operating Data. The county agrees to provide or cause
60 to be provided to each nationally recognized municipal securities information repository
61 ("NRMSIR") and to the state information depository (the "SID"), if any, in each case as
62 designated by the commission in accordance with the rule, the following annual financial

63 information and operating data for the prior fiscal year (commencing in 2008 for the
64 fiscal year ended December 31, 2007):

65 (a) annual financial statements prepared in accordance with the Budget
66 Accounting and Reporting System ("BARS") prescribed by the Washington State Auditor
67 pursuant to RCW 43.09.200 (or any successor statutes) and generally of the type attached
68 to the official statement as "Appendix B," which statements will not be audited, except
69 that if and when audited financial statements are otherwise prepared and available to the
70 county they will be provided;

71 (b) a summary of the assessed value of taxable property in the county;

72 (c) a summary of budgeted General Fund revenues and appropriations;

73 (d) a summary of ad valorem property tax levy rates per \$1,000 of assessed
74 value and delinquency rates;

75 (e) a summary of outstanding tax-supported indebtedness of the county; and

76 (f) a schedule of the aggregate annual debt service on tax-supported
77 indebtedness of the county.

78 Items (b) through (f) shall be required only to the extent that such information is
79 not included in the annual financial statements.

80 Such annual information and operating data described above shall be provided on
81 or before the end of seven months after the end of the county's fiscal year. The county's
82 fiscal year currently ends on December 31. The county may adjust such fiscal year by
83 providing written notice of the change of fiscal year to each then existing NRMSIR and
84 the SID, if any. In lieu of providing such annual financial information and operating
85 data, the county may cross-reference to other documents provided to the NRMSIR, the

86 SID or to the commission, and, if such document is a final official statement within the
87 meaning of the rule, such document will be available from the Municipal Securities
88 Rulemaking Board (the "MSRB").

89 If not provided as part of the annual financial information discussed above, the
90 county shall provide the county's audited annual financial statement prepared in
91 accordance with BARS when and if available to each then existing NRMSIR and the
92 SID, if any.

93 3. Material Events. The county agrees to provide or cause to be provided, in a
94 timely manner, to the SID, if any, and to each NRMSIR or to the MSRB, notice of the
95 occurrence of any of the following events with respect to the Bonds, if material:

- 96 (a) principal and interest payment delinquencies;
- 97 (b) non-payment related defaults;
- 98 (c) unscheduled draws on debt service reserves reflecting financial difficulties;
- 99 (d) unscheduled draws on credit enhancements reflecting financial difficulties;
- 100 (e) substitution of credit or liquidity providers, or their failure to perform;
- 101 (f) adverse tax opinions or events affecting the tax-exempt status of the Bonds;
- 102 (g) modifications to rights of Bondholders;
- 103 (h) optional, contingent or unscheduled calls of any Bonds other than
104 scheduled sinking fund redemptions for which notice is given pursuant to Exchange Act
105 Release 34-23856;

- 106 (i) defeasances;
- 107 (j) release, substitution or sale of property securing repayment of the Bonds;

108 and

109 (k) rating changes.

110 Solely for purposes of disclosure, and not intending to modify this undertaking,
111 the county advises with reference to items (c) and (j) above that no debt service reserves
112 secure payment of the Bonds and no property secures repayment of the Bonds.

113 4. Notification Upon Failure to Provide Financial Data. The county agrees to
114 provide or cause to be provided, in a timely manner, to each NRMSIR or to the MSRB
115 and to the SID, if any, notice of its failure to provide the annual financial information
116 described in subsection 2 above on or prior to the date set forth in subsection 2 above.

117 5. Centralized Filing. Any filing required to be made with any NRMSIR or
118 SID pursuant to the County's undertaking may be made by transmitting such filing solely
119 to (i) the Texas Municipal Advisory Council (the "MAC") as provided in
120 <http://www.disclosureusa.org> unless the SEC has withdrawn the interpretive advice in its
121 letter to the MAC dated September 7, 2004, or (ii) any other entity for whom the SEC has
122 provided interpretive advice to the effect that a filing solely with such entity shall satisfy
123 an issuer's filing requirements under the Rule.

124 6. Termination/Modification. The county's obligations to provide annual
125 financial information and notices of material events shall terminate upon the legal
126 defeasance, prior redemption or payment in full of all of the Bonds. This section, or any
127 provision hereof, shall be null and void if the county (i) obtains an opinion of nationally
128 recognized bond counsel to the effect that those portions of the rule which require this
129 section, or any such provision, are invalid, have been repealed retroactively or otherwise
130 do not apply to the Bonds; and (ii) notifies each then existing NRMSIR and the SID, if
131 any, of such opinion and the cancellation of this section.

132 Notwithstanding any other provision of this motion, the county may amend this
133 section D, and any provision of this section D may be waived, with an approving opinion
134 of nationally recognized bond counsel and in accordance with the rule.

135 In the event of any amendment or waiver of a provision of this section D, the
136 county shall describe such amendment in the next annual report, and shall include, as
137 applicable, a narrative explanation of the reason for the amendment or waiver and its
138 impact on the type (or in the case of a change of accounting principles, on the
139 presentation) of financial information or operating data being presented by the county. In
140 addition, if the amendment relates to the accounting principles to be followed in
141 preparing financial statements, (i) notice of such change shall be given in the same
142 manner as for a material event under subsection 3, and (ii) the annual report for the year
143 in which the change is made should present a comparison (in narrative form and also, if
144 feasible, in quantitative form) between the financial statements as prepared on the basis
145 of the new accounting principles and those prepared on the basis of the former accounting
146 principles.

147 7. Bond Owners' Remedies Under This Section. The right of any Bond owner
148 or beneficial owner of Bonds to enforce the provisions of this section shall be limited to a
149 right to obtain specific enforcement of the county's obligations hereunder, and any failure
150 by the county to comply with the provisions of this undertaking shall not be an event of
151 default with respect to the Bonds. For purposes of this section, "beneficial owner" means
152 any person who has the power, directly or indirectly, to vote or consent with respect to, or
153 to dispose of ownership of, any Bonds, including persons holding Bonds through
154 nominees or depositories.

155 E. Further Authority. The county officials, their agents, and representatives are
156 hereby authorized and directed to do everything necessary for the prompt issuance and
157 delivery of the Bonds and for the proper use and application of the proceeds of such sale.

158 F. Severability. The covenants contained in this motion shall constitute a
159 contract between the county and the owners of each and every Bond. If any one or more
160 of the covenants or agreements provided in this motion to be performed on the part of the
161 county shall be declared by any court of competent jurisdiction to be contrary to law, then
162 such covenant or covenants, agreement or agreements, shall be null and void and shall be

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163 deemed separable from the remaining covenants and agreements of this motion and shall
164 in no way affect the validity of the other provisions of this motion or of the Bonds.
165

Motion 12630 was introduced on 9/24/2007 and passed by the Metropolitan King County Council on 11/13/2007, by the following vote:

Yes: 8 - Mr. Gossett, Ms. Lambert, Mr. von Reichbauer, Mr. Dunn, Mr. Ferguson, Mr. Phillips, Ms. Hague and Mr. Constantine
No: 0
Excused: 1 - Ms. Patterson

KING COUNTY COUNCIL
KING COUNTY, WASHINGTON


Larry Gossett, Chair

ATTEST:



Anne Noris, Clerk of the Council

Attachments A. Official Notice of Sale \$43,345,000 King County, Washington Limited Tax General Obligation Bonds, 2007, Series E, B. Goldman, Sachs & Co. - New York, NY's Bid--King County \$43,345,000--Limited Tax General Obligation Bonds, 2007, Series E, C. \$43,705,000--King County, Washington--Limited Tax General Obligation Bonds, 2007, Series E

ATTACHMENT A

12630

OFFICIAL NOTICE OF SALE

\$43,345,000*

KING COUNTY, WASHINGTON

LIMITED TAX GENERAL OBLIGATION BONDS, 2007, SERIES E

Sealed and electronic (as explained below) bids for Limited Tax General Obligation Bonds, 2007, Series E (the "Bonds"), of King County, Washington (the "County"), will be received, in the case of sealed bids, in the King County Administration Building, Room 610, 500 4th Avenue, Seattle, Washington, and, in the case of electronic bids, via *PARITY*, in the manner described below, until

9:00 A.M., PACIFIC TIME, ON NOVEMBER 13, 2007,

or at such later date or time as may be established by the Director of the King County Finance and Business Operations Division (the "Finance Director") and communicated through TM3, the Bond Buyer Wire or the Bloomberg News Network not less than 24 hours prior to the time bids are to be received, for the purchase of the Bonds. All bids received with respect to the Bonds will be considered by the Metropolitan King County Council (the "County Council") at its regularly scheduled meeting on the day bids are received. If the County accepts a bid for the Bonds, it will be awarded to the successful bidder and its terms will be approved by the County Council at such meeting.

Bids for the Bonds must be submitted either:

- (i) In a sealed envelope to the Finance Director as described above; or
- (ii) Electronically via *PARITY* in accordance with its Rules of Participation and this notice, between 8:30 a.m. and 9:00 a.m., Pacific time, but no bid will be received after the time for receiving bids specified above. In the event of a malfunction in the electronic bidding process, bidders may submit their bids by facsimile transmission to the Finance Director at (206) 296-7345. For further information about *PARITY*, potential bidders may contact the County's financial advisor, Seattle-Northwest Securities Corporation, at (206) 628-2882, or *PARITY* at (212) 849-5021.

Each bidder who submits an electronic bid for the Bonds hereby agrees to the following terms and conditions:

- (i) If any provision in this Official Notice of Sale conflicts with information or terms provided or required by *PARITY*, this Official Notice of Sale, including any amendments issued by public wire, shall control.
- (ii) Electronic bids may only be submitted via *PARITY*. The bidder is solely responsible for making necessary arrangements to access *PARITY* for purposes of submitting a bid timely and in compliance with the requirements of this Official Notice of Sale.
- (iii) The County shall have no duty or obligation to provide or assure access to *PARITY*, and shall not be responsible for the proper operation of, or have any liability for, any delays or interruptions of, or any damages caused by, use of *PARITY*.
- (iv) The County is using *PARITY* as a communication mechanism, and not as an agent of the County.
- (v) The County may regard the electronic transmission of a bid through *PARITY* (including information regarding the purchase price for the Bonds and the interest rates for any maturity of the Bonds) as though the information were submitted on the Official Bid Form and executed on the bidder's behalf by a duly authorized signatory.

* Preliminary, subject to change.

- (vi) Upon acceptance of a bid by the County, this Official Notice of Sale, the Official Bid Form and the information that is electronically transmitted through *PARITY* shall form a contract between the bidder and the County.

If all bids for the Bonds are rejected, the Finance Director may fix a new date and time for the receipt of bids for the Bonds by giving notice communicated through TM3, the Bond Buyer Wire or the Bloomberg News Network not less than 24 hours prior to such new date and time. Any notice specifying a new date and/or time for the receipt of bids, following the rejection of bids received or otherwise, shall be considered an amendment to this Official Notice of Sale.

A copy of the County's Preliminary Official Statement (with the Official Notice of Sale and the Official Bid Form), dated November 7, 2007, may be obtained from i-Deal Prospectus, a service of i-Deal LLC, at www.i-dealprospectus.com, telephone 212-849-5024. Further information regarding the details of the Bonds may be obtained from the Director of the King County Finance and Business Operations Division, Sixth Floor, King County Administration Building, 500 Fourth Avenue, Seattle, Washington 98104 (telephone: (206) 296-7345), or the County's financial advisor, Seattle-Northwest Securities Corporation, 1420 Fifth Avenue, Suite 4300, Seattle, Washington 98101 (telephone: (206) 628-2882).

Description of the Bonds

The Bonds will be dated the date of their initial delivery to the purchaser thereof. The Bonds will bear interest payable semiannually on each June 1 and December 1, beginning June 1, 2008, to maturity or earlier redemption of the Bonds.

The County reserves the right to redeem outstanding Bonds maturing on or after December 1, 2018, in whole or in part at any time on or after December 1, 2017, at the price of par plus accrued interest, if any, to the date of redemption.

The Bonds are issuable only as fully registered bonds, and when issued will be registered in the name of Cede & Co. as Bond owner and nominee for The Depository Trust Company ("DTC"), New York, New York. DTC will act as securities depository for the Bonds. Purchases of the Bonds will be made in book-entry form, in the denomination of \$5,000 or any integral multiple thereof. Purchasers will not receive certificates representing their interest in the Bonds purchased. The principal of and interest on the Bonds are payable by the fiscal agency for the State of Washington in New York, New York, currently The Bank of New York (the "Bond Registrar"), to DTC, which in turn is obligated to remit such principal and interest to the DTC participants for subsequent disbursement to beneficial owners of the Bonds.

Election of Maturities

The bidder for the Bonds shall designate whether the principal amounts of the Bonds as set forth below shall be retired on December 1 of each respective year as serial bonds maturing in such year or as amortization installments of term bonds maturing in the years specified by the bidder.

<u>Serial Maturity or Amortization Installments (December 1)</u>	<u>Principal Amounts*</u>	<u>Serial Maturity or Amortization Installments (December 1)</u>	<u>Principal Amounts*</u>
2008	\$ 1,450,000	2018	\$ 1,985,000
2009	1,535,000	2019	2,085,000
2010	1,610,000	2020	2,190,000
2011	1,690,000	2021	2,300,000
2012	1,775,000	2022	2,415,000
2013	1,865,000	2023	2,535,000
2014	1,960,000	2024	2,660,000
2015	2,055,000	2025	2,795,000
2016	2,160,000	2026	2,935,000
2017	2,265,000	2027	3,080,000

The County will retire the Bonds by payment at maturity or by redemption of term bonds on December 1 of the years and in the amounts, if any, designated by the bidder to be amortization installments as provided for above.

Security

The Bonds are general obligations of the County. The County has irrevocably covenanted that, for as long as any of the Bonds are outstanding and unpaid, it will include in its budget and levy an *ad valorem* tax within the constitutional and statutory tax limitations provided by law without a vote of the people upon all property within the County subject to taxation in an amount that will be sufficient, together with Bond proceeds and all other revenues, taxes and money of the County legally available for such purposes, to pay the principal of and interest on the Bonds as the same will become due. The County has irrevocably pledged its full faith, credit and resources for the annual levy and collection of such taxes and the prompt payment of such principal and interest.

The County always has met principal and interest payments on its outstanding bonds and notes when due.

Bidding Information

Bidders are invited to submit bids for the purchase of the Bonds fixing the interest rates that the Bonds will bear. The interest rates bid shall be in a multiple of 1/8 or 1/20 of one percent. No more than one rate of interest may be fixed for any one maturity of the Bonds. Bids shall be without condition and shall be submitted only on the Official Bid Form that is contained in the Preliminary Official Statement, or on a photocopy of such form, or electronically via *PARITY*.

No bid will be considered for the Bonds that is less than an amount equal to 99 percent of the par value of the Bonds nor more than an amount equal to 107 percent of the par value of the Bonds, or for less than the entire offering of the Bonds. Each individual maturity must be reoffered at a yield that will produce a price of not less than 98 percent of the principal amount for that maturity.

Bidders are requested to provide a list of any syndicate members with their bids or within 24 hours of submitting their bids. The County strongly encourages the inclusion of women and minority business enterprise firms in bidding syndicates.

* Preliminary, subject to change.

Adjustment of Par Amount

The County reserves the right to increase or decrease the total par amount of the Bonds by ten percent of the total par amount of the Bonds, and to increase or decrease the preliminary principal amount of any maturity of the Bonds by up to 20 percent of the preliminary principal amount of that maturity.

Good Faith Deposit

All bids shall be accompanied by a good faith deposit in the amount of \$450,000. The good faith deposit shall be in the form of a certified or bank cashier's check made payable to the order of the Director of the King County Finance and Business Operations Division or a financial surety bond. If a financial surety bond is used, it must be from an insurance company licensed to issue such a bond in the State of Washington and preapproved by the County. Such bond must be submitted to the County's Financial Advisors prior to the opening of the bids. The financial surety bond must identify each bidder whose deposit is guaranteed by such financial surety bond.

If the Bonds are awarded to a bidder using a financial surety bond, then that purchaser is required to submit its deposit to the County in the form of a certified or bank cashier's or treasurer's check or wire transfer as instructed by the County not later than 3:30 p.m., Pacific Time, on the next business day following the award. If such deposit is not received by that time, the financial surety bond may be drawn upon by the County to satisfy the deposit requirement. Each good faith deposit in a form other than a financial surety bond shall be returned promptly if the bid is not accepted. The good faith deposit of the successful bidder for the Bonds will be retained by the County as security for the performance of such bid, and will be applied to the purchase price of the Bonds on the delivery of the Bonds to the successful bidder. Pending delivery of the Bonds, the good faith deposit may be invested for the sole benefit of the County.

If the Bonds are ready for delivery and the successful bidder fails to complete the purchase of the Bonds within 50 days following the acceptance of its bid, the good faith deposit will be forfeited to the County, and, in that event, the County Council may accept the next best bid or call for additional proposals.

Insurance

Bids for the Bonds shall not be conditioned upon obtaining insurance or any other credit enhancement. If the Bonds qualify for issuance of any policy of municipal bond insurance or commitment therefor at the option of a bidder, any purchase of such insurance or commitment therefor shall be at the sole option and expense of the bidder and any increased costs of issuance of the Bonds resulting by reason of such insurance, unless otherwise paid, shall be paid by such bidder. Any failure of the Bonds to be so insured or of any such policy of insurance to be issued shall not in any way relieve the purchaser of its contractual obligations arising from the acceptance of its bid for the purchase of the Bonds.

Award

The Bonds will be sold to the bidder making a bid for the Bonds that conforms to the terms of the offering and that, on the basis of the lowest true interest cost, is the best bid for the Bonds. For the purpose of comparing bids only, the interest rate bid being controlling, each bid shall state the true interest cost of the bid, determined by doubling the semiannual interest rate (compounded semiannually) necessary to discount the debt service payment from the payment date to the date of the Bonds and to the price bid.

If there are two or more equal bids for the Bonds and those bids are the best bids received, the County Council will determine by lot which bid will be accepted. The County reserves the right to reject any or all bids submitted and to waive any formality in the bidding or bidding process and, if all bids for an offering are rejected, the Bonds may be readvertised for sale in the manner provided by law and as provided above. Any bid for the Bonds presented after the time specified for the receipt of bids will not be received, and any bid not accompanied by the required good faith deposit at the time of opening that bid will not be read or considered.

Issue Price Information

Upon award of the Bonds, the successful bidder for the Bonds shall advise the County and Bond Counsel of the initial reoffering prices to the public of the Bonds (the "Initial Reoffering Prices"). Simultaneously with or before delivery of the Bonds, the successful bidder for the Bonds shall furnish to the County and Bond Counsel a certificate in form and substance acceptable to Bond Counsel:

- (i) confirming the Initial Reoffering Prices,
- (ii) certifying that a *bona fide* offering of the Bonds has been made to the public (excluding bond houses, brokers and other intermediaries),
- (iii) stating the prices at which a substantial amount of the Bonds was sold to the public (excluding bond houses, brokers and other intermediaries),
- (iv) stating the prices at which any portion of the Bonds that remains unsold at the date of closing would have been sold on the date the Bonds was awarded, and
- (v) stating the offering price of each portion of the Bonds sold to institutional or other investors at discount.

Delivery

The County will deliver the Bonds (consisting of one word-processed certificate for each maturity of the Bonds) to DTC in New York, New York, or to the Bond Registrar on behalf of DTC by Fast Automated Securities Transfer, prior to the date of closing. Closing shall occur within 40 days after the sale date. Settlement shall be in federal funds available in Seattle, Washington, on the date of delivery. Delivery is expected to be November 27, 2007.

It is understood that if, prior to the delivery of the Bonds, the interest receivable by the owners of the Bonds becomes includable in gross income for federal income tax purposes, or becomes subject to federal income tax other than as described in this Preliminary Official Statement for the Bonds, the successful bidder for the Bonds, at its option, may be relieved of its obligation to purchase the Bonds, and in that case the good faith deposit accompanying its bid will be returned without interest.

The approving legal opinion of Gottlieb, Fisher & Andrews, PLLC, Seattle, Washington, Bond Counsel, will be provided to the purchaser at the time of the delivery of the Bonds. Bond Counsel's opinion will express no opinion concerning the accuracy, completeness or sufficiency of this Preliminary Official Statement or other offering material relating to the Bonds, nor will there be an opinion of Bond Counsel relating to the undertaking of the County to provide ongoing disclosure pursuant to SEC Rule 15c2-12. A no-litigation certificate of the County will be included in the closing papers of the Bonds.

CUSIP Numbers

It is anticipated that CUSIP identification numbers will be printed on the Bonds, but neither the failure to print such numbers nor any error with respect thereto will 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 this Official Notice of Sale. The successful purchaser of the Bonds is responsible for obtaining CUSIP numbers for the Bonds. All expenses in relation to the printing of the CUSIP numbers on the Bonds will be paid by the County, but the charge of the CUSIP Bureau shall be paid by the purchaser.

Ongoing Disclosure Undertaking

To assist bidders in complying with SEC Rule 15c2-12(b)(5), the County will undertake, pursuant to the motions accepting the bids for the Bonds, to provide certain annual financial information and notices of the occurrence of certain events, if material. A description of this undertaking is set forth in the Preliminary Official Statement and will also be set forth in the final Official Statement.

Official Statement

The Preliminary Official Statement is in a form deemed final by the County for the purpose of SEC Rule 15c2-12(b)(1), but is subject to revision, amendment and completion in a final Official Statement, which the County will deliver, at the expense of the County, to the purchaser not later than seven business days after the County's acceptance of the purchaser's bid. The County will deliver no more than 250 copies of the final Official Statement to the purchaser of the Bonds. Additional copies will be provided at the purchaser's expense.

By submitting the successful bid, the purchaser's designated senior representative agrees to file, or cause to be filed, within one business day following the receipt from the County, the final Official Statement with each nationally recognized municipal securities information repository designated by the Securities and Exchange Commission.

At the time of the delivery of the Bonds, one or more officials of the County will furnish a certificate stating that to the best of his or her knowledge and belief at the time of the acceptance of the bid for and at the time of delivery of the Bonds, this Official Statement and information furnished by the County supplemental thereto did not and do not contain any untrue statements of material fact or omit to state a material fact necessary in order to make the statements made, in light of the circumstances under which they were made, not misleading in any material respect.

The County will advise the purchaser of the Bonds, by written notice, of any "developments that impact the accuracy and completeness of the key presentations" (within the meaning of Rule 15c2-12) contained in the final Official Statement, which may occur during the period commencing on the date of the acceptance by the County of the successful bid and ending on the 90th day next following that date of acceptance, unless the final Official Statement has been filed with each municipal securities information repository, in which event such period will end on the 25th day.

DATED at Seattle, Washington, this 7th day of November, 2007.

/s/

Clerk of the Metropolitan King County Council

OFFICIAL BID FORM

\$43,345,000*

KING COUNTY, WASHINGTON

LIMITED TAX GENERAL OBLIGATION BONDS, 2007, SERIES E

Director of Finance and Business Operations Division
King County
Seattle, Washington

Dear Sir:

For the above-referenced bonds (the "Bonds"), described in the attached Official Notice of Sale, which is hereby made a part of this bid, and for all but not less than all of the Bonds, with interest rates per *annum* on the Bonds maturing on December 1 in the years and amounts set forth in this Official Bid Form as indicated below:

Years (December 1)	Amounts*	Rates	Years (December 1)	Amounts*	Rates
2008	\$ 1,450,000	_____	2018	\$ 1,985,000	_____
2009	1,535,000	_____	2019	2,085,000	_____
2010	1,610,000	_____	2020	2,190,000	_____
2011	1,690,000	_____	2021	2,300,000	_____
2012	1,775,000	_____	2022	2,415,000	_____
2013	1,865,000	_____	2023	2,535,000	_____
2014	1,960,000	_____	2024	2,660,000	_____
2015	2,055,000	_____	2025	2,795,000	_____
2016	2,160,000	_____	2026	2,935,000	_____
2017	2,265,000	_____	2027	3,080,000	_____

we offer to pay the sum of \$ _____
(must be no less than \$42,911,550* and no more than \$46,379,150*).

* Preliminary, subject to change.

In accordance with the terms of the Official Notice of Sale, a good faith deposit in the amount of \$450,000 has been provided in the form of either a certified or bank cashier's check or a financial surety bond, each payable to the order of King County. The good faith deposit is to be applied in accordance with the terms of the Official Notice of Sale if the Bonds are awarded to us. If the Bonds are not awarded to us and a check has been submitted, such check is to be returned to us. If the Bonds are not awarded to us and we provided the good faith deposit in the form of a surety bond, neither we nor the County have any further obligations with respect to the surety bond.

This bid is submitted in accordance with and subject to all provisions contained in the Official Notice of Sale, which is incorporated herein by reference and made a part of this bid.

We hereby specify that a portion of the Bonds be aggregated into Term Bonds maturing on December 1 in the following years and in the following amounts (leave blank if no Term Bonds are specified):

Years Aggregated	Maturity Year	Amount
20__ through 20__	_____	_____
20__ through 20__	_____	_____
20__ through 20__	_____	_____

If our proposal to purchase the Bonds is successful, the person at the designated senior representative's office whom the County or its representatives should contact regarding closing is _____ at the following telephone number: _____ and email address: _____

Very truly yours,

 Representing: _____

For: _____

 (Please provide a list of the managers and account members of your bidding group.)

Estimated true interest cost _____ % (not a part of the proposal).

ATTACHMENT B.

Goldman, Sachs & Co. - New York, NY's Bid

King County
\$43,345,000
Limited Tax General Obligation Bonds,
2007, Series E

126307

For the aggregate principal amount of \$ 43,345,000.00, we will pay you \$ 45,472,277.45, plus accrued interest from the date of issue to the date of delivery. The Bonds are to bear interest at the following rate(s):

Maturity Date	Amount \$	Coupon %	Yield %	Dollar Price	Call Date
12/01/2008	1,450M	4.0000	3.4200	100.571	
12/01/2009	1,535M	4.0000	3.4500	101.059	
12/01/2010	1,610M	4.0000	3.4500	101.559	
12/01/2011	1,690M	5.0000	3.5200	105.491	
12/01/2012	1,775M	5.0000	3.5900	106.413	
12/01/2013	1,865M	4.0000	3.6500	101.873	
12/01/2014	1,960M	5.0000	3.7300	107.771	
12/01/2015	2,055M	5.0000	3.8100	108.149	
12/01/2016	2,160M	5.0000	3.9000	108.290	
12/01/2017	2,265M	5.0000	3.9800	108.354	
12/01/2018	1,985M	5.0000	4.0700	107.584	12/01/2017
12/01/2019	2,085M	5.0000	4.1600	106.820	12/01/2017
12/01/2020	2,190M	5.0000	4.2200	106.314	12/01/2017
12/01/2021	2,300M	5.0000	4.2800	105.812	12/01/2017
12/01/2022	2,415M	5.0000	4.3300	105.395	12/01/2017
12/01/2023	2,535M	5.0000	4.3800	104.981	12/01/2017
12/01/2024	2,660M	5.0000	4.4200	104.650	12/01/2017
12/01/2025	2,795M	5.0000	4.4600	104.321	12/01/2017
12/01/2026					
12/01/2027	6,015M	5.0000	4.5400	103.667	12/01/2017

Total Interest Cost: \$ 25,099,462.78
 Premium: \$ 2,127,277.45
 Net Interest Cost: \$ 22,972,185.33
 TIC 4.381628
 Gross Prod.: \$ 45,610,532.40
 Accrued Interest: \$ 0.00
 Total Insurance Premium:
 Time Last Bid Received: 11/13/2007 8:59:55 PST

This proposal is made subject to all of the terms and conditions of the Official Bid Form, the Official Notice of Sale, and the Preliminary Official Statement, all of which are made a part hereof.

Bidder: Goldman, Sachs & Co., New York, NY
 Contact: Rhonda Sentochnik
 Title: VP
 Telephone: 212-902-6582
 Fax: 212-902-3065

Issuer Name: King County

Company Name:

PARITY Bid Form

Page 2 of 2

Model Name: King County

Company Name: _____

Accepted By: _____

Accepted By: _____

Date: _____

Date: _____

ATTACHMENT C

\$43,705,000
 KING COUNTY, WASHINGTON
 LIMITED TAX GENERAL OBLIGATION BONDS, 2007, SERIES E

Maturity Dates, Principal Amounts and Interest Rates

<u>Maturity Date</u>	<u>Principal Amount</u>	<u>Interest Rate</u>
12/1/2008	\$1,500,000	4.00%
12/1/2009	1,585,000	4.00
12/1/2010	1,645,000	4.00
12/1/2011	1,715,000	5.00
12/1/2012	1,800,000	5.00
12/1/2013	1,890,000	4.00
12/1/2014	1,965,000	5.00
12/1/2015	2,065,000	5.00
12/1/2016	2,170,000	5.00
12/1/2017	2,275,000	5.00
12/1/2018	1,995,000	5.00
12/1/2019	2,095,000	5.00
12/1/2020	2,200,000	5.00
12/1/2021	2,310,000	5.00
12/1/2022	2,425,000	5.00
12/1/2023	2,545,000	5.00
12/1/2024	2,675,000	5.00
12/1/2025	2,805,000	5.00
12/1/2026*	2,950,000	5.00
12/1/2027**	3,095,000	5.00

*Mandatory Redemption

**Term Bonds