



King County
Metropolitan King County Council
Budget & Fiscal Management Committee

Agenda Item No.: 5, 6 & 7

Date: March 16, 2010

Proposed No.: 2010-0080
2010-0081
2010-0082

Prepared By: Patrick Hamacher

STAFF REPORT

SUBJECT:

This item would provide temporary and permanent financing for the Accountable Business Transformation project. This is essentially a ministerial act as the policy decisions surrounding moving forward with the project have already been made.

SUMMARY:

Proposed Ordinance 2010-0080 requests authority to issue \$85 million in Bond Anticipation Notes (BANs) and Long-term General Obligation (LTGO) bonds.

Proposed Motions 2010-0081 and 2010-0082 are placeholder motions that would be approved on the day of the sale. The details in these items are currently blank and will remain so until the terms of the bond sale are known.

BACKGROUND:

The Accountable Business Transformation program is the methodology selected by the County Executive and endorsed by the elected leadership of the county for implementing county-wide enterprise financial systems replacement. Since the merger with Metro, the County has been maintaining two accounting systems and two human resource/payroll systems (HR/Payroll). This leads to redundant use of staff resources as well as a time-consuming and inefficient reconciliation process necessary for the production of financial statements. The ABT Program Charter, approved by the Council in Motion 12364, specifically included the following problem statement:

"Presently, the county operates with two accounting and financial reporting systems and two human resource/payroll systems. These four separate systems perform the fundamental central financial functions for the county, but are not integrated and have inefficient interfaces. County departments and agencies follow divergent policies and procedures, use inconsistent business processes and support multiple computing systems. This results in poor integration, redundant data entry, time-wasting reconciliation, and high systems maintenance, staff support and upgrade costs. While there has been

improvement with the PeopleSoft and Oracle systems, many of the business systems and practices are still outdated, and inflexible. Business-process improvement changes required for legal compliance, ad-hoc reporting and productivity improvements are difficult to achieve in this environment.”

In addition to this problem statement approved by the County Council, the Executive has also indicated additional issues associated with the County’s current business practices:

“Budget and financial management processes and reporting are inconsistent within the two systems and not easily accessed by users. Budget development process and budget monitoring are not integrated. Separate budget development processes are used for operating and capital budgets. Budget management systems for capital are inadequate and some Oracle users utilize side systems for capital budget management¹.”

The ABT program will essentially accomplish three distinct tasks; the ABT Program Management Office will: 1) work with all the County agencies to standardize business practices to conform them (as much as possible) to the Oracle and PeopleSoft software suite; 2) lead the County’s migration and implementation to move all county agencies to Oracle and PeopleSoft; and, 3) lead the selection and implementation of a budget development and monitoring module for county-wide implementation.

This current program (and other ancillary projects associated with replacing the financial systems) was born out of a prior failed effort to replace the enterprise systems project (the Financial Systems Replacement Project or FSRP). From 1998 to 2000, these prior efforts led to approximately \$42 million in County expenditures and resulted in moving one-third of the county’s payroll to the PeopleSoft system. Other aspects of the program, originally approved in the program scope were not implemented and these efforts did not lead to single software systems for financial accounting, human resources or budgeting.

There have been a number of legislative actions taken regarding what is now known as the ABT program. A brief legislative summary is included below:

- **Motion 11729** (June 2003) approved a vision and goals statement for replacement of financial, human resources and budget management systems and accepted a plan for development of an approach for dealing with roadblocks to implementation. The vision statement approved by this Motion is as follows:
 - King County’s financial, human resource, and budget management functions are fully integrated, efficient and effective, and enhance the county’s ability to provide essential services to its customers.
- **Motion 12024** (October 2004) approved policies for the program. Specifically, the following policies or goals were adopted:

¹ ABT Program Charter, as adopted by Motion 12364, page 4.

- **Human Resources and Payroll Policy:** Pay all employees on a common, bi-weekly, pay cycle from a single payroll system by migrating all employees to the PeopleSoft system.
 - **Human Resources Policy:** Align all county human resource practices and procedures to ensure that business needs are met through legally defensible human resource practices.
 - **Financial Policy:** Process core county financial transactions from a single integrated system by implementing Oracle Financials countywide.
 - **Budget Policy:** Standardize and streamline operating and capital budgeting by implementing a public sector operating and capital countywide system.
- **Motion 12274** (April 2006) the County amended the 2006-2008 Strategic Technology Plan to make the ABT program the number one efficiency goal.
 - **Ordinance 15595** (September 2006) provided funding for human resources/payroll and upgrades to existing financial systems software as well as removed existing expenditure restrictions in the 2005 budget.
 - **Motion 12364** (October 2006) approved the ABT Program Charter which delineates clear responsibilities, accountability and clear lines of succession within the program. Besides the problem statements and vision statements discussed earlier, this program charter provided nine guiding principles for the program:
 - Ensure effective leadership, comprehensive stakeholder agreement and alignment with the county's goals.
 - Apply the technology governance direction for future project efforts.
 - Standardize and streamline operations and business practices to adopt best practices.
 - Consolidate and integrate the computing infrastructure to eliminate redundancy.
 - Reduce computer maintenance, management and service costs.
 - Improve customer service, decision support, and reporting capabilities.
 - Enhance existing service levels and capabilities.
 - Ensure the privacy and security of financial, human resource and budget information.
 - Commitment to organizational and "county cultural" changes must be accepted and effectively implemented.
 - **Motion 12581 & Ordinance 15903** (September 2007) approved the High Level Business Plan. This document instructed the Executive to prepare:
 - A Detailed Implementation Plan which discusses and identifies the methodology that will be used to implement the high level business design.
 - An updated cost-benefit analysis for completion of the program.

- **Motion 12863 & Ordinance 16275** (October 2008) approved the Detailed implementation plan & an appropriation for implementation of the project. This included:
 - An appropriation of \$77.5 million for staffing, software and consulting costs through 2013.
 - A multi-stepped schedule for implementation of three different modules to implement changes to human resources, financial accounting and budget.

ANALYSIS:

BANs are typically used by King County when projects are:

- Complex in nature, where the total project costs are not yet known,
- Expected to span several years,
- Expenditures are not equally spread out over a number of years,

Use of BANs to fund the ABT project appears to be a reasonable decision as there are still three more years of expenditures expected. The Executive currently plans to sell \$40 million in BANs in 2010 and spread the remaining amount over 2011 and 2012. A final sale, where the total of the BANs and accumulated interest will be converted into LTGO bonds is expected in 2013.

By using BANs in this case, the County can accurately sell LTGO bonds once when the final costs are known. This will reduce the county's cost of issuance and interest costs. The BANs are expected to sell for between 0.25% and 0.50% whereas the LTGO bonds will sell in excess of 4%.

As noted in the introduction, this approach is effectively a ministerial action. The Council has previously approved a total of \$86.7 million in expenditures for the ABT project and this package of legislation would put into place the financing to fund the project. This financing package is consistent with prior projects.

Independent Capital Project Oversight

With adoption of the 2007 annual budget, the County Council created an independent office of capital project oversight. Four projects were assigned to this new office including the ABT Program. The CPO office will have a role in overseeing the program for compliance with scope, schedule and budget as approved by the Council. The CPO will also monitor efforts to document and achieve projected cost-savings. To date there have been four quarterly reports by the CPO office on the ABT project and the office is actively monitoring the project's scope, schedule and budget.

AMENDMENTS:

There is the need for an amendment to Proposed Ordinance 2010-0080. When the ordinance was transmitted, there was an error in the amount needed for borrowing; the ordinance was transmitted requesting \$85 million in borrowing. However, the total of all appropriations and accumulated costs should actually be listed as \$95 million. This amount includes the total of all planning, design and implementation funds.

377142	ABT Program		
	2005	CIP	3,973,663
	2007	Supplemental	5,059,194
	2008	Appropriation	64,595,037
	2009	ABT Project Oversight	90,246
	Total		73,718,140
377222	ABT Program Contingency		12,919,007
	Total ABT Program Appropriation		86,637,147
	New Request for ABT Financing (include \$86.6 million + bond issuance costs and interest)		\$95,000,000

- **Amendment S1** includes the proper amounts in the body of the ordinance.
- **Amendment T1** corrects the amount in the title of the ordinance.

REASONABLENESS:

With the discussed amendments, adoption of Proposed Ordinance 2010-0080 would constitute a reasonable business decision.

Proposed Motions 2010-0081 and 2010-0082 are placeholder motions that should be passed without recommendation as the details of the sale are not yet known.

INVITED:

Ken Guy, Director, Finance & Business Operations Division
 Rob Shelley, Financial Advisor, Seattle Northwest Securities
 Dan Gottlieb, Gottlieb Fisher, Bond Counsel
 Nigel Lewis, Senior Debt Analyst, Finance & Business Operations Division

ATTACHMENTS:

- Striking Amendment S1
- Title Amendment T1
- Proposed Ordinance 2010-0080
- Proposed Motion 2010-0081
- Proposed Motion 2010-0082
- Transmittal Letter
- Fiscal Note



S1

3/16/2010

Phh/bar

Sponsor: Patterson

Proposed No.: 2010-0080

1 **STRIKING AMENDMENT TO PROPOSED ORDINANCE 2010-0080, VERSION**

2 1

3 On page 1, beginning on line 17, strike everything through page 43, line 958, and insert:

4 "PREAMBLE:

5 The county council has previously reviewed and approved expenditures
6 for the Accountable Business Transformation Program.

7 It is deemed necessary and advisable that the county now authorize the
8 issuance of one or more series of its limited tax general obligation bonds
9 in an outstanding aggregate principal amount not to exceed \$95,000,000 to
10 provide long-term financing for the capital costs of the Accountable
11 Business Transformation Program, and that the county now authorize the
12 issuance and public sale of one or more series of its limited tax general
13 obligation bond anticipation notes in an outstanding aggregate principal
14 amount not to exceed \$95,000,000 to provide interim financing for such
15 capital costs pending the issuance of the bonds.

16 BE IT ORDAINED BY THE COUNCIL OF KING COUNTY:

17 SECTION 1. Definitions. The following words and terms as used in this
18 ordinance shall have the following meanings for all purposes of this ordinance, unless
19 some other meaning is plainly intended.

20 "ABT Project" means the capital costs of implementing the Accountable Business
21 Transformation Program.

22 "Accountable Business Transformation Program" means the program to replace
23 the disparate budget, finance, human resources, payroll and employee benefits systems
24 used in the county with a unified set of systems in efforts to increase efficiency and
25 efficacy of services.

26 "BABs" means "Build America Bonds" authorized under the federal American
27 Recovery and Reinvestment Act of 2009.

28 "Bond Fund" means, with respect to each series of the Bonds, the bond
29 redemption account established therefor pursuant to Section 12 of this ordinance.

30 "Bond Sale Motion" means a motion of the council adopted at the time of sale of
31 each series of the Bonds that establishes, with respect thereto, the following, among other
32 things: the year and, if applicable, a series designation, dates, principal amounts and
33 maturity dates, the interest rates and interest payment dates, and the redemption
34 provisions therefor.

35 "Bonds" means the limited tax general obligation bonds of the county in an
36 outstanding aggregate principal amount not to exceed \$95,000,000, authorized to be
37 issued in one or more series by this ordinance to provide long-term financing for the ABT
38 Project. Each series of Bonds may be issued as either Tax-Exempt Obligations or
39 Taxable Obligations, as provided in Section 4.E of this ordinance.

40 "Code" means the federal Internal Revenue Code of 1986, as amended, together
41 with corresponding and applicable final, temporary or proposed regulations and revenue
42 rulings issued or amended with respect thereto by the United States Treasury Department
43 or the Internal Revenue Service.

44 "DTC" means The Depository Trust Company, New York, New York.

45 "Federal Tax Certification" means, with respect to each series of Notes or Bonds,
46 the certificate executed by the Finance Director pertaining to the county's expectations in
47 connection with the federal tax treatment of interest on such series of Notes or Bonds.

48 "Finance Director" means the director of the finance and business operations
49 division of the department of executive services of the county or any other county officer
50 who succeeds to the duties now delegated to that office or the designee of such officer.

51 "Government Obligations" means "government obligations," as defined in chapter
52 39.53 RCW, as now in existence or hereafter amended.

53 "Note Fund" means, with respect to each series of the Notes, the note redemption
54 account established therefor pursuant to Section 12 of this ordinance.

55 "Note Sale Motion" means a motion of the council adopted at the time of sale of
56 each series of the Notes that establishes, with respect thereto, the following, among other
57 things: the year and, if applicable, a series designation, dates, principal amounts and
58 maturity dates, the interest rates and interest payment dates, and the redemption
59 provisions therefor.

60 "Notes" means the limited tax general obligation bond anticipation notes of the
61 county in an outstanding aggregate principal amount not to exceed \$95,000,000,
62 authorized to be issued in one or more series by this ordinance to provide interim

63 financing for the ABT Project. Each series of Notes may be issued as either Tax-Exempt
64 Obligations or Taxable Obligations, as provided in Section 5.E of this ordinance.

65 "Official Notice of Bond Sale" means, with respect to each series of the Bonds
66 that is sold by competitive bid, the official notice of sale therefor prepared pursuant to
67 Section 4.E of this ordinance.

68 "Official Notice of Note Sale" means, with respect to each series of the Notes that
69 is sold by competitive bid, the official notice of sale therefor prepared pursuant to Section
70 5.E of this ordinance.

71 "Rebate Amount" means the amount, if any, determined to be payable with
72 respect to the Notes or the Bonds, as applicable, by the county to the United States of
73 America in accordance with Section 148(f) of the Code.

74 "Register" means the registration books maintained by the Registrar for purposes
75 of identifying ownership of the Notes and the Bonds.

76 "Registrar" means the fiscal agency of the State of Washington appointed from
77 time to time by the Washington State Finance Committee pursuant to chapter 43.80
78 RCW.

79 "Rule" means Securities and Exchange Commission Rule 15c2-12 under the
80 Securities and Exchange Act of 1934, as the same may be amended from time to time.

81 "Taxable Obligations" means the Notes or Bonds, as applicable, of any series
82 determined to be issued on a taxable basis (including, but not limited to, any BABs)
83 pursuant to Section 5.E or Section 4.E of this ordinance, as applicable.

84 "Tax-Exempt Obligations" means the Notes or Bonds, as applicable, of any series
85 determined to be issued on a tax-exempt basis pursuant to Section 5.E or Section 4.E of
86 this ordinance, as applicable.

87 SECTION 2. Findings. The county council hereby makes the following findings:

88 A. The Accountable Business Transformation Program will contribute to the
89 health, safety and welfare of the citizens of the county.

90 B. The issuance of limited tax general obligation bonds of the county to
91 provide long-term financing for the ABT Project, payable from regular property taxes,
92 and the issuance and sale of limited tax general obligation bond anticipation notes of the
93 county to provide interim financing therefor, payable from the proceeds of the sale of
94 such bonds or other revenues, taxes and money of the county legally available for such
95 purposes, will reduce the overall costs of borrowing such funds and is in the best interests
96 of the county and its citizens.

97 SECTION 3. Authorization of ABT Project. The county has previously
98 authorized the undertaking of the Accountable Business Transformation Program. The
99 capital costs of implementing the Accountable Business Transformation Program to be
100 funded by the ABT Project shall also include (a) capitalized interest, interest on the Notes
101 or other interim financing for such projects pending receipt of Bond proceeds, and costs
102 and expenses incurred in issuing the Notes and the Bonds; (b) the capitalizable costs of
103 sales tax, acquisition and contingency allowances, financing, and any and all surveys,
104 explorations, engineering and architectural studies, drawings, designs and specifications
105 incidental, necessary or convenient to the implementation of the Accountable Business
106 Transformation Program; and (c) the purchase of all materials, supplies, appliances,

107 equipment and facilities, and the permits, franchises, property and property rights and
108 capitalizable administrative costs, necessary, incidental or convenient to the
109 implementation of the Accountable Business Transformation Program.

110 The ABT Project may be modified where deemed advisable or necessary in the
111 judgment of the county council, and implementation or completion of any authorized
112 component thereof shall not be required if the county council determines that it has
113 become inadvisable or impractical. If all of the ABT Project has been completed, or its
114 completion duly provided for, or their completion found to be inadvisable or impractical,
115 the county may apply any remaining proceeds of the Notes or the Bonds, or any portion
116 thereof, to the acquisition or improvement of other county capital projects as the county
117 council in its discretion may determine. In the event that the proceeds of the sale of the
118 Notes and the Bonds, plus any other money of the county legally available therefor, are
119 insufficient to accomplish all of the ABT Project, the county shall use the available funds
120 for paying the cost of those components of the ABT Project deemed by the county
121 council most necessary and in the best interest of the county.

122 SECTION 4. Purpose, Authorization and Description of Bonds.

123 A. Purpose and Authorization of Bonds. The county authorizes the issuance
124 of the Bonds to provide long-term financing the ABT Project. The long-term financing
125 provided by the Bonds may be in the form of new money financing for the ABT Project,
126 or in the form of a current refunding of outstanding Notes, or any combination thereof.

127 B. Description of Bonds. The Bonds may be issued in one or more series so
128 long as the aggregate principal amount of the Bonds to be outstanding on the date of
129 issuance of each series of the Bonds does not to exceed the remainder of \$95,000,000 less

130 the aggregate principal amount of any Notes to be outstanding on the date of issuance of
131 such series of the Bonds. Each series of the Bonds shall be designated "King County,
132 Washington, Limited Tax General Obligation Bonds," with the year and any applicable
133 series designation and with the additional designation of "Taxable" for any series of
134 Bonds issued as Taxable Obligations, all as established by the related Bond Sale Motion.
135 Each series of the Bonds shall be dated as of such date, shall mature on the date or dates
136 in each of the years and in the principal amounts, shall bear interest (computed on the
137 basis of a 360-day year of twelve 30-day months) from their date or the most recent
138 interest payment date to which interest has been paid or duly provided for, whichever is
139 later, at the rates and payable on such dates, and shall be subject to redemption prior to
140 maturity in the amounts, in the manner and at the prices, and shall be subject to such
141 other terms and provisions as the county shall establish by the related Bond Sale Motion.
142 Each series of the Bonds shall be fully registered as to both principal and interest, shall be
143 in the denomination of \$5,000 each or any integral multiple thereof (but no Bond shall
144 represent more than one maturity), shall be numbered separately in such manner and with
145 any additional designation as the Registrar deems necessary for purposes of
146 identification.

147 C. Initial Immobilization of Bonds; Depository Provisions. The Bonds of
148 each series shall initially be held in fully immobilized form by DTC acting as depository
149 pursuant to the terms and conditions set forth in the Blanket Issuer Letter of
150 Representations heretofore executed on behalf of the county. Neither the county nor the
151 Registrar shall have any responsibility or obligation to DTC participants or the persons
152 for whom they act as nominees with respect to such Bonds with respect to the accuracy of

153 any records maintained by DTC or any DTC participant, the payment by DTC or any
154 DTC participant of any amount in respect of principal or redemption price or interest on
155 such Bonds, any notice that is permitted or required to be given to registered owners
156 under this ordinance (except such notice as is required to be given by the county to the
157 Registrar or to DTC), the selection by DTC or any DTC participant of any person to
158 receive payment in the event of a partial redemption of such Bonds or any consent given
159 or other action taken by DTC as owner of such Bonds.

160 The Bonds of each series shall initially be issued in denominations equal to the
161 aggregate principal amount of each maturity and initially shall be registered in the name
162 of CEDE & Co., as the nominee of DTC. Such Bonds so registered shall be held in fully
163 immobilized form by DTC as depository. For so long as any such Bonds are held in fully
164 immobilized form, DTC, its successor or any substitute depository appointed by the
165 county, as applicable, shall be deemed to be the registered owner for all purposes
166 hereunder and all references to registered owners, bondowners, bondholders, owners or
167 the like shall mean DTC or its nominees and shall not mean the owners of any beneficial
168 interests in the Bonds. Registered ownership of such Bonds, or any portions thereof, may
169 not thereafter be transferred except:

170 (1) To any successor of DTC or its nominee, if that successor shall be
171 qualified under any applicable laws to provide the services proposed to be provided by it;

172 (2) To any substitute depository appointed by the county pursuant to
173 this subsection or such substitute depository's successor; or

174 (3) To any person as herein provided if such Bonds are no longer held
175 in immobilized form.

176 Upon the resignation of DTC or its successor (or any substitute depository or its
177 successor) from its functions as depository, or a determination by the county that it is no
178 longer in the best interests of beneficial owners of such Bonds to continue the system of
179 book entry transfers through DTC or its successor (or any substitute depository or its
180 successor), the county may appoint a substitute depository. Any such substitute
181 depository shall be qualified under any applicable laws to provide the services proposed
182 to be provided by it.

183 In the case of any transfer pursuant to clause (1) or (2) of the second paragraph of
184 this subsection, the Registrar, upon receipt of all outstanding Bonds of such series
185 together with a written request on behalf of the county, shall issue a single new Bond
186 certificate for each maturity of Bonds of such series then outstanding, registered in the
187 name of such successor or such substitute depository, or their nominees, as the case may
188 be, all as specified in such written request of the county.

189 In the event that DTC or its successor (or substitute depository or its successor)
190 resigns from its functions as depository, and no substitute depository can be obtained; or
191 the county determines that it is in the best interests of the beneficial owners of the Bonds
192 of any series that they be able to obtain Bond certificates, the ownership of such Bonds
193 may be transferred to any person as herein provided, and such Bonds shall no longer be
194 held in fully immobilized form. The county shall deliver a written request to the
195 Registrar, together with a supply of definitive Bonds of such series, to issue Bonds of
196 such series as herein provided in any authorized denomination. Upon receipt of all then
197 outstanding Bonds of any series by the Registrar, together with a written request on
198 behalf of the county to the Registrar, new Bonds of such series shall be issued in such

199 denominations and registered in the names of such persons as are requested in such a
200 written request.

201 D. Place, Manner and Medium of Payment. Both principal of and interest on
202 the Bonds shall be payable in lawful money of the United States of America. For so long
203 as any outstanding Bonds are registered in the name of CEDE & Co., or its registered
204 assigns, as nominee of DTC, payments of principal of and interest on such Bonds shall be
205 made in next day funds on the date such payment is due and payable at the place and in
206 the manner provided in the Letter of Representations. =

207 In the event that the Bonds of any series are no longer held in fully immobilized
208 form by DTC or its successor (or substitute depository or its successor), interest on such
209 Bonds shall be paid by checks or drafts mailed, or by wire transfer, to the owners of such
210 Bonds at the addresses for such owners appearing on the Register on the 15th day of the
211 calendar month preceding the interest payment date. Wire transfer will be made only if
212 so requested in writing and if the owner owns at least \$1,000,000 par value of such
213 Bonds. Principal of the Bonds shall be payable at maturity or on such dates as may be
214 fixed for prior redemption upon presentation and surrender of such Bonds by the owners
215 to the Registrar.

216 E. Sale of Bonds. The county hereby authorizes the public sale of the Bonds.
217 The Bonds shall be sold in one or more series, any of which may be sold in a combined
218 offering with other bonds and/or notes of the county, at the option of the Finance
219 Director. The Finance Director shall determine, in consultation with the county's
220 financial advisors, whether each series of the Bonds shall be sold by negotiated sale or

221 competitive bid, and whether such series of Bonds shall be issued and sold as Tax-
222 Exempt Obligations or Taxable Obligations.

223 If the Finance Director determines that any series of the Bonds shall be sold by
224 negotiated sale, the Finance Director shall, in accordance with applicable county
225 procurement procedures, solicit one or more underwriting firms with which to negotiate
226 the sale of the Bonds. The purchase contract for each series of the Bonds shall specify
227 whether the Bonds of such series are being issued and sold as Tax-Exempt Obligations or
228 Taxable Obligations, and shall also establish the year and any applicable series
229 designation, date, principal amounts and maturity dates, interest rates and interest
230 payment dates, redemption provisions and delivery date for such series of the Bonds, so
231 long as the aggregate principal amount of the Bonds to be outstanding on the date of
232 issuance of such series of the Bonds does not exceed the remainder of \$95,000,000 less
233 the aggregate principal amount of any Notes to be outstanding on the date of issuance of
234 such series of the Bonds. The county council, by Bond Sale Motion, shall approve the
235 bond purchase contract and ratify whether the Bonds of such series are being issued and
236 sold as Tax-Exempt Obligations or Taxable Obligations and the other terms for the series
237 of the Bonds established thereby.

238 If the Finance Director determines that any series of the Bonds shall be sold by
239 competitive bid, bids for the purchase of each series of the Bonds shall be received at
240 such time and place and by such means as the Finance Director shall direct.

241 Upon the date and time established for the receipt of bids for each series of the
242 Bonds, the Finance Director or his designee shall open the bids for the Bonds, shall cause
243 the bids to be mathematically verified and shall report to the county council regarding the

267 STATE OF WASHINGTON
268 KING COUNTY
269 LIMITED TAX GENERAL OBLIGATION BOND,
270 [Year][, Series][TAXABLE]

271 INTEREST RATE: MATURITY DATE: CUSIP NO. :

272 REGISTERED OWNER:

273 PRINCIPAL AMOUNT:

274 KING COUNTY, WASHINGTON (the "County"), hereby acknowledges itself to
275 owe and for value received promises to pay to the registered owner identified above, or
276 registered assigns, on the Maturity Date specified above, the Principal Amount specified
277 above and to pay interest thereon (computed on the basis of a 360-day year of twelve 30-
278 day months) from _____, or the most recent date to which interest has been
279 paid or duly provided for until payment of this Bond at the Interest Rate set forth above,
280 payable on _____, and semiannually thereafter on the ____ day of each succeeding
281 _____ and _____ to the maturity or prior redemption of this Bond.

282 Both principal of and interest on this Bond are payable in lawful money of the
283 United States of America. While Bonds are held on immobilized "book entry" system of
284 registration, the principal of this Bond is payable to the order of the registered owner in
285 same day funds received by the registered owner on the maturity date of this Bond, and
286 the interest on this Bond is payable to the order of the registered owner in same day funds
287 received by the registered owner on each interest payment date. When Bonds are no
288 longer held in an immobilized "book entry" registration system, the principal shall be
289 paid to the registered owner or nominee of such owner upon presentation and surrender

290 of this Bond to the fiscal agency of the State of Washington (the "Registrar"), and the
291 interest shall be paid by mailing a check or draft (on the date such interest is due) to the
292 registered owner or nominee of such owner at the address shown on the registration
293 books maintained by the Registrar (the "Register") as of the 15th day of the month prior
294 to the interest payment date; provided, however, that if so requested in writing by the
295 registered owner of at least \$1,000,000 par value of the Bonds, interest will be paid by
296 wire transfer.

297 This Bond is one of an authorized issue of Bonds of like date and tenor, except as
298 to number, amount, rate of interest and date of maturity[, and redemption provisions], in
299 the aggregate principal amount of \$_____, and is issued to provide long-term
300 financing for the ABT Project defined and described in King County Ordinance _____
301 (the "Bond Ordinance"). Capitalized words and phrases used but not defined herein shall
302 have the meanings set forth in the Bond Ordinance.

303 The Bonds of this issue are issued under and in accordance with the provisions of
304 the Constitution and applicable statutes of the State of Washington, the County Charter
305 and applicable ordinances duly adopted by the County.

306 [The Bonds of this issue are subject to redemption prior to maturity as follows:
307 (information to come from related Bond Sale Motion)].

308 The County has irrevocably covenanted in the Bond Ordinance that, for as long as
309 any of the Bonds are outstanding and unpaid, each year it will include in its budget and
310 levy an *ad valorem* tax within the constitutional and statutory tax limitations provided by
311 law without a vote of the people upon all the property within the County subject to
312 taxation in an amount that will be sufficient, together with all other revenues, taxes and

313 money of the County legally available for such purposes, to pay the principal of and
314 interest on the Bonds as the same shall become due. The County has irrevocably pledged
315 its full faith, credit and resources for the annual levy and collection of such taxes and for
316 the prompt payment of the principal of and interest on the Bonds as the same shall
317 become due.

318 The pledge of tax levies for repayment of principal of and interest on the Bonds
319 may be discharged prior to maturity of the Bonds by making provisions for the payment
320 thereof on the terms and conditions set forth in the Bond Ordinance. —

321 This Bond shall not be valid or become obligatory for any purpose or be entitled
322 to any security or benefit under the Bond Ordinance until the Certificate of
323 Authentication hereon shall have been manually signed by the Registrar.

324 It is hereby certified that all acts, conditions and things required by the
325 Constitution and statutes of the State of Washington and the Charter and ordinances of
326 the County to exist, to have happened, been done and performed precedent to and in the
327 issuance of this Bond have happened, been done and performed and that the issuance of
328 this Bond and the Bonds of this series does not violate any constitutional, statutory or
329 other limitation upon the amount of bonded indebtedness that the County may incur.

330 [Add so long as Bonds are held in fully immobilized form by DTC: Unless this
331 certificate is presented by an authorized representative of The Depository Trust
332 Company, a New York corporation ("DTC"), to the Registrar for registration of transfer,
333 exchange or payment, and any certificate issued is registered in the name of Cede & Co.
334 or in such other name as is requested by an authorized representative of DTC (and any
335 payment is made to Cede & Co. or to such other entity as is requested by an authorized

336 representative of DTC), ANY TRANSFER, PLEDGE OR OTHER USE HEREOF FOR
337 VALUE OR OTHERWISE BY OR TO ANY PERSON IS WRONGFUL, inasmuch as
338 the registered owner hereof, Cede & Co., has an interest herein.]

339 IN WITNESS WHEREOF, the County has caused this Bond to be executed by
340 the manual or facsimile signatures of the County Executive and the Clerk of the County
341 Council, and the seal of the County to be impressed or imprinted hereon, as of this
342 [] day of [].

343 KING COUNTY, WASHINGTON

344 By _____

345 County Executive

346 ATTEST:

347 _____

348 Clerk of the Council

349 The Registrar's Certificate of Authentication on the Bonds shall be in substantially
350 the following form:

351 CERTIFICATE OF AUTHENTICATION

352 This Bond is one of the King County, Washington, Limited Tax General
353 Obligation Bonds, [Year][, Series][TAXABLE], described in the within mentioned Bond
354 Ordinance.

355 WASHINGTON STATE FISCAL

356 AGENCY, as Registrar

357 By _____

358 Authorized Officer

359 ASSIGNMENT

360 FOR VALUE RECEIVED, the undersigned hereby sells, assigns and transfers

361 unto

362 _____

363 PLEASE INSERT SOCIAL SECURITY OR TAXPAYER IDENTIFICATION

364 NUMBER OF TRANSFEREE

365 []

366 _____

367 (Please print or typewrite name and address, including zip code of Transferee)

368 _____

369 the within Bond and does hereby irrevocably constitute and appoint _____

370 _____, or its successor, as Registrar to transfer said Bond on the

371 books kept for registration thereof with full power of substitution in the premises.

372 DATED: _____, _____

373 _____

374 NOTE: The signature on this

375 Assignment must correspond with

376 the name of the registered owner as

377 it appears upon the face of the within

378 note in every particular, without

379 alteration or enlargement or any

380 change whatever.

381 SIGNATURE GUARANTEED:

382

383 NOTE: Signature must be guaranteed by an eligible guarantor.

384 G. Delivery of Bonds. Following the sale of each series of the Bonds, the
385 county shall cause definitive Bonds of such series to be prepared, executed and delivered,
386 which Bonds may be wordprocessed, typewritten, lithographed or printed.

387 If definitive Bonds of any series are not ready for delivery by the date established
388 for their delivery to the initial purchasers thereof, then the Finance Director, upon the
389 approval of the purchasers, may cause to be issued and delivered to the purchasers one or
390 more temporary Bonds of the same series with appropriate omissions, changes and
391 additions. Any such temporary Bond or Bonds shall be entitled and subject to the same
392 benefits and provisions of this ordinance with respect to the payment, security and
393 obligation thereof as definitive Bonds authorized thereby. Such temporary Bond or
394 Bonds shall be exchangeable without cost to the owners thereof for definitive Bonds of
395 the same series when the latter are ready for delivery.

396 H. Execution of Bonds. The Bonds shall be executed on behalf of the county
397 with the manual or facsimile signatures of the county executive and the clerk of the
398 council, and shall have the seal of the county impressed or imprinted thereon.

399 In case either or both of the officers who shall have executed the Bonds shall
400 cease to be an officer or officers of the county before the Bonds so signed shall have been
401 authenticated or delivered by the Registrar, or issued by the county, such Bonds may
402 nevertheless be authenticated, delivered and issued and upon such authentication,
403 delivery and issuance, shall be as binding upon the county as though those who signed
404 the same had continued to be such officers of the county. Any Bond also may be signed

405 and attested on behalf of the county by such persons as at the actual date of execution of
406 such Bond shall be the proper officers of the county although at the original date of such
407 Bond any such person shall not have been such officer of the county.

408 Only such Bonds as shall bear thereon a Certificate of Authentication in the form
409 hereinbefore recited, manually executed by the Registrar, shall be valid or obligatory for
410 any purpose or entitled to the benefits of this ordinance. Such Certificate of
411 Authentication shall be conclusive evidence that the Bonds so authenticated have been
412 duly executed, authenticated and delivered hereunder and are entitled to the benefits of
413 this ordinance.

414 SECTION 5. Purpose, Authorization and Description of Notes.

415 A. Purpose and Authorization of Notes. The county authorizes the issuance
416 of the Notes to provide interim financing for the ABT Project. The interim financing
417 provided by the Notes may be in the form of new money financing for the ABT Project,
418 or in the form of a current refunding (a "rollover") of outstanding Notes pending the
419 issuance of Bonds and the receipt of Bond proceeds to provide long-term financing
420 therefor, or any combination thereof.

421 B. Description of Notes. The Notes may be issued in one or more series so
422 long as the aggregate principal amount of the Notes to be outstanding on the date of
423 issuance of each series of the Notes does not to exceed the remainder of \$95,000,000 less
424 the aggregate principal amount of any Bonds to be outstanding on the date of issuance of
425 such series of the Notes. Each series of the Notes shall be designated "King County,
426 Washington, Limited Tax General Obligation Bond Anticipation Notes," with the year
427 and any applicable series designation and with the additional designation of "Taxable" for

428 any series of Notes issued as Taxable Obligations, all as established by the related Note
429 Sale Motion. Each series of the Notes shall be dated as of such date, shall mature on the
430 date or dates in each of the years and in the principal amounts, shall bear interest
431 (computed on the basis of a 360-day year of twelve 30-day months) from their date or the
432 most recent interest payment date to which interest has been paid or duly provided for,
433 whichever is later, at the rates and payable on such dates, and shall be subject to
434 redemption prior to maturity in the amounts, in the manner and at the prices, and shall be
435 subject to such other terms and provisions as the county shall establish by the related
436 Note Sale Motion. Each series of the Notes shall be fully registered as to both principal
437 and interest, shall be in the denomination of \$5,000 each or any integral multiple thereof
438 (but no Note shall represent more than one maturity), shall be numbered separately in
439 such manner and with any additional designation as the Registrar deems necessary for
440 purposes of identification.

441 C. Initial Immobilization of Notes; Depository Provisions. The Notes of each
442 series shall initially be held in fully immobilized form by DTC acting as depository
443 pursuant to the terms and conditions set forth in the Blanket Issuer Letter of
444 Representations heretofore executed on behalf of the county. Neither the county nor the
445 Registrar shall have any responsibility or obligation to DTC participants or the persons
446 for whom they act as nominees with respect to such Notes with respect to the accuracy of
447 any records maintained by DTC or any DTC participant, the payment by DTC or any
448 DTC participant of any amount in respect of principal or redemption price or interest on
449 such Notes, any notice that is permitted or required to be given to registered owners
450 under this ordinance (except such notice as is required to be given by the county to the

451 Registrar or to DTC), the selection by DTC or any DTC participant of any person to
452 receive payment in the event of a partial redemption of such Notes or any consent given
453 or other action taken by DTC as owner of such Notes.

454 The Notes of each series shall initially be issued in denominations equal to the
455 aggregate principal amount of each maturity and initially shall be registered in the name
456 of CEDE & Co., as the nominee of DTC. Such Notes so registered shall be held in fully
457 immobilized form by DTC as depository. For so long as any such Notes are held in fully
458 immobilized form, DTC, its successor or any substitute depository appointed by the
459 county, as applicable, shall be deemed to be the registered owner for all purposes
460 hereunder and all references to registered owners, noteowners, noteholders, owners or the
461 like shall mean DTC or its nominees and shall not mean the owners of any beneficial
462 interests in the Notes. Registered ownership of such Notes, or any portions thereof, may
463 not thereafter be transferred except:

- 464 (1) To any successor of DTC or its nominee, if that successor shall be
465 qualified under any applicable laws to provide the services proposed to be provided by it;
- 466 (2) To any substitute depository appointed by the county pursuant to
467 this subsection or such substitute depository's successor; or
- 468 (3) To any person as herein provided if such Notes are no longer held
469 in immobilized form.

470 Upon the resignation of DTC or its successor (or any substitute depository or its
471 successor) from its functions as depository, or a determination by the county that it is no
472 longer in the best interests of beneficial owners of such Notes to continue the system of
473 book entry transfers through DTC or its successor (or any substitute depository or its

474 successor), the county may appoint a substitute depository. Any such substitute
475 depository shall be qualified under any applicable laws to provide the services proposed
476 to be provided by it.

477 In the case of any transfer pursuant to clause (1) or (2) of the second paragraph of
478 this subsection, the Registrar, upon receipt of all outstanding Notes of such series
479 together with a written request on behalf of the county, shall issue a single new Note
480 certificate for each maturity of Notes of such series then outstanding, registered in the
481 name of such successor or such substitute depository, or their nominees, as the case may
482 be, all as specified in such written request of the county.

483 In the event that DTC or its successor (or substitute depository or its successor)
484 resigns from its functions as depository, and no substitute depository can be obtained; or
485 the county determines that it is in the best interests of the beneficial owners of the Notes
486 of any series that they be able to obtain Note certificates, the ownership of such Notes
487 may be transferred to any person as herein provided, and such Notes shall no longer be
488 held in fully immobilized form. The county shall deliver a written request to the
489 Registrar, together with a supply of definitive Notes of such series, to issue Notes of such
490 series as herein provided in any authorized denomination. Upon receipt of all then
491 outstanding Notes of such series by the Registrar, together with a written request on
492 behalf of the county to the Registrar, new Notes of such series shall be issued in such
493 denominations and registered in the names of such persons as are requested in such a
494 written request.

495 D. Place, Manner and Medium of Payment. Both principal of and interest on
496 the Notes shall be payable in lawful money of the United States of America. For so long

497 as any outstanding Notes are registered in the name of CEDE & Co., or its registered
498 assigns, as nominee of DTC, payments of principal of and interest on such Notes shall be
499 made in next day funds on the date such payment is due and payable at the place and in
500 the manner provided in the Letter of Representations.

501 In the event that the Notes of any series are no longer held in fully immobilized
502 form by DTC or its successor (or substitute depository or its successor); interest on such
503 Notes shall be paid by checks or drafts mailed, or by wire transfer, to the owners of such
504 Notes at the addresses for such owners appearing on the Register on the 15th day of the
505 calendar month preceding the interest payment date. Wire transfer will be made only if
506 so requested in writing and if the owner owns at least one million dollars (\$1,000,000)
507 par value of such Notes. Principal of the Notes shall be payable at maturity or on such
508 dates as may be fixed for prior redemption upon presentation and surrender of such Notes
509 by the owners to the Registrar.

510 E. Sale of Notes. The county hereby authorizes the public sale of the Notes.
511 The Notes shall be sold in one or more series, any of which may be sold in a combined
512 offering with other bonds and/or notes of the county, at the option of the Finance
513 Director. The Finance Director shall determine, in consultation with the county's
514 financial advisors, whether each series of the Notes shall be sold by negotiated sale or
515 competitive bid, and whether such series of Notes shall be issued and sold as Tax-Exempt
516 Obligations or Taxable Obligations.

517 If the Finance Director determines that any series of the Notes shall be sold by
518 negotiated sale, the Finance Director shall, in accordance with applicable county
519 procurement procedures, solicit one or more underwriting firms with which to negotiate

520 the sale of the Notes. The purchase contract for each series of the Notes shall specify
521 whether the Notes of such series are being issued and sold as Tax-Exempt Obligations or
522 Taxable Obligations, and shall also establish the year and any applicable series
523 designation, date, principal amounts and maturity dates, interest rates and interest
524 payment dates, redemption provisions and delivery date for such series of the Notes, so
525 long as the aggregate principal amount of the Notes to be outstanding on the date of
526 issuance of such series of the Notes does not exceed the remainder of \$95,000,000 less
527 the aggregate principal amount of any Bonds to be outstanding on the date of issuance of
528 such series of the Notes. The county council, by Note Sale Motion, shall approve the
529 Note purchase contract and ratify whether the Notes of such series are being issued and
530 sold as Tax-Exempt Obligations or Taxable Obligations and the other terms for such
531 series of the Notes established thereby.

532 If the Finance Director determines that any series of the Notes shall be sold by
533 competitive bid, bids for the purchase of each series of the Notes shall be received at such
534 time and place and by such means as the Finance Director shall direct.

535 Upon the date and time established for the receipt of bids for each series of the
536 Notes, the Finance Director or his designee shall open the bids for the Notes, shall cause
537 the bids to be mathematically verified and shall report to the county council regarding the
538 bids received. Such bids shall then be considered and acted upon by the county council
539 in an open public meeting. The county council reserves the right to reject any and all
540 bids for any series of the Notes. The county council shall, by Note Sale Motion, ratify
541 and confirm whether the Notes of such series are being issued and sold as Tax-Exempt
542 Obligations or Taxable Obligations, and shall also ratify and confirm the year and any

543 applicable series designation, date, principal amounts and maturity dates, interest rates
544 and interest payment dates, redemption provisions and delivery date for such series of the
545 Notes, and accept the bid for the purchase of such series of the Notes.

546 The Finance Director is hereby authorized and directed to prepare an Official
547 Notice of Note Sale for each series of the Notes to be sold pursuant to competitive bid,
548 which notice shall be filed with the clerk of the council and shall be ratified and
549 confirmed by the Note Sale Motion therefor. The Finance Director is hereby authorized
550 to specify whether the Notes of such series are being issued and sold as Tax-Exempt
551 Obligations or Taxable Obligations and also to establish the year and any applicable
552 series designation, date, principal amounts and maturity dates, interest payment dates,
553 redemption provisions and delivery date for such series of the Notes in such Official
554 Notice of Note Sale so long as the aggregate principal amount of the Notes to be
555 outstanding on the date of issuance of such series of the Notes does not exceed the
556 remainder of \$95,000,000 less the aggregate principal amount of any Bonds to be
557 outstanding on the date of issuance of such series of the Notes.

558 F. Form of Notes. The Notes shall be in substantially the following form:

559 NO. \$ _____

560 UNITED STATES OF AMERICA

561 STATE OF WASHINGTON

562 KING COUNTY

563 LIMITED TAX GENERAL OBLIGATION

564 BOND ANTICIPATION NOTE, [Year][, Series][TAXABLE]

565 INTEREST RATE: MATURITY DATE: CUSIP NO. :

566 REGISTERED OWNER:

567 PRINCIPAL AMOUNT:

568 KING COUNTY, WASHINGTON (the "County"), hereby acknowledges itself to
569 owe and for value received promises to pay to the registered owner identified above, or
570 registered assigns, on the Maturity Date specified above, the Principal Amount specified
571 above and to pay interest thereon (computed on the basis of a 360-day year of twelve 30-
572 day months) from [_____], at the Interest Rate set forth above, payable on
573 _____.

574 Both principal of and interest on this Note are payable in lawful money of the
575 United States of America. While Notes are held on immobilized "book entry" system of
576 registration, the principal of this Note is payable to the order of the registered owner in
577 same day funds received by the registered owner on the maturity date of this Note, and
578 the interest on this Note is payable to the order of the registered owner in same day funds
579 received by the registered owner on each interest payment date. When Notes are no
580 longer held in an immobilized "book entry" registration system, the principal shall be
581 paid to the registered owner or nominee of such owner upon presentation and surrender
582 of this Note at the fiscal agency of the State of Washington (the "Registrar"), and the
583 interest shall be paid by mailing a check or draft (on the date such interest is due) to the
584 registered owner or nominee of such owner at the address shown on the registration
585 books maintained by the Registrar (the "Register") as of the 15th day of the month prior
586 to the interest payment date; provided, however that if so requested in writing by the
587 registered owner of at least \$1,000,000 par value of the Notes, interest will be paid by
588 wire transfer.

589 This Note is one of an authorized issue of Notes of like date and tenor, except as
590 to number and amount[, rate of interest and date of maturity], in the aggregate principal
591 amount of \$ _____, and is issued to provide interim financing for the ABT
592 Project defined and described in King County Ordinance _____ (the "Note Ordinance").
593 Capitalized words and phrases used but not defined herein shall have the meanings set
594 forth in the Note Ordinance.

595 The Notes of this issue are issued under and in accordance with the provisions of
596 the Constitution and applicable statutes of the State of Washington, the County Charter
597 and applicable ordinances duly adopted by the County.

598 [The Notes are subject to redemption prior to their maturity as follows:
599 (information to come related Note Sale Motion)].

600 The County has irrevocably covenanted in the Note Ordinance that, for as long as
601 the Notes are outstanding and unpaid, each year it will include in its budget and levy an
602 *ad valorem* tax within the constitutional and statutory tax limitations provided by law
603 without a vote of the people upon all the property within the County subject to taxation in
604 an amount that will be sufficient, together with all other revenues, taxes and money of the
605 County legally available for such purposes, to pay the principal of and interest on the
606 Notes as the same shall become due. The County has irrevocably pledged its full faith,
607 credit and resources for the annual levy and collection of such taxes and for the prompt
608 payment of the principal of and interest on the Notes as the same shall become due.

609 The pledge of tax levies for repayment of principal of and interest on the Notes
610 may be discharged prior to maturity of the Notes by making provisions for the payment
611 thereof on the terms and conditions set forth in the Note Ordinance.

612 This Note shall not be valid or become obligatory for any purpose or be entitled to
613 any security or benefit under the Note Ordinance until the Certificate of Authentication
614 hereon shall have been manually signed by the Registrar.

615 It is hereby certified that all acts, conditions and things required by the
616 Constitution and statutes of the State of Washington and the Charter and ordinances of
617 the County to exist, to have happened, been done and performed precedent to and in the
618 issuance of this Note have happened, been done and performed and that the issuance of
619 this Note and the Notes of this series does not violate any constitutional, statutory or
620 other limitation upon the amount of bonded indebtedness that the County may incur.

621 [Add so long as Notes are held in fully immobilized form by DTC: Unless this
622 certificate is presented by an authorized representative of The Depository Trust
623 Company, a New York corporation ("DTC"), to the Registrar for registration of transfer,
624 exchange or payment, and any certificate issued is registered in the name of Cede & Co.
625 or in such other name as is requested by an authorized representative of DTC (and any
626 payment is made to Cede & Co. or to such other entity as is requested by an authorized
627 representative of DTC), ANY TRANSFER, PLEDGE OR OTHER USE HEREOF FOR
628 VALUE OR OTHERWISE BY OR TO ANY PERSON IS WRONGFUL, inasmuch as
629 the registered owner hereof, Cede & Co., has an interest herein.]

630 IN WITNESS WHEREOF, the County has caused this Note to be executed by the
631 manual or facsimile signatures of the County Executive and the Clerk of the County
632 Council, and the seal of the County to be impressed or imprinted hereon, as of this
633 [] day of [].

634 KING COUNTY, WASHINGTON

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By _____

County Executive

ATTEST:

Clerk of the Council

The Registrar's Certificate of Authentication on the Notes shall be in substantially the following form:

CERTIFICATE OF AUTHENTICATION

This Note is one of King County, Washington, Limited Tax General Obligation Bond Anticipation Notes, [Year][, Series][TAXABLE] described in the within mentioned Note Ordinance.

WASHINGTON STATE FISCAL
AGENCY, as Registrar

By _____

Authorized Officer

ASSIGNMENT

FOR VALUE RECEIVED, the undersigned hereby sells, assigns and transfers unto

PLEASE INSERT SOCIAL SECURITY OR TAXPAYER IDENTIFICATION

NUMBER OF TRANSFEREE

[]

658 (Please print or typewrite name and address, including zip code of Transferee)

659 _____

660 the within Note and does hereby irrevocably constitute and appoint _____

661 _____, or its successor, as Registrar to transfer said Note on the

662 books kept for registration thereof with full power of substitution in the premises.

663 DATED: _____, _____.

664 _____

665 NOTE: The signature on this
666 Assignment must correspond with
667 the name of the registered owner as
668 it appears upon the face of the within
669 Note in every particular, without
670 alteration or enlargement or any
671 change whatever.

672 SIGNATURE GUARANTEED:
673 _____

674 NOTE: Signature must be guaranteed by an eligible guarantor.

675 G. Delivery of Notes. Following the sale of each series of the Notes, the
676 county shall cause definitive Notes of such series to be prepared, executed and delivered,
677 which Notes may be wordprocessed, typewritten, lithographed or printed.

678 If definitive Notes of any series are not ready for delivery by the date established
679 for their delivery to the initial purchasers thereof, then the Finance Director, upon the
680 approval of the purchasers, may cause to be issued and delivered to the purchasers one or

681 more temporary Notes of the same series with appropriate omissions, changes and
682 additions. Any such temporary Note or Notes shall be entitled and subject to the same
683 benefits and provisions of this ordinance with respect to the payment, security and
684 obligation thereof as definitive Notes authorized thereby. Such temporary Note or Notes
685 shall be exchangeable without cost to the owners thereof for definitive Notes of the same
686 series when the latter are ready for delivery.

687 H. Execution of Notes. The Notes shall be executed on behalf of the county
688 with the manual or facsimile signatures of the county executive and the clerk of the
689 council, and shall have the seal of the county impressed or imprinted thereon.

690 In case either or both of the officers who shall have executed the Notes shall cease
691 to be an officer or officers of the county before the Notes so signed shall have been
692 authenticated or delivered by the Registrar, or issued by the county, such Notes may
693 nevertheless be authenticated, delivered and issued and upon such authentication,
694 delivery and issuance, shall be as binding upon the county as though those who signed
695 the same had continued to be such officers of the county. Any Note also may be signed
696 and attested on behalf of the county by such persons as at the actual date of execution of
697 such Note shall be the proper officers of the county although at the original date of such
698 Note any such person shall not have been such officer of the county.

699 Only such Notes as shall bear thereon a Certificate of Authentication in the form
700 hereinbefore recited, manually executed by the Registrar, shall be valid or obligatory for
701 any purpose or entitled to the benefits of this ordinance. Such Certificate of
702 Authentication shall be conclusive evidence that the Notes so authenticated have been

703 duly executed, authenticated and delivered hereunder and are entitled to the benefits of
704 this ordinance.

705 SECTION 6. Open Market Purchase. The county reserves the right to purchase
706 any or all of the Notes or the Bonds of any series on the open market at any time and at
707 any price.

708 SECTION 7. Registration, Transfer and Exchange of Notes and Bonds. The
709 county hereby adopts for the Notes and the Bonds the system of registration specified and
710 approved by the Washington State Finance Commission. The Registrar shall keep, or
711 cause to be kept, at its principal corporate trust office, sufficient books for the registration
712 and transfer of the Notes and the Bonds, which shall at all times be open to inspection by
713 the county. Such Register shall contain the name and mailing address of the owner (or
714 nominee thereof) of each Note and Bond, and the principal amount and number of Notes
715 held by each owner or nominee. The Registrar is authorized, on behalf of the county, to
716 authenticate and deliver Notes and Bonds transferred or exchanged for other Notes and
717 Bonds, respectively, in accordance with the provisions thereof and this ordinance, and to
718 carry out all of the Registrar's powers and duties under this ordinance.

719 The Registrar shall be responsible for its representations contained in the
720 Certificate of Authentication on the Notes and the Bonds. The Registrar may become the
721 owner of Notes or Bonds with the same rights it would have if it were not the Registrar,
722 and to the extent permitted by law may act as depository for and permit any of its officers
723 or directors to act as a member of, or in any other capacity with respect to, any committee
724 formed to protect the rights of Note or Bond owners.

725 Upon surrender thereof to the Registrar; the Notes of each series are exchangeable
726 for other Notes of the same series, maturity and interest rate and for the same aggregate
727 principal amount, in any authorized denomination, and the Bonds of each series are
728 exchangeable for other Bonds of the same series, maturity and interest rate and for the
729 same aggregate principal amount, in any authorized denomination. Notes and Bonds may
730 be transferred only if endorsed in the manner provided thereon and surrendered to the
731 Registrar. Upon such surrender, the Registrar shall cancel the surrendered Note or Bond
732 and shall authenticate and deliver, without charge to the owner or transferee therefor
733 (other than taxes, if any, payable on account of such transfer), one or more (at the option
734 of the new registered owner) new Notes or Bonds, as applicable, of the same series,
735 maturity and interest rate and for the same aggregate principal amount, in any authorized
736 denomination, naming as registered owner the person or persons listed as the assignee on
737 the assignment form appearing on the canceled and surrendered Note or Bond, in
738 exchange therefor. The Registrar shall not be obligated to transfer or exchange any Note
739 or Bond during the period beginning at the opening of business on the 15th day of the
740 month next preceding the maturity date thereof and ending at the close of business on
741 such maturity date.

742 The county and the Registrar, each in its discretion, may deem and treat the
743 registered owner of each Note and Bond as the absolute owner thereof for all purposes,
744 and neither the county nor the Registrar shall be affected by any notice to the contrary.

745 SECTION 8. Mutilated, Lost, Stolen or Destroyed Notes and Bonds. If any Note
746 or Bond shall become mutilated, the Registrar shall authenticate and deliver one or more
747 (at the option of the new registered owner) new Notes or Bonds, as applicable, of the

748 same series, maturity and interest rate and for the same aggregate principal amount, in
749 any authorized denomination, in exchange and substitution therefor, upon the owner's
750 paying the expenses and charges of the county and the Registrar in connection therewith
751 and upon surrender to the Registrar of the mutilated Note or Bond. Every mutilated Note
752 or Bond so surrendered shall be canceled and destroyed by the Registrar.

753 If any Note or Bond shall be lost, stolen or destroyed, the Registrar may
754 authenticate and deliver one or more (at the option of the new registered owner) new
755 Notes or Bonds, as applicable, of the same series, maturity and interest rate and for the
756 same aggregate principal amount, in any authorized denomination, to the registered
757 owner thereof upon the owner's paying the expenses and charges of the county and the
758 Registrar in connection therewith and upon his/her filing with the Registrar evidence
759 satisfactory to the Registrar that such Note or Bond was actually lost, stolen or destroyed
760 and of his/her ownership thereof, and upon furnishing the county and the Registrar with
761 indemnity satisfactory to the Finance Director and the Registrar.

762 SECTION 9. Pledge of Taxation and Credit. The county hereby irrevocably
763 covenants and agrees for as long as any of the Notes or the Bonds are outstanding and
764 unpaid, that each year it will include in its budget and levy an *ad valorem* tax within the
765 constitutional and statutory tax limitations provided by law without a vote of the people
766 upon all the property within the county subject to taxation in an amount that will be
767 sufficient, together with all other revenues, taxes and money of the county legally
768 available for such purposes, to pay the principal of and interest on the Notes and the
769 Bonds as the same shall become due.

770 The county hereby irrevocably pledges that the annual tax provided for herein to
771 be levied for the payment of such principal and interest shall be within and as a part of
772 the tax levy to counties without a vote of the people, and that a sufficient portion of each
773 annual levy to be levied and collected by the county prior to the full payment of the
774 principal of and interest on the Notes and Bonds will be and is hereby irrevocably set
775 aside, pledged and appropriated for the payment of the principal of and interest on the
776 Notes and the Bonds.

777 The full faith, credit and resources of the county are hereby irrevocably pledged
778 for the annual levy and collection of said taxes and for the prompt payment of the
779 principal of and interest on the Notes and the Bonds as the same shall become due.

780 SECTION 10. Federal Tax Law Covenants. The county shall comply with the
781 provisions of this section with respect to each series of the Notes and the Bonds that are
782 issued as Tax-Exempt Obligations or BABs unless, in the written opinion of nationally-
783 recognized bond counsel to the county, such compliance is not required.

784 The county hereby covenants that it will not make any use of the proceeds from
785 the sale of such series of the Notes or the Bonds that are issued as Tax-Exempt
786 Obligations or BABs or any other funds of the county that may be deemed to be proceeds
787 of such series of the Notes or the Bonds pursuant to Section 148 of the Code and the
788 applicable regulations thereunder that will cause such series of the Notes or the Bonds to
789 be "arbitrage bonds" within the meaning of said Section and said regulations. The county
790 will comply with the applicable requirements of Section 148 of the Code (or any
791 successor provision thereof applicable to such series of the Notes or the Bonds) and the
792 applicable regulations thereunder throughout the term of such series of the Notes or the

793 Bonds. In particular, the county will compute, if necessary, and pay the Rebate Amount,
794 if any, to the United States of America at the times and in the amounts necessary to meet
795 the requirements of the Code, as set forth in the related Federal Tax Certification for such
796 series of the Notes or the Bonds.

797 The county further covenants that it will not take any action or permit any action
798 to be taken that would cause any series of the Notes or the Bonds that are issued as Tax-
799 Exempt Obligations or BABs to constitute "private activity bonds" under Section 141 of
800 the Code.

801 SECTION 11. Other Covenants and Warranties. The county makes the following
802 additional covenants and warranties:

803 A. The county has full legal right, power and authority to adopt this
804 ordinance, to sell, issue and deliver each series of the Notes and the Bonds as provided
805 herein, and to carry out and consummate all other transactions contemplated by this
806 ordinance.

807 B. By all necessary official action prior to or concurrently herewith, the
808 county has duly authorized and approved the execution and delivery of, and the
809 performance by the county of its obligations contained in the Notes, the Bonds and this
810 ordinance and the consummation by it of all other transactions necessary to effectuate
811 this ordinance in connection with the issuance of each series of the Notes and the Bonds,
812 and such authorizations and approvals are in full force and effect and have not been
813 amended, modified or supplemented in any material respect.

814 C. This ordinance constitutes a legal, valid and binding obligation of the
815 county.

816 D. When issued, sold, authenticated and delivered, each series of the Notes
817 and the Bonds will constitute legal, valid and binding general obligations of the county.

818 E. Until all Notes and Bonds of a series shall have been surrendered and
819 canceled, the county will maintain or cause to be maintained a system of registration of
820 the Notes and the Bonds of such series that complies with the applicable provisions of the
821 Code.

822 F. The adoption of this ordinance, and compliance on the county's part with
823 the provisions contained herein, will not conflict with, constitute a breach of, or constitute
824 a default under, any constitutional provisions, law, administrative regulation, judgment,
825 decree, loan agreement, indenture, bond, note, resolution, ordinance, motion, agreement
826 or other instrument to which the county is a party or to which the county or any of its
827 property or assets are otherwise subject.

828 G. The county finds and covenants that the Notes and the Bonds of each
829 series are issued within all statutory and constitutional debt limitations applicable to the
830 county.

831 SECTION 12. Note and Bond Funds. There has heretofore been created in the
832 office of the Finance Director a special fund known as the "King County Limited Tax
833 General Obligation Bond Redemption Fund" to be drawn upon for the purpose of paying
834 the principal of and interest on the limited tax general obligation bonds of the county.
835 There is hereby authorized to be created within said fund a special account for each series
836 of the Notes to be known as the "Limited Tax General Obligation Bond Anticipation
837 Note Redemption Account, [Year][, Series][Taxable]" (each, a "Note Fund"), and a

838 special account for each series of the Bonds to be known as the "Limited Tax General
839 Obligation Bond Redemption Account, [Year][, Series][Taxable]" (each, a "Bond Fund").

840 Any accrued interest on any series of the Notes or the Bonds shall be deposited in
841 the related Note Fund or Bond Fund, as applicable, at the time of delivery of such series
842 of the Notes or the Bonds and shall be applied to the payment of interest thereon.

843 The taxes hereafter levied for the purpose of paying principal of and interest on
844 each series of the Notes or the Bonds and other funds to be used to pay such series of the
845 Notes or the Bonds shall be deposited in the related Note Fund or Bond Fund, as
846 applicable, no later than the date such funds are required for the payment of principal of
847 and interest on such series of the Notes or the Bonds; provided, however, that if the
848 payment of principal of and interest on any series of the Notes or the Bonds is required
849 prior to the receipt of such levied taxes, the county may make an interfund loan to the
850 related Note Fund or Bond Fund, as applicable, pending actual receipt of such taxes.

851 Each Note Fund and Bond Fund shall be drawn upon for the purpose of paying the
852 principal of and interest on the related series of the Notes or the Bonds, as applicable.

853 Money in each Note Fund and Bond Fund not needed to pay the interest or principal next
854 coming due may temporarily be deposited in such institutions or invested in such
855 obligations as may be lawful for the investment of county funds. Each Note Fund and
856 Bond Fund shall be a second tier fund in accordance with Ordinance 7112 and K.C.C.
857 chapter 4.10.

858 SECTION 13. Application of Note and Bond Proceeds—New Money. There has
859 heretofore been created the ABT BAN Subfund within the OIRM Capital Projects Fund.

860 This subfund is a first tier fund managed by the county's chief information officer. The

861 exact amount of proceeds from the sale of any series of the Notes or the Bonds to be
862 deposited into the ABT BAN Subfund to provide new money financing for the ABT
863 Project shall be determined by the Finance Director upon the sale of such series of the
864 Notes or the Bonds. Any amounts so deposited may be used to repay interim borrowing
865 (other than the Notes) used to pay the costs of the ABT Project.

866 SECTION 14. Application of Note and Bond Proceeds—Current Refundings.

867 The exact amount of proceeds from the sale of any series of the Notes or the Bonds to be
868 deposited into the Note Fund for another series of the Notes and applied to the payment
869 of the principal of and interest on such other series of the Notes and the costs related to
870 the current refunding thereof shall be determined by the Finance Director upon the sale of
871 such series of the Notes or the Bonds.

872 SECTION 15. Application of Note Proceeds—General. Funds deposited in the
873 funds and accounts described in Sections 12 and 13 of this ordinance shall be invested as
874 permitted by law for the sole benefit of such funds and accounts. Irrespective of the
875 general provisions of Ordinance 7112 and K.C.C. chapter 4.10, the county current
876 expense fund shall not receive any earnings attributable to such funds and accounts.
877 Money other than proceeds of the Notes and Bonds may be deposited in the funds and
878 accounts described in Sections 12 and 13 of this ordinance; provided, however, that
879 proceeds of each series of the Notes or the Bonds that are issued as Tax-Exempt
880 Obligations or BABs, and the earnings thereon, shall be accounted for separately for
881 purposes of the arbitrage rebate computations required to be made under the Code. For
882 purposes of such computations, Note proceeds shall be deemed to have been expended
883 first, then Bond proceeds, and then any other funds.

884 SECTION 16. Preliminary Official Statements and Final Official Statements.

885 The county hereby authorizes and directs the Finance Director: (i) to review and approve
886 the information contained in the preliminary official statement (each, a "Preliminary
887 Official Statement") prepared in connection with the sale of each series of the Notes or
888 the Bonds; and (ii) for the sole purpose of compliance by the purchasers of such series of
889 the Notes or the Bonds with subsection (b)(1) of the Rule, to "deem final" the related
890 Preliminary Official Statement as of its date, except for the omission of information on
891 offering prices, interest rates, selling compensation, delivery dates, any other terms or
892 provisions required by the county to be specified in a competitive bid, ratings, other terms
893 of such series of the Notes or the Bonds dependent on such matters and the identity of the
894 purchasers. After each Preliminary Official Statement has been reviewed and approved
895 in accordance with the provisions of this section, the county hereby authorizes the
896 distribution of such Preliminary Official Statement to prospective purchasers of such
897 related series of the Notes or the Bonds.

898 Following the sale of each series of the Notes or the Bonds, the Finance Director
899 is hereby authorized to review and approve on behalf of the county a final official
900 statement with respect to such series of the Notes or the Bonds. The county agrees to
901 cooperate with the successful bidder for each series of the Notes or the Bonds to deliver
902 or cause to be delivered, within seven business days from the date of the Note Sale
903 Motion or Bond Sale Motion, as appropriate, and in sufficient time to accompany any
904 confirmation that requests payment from any customer of such successful bidder, copies
905 of a final official statement pertaining to such Notes or Bonds in sufficient quantity to

906 comply with paragraph (b)(4) of the Rule and the rules of the Municipal Securities
907 Rulemaking Board.

908 SECTION 17. Undertaking to Provide Ongoing Disclosure. The county council
909 will set forth an undertaking for ongoing disclosure with respect to each series of the
910 Notes or the Bonds, as required by subsection (b)(5) of the Rule, in the Note Sale Motion
911 or the Bond Sale Motion therefor, as appropriate.

912 SECTION 18. General Authorization. The appropriate county officials, agents
913 and representatives are hereby authorized and directed to do everything necessary for the
914 prompt sale, issuance, execution and delivery of each series of the Notes and each series
915 of the Bonds, and for the proper use and application of the proceeds of the sale thereof.

916 SECTION 19. Refunding or Defeasance of Notes and Bonds. The county may
917 issue refunding obligations pursuant to the laws of the State of Washington or use money
918 available from any other lawful source to pay when due the principal of and interest on
919 any series of the Notes or the Bonds, or any portion thereof included in a refunding or
920 defeasance plan, and to redeem and retire, refund or defease all such then-outstanding
921 Notes or Bonds, as appropriate, and to pay the costs of the refunding or defeasance.

922 In the event that money and/or noncallable Government Obligations maturing at
923 such time or times and bearing interest to be earned thereon in amounts (together with
924 such money, if necessary) sufficient to redeem and retire, refund or defease part or all of
925 the Notes or Bonds in accordance with their terms, are set aside in a special account of
926 the county to effect such redemption and retirement, and such money and the principal of
927 and interest on such Government Obligations are irrevocably set aside and pledged for
928 such purpose, then no further payments need be made into the Note Fund or any Bond

929 Fund, as appropriate, for the payment of the principal of and interest on the Notes or
930 Bonds so provided for, and such Notes or Bonds shall cease to be entitled to any lien,
931 benefit or security of this ordinance except the right to receive the money so set aside and
932 pledged, and such Notes or Bonds shall be deemed not to be outstanding hereunder.

933 Within 30 days of the defeasance of any of the Notes or Bonds, the county shall
934 provide or cause to be provided notice of defeasance of such Notes or Bonds to the
935 registered owners thereof and to the Municipal Securities Rulemaking Board, in
936 accordance with the undertaking for ongoing disclosure to be adopted pursuant to Section
937 17 of this ordinance.

938 SECTION 20. Contract; Severability. The covenants applicable to the Notes
939 contained in this ordinance shall constitute a contract between the county and the owners
940 of each and every Note, and the covenants applicable to the Bonds contained in this
941 ordinance shall constitute a contract between the county and the owners of each and
942 every Bond. If any one or more of the covenants or agreements provided in this
943 ordinance to be performed on the part of the county shall be declared by any court of
944 competent jurisdiction to be contrary to law, then such covenant or covenants, agreement
945 or agreements, shall be null and void and shall be deemed separable from the remaining
946 covenants and agreements of this ordinance and shall in no way affect the validity of the
947 other provisions of this ordinance, the Notes or the Bonds."

948 **EFFECT: XXXXXXXXXXXXXXXXXXXXXXX**

T1

3/16/2010

Phh/bar

Sponsor: Patterson

Proposed No.: 2010-0080

1 **TITLE AMENDMENT TO PROPOSED ORDINANCE 2010-0080, VERSION 1**

2 On page 1, beginning on line 1, strike everything through page 1, line 16, and insert:

3 "AN ORDINANCE authorizing the issuance and public
4 sale of one or more series of limited tax general obligation
5 bonds of the county in an outstanding aggregate principal
6 amount not to exceed \$95,000,000 to provide long-term
7 financing for the capital costs of the Accountable Business
8 Transformation Program; authorizing the issuance and
9 public sale of one or more series of limited tax general
10 obligation bond anticipation notes of the county in an
11 outstanding aggregate principal amount not to exceed
12 \$95,000,000 to provide interim financing for such capital
13 costs pending the sale of such bonds; providing for the
14 disposition of the proceeds of sale of the notes; establishing
15 funds for the receipt and expenditure of note proceeds and
16 for the payment of the notes; and providing for the annual

17 levy of taxes to pay the principal thereof and interest

18 thereon."

19 **EFFECT: Amends the title to reflect Striking Amendment S1.**



KING COUNTY
Signature Report

March 1, 2010

Ordinance

Proposed No. 2010-0080.1

Sponsors Patterson

1 AN ORDINANCE authorizing the issuance and public sale
2 of one or more series of limited tax general obligation
3 bonds of the county in an outstanding aggregate principal
4 amount not to exceed \$85,000,000 to provide long-term
5 financing for the capital costs of the Accountable Business
6 Transformation Program; authorizing the issuance and
7 public sale of one or more series of limited tax general
8 obligation bond anticipation notes of the county in an
9 outstanding aggregate principal amount not to exceed
10 \$85,000,000 to provide interim financing for such capital
11 costs pending the sale of such bonds; providing for the
12 disposition of the proceeds of sale of the notes; establishing
13 funds for the receipt and expenditure of note proceeds and
14 for the payment of the notes; and providing for the annual
15 levy of taxes to pay the principal thereof and interest
16 thereon.

17 PREAMBLE:

18 The county council has previously reviewed and approved expenditures
19 for the Accountable Business Transformation Program.

20 It is deemed necessary and advisable that the county now authorize the
21 issuance of one or more series of its limited tax general obligation bonds
22 in an outstanding aggregate principal amount not to exceed \$85,000,000 to
23 provide long-term financing for the capital costs of the Accountable
24 Business Transformation Program, and that the county now authorize the
25 issuance and public sale of one or more series of its limited tax general
26 obligation bond anticipation notes in an outstanding aggregate principal
27 amount not to exceed \$85,000,000 to provide interim financing for such
28 capital costs pending the issuance of the bonds.

29 BE IT ORDAINED BY THE COUNCIL OF KING COUNTY:

30 SECTION 1. Definitions. The following words and terms as used in this
31 ordinance shall have the following meanings for all purposes of this ordinance, unless
32 some other meaning is plainly intended.

33 “ABT Project” means the capital costs of implementing the Accountable Business
34 Transformation Program.

35 “Accountable Business Transformation Program” means the program to replace
36 the disparate budget, finance, human resources, payroll and employee benefits systems
37 used in the county with a unified set of systems in efforts to increase efficiency and
38 efficacy of services.

39 “BABs” means “Build America Bonds” authorized under the federal American
40 Recovery and Reinvestment Act of 2009.

41 “Bond Fund” means, with respect to each series of the Bonds, the bond
42 redemption account established therefor pursuant to Section 12 hereof.

43 “Bond Sale Motion” means a motion of the council adopted at the time of sale of
44 each series of the Bonds that establishes, with respect thereto, the following, among other
45 things: the year and, if applicable, a series designation, dates, principal amounts and
46 maturity dates, the interest rates and interest payment dates, and the redemption
47 provisions therefor.

48 “Bonds” means the limited tax general obligation bonds of the county in an
49 outstanding aggregate principal amount not to exceed \$85,000,000, authorized to be
50 issued in one or more series by this ordinance to provide long-term financing for the ABT
51 Project. Each series of Bonds may be issued as either Tax-Exempt Obligations or
52 Taxable Obligations, as provided in Section 4.E of this ordinance.

53 “Code” means the federal Internal Revenue Code of 1986, as amended, together
54 with corresponding and applicable final, temporary or proposed regulations and revenue
55 rulings issued or amended with respect thereto by the United States Treasury Department
56 or the Internal Revenue Service.

57 “DTC” means The Depository Trust Company, New York, New York.

58 “Federal Tax Certification” means, with respect to each series of Notes or Bonds,
59 the certificate executed by the Finance Director pertaining to the county’s expectations in
60 connection with the federal tax treatment of interest on such series of Notes or Bonds.

61 “Finance Director” means the director of the finance and business operations
62 division of the department of executive services of the county or any other county officer
63 who succeeds to the duties now delegated to that office or the designee of such officer.

64 “Government Obligations” means “government obligations,” as defined in
65 chapter 39.53 RCW, as now in existence or hereafter amended.

66 “Note Fund” means, with respect to each series of the Notes, the note redemption
67 account established therefor pursuant to Section 12 hereof.

68 “Note Sale Motion” means a motion of the council adopted at the time of sale of
69 each series of the Notes that establishes, with respect thereto, the following, among other
70 things: the year and, if applicable, a series designation, dates, principal amounts and
71 maturity dates, the interest rates and interest payment dates, and the redemption
72 provisions therefor.

73 “Notes” means the limited tax general obligation bond anticipation notes of the
74 county in an outstanding aggregate principal amount not to exceed \$85,000,000,
75 authorized to be issued in one or more series by this ordinance to provide interim
76 financing for the ABT Project. Each series of Notes may be issued as either Tax-Exempt
77 Obligations or Taxable Obligations, as provided in Section 5.E of this ordinance.

78 “Official Notice of Bond Sale” means, with respect to each series of the Bonds
79 that is sold by competitive bid, the official notice of sale therefor prepared pursuant to
80 Section 4.E hereof.

81 “Official Notice of Note Sale” means, with respect to each series of the Notes that
82 is sold by competitive bid, the official notice of sale therefor prepared pursuant to Section
83 5.E hereof.

84 “Rebate Amount” means the amount, if any, determined to be payable with
85 respect to the Notes or the Bonds, as applicable, by the county to the United States of
86 America in accordance with Section 148(f) of the Code.

87 “Register” means the registration books maintained by the Registrar for purposes
88 of identifying ownership of the Notes and the Bonds.

89 “Registrar” means the fiscal agency of the State of Washington appointed from
90 time to time by the Washington State Finance Committee pursuant to chapter 43.80
91 RCW.

92 “Rule” means Securities and Exchange Commission Rule 15c2-12 under the
93 Securities and Exchange Act of 1934, as the same may be amended from time to time.

94 “Taxable Obligations” means the Notes or Bonds, as applicable, of any series
95 determined to be issued on a taxable basis (including, but not limited to, any BABs)
96 pursuant to Section 5.E or Section 4.E of this ordinance, as applicable. —

97 “Tax-Exempt Obligations” means the Notes or Bonds, as applicable, of any series
98 determined to be issued on a tax-exempt basis pursuant to Section 5.E or Section 4.E of
99 this ordinance, as applicable.

100 SECTION 2. Findings. The county council hereby makes the following
101 findings:

102 A. The Accountable Business Transformation Program will contribute to the
103 health, safety and welfare of the citizens of the county.

104 B. The issuance of limited tax general obligation bonds of the county to
105 provide long-term financing for the ABT Project, payable from regular property taxes,
106 and the issuance and sale of limited tax general obligation bond anticipation notes of the
107 county to provide interim financing therefor, payable from the proceeds of the sale of
108 such bonds or other revenues, taxes and money of the county legally available for such
109 purposes, will reduce the overall costs of borrowing such funds and is in the best interests
110 of the county and its citizens.

111 SECTION 3. Authorization of ABT Project. The county has previously
112 authorized the undertaking of the Accountable Business Transformation Program. The
113 capital costs of implementing the Accountable Business Transformation Program to be
114 funded by the ABT Project shall also include (a) capitalized interest, interest on the Notes
115 or other interim financing for such projects pending receipt of Bond proceeds, and costs
116 and expenses incurred in issuing the Notes and the Bonds; (b) the capitalizable costs of
117 sales tax, acquisition and contingency allowances, financing, and any and all surveys,
118 explorations, engineering and architectural studies, drawings, designs and specifications
119 incidental, necessary or convenient to the implementation of the Accountable Business
120 Transformation Program; and (c) the purchase of all materials, supplies, appliances,
121 equipment and facilities, and the permits, franchises, property and property rights and
122 capitalizable administrative costs, necessary, incidental or convenient to the
123 implementation of the Accountable Business Transformation Program.

124 The ABT Project may be modified where deemed advisable or necessary in the
125 judgment of the county council, and implementation or completion of any authorized
126 component thereof shall not be required if the county council determines that it has
127 become inadvisable or impractical. If all of the ABT Project has been completed, or its
128 completion duly provided for, or their completion found to be inadvisable or impractical,
129 the county may apply any remaining proceeds of the Notes or the Bonds, or any portion
130 thereof, to the acquisition or improvement of other county capital projects as the county
131 council in its discretion may determine. In the event that the proceeds of the sale of the
132 Notes and the Bonds, plus any other money of the county legally available therefor, are
133 insufficient to accomplish all of the ABT Project, the county shall use the available funds

134 for paying the cost of those components of the ABT Project deemed by the county
135 council most necessary and in the best interest of the county.

136 SECTION 4. Purpose, Authorization and Description of Bonds.

137 A. Purpose and Authorization of Bonds. The county authorizes the issuance
138 of the Bonds to provide long-term financing the ABT Project. The long-term financing
139 provided by the Bonds may be in the form of new money financing for the ABT Project,
140 or in the form of a current refunding of outstanding Notes, or any combination thereof.

141 B. Description of Bonds. The Bonds may be issued in one or more series so
142 long as the aggregate principal amount of the Bonds to be outstanding on the date of
143 issuance of each series of the Bonds does not to exceed the remainder of \$85,000,000 less
144 the aggregate principal amount of any Notes to be outstanding on the date of issuance of
145 such series of the Bonds. Each series of the Bonds shall be designated "King County,
146 Washington, Limited Tax General Obligation Bonds," with the year and any applicable
147 series designation and with the additional designation of "Taxable" for any series of
148 Bonds issued as Taxable Obligations, all as established by the related Bond Sale Motion.
149 Each series of the Bonds shall be dated as of such date, shall mature on the date or dates
150 in each of the years and in the principal amounts, shall bear interest (computed on the
151 basis of a 360-day year of twelve 30-day months) from their date or the most recent
152 interest payment date to which interest has been paid or duly provided for, whichever is
153 later, at the rates and payable on such dates, and shall be subject to redemption prior to
154 maturity in the amounts, in the manner and at the prices, and shall be subject to such
155 other terms and provisions as the county shall establish by the related Bond Sale Motion.
156 Each series of the Bonds shall be fully registered as to both principal and interest, shall be

157 in the denomination of \$5,000 each or any integral multiple thereof (but no Bond shall
158 represent more than one maturity), shall be numbered separately in such manner and with
159 any additional designation as the Registrar deems necessary for purposes of
160 identification.

161 C. Initial Immobilization of Bonds; Depository Provisions. The Bonds of
162 each series shall initially be held in fully immobilized form by DTC acting as depository
163 pursuant to the terms and conditions set forth in the Blanket Issuer Letter of
164 Representations heretofore executed on behalf of the county. Neither the county nor the
165 Registrar shall have any responsibility or obligation to DTC participants or the persons
166 for whom they act as nominees with respect to such Bonds with respect to the accuracy of
167 any records maintained by DTC or any DTC participant, the payment by DTC or any
168 DTC participant of any amount in respect of principal or redemption price or interest on
169 such Bonds, any notice that is permitted or required to be given to registered owners
170 under this ordinance (except such notice as is required to be given by the county to the
171 Registrar or to DTC), the selection by DTC or any DTC participant of any person to
172 receive payment in the event of a partial redemption of such Bonds or any consent given
173 or other action taken by DTC as owner of such Bonds.

174 The Bonds of each series shall initially be issued in denominations equal to the
175 aggregate principal amount of each maturity and initially shall be registered in the name
176 of CEDE & Co., as the nominee of DTC. Such Bonds so registered shall be held in fully
177 immobilized form by DTC as depository. For so long as any such Bonds are held in fully
178 immobilized form, DTC, its successor or any substitute depository appointed by the
179 county, as applicable, shall be deemed to be the registered owner for all purposes

180 hereunder and all references to registered owners, bondowners, bondholders, owners or
181 the like shall mean DTC or its nominees and shall not mean the owners of any beneficial
182 interests in the Bonds. Registered ownership of such Bonds, or any portions thereof, may
183 not thereafter be transferred except:

184 (1) To any successor of DTC or its nominee, if that successor shall be
185 qualified under any applicable laws to provide the services proposed to be provided by it;

186 (2) To any substitute depository appointed by the county pursuant to
187 this subsection or such substitute depository's successor; or

188 (3) To any person as herein provided if such Bonds are no longer held
189 in immobilized form.

190 Upon the resignation of DTC or its successor (or any substitute depository or its
191 successor) from its functions as depository, or a determination by the county that it is no
192 longer in the best interests of beneficial owners of such Bonds to continue the system of
193 book entry transfers through DTC or its successor (or any substitute depository or its
194 successor), the county may appoint a substitute depository. Any such substitute
195 depository shall be qualified under any applicable laws to provide the services proposed
196 to be provided by it.

197 In the case of any transfer pursuant to clause (1) or (2) of the second paragraph of
198 this subsection, the Registrar, upon receipt of all outstanding Bonds of such series
199 together with a written request on behalf of the county, shall issue a single new Bond
200 certificate for each maturity of Bonds of such series then outstanding, registered in the
201 name of such successor or such substitute depository, or their nominees, as the case may
202 be, all as specified in such written request of the county.

203 In the event that DTC or its successor (or substitute depository or its successor)
204 resigns from its functions as depository, and no substitute depository can be obtained; or
205 the county determines that it is in the best interests of the beneficial owners of the Bonds
206 of any series that they be able to obtain Bond certificates, the ownership of such Bonds
207 may be transferred to any person as herein provided, and such Bonds shall no longer be
208 held in fully immobilized form. The county shall deliver a written request to the
209 Registrar, together with a supply of definitive Bonds of such series, to issue Bonds of
210 such series as herein provided in any authorized denomination. Upon receipt of all then
211 outstanding Bonds of any series by the Registrar, together with a written request on
212 behalf of the county to the Registrar, new Bonds of such series shall be issued in such
213 denominations and registered in the names of such persons as are requested in such a
214 written request.

215 D. Place, Manner and Medium of Payment. Both principal of and interest on
216 the Bonds shall be payable in lawful money of the United States of America. For so long
217 as any outstanding Bonds are registered in the name of CEDE & Co., or its registered
218 assigns, as nominee of DTC, payments of principal of and interest on such Bonds shall be
219 made in next day funds on the date such payment is due and payable at the place and in
220 the manner provided in the Letter of Representations.

221 In the event that the Bonds of any series are no longer held in fully immobilized
222 form by DTC or its successor (or substitute depository or its successor), interest on such
223 Bonds shall be paid by checks or drafts mailed, or by wire transfer, to the owners of such
224 Bonds at the addresses for such owners appearing on the Register on the 15th day of the
225 calendar month preceding the interest payment date. Wire transfer will be made only if

226 so requested in writing and if the owner owns at least \$1,000,000 par value of such
227 Bonds. Principal of the Bonds shall be payable at maturity or on such dates as may be
228 fixed for prior redemption upon presentation and surrender of such Bonds by the owners
229 to the Registrar.

230 E. Sale of Bonds. The county hereby authorizes the public sale of the Bonds.
231 The Bonds shall be sold in one or more series, any of which may be sold in a combined
232 offering with other bonds and/or notes of the county, at the option of the Finance
233 Director. The Finance Director shall determine, in consultation with the county's
234 financial advisors, whether each series of the Bonds shall be sold by negotiated sale or
235 competitive bid, and whether such series of Bonds shall be issued and sold as Tax-
236 Exempt Obligations or Taxable Obligations.

237 If the Finance Director determines that any series of the Bonds shall be sold by
238 negotiated sale, the Finance Director shall, in accordance with applicable county
239 procurement procedures, solicit one or more underwriting firms with which to negotiate
240 the sale of the Bonds. The purchase contract for each series of the Bonds shall specify
241 whether the Bonds of such series are being issued and sold as Tax-Exempt Obligations or
242 Taxable Obligations, and shall also establish the year and any applicable series
243 designation, date, principal amounts and maturity dates, interest rates and interest
244 payment dates, redemption provisions and delivery date for such series of the Bonds, so
245 long as the aggregate principal amount of the Bonds to be outstanding on the date of
246 issuance of such series of the Bonds does not exceed the remainder of \$85,000,000 less
247 the aggregate principal amount of any Notes to be outstanding on the date of issuance of
248 such series of the Bonds. The county council, by Bond Sale Motion, shall approve the

249 bond purchase contract and ratify whether the Bonds of such series are being issued and
250 sold as Tax-Exempt Obligations or Taxable Obligations and the other terms for the series
251 of the Bonds established thereby.

252 If the Finance Director determines that any series of the Bonds shall be sold by
253 competitive bid, bids for the purchase of each series of the Bonds shall be received at
254 such time and place and by such means as the Finance-Director shall direct.

255 Upon the date and time established for the receipt of bids for each series of the
256 Bonds, the Finance Director or his designee shall open the bids for the Bonds, shall cause
257 the bids to be mathematically verified and shall report to the county council regarding the
258 bids received. Such bids shall then be considered and acted upon by the county council
259 in an open public meeting. The county council reserves the right to reject any and all
260 bids for any series of the Bonds. The county council shall, by Bond Sale Motion, ratify
261 and confirm whether the Bonds of such series are being issued and sold as Tax-Exempt
262 Obligations or Taxable Obligations, and shall also ratify and confirm the year and any
263 applicable series designation, date, principal amounts and maturity dates, interest rates
264 and interest payment dates, redemption provisions and delivery date for such series of the
265 Bonds, and accept the bid for the purchase of such series of the Bonds.

266 The Finance Director is hereby authorized and directed to prepare an Official
267 Notice of Bond Sale for each series of the Bonds to be sold pursuant to competitive bid,
268 which notice shall be filed with the clerk of the council and shall be ratified and
269 confirmed by the Bond Sale Motion therefor. The Finance Director is hereby authorized
270 to specify whether the Bonds of such series are being issued and sold as Tax-Exempt
271 Obligations or Taxable Obligations and also to establish the year and any applicable

272 series designation, date, principal amounts and maturity dates, interest payment dates,
273 redemption provisions and delivery date for such series of the Bonds in such Official
274 Notice of Bond Sale so long as the aggregate principal amount of the Bonds to be
275 outstanding on the date of issuance of such series of the Bonds does not exceed the
276 remainder of \$85,000,000 less the aggregate principal amount of any Notes to be
277 outstanding on the date of issuance of such series of the Bonds.

278 F. Form of Bonds. The Bonds shall be in substantially the following form:

279 NO. _____ \$ _____

280 UNITED STATES OF AMERICA

281 STATE OF WASHINGTON

282 KING COUNTY

283 LIMITED TAX GENERAL OBLIGATION BOND,

284 [Year][, Series][TAXABLE]

285 INTEREST RATE: MATURITY DATE: CUSIP NO. :

286 REGISTERED OWNER:

287 PRINCIPAL AMOUNT:

288 KING COUNTY, WASHINGTON (the "County"), hereby acknowledges itself to
289 owe and for value received promises to pay to the registered owner identified above, or
290 registered assigns, on the Maturity Date specified above, the Principal Amount specified
291 above and to pay interest thereon (computed on the basis of a 360-day year of twelve 30-
292 day months) from _____, or the most recent date to which interest has been
293 paid or duly provided for until payment of this Bond at the Interest Rate set forth above,

294 payable on _____, and semiannually thereafter on the ____ day of each succeeding
295 _____ and _____ to the maturity or prior redemption of this Bond.

296 Both principal of and interest on this Bond are payable in lawful money of the
297 United States of America. While Bonds are held on immobilized “book entry” system of
298 registration, the principal of this Bond is payable to the order of the registered owner in
299 same day funds received by the registered owner on the maturity date of this Bond, and
300 the interest on this Bond is payable to the order of the registered owner in same day funds
301 received by the registered owner on each interest payment date. When Bonds are no
302 longer held in an immobilized “book entry” registration system, the principal shall be
303 paid to the registered owner or nominee of such owner upon presentation and surrender
304 of this Bond to the fiscal agency of the State of Washington (the “Registrar”), and the
305 interest shall be paid by mailing a check or draft (on the date such interest is due) to the
306 registered owner or nominee of such owner at the address shown on the registration
307 books maintained by the Registrar (the “Register”) as of the 15th day of the month prior
308 to the interest payment date; provided, however, that if so requested in writing by the
309 registered owner of at least \$1,000,000 par value of the Bonds, interest will be paid by
310 wire transfer.

311 This Bond is one of an authorized issue of Bonds of like date and tenor, except as
312 to number, amount, rate of interest and date of maturity[, and redemption provisions],in
313 the aggregate principal amount of \$ _____, and is issued to provide long-term
314 financing for the ABT Project defined and described in King County Ordinance _____
315 (the “Bond Ordinance”). Capitalized words and phrases used but not defined herein shall
316 have the meanings set forth in the Bond Ordinance.

317 The Bonds of this issue are issued under and in accordance with the provisions of
318 the Constitution and applicable statutes of the State of Washington, the County Charter
319 and applicable ordinances duly adopted by the County.

320 [The Bonds of this issue are subject to redemption prior to maturity as follows:
321 (information to come from related Bond Sale Motion)].

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

332 The pledge of tax levies for repayment of principal of and interest on the Bonds
333 may be discharged prior to maturity of the Bonds by making provisions for the payment
334 thereof on the terms and conditions set forth in the Bond Ordinance.

335 This Bond shall not be valid or become obligatory for any purpose or be entitled
336 to any security or benefit under the Bond Ordinance until the Certificate of
337 Authentication hereon shall have been manually signed by the Registrar.

338 It is hereby certified that all acts, conditions and things required by the
339 Constitution and statutes of the State of Washington and the Charter and ordinances of

340 the County to exist, to have happened, been done and performed precedent to and in the
341 issuance of this Bond have happened, been done and performed and that the issuance of
342 this Bond and the Bonds of this series does not violate any constitutional, statutory or
343 other limitation upon the amount of bonded indebtedness that the County may incur.

344 [Add so long as Bonds are held in fully immobilized form by DTC: Unless this
345 certificate is presented by an authorized representative of The Depository Trust
346 Company, a New York corporation ("DTC"), to the Registrar for registration of transfer,
347 exchange or payment, and any certificate issued is registered in the name of Cede & Co.
348 or in such other name as is requested by an authorized representative of DTC (and any
349 payment is made to Cede & Co. or to such other entity as is requested by an authorized
350 representative of DTC), ANY TRANSFER, PLEDGE OR OTHER USE HEREOF FOR
351 VALUE OR OTHERWISE BY OR TO ANY PERSON IS WRONGFUL, inasmuch as
352 the registered owner hereof, Cede & Co., has an interest herein.]

353 IN WITNESS WHEREOF, the County has caused this Bond to be executed by
354 the manual or facsimile signatures of the County Executive and the Clerk of the County
355 Council, and the seal of the County to be impressed or imprinted hereon, as of this
356 [] day of [].

357 KING COUNTY, WASHINGTON

358 By _____

359 County Executive

360 ATTEST:

361 _____

362 Clerk of the Council

363 The Registrar's Certificate of Authentication on the Bonds shall be in
364 substantially the following form:

365 CERTIFICATE OF AUTHENTICATION

366 This Bond is one of the King County, Washington, Limited Tax General
367 Obligation Bonds, [Year][, Series][TAXABLE], described in the within mentioned Bond
368 Ordinance.

369 WASHINGTON STATE FISCAL
370 AGENCY, as Registrar

371 By _____

372 Authorized Officer

373 ASSIGNMENT

374 FOR VALUE RECEIVED, the undersigned hereby sells, assigns and transfers
375 unto

376 _____
377 PLEASE INSERT SOCIAL SECURITY OR TAXPAYER IDENTIFICATION

378 NUMBER OF TRANSFEREE

379 []

380 _____
381 (Please print or typewrite name and address, including zip code of Transferee)

382 _____
383 the within Bond and does hereby irrevocably constitute and appoint _____

384 DATED: _____, _____

386 NOTE: The signature on this
387 Assignment must correspond with
388 the name of the registered owner as
389 it appears upon the face of the within
390 note in every particular, without
391 alteration or enlargement or any
392 change whatever.

393 SIGNATURE GUARANTEED: =

394 _____

395 NOTE: Signature must be guaranteed by an eligible guarantor.

396 G. Delivery of Bonds. Following the sale of each series of the Bonds, the
397 county shall cause definitive Bonds of such series to be prepared, executed and delivered,
398 which Bonds may be wordprocessed, typewritten, lithographed or printed.

399 If definitive Bonds of any series are not ready for delivery by the date established
400 for their delivery to the initial purchasers thereof, then the Finance Director, upon the
401 approval of the purchasers, may cause to be issued and delivered to the purchasers one or
402 more temporary Bonds of the same series with appropriate omissions, changes and
403 additions. Any such temporary Bond or Bonds shall be entitled and subject to the same
404 benefits and provisions of this ordinance with respect to the payment, security and
405 obligation thereof as definitive Bonds authorized thereby. Such temporary Bond or
406 Bonds shall be exchangeable without cost to the owners thereof for definitive Bonds of
407 the same series when the latter are ready for delivery.

408 H. Execution of Bonds. The Bonds shall be executed on behalf of the county
409 with the manual or facsimile signatures of the county executive and the clerk of the
410 council, and shall have the seal of the county impressed or imprinted thereon.

411 In case either or both of the officers who shall have executed the Bonds shall
412 cease to be an officer or officers of the county before the Bonds so signed shall have been
413 authenticated or delivered by the Registrar, or issued by the county, such Bonds may
414 nevertheless be authenticated, delivered and issued and upon such authentication,
415 delivery and issuance, shall be as binding upon the county as though those who signed
416 the same had continued to be such officers of the county. Any Bond also may be signed
417 and attested on behalf of the county by such persons as at the actual date of execution of
418 such Bond shall be the proper officers of the county although at the original date of such
419 Bond any such person shall not have been such officer of the county.

420 Only such Bonds as shall bear thereon a Certificate of Authentication in the form
421 hereinbefore recited, manually executed by the Registrar, shall be valid or obligatory for
422 any purpose or entitled to the benefits of this ordinance. Such Certificate of
423 Authentication shall be conclusive evidence that the Bonds so authenticated have been
424 duly executed, authenticated and delivered hereunder and are entitled to the benefits of
425 this ordinance.

426 SECTION 5. Purpose, Authorization and Description of Notes.

427 A. Purpose and Authorization of Notes. The county authorizes the issuance
428 of the Notes to provide interim financing for the ABT Project. The interim financing
429 provided by the Notes may be in the form of new money financing for the ABT Project,
430 or in the form of a current refunding (a "rollover") of outstanding Notes pending the

431 issuance of Bonds and the receipt of Bond proceeds to provide long-term financing
432 therefor, or any combination thereof.

433 B. Description of Notes. The Notes may be issued in one or more series so
434 long as the aggregate principal amount of the Notes to be outstanding on the date of
435 issuance of each series of the Notes does not to exceed the remainder of \$85,000,000 less
436 the aggregate principal amount of any Bonds to be outstanding on the date of issuance of
437 such series of the Notes. Each series of the Notes shall be designated “King County,
438 Washington, Limited Tax General Obligation Bond Anticipation Notes,” with the year
439 and any applicable series designation and with the additional designation of “Taxable”
440 for any series of Notes issued as Taxable Obligations, all as established by the related
441 Note Sale Motion. Each series of the Notes shall be dated as of such date, shall mature on
442 the date or dates in each of the years and in the principal amounts, shall bear interest
443 (computed on the basis of a 360-day year of twelve 30-day months) from their date or the
444 most recent interest payment date to which interest has been paid or duly provided for,
445 whichever is later, at the rates and payable on such dates, and shall be subject to
446 redemption prior to maturity in the amounts, in the manner and at the prices, and shall be
447 subject to such other terms and provisions as the county shall establish by the related
448 Note Sale Motion. Each series of the Notes shall be fully registered as to both principal
449 and interest, shall be in the denomination of \$5,000 each or any integral multiple thereof
450 (but no Note shall represent more than one maturity), shall be numbered separately in
451 such manner and with any additional designation as the Registrar deems necessary for
452 purposes of identification.

453 C. Initial Immobilization of Notes; Depository Provisions. The Notes of each
454 series shall initially be held in fully immobilized form by DTC acting as depository
455 pursuant to the terms and conditions set forth in the Blanket Issuer Letter of
456 Representations heretofore executed on behalf of the county. Neither the county nor the
457 Registrar shall have any responsibility or obligation to DTC participants or the persons
458 for whom they act as nominees with respect to such Notes with respect to the accuracy of
459 any records maintained by DTC or any DTC participant, the payment by DTC or any
460 DTC participant of any amount in respect of principal or redemption price or interest on
461 such Notes, any notice that is permitted or required to be given to registered owners
462 under this ordinance (except such notice as is required to be given by the county to the
463 Registrar or to DTC), the selection by DTC or any DTC participant of any person to
464 receive payment in the event of a partial redemption of such Notes or any consent given
465 or other action taken by DTC as owner of such Notes.

466 The Notes of each series shall initially be issued in denominations equal to the
467 aggregate principal amount of each maturity and initially shall be registered in the name
468 of CEDE & Co., as the nominee of DTC. Such Notes so registered shall be held in fully
469 immobilized form by DTC as depository. For so long as any such Notes are held in fully
470 immobilized form, DTC, its successor or any substitute depository appointed by the
471 county, as applicable, shall be deemed to be the registered owner for all purposes
472 hereunder and all references to registered owners, noteowners, noteholders, owners or the
473 like shall mean DTC or its nominees and shall not mean the owners of any beneficial
474 interests in the Notes. Registered ownership of such Notes, or any portions thereof, may
475 not thereafter be transferred except:

476 (1) To any successor of DTC or its nominee, if that successor shall be
477 qualified under any applicable laws to provide the services proposed to be provided by it;

478 (2) To any substitute depository appointed by the county pursuant to
479 this subsection or such substitute depository's successor; or

480 (3) To any person as herein provided if such Notes are no longer held
481 in immobilized form.

482 Upon the resignation of DTC or its successor (or any substitute depository or its
483 successor) from its functions as depository, or a determination by the county that it is no
484 longer in the best interests of beneficial owners of such Notes to continue the system of
485 book entry transfers through DTC or its successor (or any substitute depository or its
486 successor), the county may appoint a substitute depository. Any such substitute
487 depository shall be qualified under any applicable laws to provide the services proposed
488 to be provided by it.

489 In the case of any transfer pursuant to clause (1) or (2) of the second paragraph of
490 this subsection, the Registrar, upon receipt of all outstanding Notes of such series
491 together with a written request on behalf of the county, shall issue a single new Note
492 certificate for each maturity of Notes of such series then outstanding, registered in the
493 name of such successor or such substitute depository, or their nominees, as the case may
494 be, all as specified in such written request of the county.

495 In the event that DTC or its successor (or substitute depository or its successor)
496 resigns from its functions as depository, and no substitute depository can be obtained; or
497 the county determines that it is in the best interests of the beneficial owners of the Notes
498 of any series that they be able to obtain Note certificates, the ownership of such Notes

499 may be transferred to any person as herein provided, and such Notes shall no longer be
500 held in fully immobilized form. The county shall deliver a written request to the
501 Registrar, together with a supply of definitive Notes of such series, to issue Notes of such
502 series as herein provided in any authorized denomination. Upon receipt of all then
503 outstanding Notes of such series by the Registrar, together with a written request on
504 behalf of the county to the Registrar, new Notes of such series shall be issued in such
505 denominations and registered in the names of such persons as are requested in such a
506 written request.

507 D. Place, Manner and Medium of Payment. Both principal of and interest on
508 the Notes shall be payable in lawful money of the United States of America. For so long
509 as any outstanding Notes are registered in the name of CEDE & Co., or its registered
510 assigns, as nominee of DTC, payments of principal of and interest on such Notes shall be
511 made in next day funds on the date such payment is due and payable at the place and in
512 the manner provided in the Letter of Representations.

513 In the event that the Notes of any series are no longer held in fully immobilized
514 form by DTC or its successor (or substitute depository or its successor); interest on such
515 Notes shall be paid by checks or drafts mailed, or by wire transfer, to the owners of such
516 Notes at the addresses for such owners appearing on the Register on the 15th day of the
517 calendar month preceding the interest payment date. Wire transfer will be made only if
518 so requested in writing and if the owner owns at least one million dollars (\$1,000,000)
519 par value of such Notes. Principal of the Notes shall be payable at maturity or on such
520 dates as may be fixed for prior redemption upon presentation and surrender of such Notes
521 by the owners to the Registrar.

522 E. Sale of Notes. The county hereby authorizes the public sale of the Notes.
523 The Notes shall be sold in one or more series, any of which may be sold in a combined
524 offering with other bonds and/or notes of the county, at the option of the Finance
525 Director. The Finance Director shall determine, in consultation with the county's
526 financial advisors, whether each series of the Notes shall be sold by negotiated sale or
527 competitive bid, and whether such series of Notes shall be issued and sold as Tax-Exempt
528 Obligations or Taxable Obligations.

529 If the Finance Director determines that any series of the Notes shall be sold by
530 negotiated sale, the Finance Director shall, in accordance with applicable county
531 procurement procedures, solicit one or more underwriting firms with which to negotiate
532 the sale of the Notes. The purchase contract for each series of the Notes shall specify
533 whether the Notes of such series are being issued and sold as Tax-Exempt Obligations or
534 Taxable Obligations, and shall also establish the year and any applicable series
535 designation, date, principal amounts and maturity dates, interest rates and interest
536 payment dates, redemption provisions and delivery date for such series of the Notes, so
537 long as the aggregate principal amount of the Notes to be outstanding on the date of
538 issuance of such series of the Notes does not exceed the remainder of \$85,000,000 less
539 the aggregate principal amount of any Bonds to be outstanding on the date of issuance of
540 such series of the Notes. The county council, by Note Sale Motion, shall approve the
541 Note purchase contract and ratify whether the Notes of such series are being issued and
542 sold as Tax-Exempt Obligations or Taxable Obligations and the other terms for such
543 series of the Notes established thereby.

544 If the Finance Director determines that any series of the Notes shall be sold by
545 competitive bid, bids for the purchase of each series of the Notes shall be received at such
546 time and place and by such means as the Finance Director shall direct.

547 Upon the date and time established for the receipt of bids for each series of the
548 Notes, the Finance Director or his designee shall open the bids for the Notes, shall cause
549 the bids to be mathematically verified and shall report to the county council regarding the
550 bids received. Such bids shall then be considered and acted upon by the county council
551 in an open public meeting. The county council reserves the right to reject any and all
552 bids for any series of the Notes. The county council shall, by Note Sale Motion, ratify
553 and confirm whether the Notes of such series are being issued and sold as Tax-Exempt
554 Obligations or Taxable Obligations, and shall also ratify and confirm the year and any
555 applicable series designation, date, principal amounts and maturity dates, interest rates
556 and interest payment dates, redemption provisions and delivery date for such series of the
557 Notes, and accept the bid for the purchase of such series of the Notes.

558 The Finance Director is hereby authorized and directed to prepare an Official
559 Notice of Note Sale for each series of the Notes to be sold pursuant to competitive bid,
560 which notice shall be filed with the clerk of the council and shall be ratified and
561 confirmed by the Note Sale Motion therefor. The Finance Director is hereby authorized
562 to specify whether the Notes of such series are being issued and sold as Tax-Exempt
563 Obligations or Taxable Obligations and also to establish the year and any applicable
564 series designation, date, principal amounts and maturity dates, interest payment dates,
565 redemption provisions and delivery date for such series of the Notes in such Official
566 Notice of Note Sale so long as the aggregate principal amount of the Notes to be

567 outstanding on the date of issuance of such series of the Notes does not exceed the
568 remainder of \$85,000,000 less the aggregate principal amount of any Bonds to be
569 outstanding on the date of issuance of such series of the Notes.

570 F. Form of Notes. The Notes shall be in substantially the following form:

571 NO. \$ _____

572 UNITED STATES OF AMERICA

573 STATE OF WASHINGTON

574 KING COUNTY =

575 LIMITED TAX GENERAL OBLIGATION

576 BOND ANTICIPATION NOTE, [Year][, Series][TAXABLE]

577 INTEREST RATE: MATURITY DATE: CUSIP NO. :

578 REGISTERED OWNER:

579 PRINCIPAL AMOUNT:

580 KING COUNTY, WASHINGTON (the "County"), hereby acknowledges itself to
581 owe and for value received promises to pay to the registered owner identified above, or
582 registered assigns, on the Maturity Date specified above, the Principal Amount specified
583 above and to pay interest thereon (computed on the basis of a 360-day year of twelve 30-
584 day months) from [_____], at the Interest Rate set forth above, payable on
585 _____.

586 Both principal of and interest on this Note are payable in lawful money of the
587 United States of America. While Notes are held on immobilized "book entry" system of
588 registration, the principal of this Note is payable to the order of the registered owner in
589 same day funds received by the registered owner on the maturity date of this Note, and

590 the interest on this Note is payable to the order of the registered owner in same day funds
591 received by the registered owner on each interest payment date. When Notes are no
592 longer held in an immobilized “book entry” registration system, the principal shall be
593 paid to the registered owner or nominee of such owner upon presentation and surrender
594 of this Note at the fiscal agency of the State of Washington (the “Registrar”), and the
595 interest shall be paid by mailing a check or draft (on the date such interest is due) to the
596 registered owner or nominee of such owner at the address shown on the registration
597 books maintained by the Registrar (the “Register”) as of the 15th day of the month prior
598 to the interest payment date; provided, however that if so requested in writing by the
599 registered owner of at least \$1,000,000 par value of the Notes, interest will be paid by
600 wire transfer.

601 This Note is one of an authorized issue of Notes of like date and tenor, except as
602 to number and amount[, rate of interest and date of maturity], in the aggregate principal
603 amount of \$_____, and is issued to provide interim financing for the ABT
604 Project defined and described in King County Ordinance _____ (the “Note Ordinance”).
605 Capitalized words and phrases used but not defined herein shall have the meanings set
606 forth in the Note Ordinance.

607 The Notes of this issue are issued under and in accordance with the provisions of
608 the Constitution and applicable statutes of the State of Washington, the County Charter
609 and applicable ordinances duly adopted by the County.

610 [The Notes are subject to redemption prior to their maturity as follows:
611 (information to come related Note Sale Motion)].

612 The County has irrevocably-covenanted in the Note Ordinance that, for as long as
613 the Notes are outstanding and unpaid, each year it will include in its budget and levy an
614 *ad valorem* tax within the constitutional and statutory tax limitations provided by law
615 without a vote of the people upon all the property within the County subject to taxation in
616 an amount that will be sufficient, together with all other revenues, taxes and money of the
617 County legally available for such purposes, to pay the principal of and interest on the
618 Notes as the same shall become due. The County has irrevocably pledged its full faith,
619 credit and resources for the annual levy and collection of such taxes and for the prompt
620 payment of the principal of and interest on the Notes as the same shall become due.

621 The pledge of tax levies for repayment of principal of and interest on the Notes
622 may be discharged prior to maturity of the Notes by making provisions for the payment
623 thereof on the terms and conditions set forth in the Note Ordinance.

624 This Note shall not be valid or become obligatory for any purpose or be entitled to
625 any security or benefit under the Note Ordinance until the Certificate of Authentication
626 hereon shall have been manually signed by the Registrar.

627 It is hereby certified that all acts, conditions and things required by the
628 Constitution and statutes of the State of Washington and the Charter and ordinances of
629 the County to exist, to have happened, been done and performed precedent to and in the
630 issuance of this Note have happened, been done and performed and that the issuance of
631 this Note and the Notes of this series does not violate any constitutional, statutory or
632 other limitation upon the amount of bonded indebtedness that the County may incur.

633 [Add so long as Notes are held in fully immobilized form by DTC: Unless this
634 certificate is presented by an authorized representative of The Depository Trust

635 Company, a New York corporation (“DTC”), to the Registrar for registration of transfer,
636 exchange or payment, and any certificate issued is registered in the name of Cede & Co.
637 or in such other name as is requested by an authorized representative of DTC (and any
638 payment is made to Cede & Co. or to such other entity as is requested by an authorized
639 representative of DTC), ANY TRANSFER, PLEDGE OR OTHER USE HEREOF FOR
640 VALUE OR OTHERWISE BY OR TO ANY PERSON IS WRONGFUL, inasmuch as
641 the registered owner hereof, Cede & Co., has an interest herein.]

642 IN WITNESS WHEREOF, the County has caused this Note to be executed by the
643 manual or facsimile signatures of the County Executive and the Clerk of the County
644 Council, and the seal of the County to be impressed or imprinted hereon, as of this
645 [] day of [].

646 KING COUNTY, WASHINGTON

647 By _____

648 County Executive

649 ATTEST:

650 _____

651 Clerk of the Council

652 The Registrar’s Certificate of Authentication on the Notes shall be in substantially
653 the following form:

654 CERTIFICATE OF AUTHENTICATION

655 This Note is one of King County, Washington, Limited Tax General Obligation
656 Bond Anticipation Notes, [Year][, Series][TAXABLE] described in the within mentioned
657 Note Ordinance.

658 WASHINGTON STATE FISCAL

659 AGENCY, as Registrar

660 By _____

661 Authorized Officer

662 ASSIGNMENT

663 FOR VALUE RECEIVED, the undersigned hereby sells, assigns and transfers

664 unto

665 _____ =

666 PLEASE INSERT SOCIAL SECURITY OR TAXPAYER IDENTIFICATION

667 NUMBER OF TRANSFEREE

668 []

669 _____

670 (Please print or typewrite name and address, including zip code of Transferee)

671 _____

672 the within Note and does hereby irrevocably constitute and appoint _____

673 DATED: _____, _____.

674 _____

675 NOTE: The signature on this

676 Assignment must correspond with

677 the name of the registered owner as

678 it appears upon the face of the within

679 Note in every particular, without

680 alteration or enlargement or any
681 change whatever.

682 SIGNATURE GUARANTEED:

683 _____

684 NOTE: Signature must be guaranteed by an eligible guarantor.

685 G. Delivery of Notes. Following the sale of each series of the Notes, the
686 county shall cause definitive Notes of such series to be prepared, executed and delivered,
687 which Notes may be wordprocessed, typewritten, lithographed or printed.

688 If definitive Notes of any series are not ready for delivery by the date established
689 for their delivery to the initial purchasers thereof, then the Finance Director, upon the
690 approval of the purchasers, may cause to be issued and delivered to the purchasers one or
691 more temporary Notes of the same series with appropriate omissions, changes and
692 additions. Any such temporary Note or Notes shall be entitled and subject to the same
693 benefits and provisions of this ordinance with respect to the payment, security and
694 obligation thereof as definitive Notes authorized thereby. Such temporary Note or Notes
695 shall be exchangeable without cost to the owners thereof for definitive Notes of the same
696 series when the latter are ready for delivery.

697 H. Execution of Notes. The Notes shall be executed on behalf of the county
698 with the manual or facsimile signatures of the county executive and the clerk of the
699 council, and shall have the seal of the county impressed or imprinted thereon.

700 In case either or both of the officers who shall have executed the Notes shall cease
701 to be an officer or officers of the county before the Notes so signed shall have been
702 authenticated or delivered by the Registrar, or issued by the county, such Notes may

703 nevertheless be authenticated, delivered and issued and upon such authentication,
704 delivery and issuance, shall be as binding upon the county as though those who signed
705 the same had continued to be such officers of the county. Any Note also may be signed
706 and attested on behalf of the county by such persons as at the actual date of execution of
707 such Note shall be the proper officers of the county although at the original date of such
708 Note any such person shall not have been such officer of the county.

709 Only such Notes as shall bear thereon a Certificate of Authentication in the form
710 hereinbefore recited, manually executed by the Registrar, shall be valid or obligatory for
711 any purpose or entitled to the benefits of this ordinance. Such Certificate of
712 Authentication shall be conclusive evidence that the Notes so authenticated have been
713 duly executed, authenticated and delivered hereunder and are entitled to the benefits of
714 this ordinance.

715 SECTION 6. Open Market Purchase. The county reserves the right to
716 purchase any or all of the Notes or the Bonds of any series on the open market at any
717 time and at any price.

718 SECTION 7. Registration, Transfer and Exchange of Notes and Bonds. The
719 county hereby adopts for the Notes and the Bonds the system of registration specified and
720 approved by the Washington State Finance Commission. The Registrar shall keep, or
721 cause to be kept, at its principal corporate trust office, sufficient books for the registration
722 and transfer of the Notes and the Bonds, which shall at all times be open to inspection by
723 the county. Such Register shall contain the name and mailing address of the owner (or
724 nominee thereof) of each Note and Bond, and the principal amount and number of Notes
725 held by each owner or nominee. The Registrar is authorized, on behalf of the county, to

726 authenticate and deliver Notes and Bonds transferred or exchanged for other Notes and
727 Bonds, respectively, in accordance with the provisions thereof and this ordinance, and to
728 carry out all of the Registrar's powers and duties under this ordinance.

729 The Registrar shall be responsible for its representations contained in the
730 Certificate of Authentication on the Notes and the Bonds. The Registrar may become the
731 owner of Notes or Bonds with the same rights it would have if it were not the Registrar,
732 and to the extent permitted by law may act as depository for and permit any of its officers
733 or directors to act as a member of, or in any other capacity with respect to, any committee
734 formed to protect the rights of Note or Bond owners.

735 Upon surrender thereof to the Registrar, the Notes of each series are exchangeable
736 for other Notes of the same series, maturity and interest rate and for the same aggregate
737 principal amount, in any authorized denomination, and the Bonds of each series are
738 exchangeable for other Bonds of the same series, maturity and interest rate and for the
739 same aggregate principal amount, in any authorized denomination. Notes and Bonds may
740 be transferred only if endorsed in the manner provided thereon and surrendered to the
741 Registrar. Upon such surrender, the Registrar shall cancel the surrendered Note or Bond
742 and shall authenticate and deliver, without charge to the owner or transferee therefor
743 (other than taxes, if any, payable on account of such transfer), one or more (at the option
744 of the new registered owner) new Notes or Bonds, as applicable, of the same series,
745 maturity and interest rate and for the same aggregate principal amount, in any authorized
746 denomination, naming as registered owner the person or persons listed as the assignee on
747 the assignment form appearing on the canceled and surrendered Note or Bond, in
748 exchange therefor. The Registrar shall not be obligated to transfer or exchange any Note

749 or Bond during the period beginning at the opening of business on the 15th day of the
750 month next preceding the maturity date thereof and ending at the close of business on
751 such maturity date.

752 The county and the Registrar, each in its discretion, may deem and treat the
753 registered owner of each Note and Bond as the absolute owner thereof for all purposes,
754 and neither the county nor the Registrar shall be affected by any notice to the contrary.

755 SECTION 8. Mutilated, Lost, Stolen or Destroyed Notes and Bonds. If any
756 Note or Bond shall become mutilated, the Registrar shall authenticate and deliver one or
757 more (at the option of the new registered owner) new Notes or Bonds, as applicable, of
758 the same series, maturity and interest rate and for the same aggregate principal amount, in
759 any authorized denomination, in exchange and substitution therefor, upon the owner's
760 paying the expenses and charges of the county and the Registrar in connection therewith
761 and upon surrender to the Registrar of the mutilated Note or Bond. Every mutilated Note
762 or Bond so surrendered shall be canceled and destroyed by the Registrar.

763 If any Note or Bond shall be lost, stolen or destroyed, the Registrar may
764 authenticate and deliver one or more (at the option of the new registered owner) new
765 Notes or Bonds, as applicable, of the same series, maturity and interest rate and for the
766 same aggregate principal amount, in any authorized denomination, to the registered
767 owner thereof upon the owner's paying the expenses and charges of the county and the
768 Registrar in connection therewith and upon his/her filing with the Registrar evidence
769 satisfactory to the Registrar that such Note or Bond was actually lost, stolen or destroyed
770 and of his/her ownership thereof, and upon furnishing the county and the Registrar with
771 indemnity satisfactory to the Finance Director and the Registrar.

772 SECTION 9. Pledge of Taxation and Credit. The county hereby irrevocably
773 covenants and agrees for as long as any of the Notes or the Bonds are outstanding and
774 unpaid, that each year it will include in its budget and levy an *ad valorem* tax within the
775 constitutional and statutory tax limitations provided by law without a vote of the people
776 upon all the property within the county subject to taxation in an amount that will be
777 sufficient, together with all other revenues, taxes and money of the county legally
778 available for such purposes, to pay the principal of and interest on the Notes and the
779 Bonds as the same shall become due.

780 The county hereby irrevocably pledges that the annual tax provided for herein to
781 be levied for the payment of such principal and interest shall be within and as a part of
782 the tax levy to counties without a vote of the people, and that a sufficient portion of each
783 annual levy to be levied and collected by the county prior to the full payment of the
784 principal of and interest on the Notes and Bonds will be and is hereby irrevocably set
785 aside, pledged and appropriated for the payment of the principal of and interest on the
786 Notes and the Bonds.

787 The full faith, credit and resources of the county are hereby irrevocably pledged
788 for the annual levy and collection of said taxes and for the prompt payment of the
789 principal of and interest on the Notes and the Bonds as the same shall become due.

790 SECTION 10. Federal Tax Law Covenants. The county shall comply with the
791 provisions of this section with respect to each series of the Notes and the Bonds that are
792 issued as Tax-Exempt Obligations or BABs unless, in the written opinion of nationally-
793 recognized bond counsel to the county, such compliance is not required.

794 The county hereby covenants that it will not make any use of the proceeds from
795 the sale of such series of the Notes or the Bonds that are issued as Tax-Exempt
796 Obligations or BABs or any other funds of the county that may be deemed to be proceeds
797 of such series of the Notes or the Bonds pursuant to Section 148 of the Code and the
798 applicable regulations thereunder that will cause such series of the Notes or the Bonds to
799 be “arbitrage bonds” within the meaning of said Section and said regulations. The county
800 will comply with the applicable requirements of Section 148 of the Code (or any
801 successor provision thereof applicable to such series of the Notes or the Bonds) and the
802 applicable regulations thereunder throughout the term of such series of the Notes or the
803 Bonds. In particular, the county will compute, if necessary, and pay the Rebate Amount,
804 if any, to the United States of America at the times and in the amounts necessary to meet
805 the requirements of the Code, as set forth in the related Federal Tax Certification for such
806 series of the Notes or the Bonds.

807 The county further covenants that it will not take any action or permit any action
808 to be taken that would cause any series of the Notes or the Bonds that are issued as Tax-
809 Exempt Obligations or BABs to constitute “private activity bonds” under Section 141 of
810 the Code.

811 SECTION 11. Other Covenants and Warranties. The county makes the
812 following additional covenants and warranties:

813 A. The county has full legal right, power and authority to adopt this
814 ordinance, to sell, issue and deliver each series of the Notes and the Bonds as provided
815 herein, and to carry out and consummate all other transactions contemplated by this
816 ordinance.

817 B. By all necessary official action prior to or concurrently herewith, the
818 county has duly authorized and approved the execution and delivery of, and the
819 performance by the county of its obligations contained in the Notes, the Bonds and this
820 ordinance and the consummation by it of all other transactions necessary to effectuate
821 this ordinance in connection with the issuance of each series of the Notes and the Bonds,
822 and such authorizations and approvals are in full force and effect and have not been
823 amended, modified or supplemented in any material respect.

824 C. This ordinance constitutes a legal, valid and binding obligation of the
825 county.

826 D. When issued, sold, authenticated and delivered, each series of the Notes
827 and the Bonds will constitute legal, valid and binding general obligations of the county.

828 E. Until all Notes and Bonds of a series shall have been surrendered and
829 canceled, the county will maintain or cause to be maintained a system of registration of
830 the Notes and the Bonds of such series that complies with the applicable provisions of the
831 Code.

832 F. The adoption of this ordinance, and compliance on the county's part with
833 the provisions contained herein, will not conflict with, constitute a breach of, or constitute
834 a default under, any constitutional provisions, law, administrative regulation, judgment,
835 decree, loan agreement, indenture, bond, note, resolution, ordinance, motion, agreement
836 or other instrument to which the county is a party or to which the county or any of its
837 property or assets are otherwise subject.

838 G. The county finds and covenants that the Notes and the Bonds of each
839 series are issued within all statutory and constitutional debt limitations applicable to the
840 county.

841 SECTION 12. Note and Bond Funds. There has heretofore been created in the
842 office of the Finance Director a special fund known as the “King County Limited Tax
843 General Obligation Bond Redemption Fund” to be drawn upon for the purpose of paying
844 the principal of and interest on the limited tax general obligation bonds of the county.
845 There is hereby authorized to be created within said fund a special account for each series
846 of the Notes to be known as the “Limited Tax General Obligation Bond Anticipation
847 Note Redemption Account, [Year][, Series][Taxable]” (each, a “Note Fund”), and a
848 special account for each series of the Bonds to be known as the “Limited Tax General
849 Obligation Bond Redemption Account, [Year][, Series][Taxable]” (each, a “Bond
850 Fund”).

851 Any accrued interest on any series of the Notes or the Bonds shall be deposited in
852 the related Note Fund or Bond Fund, as applicable, at the time of delivery of such series
853 of the Notes or the Bonds and shall be applied to the payment of interest thereon.

854 The taxes hereafter levied for the purpose of paying principal of and interest on
855 each series of the Notes or the Bonds and other funds to be used to pay such series of the
856 Notes or the Bonds shall be deposited in the related Note Fund or Bond Fund, as
857 applicable, no later than the date such funds are required for the payment of principal of
858 and interest on such series of the Notes or the Bonds; provided, however, that if the
859 payment of principal of and interest on any series of the Notes or the Bonds is required
860 prior to the receipt of such levied taxes, the county may make an interfund loan to the

861 related Note Fund or Bond Fund, as applicable, pending actual receipt of such taxes.
862 Each Note Fund and Bond Fund shall be drawn upon for the purpose of paying the
863 principal of and interest on the related series of the Notes or the Bonds, as applicable.
864 Money in each Note Fund and Bond Fund not needed to pay the interest or principal next
865 coming due may temporarily be deposited in such institutions or invested in such
866 obligations as may be lawful for the investment of county funds. Each Note Fund and
867 Bond Fund shall be a second tier fund in accordance with Ordinance No. 7112 and
868 K.C.C. 4.10.

869 SECTION 13. Application of Note and Bond Proceeds-New Money. There has
870 heretofore been created the ABT BAN Subfund within the OIRM Capital Projects Fund.
871 This subfund is a first tier fund managed by the county's chief information officer. The
872 exact amount of proceeds from the sale of any series of the Notes or the Bonds to be
873 deposited into the ABT BAN Subfund to provide new money financing for the ABT
874 Project shall be determined by the Finance Director upon the sale of such series of the
875 Notes or the Bonds. Any amounts so deposited may be used to repay interim borrowing
876 (other than the Notes) used to pay the costs of the ABT Project.

877 SECTION 14. Application of Note and Bond Proceeds-Current Refundings.
878 The exact amount of proceeds from the sale of any series of the Notes or the Bonds to be
879 deposited into the Note Fund for another series of the Notes and applied to the payment
880 of the principal of and interest on such other series of the Notes and the costs related to
881 the current refunding thereof shall be determined by the Finance Director upon the sale of
882 such series of the Notes or the Bonds.

883 SECTION 15. Application of Note Proceeds-General. Funds deposited in the
884 funds and accounts described in Sections 12 and 13 hereof shall be invested as permitted
885 by law for the sole benefit of such funds and accounts. Irrespective of the general
886 provisions of Ordinance No. 7112 and K.C.C. 4.10, the county current expense fund shall
887 not receive any earnings attributable to such funds and accounts. Money other than
888 proceeds of the Notes and Bonds may be deposited in the funds and accounts described in
889 Sections 12 and 13 hereof; provided, however, that proceeds of each series of the Notes
890 or the Bonds that are issued as Tax-Exempt Obligations or BABs,⁻⁻⁻ and the earnings
891 thereon, shall be accounted for separately for purposes of the arbitrage rebate
892 computations required to be made under the Code. For purposes of such computations,
893 Note proceeds shall be deemed to have been expended first, then Bond proceeds, and
894 then any other funds.

895 SECTION 16. Preliminary Official Statements and Final Official Statements.
896 The county hereby authorizes and directs the Finance Director: (i) to review and approve
897 the information contained in the preliminary official statement (each, a “Preliminary
898 Official Statement”) prepared in connection with the sale of each series of the Notes or
899 the Bonds; and (ii) for the sole purpose of compliance by the purchasers of such series of
900 the Notes or the Bonds with subsection (b)(1) of the Rule, to “deem final” the related
901 Preliminary Official Statement as of its date, except for the omission of information on
902 offering prices, interest rates, selling compensation, delivery dates, any other terms or
903 provisions required by the county to be specified in a competitive bid, ratings, other terms
904 of such series of the Notes or the Bonds dependent on such matters and the identity of the
905 purchasers. After each Preliminary Official Statement has been reviewed and approved

906 in accordance with the provisions of this section, the county hereby authorizes the
907 distribution of such Preliminary Official Statement to prospective purchasers of such
908 related series of the Notes or the Bonds.

909 Following the sale of each series of the Notes or the Bonds, the Finance Director
910 is hereby authorized to review and approve on behalf of the county a final official
911 statement with respect to such series of the Notes or the Bonds. The county agrees to
912 cooperate with the successful bidder for each series of the Notes or the Bonds to deliver
913 or cause to be delivered, within seven business days from the date of the Note Sale
914 Motion or Bond Sale Motion, as appropriate, and in sufficient time to accompany any
915 confirmation that requests payment from any customer of such successful bidder, copies
916 of a final official statement pertaining to such Notes or Bonds in sufficient quantity to
917 comply with paragraph (b)(4) of the Rule and the rules of the Municipal Securities
918 Rulemaking Board.

919 SECTION 17. Undertaking to Provide Ongoing Disclosure. The county council
920 will set forth an undertaking for ongoing disclosure with respect to each series of the
921 Notes or the Bonds, as required by subsection (b)(5) of the Rule, in the Note Sale Motion
922 or the Bond Sale Motion therefor, as appropriate.

923 SECTION 18. General Authorization. The appropriate county officials, agents
924 and representatives are hereby authorized and directed to do everything necessary for the
925 prompt sale, issuance, execution and delivery of each series of the Notes and each series
926 of the Bonds, and for the proper use and application of the proceeds of the sale thereof.

927 SECTION 19. Refunding or Defeasance of Notes and Bonds. The county may
928 issue refunding obligations pursuant to the laws of the State of Washington or use money

929 available from any other lawful source to pay when due the principal of and interest on
930 any series of the Notes or the Bonds, or any portion thereof included in a refunding or
931 defeasance plan, and to redeem and retire, refund or defease all such then-outstanding
932 Notes or Bonds, as appropriate, and to pay the costs of the refunding or defeasance.

933 In the event that money and/or noncallable Government Obligations maturing at
934 such time or times and bearing interest to be earned thereon in amounts (together with
935 such money, if necessary) sufficient to redeem and retire, refund or defease part or all of
936 the Notes or Bonds in accordance with their terms, are set aside in a special account of
937 the county to effect such redemption and retirement, and such money and the principal of
938 and interest on such Government Obligations are irrevocably set aside and pledged for
939 such purpose, then no further payments need be made into the Note Fund or any Bond
940 Fund, as appropriate, for the payment of the principal of and interest on the Notes or
941 Bonds so provided for, and such Notes or Bonds shall cease to be entitled to any lien,
942 benefit or security of this ordinance except the right to receive the money so set aside and
943 pledged, and such Notes or Bonds shall be deemed not to be outstanding hereunder.

944 Within 30 days of the defeasance of any of the Notes or Bonds, the county shall
945 provide or cause to be provided notice of defeasance of such Notes or Bonds to the
946 registered owners thereof and to the Municipal Securities Rulemaking Board, in
947 accordance with the undertaking for ongoing disclosure to be adopted pursuant to Section
948 17 hereof.

949 SECTION 20. Contract; Severability. The covenants applicable to the Notes
950 contained in this ordinance shall constitute a contract between the county and the owners
951 of each and every Note, and the covenants applicable to the Bonds contained in this

952 ordinance shall constitute a contract between the county and the owners of each and
953 every Bond. If any one or more of the covenants or agreements provided in this
954 ordinance to be performed on the part of the county shall be declared by any court of
955 competent jurisdiction to be contrary to law, then such covenant or covenants, agreement
956 or agreements, shall be null and void and shall be deemed separable from the remaining
957 covenants and agreements of this ordinance and shall in no way affect the validity of the
958 other provisions of this ordinance, the Notes or the Bonds.
959

KING COUNTY COUNCIL
KING COUNTY, WASHINGTON

Robert W. Ferguson, Chair

ATTEST:

Anne Noris, Clerk of the Council

APPROVED this ____ day of _____, _____.

Dow Constantine, County Executive

Ordinance

Attachments: None



KING COUNTY
Signature Report

Attachment D
1200 King County Courthouse
516 Third Avenue
Seattle, WA 98104

March 1, 2010

Motion

Proposed No. 2010-0081.1

Sponsors Patterson

1 A MOTION of the county council accepting a bid for the
2 purchase of the county's Limited Tax General Obligation
3 Bond Anticipation Notes, 20__, Series __, in the aggregate
4 principal amount of \$_____ and establishing certain
5 terms of such notes in accordance with Ordinance
6 _____.

7 WHEREAS, pursuant to Ordinance _____ (the "Ordinance"), the county
8 council authorized the issuance of one or more series of its limited tax general obligation
9 bonds in an outstanding aggregate principal amount not to exceed \$85,000,000 to provide
10 long-term financing for the ABT Project, defined and described in the Ordinance, and
11 further authorized the issuance and public sale of one or more series of its limited tax
12 general obligation bond anticipation notes in an outstanding aggregate principal amount
13 not to exceed \$85,000,000 to provide interim financing for such project pending the
14 issuance of the bonds, and

15 WHEREAS, the Ordinance provided that such bond anticipation notes may be
16 sold at public sale, either by negotiated sale or by competitive bid, in one or more series
17 as determined by the Finance Director in consultation with the county's financial advisor,
18 and

19 WHEREAS, the Finance Director has determined that a series of such bond
20 anticipation notes, to be designated as the county's Limited Tax General Obligation Bond
21 Anticipation Notes, 20__, Series __, in the aggregate principal amount of
22 \$_____ (the "Notes"), be sold as provided herein, and

23 WHEREAS, currently, none of the bonds authorized by the Ordinance are
24 outstanding. Currently, none of the bond anticipation notes authorized by the Ordinance
25 are outstanding. The aggregate principal amount of all such bonds and bond anticipation
26 notes (including the Notes) to be outstanding on the date of issuance of the Notes will be
27 \$_____, which amount does not exceed \$85,000,000, and

28 WHEREAS, a preliminary official statement dated _____, 2009, has been
29 prepared for the public sale of the Notes, the official Notice of such sale dated
30 _____, 2009, (as the "Notice"), has been duly published, and bids have been
31 received in accordance with the Notice, and

32 WHEREAS, the attached bid of _____ to purchase the Notes is the
33 best bid received for the Notes, and it is in the best interest of the county that such Notes
34 be sold to _____ on the terms set forth in the Notice, the attached bid, the
35 Ordinance and this motion;

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

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

39 B. Ratification of Notice of Sale, Acceptance of Bids, and Authorization of
40 Notes. The issuance of the Notes, designated as the county's Limited Tax General
41 Obligation Bond Anticipation Notes, 20__, Series __, in the aggregate principal amount

42 of \$ _____, and the other terms and conditions thereof set forth in the Notice
43 attached hereto as Exhibit A, are hereby ratified and confirmed. The offer to purchase
44 the Notes, as set forth in the bid _____ attached hereto as Exhibit B, which
45 shall be deemed to be adjusted to reflect the changed aggregate principal amount of the
46 Notes, as and to the extent permitted by the Notice, is hereby accepted. The Notes shall
47 be dated their date of issue and delivery, shall mature on the date, and shall bear interest
48 payable only at maturity at the rate specified in Exhibit B. The Notes shall be [Tax-
49 Exempt][Taxable] Obligations, as defined in the Ordinance, and shall not be subject to
50 redemption. The Notes shall conform in all other respects to the terms and conditions
51 specified in the Notice and Ordinance.

52 C. Application of Note Proceeds. The proceeds of the Notes shall be applied to
53 provide interim financing for the ABT Project, and paying costs and expenses incurred in
54 issuing the Notes.

55 D. Undertaking to Provide Ongoing Disclosure.

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

60

61 2. Material Events. The county agrees to provide or cause to be provided, in a
62 timely manner, to the MSRB, notice of the occurrence of any of the following events
63 with respect to the Notes, if material:

64 (a) principal and interest payment delinquencies;

- 65 (b) non-payment related defaults;
- 66 (c) unscheduled draws on debt service reserves reflecting financial difficulties;
- 67 (d) unscheduled draws on credit enhancements reflecting financial difficulties;
- 68 (e) substitution of credit or liquidity providers, or their failure to perform;
- 69 (f) adverse tax opinions or events affecting the tax-exempt status of the Notes;
- 70 (g) modifications to rights of Noteholders; -
- 71 (h) optional, contingent or unscheduled calls of any Notes other than scheduled
- 72 sinking fund redemptions for which notice is given pursuant to Exchange Act Release 34-
- 73 23856;
- 74 (i) defeasances;
- 75 (j) release, substitution or sale of property securing repayment of the Notes;
- 76 and
- 77 (k) rating changes.

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

81 3. Electronic Format; Identifying Information. The county agrees that all
82 documents provided to the MSRB pursuant to this section D shall be provided in an
83 electronic format and accompanied by such identifying information, each as prescribed
84 by the MSRB.

85 4. Termination/Modification. The county's obligations to provide annual
86 financial information and notices of material events shall terminate upon the legal
87 defeasance, prior redemption or payment in full of all of the Notes. This section, or any

88 provision hereof, shall be null and void if the county (i) obtains an opinion of nationally
89 recognized bond counsel to the effect that those portions of the rule which require this
90 section, or any such provision, are invalid, have been repealed retroactively or otherwise
91 do not apply to the Notes; and (ii) notifies the MSRB of such opinion and the cancellation
92 of this section.

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

96 5. Note Owners' Remedies Under This Section. The right of any Note owner or
97 beneficial owner of Notes to enforce the provisions of this section shall be limited to a
98 right to obtain specific enforcement of the county's obligations hereunder, and any failure
99 by the county to comply with the provisions of this undertaking shall not be an event of
100 default with respect to the Notes. For purposes of this section, "beneficial owner" means
101 any person who has the power, directly or indirectly, to vote or consent with respect to, or
102 to dispose of ownership of, any Notes, including persons holding Notes through
103 nominees or depositories.

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

107 F. Severability. The covenants contained in this motion shall constitute a
108 contract between the county and the owners of each and every Note. If any one or more
109 of the covenants or agreements provided in this motion to be performed on the part of the
110 county shall be declared by any court of competent jurisdiction to be contrary to law, then

Motion

111 such covenant or covenants, agreement or agreements, shall be null and void and shall be
112 deemed separable from the remaining covenants and agreements of this motion and shall
113 in no way affect the validity of the other provisions of this motion or of the Notes.

KING COUNTY COUNCIL
KING COUNTY, WASHINGTON

Robert W. Ferguson, Chair

ATTEST:

Anne Noris, Clerk of the Council

APPROVED this ____ day of _____, _____.

Dow Constantine, County Executive

Attachments: None



KING COUNTY
Signature Report

March 1, 2010

Motion

Proposed No. 2010-0082.1

Sponsors Patterson

1 A MOTION of the county council approving a bond
2 purchase contract for the purchase of the county's Limited
3 Tax General Obligation Bond Anticipation Notes, 20__,
4 Series __, in the aggregate principal amount of __
5 \$_____, and establishing certain terms of such notes in
6 accordance with Ordinance _____.

7 WHEREAS, pursuant to Ordinance _____ (the "Ordinance"), the county
8 council authorized the issuance of one or more series of its limited tax general obligation
9 bonds in an outstanding aggregate principal amount not to exceed \$85,000,000 to provide
10 long-term financing for the ABT Project, defined and described in the Ordinance, and
11 further authorized the issuance and public sale of one or more series of its limited tax
12 general obligation bond anticipation notes in an outstanding aggregate principal amount
13 not to exceed \$85,000,000 to provide interim financing for such project pending the
14 issuance of the bonds, and

15 WHEREAS, the Ordinance provided that such bond anticipation notes may be
16 sold at public sale, either by negotiated sale or by competitive bid, in one or more series
17 as determined by the Finance Director in consultation with the county's financial advisor,
18 and

19 WHEREAS, the Finance Director has determined that a series of such bond
20 anticipation notes, to be designated as the county's Limited Tax General Obligation Bond
21 Anticipation Notes, 20__, Series __, in the aggregate principal amount of \$_____
22 (the "Notes"), be sold as provided herein, and

23 WHEREAS, currently, none of the bonds authorized by the Ordinance are
24 outstanding. Currently, none of the bond anticipation notes authorized by the Ordinance
25 are outstanding. The aggregate principal amount of all such bonds and bond anticipation
26 notes (including the Notes) to be outstanding on the date of issuance of the Notes will be
27 \$_____, which amount does not exceed \$85,000,000, and

28 WHEREAS, pursuant to the Ordinance, the Finance Director has negotiated the
29 sale of the Notes to _____ (the "Representative"), acting on behalf of itself,
30 _____ and _____ (collectively, the "Underwriters"), and a
31 preliminary official statement dated _____, 20__, has been prepared for the sale
32 of the Notes, and

33 WHEREAS, it is in the best interest of the county that such Notes be sold to the
34 Underwriters on the terms set forth in the attached note purchase contract (the "Purchase
35 Contract"), the Ordinance and this motion;

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

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

39 B. Approval of Bond Purchase Contract and Authorization of Notes. The
40 issuance of the Notes, designated as the county's Limited Tax General Obligation Bond
41 Anticipation Notes, 20__, Series __, in the aggregate principal amount of \$_____,

42 and the other terms and conditions thereof set forth in the Purchase Contract contract
43 attached hereto as Attachment A, are hereby ratified and confirmed, and the Purchase
44 Contract is hereby approved. The Notes shall be dated their date of issue and delivery,
45 shall mature on the date, and shall bear interest payable only at maturity at the rate
46 specified in the Purchase Contract. The Notes shall be [Tax-Exempt][Taxable]
47 Obligations, as defined in the Ordinance, and shall not be subject to redemption. The
48 Notes shall conform in all other respects to the terms and conditions specified in the
49 Purchase Contract and Ordinance.

50 C. Application of Note Proceeds. The proceeds of the Notes shall be applied to
51 provide interim financing for the ABT Project, and paying costs and expenses incurred in
52 issuing the Notes.

53 D. Undertaking to Provide Ongoing Disclosure.

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

58 2. Material Events. The county agrees to provide or cause to be
59 provided, in a timely manner to the MSRB, notice of the occurrence of any of the
60 following events with respect to the Notes, if material:

- 61 (a) principal and interest payment delinquencies;
62 (b) non-payment related defaults;
63 (c) unscheduled draws on debt service reserves reflecting financial difficulties;
64 (d) unscheduled draws on credit enhancements reflecting financial difficulties;

- 65 (e) substitution of credit or liquidity providers, or their failure to perform;
- 66 (f) adverse tax opinions or events affecting the tax-exempt status of the Notes;
- 67 (g) modifications to rights of Noteholders;
- 68 (h) optional, contingent or unscheduled calls of any Notes other than scheduled
- 69 sinking fund redemptions for which notice is given pursuant to Exchange Act Release 34-
- 70 23856;
- 71 (i) defeasances;
- 72 (j) release, substitution or sale of property securing repayment of the Notes;
- 73 and
- 74 (k) rating changes.

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

78 3. Electronic Format; Identifying Information. The county agrees that all
79 documents provided to the MSRB pursuant to this section D shall be provided in an
80 electronic format and accompanied by such identifying information, each as prescribed
81 by the MSRB.

82 .

83 4. Termination/Modification. The county's obligations to provide annual
84 financial information and notices of material events shall terminate upon the legal
85 defeasance, prior redemption or payment in full of all of the Notes. This section, or any
86 provision hereof, shall be null and void if the county (i) obtains an opinion of nationally
87 recognized bond counsel to the effect that those portions of the rule which require this

88 section, or any such provision, are invalid, have been repealed retroactively or otherwise
89 do not apply to the Notes; and (ii) notifies the MSRB of such opinion and the cancellation
90 of this section.

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

94 5. Note Owners' Remedies Under This Section. The right of any Note owner or
95 beneficial owner of Notes to enforce the provisions of this section shall be limited to a
96 right to obtain specific enforcement of the county's obligations hereunder, and any failure
97 by the county to comply with the provisions of this undertaking shall not be an event of
98 default with respect to the Notes. For purposes of this section, "beneficial owner" means
99 any person who has the power, directly or indirectly, to vote or consent with respect to, or
100 to dispose of ownership of, any Notes, including persons holding Notes through
101 nominees or depositories.

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

105 F. Severability. The covenants contained in this motion shall constitute a
106 contract between the county and the owners of each and every Note. If any one or more
107 of the covenants or agreements provided in this motion to be performed on the part of the
108 county shall be declared by any court of competent jurisdiction to be contrary to law, then
109 such covenant or covenants, agreement or agreements, shall be null and void and shall be

Motion

110 deemed separable from the remaining covenants and agreements of this motion and shall
111 in no way affect the validity of the other provisions of this motion or of the Notes.

KING COUNTY COUNCIL
KING COUNTY, WASHINGTON

Robert W. Ferguson, Chair

ATTEST:

Anne Noris, Clerk of the Council

APPROVED this ____ day of _____, _____.

Dow Constantine, County Executive

Attachments: None

January 25, 2010

The Honorable Bob Ferguson
Chair, King County Council
Room 1200
COURTHOUSE

Dear Councilmember Ferguson:

The enclosed legislation would establish and implement a program of financing for the county's Accountable Business Transformation (ABT) project, which is currently budgeted at a total cost of approximately \$77.5 million.

This program, which is consistent with adopted county financial plans, would involve the issuance of consecutive series of 1-year limited tax general obligation (LTGO) bond anticipation notes ("BANs") to provide interim financing for the ABT project until long-term fixed rate LTGO bonds are issued to provide permanent financing upon the final completion of the project. The long-term bonds would likely be issued in late 2013, commensurate with the majority of the project concluding in 2012 and activities tied to the new budget system and decommissioning of the legacy system carrying over into 2013.

The principal advantage of using BANs to provide interim financing for the ABT project as opposed to issuing fixed rate bonds upfront is to postpone incurring debt service until the time when the county will benefit from the significant cost savings that are expected to be generated from the implementation of the new systems. This is consistent with the rationale for the county's use of BANs to provide interim financing for various large facilities projects earlier this decade.

Additional benefits of using BANs to provide interim financing are that the interest rates on 1-year BANs are currently significantly lower than those on bonds and that they provide added flexibility to finance the actual costs for the ABT project when the project is at or near completion.

Since a BAN authorization has to also authorize the ultimate issuance of bonds (i.e. the bonds that the BANs are "anticipating"), we are requesting a total of \$85 million in this financing

The Honorable Bob Ferguson
January 25, 2010
Page 2

legislation. The reason the \$85 million exceeds the \$77.5 million budget estimate of the ABT project is because it takes into account the estimated costs of issuing at least two series of 1-year BANs before the final long-term bonds are issued. The additional amount requested is intended to cover the issuance costs on the two series of BANs and the long-term bonds, the capitalized interest on the two series of BANs, and to allow for the possibility that underwriters of the final bonds may propose that the bonds be issued at a discount, depending on interest rates at the time.

The ordinance delegates authority to the Director of the Finance and Business Operations Division to take the steps necessary for the public sale of the BANs. The first series of BANs to be issued under this authorization will cover the approximately \$40 million of ABT project costs that have already been expended or are expected to be incurred through year end 2010. On the day of the sale, which is currently planned to take place during the first quarter of 2010, a revised substitute version of the sale motion will be brought before the council to accept the winning bids and to fix the interest rates and other terms of the debt.

If you have questions regarding this proposed legislation, please call Ken Guy, Director of the Finance and Business Operations Division, at 206-263-9254, or Nigel Lewis, Senior Debt Analyst in the Treasury Operations Section, at 296-1168.

Sincerely,

Dow Constantine
King County Executive

Enclosures

cc: King County Councilmembers
 ATTN: Tom Bristow, Chief of Staff
 Anne Noris, Clerk of the Council
 Fred Jarrett, Deputy County Executive, Executive Office (EO)
 Rhonda Berry, Assistant Deputy County Executive, EO
 Toni Rezab, Acting Director, Office of Management and Budget
 Bob Cowan, Acting County Administrative Officer, Department of Executive Services (DES)
 Caroline Whalen, Program Project Director, DES
 Manny Ovena, IT Executive Project Director, Accountable Business Transformation, DES
 Ken Guy, Director, Finance and Business Operations Division (FBOD), DES
 Nigel Lewis, Senior Debt Analyst, Treasury Operations Section, FBOD, DES

FISCAL NOTE

2009-XXXX

Ordinance/Motion No. _____

Title:

An ordinance and 2 sale motions that would authorize the issuance of Limited Tax General Obligation Bond Anticipation Notes and Bonds to provide both interim and permanent financing for the Accountable Business Transformation project.

Affected Agency and/or Agencies: OIRM

Note Prepared By: Nigel Lewis, Treasury

Note Reviewed By:

Impact of the above legislation on the fiscal affairs of King County is estimated to be:

Revenue to:

Fund/Agency	Fund Code	Revenue Source	Current Year	1st Year	2nd Year	3rd Year
OIRM Capital Projects	3771	BAN proceeds	0	40,000,000	20,000,000	17,500,000
						0
TOTAL			0	40,000,000	20,000,000	17,500,000

Expenditures from:

Fund/Agency	Fund Code	Department	Current Year	1st Year	2nd Year	3rd Year
TOTAL			0	0	0	0

Expenditures by Categories

	Current Year	1st Year	2nd Year	3rd Year
TOTAL	0	0	0	0

CSP