



CITY OF BETHEL

P O Box 388 • Bethel, Alaska 99559

907-543-2087

FAX # 543-4171

Presented by: City Manager Hunter

Date: June 14, 1994

Action: Passed

Vote: 7-Yes, 0-No

RESOLUTION #94-24

A RESOLUTION OF THE BETHEL CITY COUNCIL PROVIDING FOR THE ISSUANCE AND SALE TO THE FARMERS HOME ADMINISTRATION OF 1994 SERIES A BONDS IN THE AGGREGATE PRINCIPAL AMOUNT OF \$1,000,000, THE APPROVAL OF TERMS AND CONDITIONS SET FORTH IN THE LETTER OF COMMITMENT AND RELATED MATTERS.

WHEREAS, the City, pursuant to Ordinance #93-03, adopted by the City Council on March 9, 1993, authorized the issuance and sale of sewer revenue bonds in the amount of not to exceed \$1,000,000 for the purpose of paying the costs of acquiring property for designing, equipping and constructing a sewer lagoon and related capital improvements (the "Project"); and

WHEREAS, Chapter 47, Title 29 of Alaska State Statutes, authorizes and permits the City to incur revenue bond indebtedness without ratification by the voters of the City; and

WHEREAS, the City has received a commitment from Farmers Home Administration (FmHA) pursuant to which the FmHA has agreed under certain conditions to purchase bonds of the City in the amount of \$1,000,000 upon substantial completion of the Project, said bonds to be issued pursuant to Ordinance #93-03; and

WHEREAS, the Project is or will be substantially complete in the near future; and

WHEREAS, the City Council believes it to be in the best interest of the City to provide for sale of said bonds in the principal amount of \$1,000,000, provide for maturities, interest rate, payment dates and the remainder of terms of the issuance of said bonds;

NOW, THEREFORE, BE IT RESOLVED BY THE BETHEL CITY COUNCIL AS FOLLOWS:

SECTION 1. Amount and Details. The principal amount of the Bonds sold to the FmHA is to be \$1,000,000, and the Bonds shall be in the single registered form

City of Bethel
Resolution #94-24
Page 1 of 2 Pages

denominated as R-1.

SECTION 2. Date of the Bonds. The date of the Bonds is the date of delivery.

SECTION 3. Interest Rate. The interest rate on the Bonds will be five and one half percent (5.5%) per annum.

SECTION 4. Maturities of the Bonds. The Bonds will be paid in semi-annual installments of principal and interest in the amount of \$49,390 each, and payable on the 23rd day of December and June commencing December 23, 1994. The Bonds are finally due and payable on June 23, 2009.

SECTION 5. Redemption. The Bonds are subject to redemption at any time as provided in the FmHA letter of commitment, except that the Bonds shall not be advance refunded.

SECTION 6. Authorization. The Mayor, Manager, Finance Director and/or City Clerk are hereby authorized to do any and all things necessary or convenient to carry out the obligations of the City pursuant to Ordinance #93-03 as amended and this resolution.

SECTION 7. Approval. The terms and conditions of the letter of commitment issued by the Farmers Home Administration are hereby approved.

SECTION 8. Effective Date. This Resolution shall take effect immediately.

PASSED AND APPROVED BY THE CITY COUNCIL THIS 14TH DAY OF JUNE, 1994.



Donna J. Chris, Mayor

ATTEST:



Connie Tucker, City Clerk