

**ORDINANCE NO. 19-18**  
**CITY OF RICHMOND, KENTUCKY**  
**GENERAL OBLIGATION REFUNDING BONDS**  
**SERIES 2019**

**ORDINANCE NO. 19-18**

**AN ORDINANCE OF THE CITY COMMISSION OF THE CITY OF RICHMOND, KENTUCKY, PROVIDING FOR THE ISSUANCE OF ITS GENERAL OBLIGATION REFUNDING BONDS, SERIES 2019 FOR THE PURPOSE OF PROVIDING FUNDS NECESSARY TO REFUND CERTAIN OBLIGATIONS OF THE CITY; SETTING FORTH THE TERMS AND CONDITIONS UPON WHICH THE BONDS ARE TO BE ISSUED AND OUTSTANDING; ORDERING AND PROVIDING FOR THE LEVY OF AN ANNUAL TAX, TO THE EXTENT NECESSARY, IN AN AMOUNT SUFFICIENT TO PAY THE INTEREST ON AND PRINCIPAL OF THE BONDS; AND PROVIDING FOR A PUBLIC SALE OF THE BONDS AND THE APPLICATION OF THE PROCEEDS THEREOF**

**WHEREAS**, the City of Richmond, Kentucky (the "City") on August 1, 2005 entered into an Assistance Agreement with the Kentucky Infrastructure Authority ("KIA"), whereby KIA agreed to loan the City funds in the principal amount not exceed \$8,000,000 (the "KIA Loan") to finance, in part, the construction of an upgrade to the a water intake and pumping station to add pump capacity, the addition of screening facilities, and upgrades to the potassium permanganate system for the City's combined and consolidated water, gas and sewer system (the "System");

**WHEREAS**, the City deems it necessary to borrow money to finance the cost to refund the outstanding balance of the KIA loan (the "Refunded Bonds"), to achieve interest cost savings;

**WHEREAS**, to refund the Refunded Bonds, the City desires to issue its General Obligation Refunding Bonds, Series 2019, in the amount of \$4,285,900 (subject to adjustment upward by an amount not to exceed 10% or downward by any amount) [the "Bonds"], the payment of the principal thereof and interest thereon is secured by the full faith, credit and resources of the City which is hereby pledged for such purpose;

**WHEREAS**, to refund the Refunded Bonds it is now appropriate for the City to cause the sale and issuance of the Bonds according to authority of Sections 158 and 159 of the Constitution of Kentucky and applicable laws, as amended, including Sections 66.011 through 66.171 of the Kentucky Revised Statutes (the "Act");

**WHEREAS**, upon the issuance of the Bonds the total indebtedness of the City within the meaning of Section 158 of the Constitution of Kentucky, as amended, and the total net indebtedness of the City within the meaning of the Act, do not exceed 10% of the total value of taxable property within the City, as determined by the last certified assessment with respect to such property; and

**WHEREAS**, it is the desire and intent of the City at this time to adopt this Ordinance that, among other things, authorizes and provides for the issuance of the Bonds for the purposes aforesaid and sets forth the restrictions and conditions on which the Bonds are to be issued and outstanding;

**NOW, THEREFORE BE IT ORDAINED BY THE CITY OF RICHMOND, BOARD OF COMMISSIONERS, AS FOLLOWS:**

- (1) The City of Richmond Board of Commissioners does hereby authorize and provide for the issuance of General Obligation Refunding Bonds in the principal amount of \$4,285,900 (subject to adjustment upward by an amount not to exceed 10% or downward by any amount) to refund the outstanding balance of the KIA Loan to achieve interest cost savings.
- (2) The Bond Ordinance is attached hereto.

This Ordinance shall be in full force and effect upon second reading and adoption by the City of Richmond Board of Commissioners.

**Date of First Reading: August 27, 2019**  
**Motion By: Commissioner McDaniel**  
**Seconded By: Commissioner Brewer**

**Date of Second Reading: September 10, 2019**  
**Motion By: Commissioner Brewer**  
**Seconded By: Commissioner McDaniel**

<b>Vote:</b>	<b>Yes</b>	<b>No</b>
Commissioner Brewer	x	
Commissioner Grant	x	
Commissioner McDaniel	x	
Commissioner Morgan	x	
Mayor Blythe	x	

Attest:

  
\_\_\_\_\_  
City Clerk

  
\_\_\_\_\_  
Mayor