

ORDINANCE NO. 7-93

AN ORDINANCE TO PROVIDE FOR THE ISSUANCE
OF A RENEWAL NOTE IN ANTICIPATION OF THE
ISSUANCE OF BONDS FOR CONSTRUCTION OF THE
PENFIELD TO SPENCER WATER LINE, PUMPING STATION
AND METER VAULT IMPROVEMENT FOR THE VILLAGE
OF SPENCER AND DECLARING AN EMERGENCY

WHEREAS, the Village Council by Ordinance 10-91 issued a one (1) year note in the face amount of Two Hundred Ninety Thousand Dollars (\$290,000.00), dated August 28, 1991, for purposes of construction of the Penfield to Spencer Water Line, Pumping Station and Meter Vault Improvement, obtaining necessary easements and sites therefor, and paying other associated expenses; and it is now necessary to issue a renewal note for the balance due on said note and all expected future payments for the water line project; and

WHEREAS, the Village Clerk has certified to this Council that the estimated life of said improvement herein described is twenty-five (25) years, that the maximum maturity of bonds hereinafter referred to is twenty-five (25) years, and of notes hereinafter referred to is four (4) years if sold publicly or one (1) year if sold privately;

NOW, THEREFORE, BE IT ORDAINED by the Council of the Village of Spencer, State of Ohio, three-fourths (3/4) of its members concurring herein, as follows:

Section 1. It is hereby declared necessary to issue bonds of the Village of Spencer up to the principal sum of One Hundred Thousand Thirty-nine and 27/100 Dollars (\$100,039.27) for the

construction of the Penfield to Spencer Water Line, Pumping Station and Meter Vault Improvement, obtaining easements and sites therefor, and paying other associated expenses.

Section 2. That said bonds shall be dated approximately August 25, 1993, shall bear interest at the estimated rate of six percentum (6%) per annum, payable semi-annually, until the principal sum is paid, and shall mature in ten (10) substantially equal annual installments after their issuance.

Section 3. That for the purpose of raising money in anticipation of the issuance of the aforesaid bonds for the above-described improvement, it is hereby declared necessary to issue and there shall be issued an open-end note of said Village in the maximum principal amount of One Hundred Thousand Thirty-nine and 27/100 Dollars (\$100,039.27).

Section 4. That such anticipatory note in the amount aforesaid shall bear interest at a rate not to exceed six percentum (6%) per annum, payable at maturity. Such note shall be dated August 25, 1993, and shall mature one (1) year from said date.

Section 5. Such note shall be executed by the Mayor and Clerk-Treasurer and bear the corporate seal of the Village. It shall be payable at The Farmers Savings Bank, Spencer, Ohio.

Section 6. Subject to the rejection of said note by the Clerk-Treasurer for investment in the Bond Retirement Fund said note shall be and hereby is awarded and sold to The Farmers Savings Bank at the par value thereof; and the Clerk-Treasurer is

hereby authorized and directed to deliver said note, when executed, to said purchaser. The proceeds used from such note, except any premium and accrued interest thereon, shall be paid into the proper fund and used for the purpose aforesaid and for no other purpose, and for which purpose said money is hereby appropriated. Any premium and accrued interest shall be transferred to the Bond Retirement Fund to be applied to the payment of principal and interest of such note in the manner provided by law.

Section 7. Said note shall be the general obligation of the Village and the full faith, credit, and revenue of said Village are hereby pledged for the prompt payment of same. The par value to be received from the sale of the bonds anticipated by said note and any excess funds resulting from the issuance of said note shall, to the extent necessary, be used only for the retirement of said note at maturity, together with interest thereon, and are hereby pledged for such purpose.

Section 8. To the extent that funds are not received by the Village from the Firestone Fund and water use revenues sufficient to pay the principal and interest of said note, then during the year or years while such note runs, there shall be levied on all the taxable property in said Village, in addition to all other taxes, a direct tax annually not less than that which would have been levied if bonds had been issued therefor without the prior issue of said notes. Said tax shall be and is hereby ordered computed, certified, levied, and extended upon the tax duplicate

and collected by the same officers, in the same manner and at the same time that taxes for general purposes for each of said years are certified, extended, and collected. Said tax shall be placed before and in preference to all other items and for the full amount thereof. The funds derived from said tax levies hereby required shall be placed in a separate and distinct fund, which together with the interest collected on the same, shall be irrevocably pledged for the payment of the principal and interest of said note or the bonds in anticipation of which it is issued when and as the same fall due.

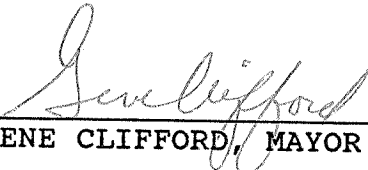
Section 9. It is hereby determined and recited that all acts, conditions, and things necessary to be done precedent to and in the issuing of said note in order to make it a legal, valid, and binding obligation of the Village of Spencer, have happened, been done and performed in regular and due form as required by law; and that no limitation of indebtedness or taxation, either statutory or constitutional, will have been exceeded in the issuance of said note.

Section 10. The Clerk is hereby directed to forward a certified copy of this Ordinance to the Medina County Auditor.

Section 11. This Ordinance is hereby declared to be an emergency measure necessary for the immediate preservation of the public peace, health, safety, and welfare of said Village and for the further reason that the immediate issuance and sale of the aforesaid note is necessary to provide funds to enable the Village to complete the construction of and payment for the


Penfield to Spencer Water Line, Pumping Station and Meter Vault,
thus providing for the continuance of the necessary water supply
of the Village and to prevent the original one (1) year note from
being in default, and that this Ordinance shall take effect and
be in force immediately from and after its passage.

PASSED: July 28, 1993.



GENE CLIFFORD, MAYOR

ATTEST:



ROBIN M. COLEMAN, Clerk

CERTIFICATE

I, Robin M. Coleman, the duly elected and acting Clerk of the Village of Spencer, Ohio, do hereby certify that the foregoing is a true and correct copy of Ordinance No. 7-93 duly passed by the Council of the Village of Spencer, Ohio, at its regular meeting held on July 28, 1993.

IN WITNESS WHEREOF, I have hereunto set my hand and official seal at Spencer, Ohio, this 28th day of July, 1993.

Robin M Coleman
ROBIN M. COLEMAN, Clerk of the
Village of Spencer