

ORDINANCE NO. C-51-69

TO PROVIDE FOR THE RENEWAL OF A NOTE IN ANTICIPATION OF
THE ISSUANCE OF BONDS FOR THE PURPOSE OF IMPROVING THE
MUNICIPAL WATER SYSTEM OF THE CITY OF GROVE CITY, OHIO,
BY EXTENDING A WATER LINE

WHEREAS, the Council of the City of Grove City, Ohio has requested the fiscal officer to issue a certificate as the estimated life of the improvement to be constructed from the proceeds of the bonds hereinafter referred to and the note to be issued in anticipation of the issuance of said bonds, and as to the maximum maturity of such bonds and notes, and the fiscal officer of said City has certified to this Council such estimated life to at least five (5) years; and has further certified the maximum maturity of such bonds to be forty (40) years, and of such notes to be five (5) years; and

WHEREAS, this City has issued and delivered a renewal note in the principal sum of \$30,000.00 dated the first day of November, 1968, maturing the first day of November, 1969, and bearing interest at the rate of 4 per centum per annum in anticipation of the issuance of bonds for the purpose of improving the municipal water system of the City of Grove City by extending a water line; and

WHEREAS, the City desires to renew said note for an additional term of one year in the principal sum of \$30,000.00; and

WHEREAS, the fiscal officer has received an offer to purchase said renewal note at private sale from the Harrisburg Savings & Banking Company of Grove City, at the par value thereof, together with accrued interest, and bearing interest at the rate of 4 % per annum, payable at maturity;

NOW, THEREFORE, be it ordained by the Council of the City of Grove City, Franklin County, Ohio:

Section 1: That it is hereby declared necessary to issue bonds of the City of Grove City, Ohio, in the principal sum of \$30,000.00, for the purpose of improving the municipal water system of the City of Grove City by extending a water line and to retire a note heretofore issued in anticipation of said bonds for said purpose.

Section 2: That said bonds shall be dated approximately November 1, 1970, shall bear interest at the estimated rate of 6% per annum, payable semi-annually until the principal sum is paid and shall mature in fifteen (15) substantially equal annual installments after their issuance.

Section 3: That it is necessary to issue, and this Council hereby determines that the outstanding note issued in anticipation of said bonds, dated November 1, 1968, shall be renewed in the principal sum of \$30,000.00. Such anticipation note shall bear interest at the rate of 4 % per annum, payable at maturity. Said note shall be dated November 1, 1969, and shall mature on or before November 1, 1970.

Section 4: Said note shall be signed by the Mayor and by the Finance Director and shall bear the corporate seal of the City. Said note shall express upon its face the purpose for which it is issued and that it is issued pursuant to this Ordinance. Said note shall be payable at the Harrisburg Savings & Banking Company of Grove City, in the City of Grove City, Ohio.

Section 5: Said note shall first be offered to the officer in charge of the Bond Retirement Fund, and if not accepted by him for such fund, shall then be sold by the Director of Finance at private sale to the Harrisburg Savings & Banking Company of Grove City, Ohio, at the par value thereof and accrued interest to date of delivery and bearing interest at the rate of 4 per centum per annum from the date thereof, payable at maturity, in accordance with the offer of said bank to purchase said note, which said offer, subject to the provisions of this section, is hereby accepted and confirmed by this Council. Said note shall not have coupons attached thereto.

Section 6: Said note shall be the full general obligation of the City of Grove City, Ohio, and the full faith, credit and revenue of said City are hereby pledged for the prompt payment of the principal and interest of said note when and as the same falls due. 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 is hereby pledged for that purpose.

Section 7: During the year or years while such note runs there shall be levied on all the taxable property in said City, 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 issuance of such note. 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 the taxes for general purposes for each of the 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 levy 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 on said note or the bonds in anticipation of which they are issued, when and as the same falls due; provided that in each year in which the income from the municipal water system is available for the payment of such note and bonds, and is appropriated for such purpose, the amount of such tax shall be reduced by the amount of such income so available and appropriated.

Section 8: The Clerk of Council is hereby authorized and directed to certify a copy of this ordinance to the County Auditor.

Section 9: This ordinance shall take effect from and after the earliest period allowed by law and charter of this City.

SUBMITTED: November 3, 1969

PASSED: December 1, 1969

EFFECTIVE: January 1, 1970

George A. Yates
President of Council

George M. Haugh
Mayor

Maria F. Kochenberger
Clerk of Council

I certify this Ordinance is correct as to form.

Walt F. Cooney
Director of Law

C E R T I F I C A T E

I, Maria F. Kochenberger, Clerk of the City of Grove City, Ohio, do hereby certify that the foregoing is a true and complete copy of Ordinance No. C-51-69, which was duly enacted by the Council of said City on the 1st day of December, 1969.

I do further certify that I did file a copy of said Ordinance No. C-51-69 with the County Auditor of Franklin County, Ohio, on the 4th day of December, 1969.

Maria F. Kochenberger
Clerk, City of Grove City, Ohio