RESOLUTION NO. 3007

RESOLUTION OF THE CITY COUNCIL OF THE CITY OF REDLANDS , CALIFORNIA, DIRECTING THE CITY CLERK TO PUBLISH NOTICE INVITING SEALED PROPOSALS FOR BONDS OF SAID CITY IN THE AMOUNT OF $250,000.

WHEREAS, an ordinance providing for the issuance of bonds of the City of Redlands , California, in the amount of $ 250,000 to be designated "City of Redlands, 1962 Sewer Bonds, Series B" has been introduced; and

WHEREAS, it is desirable that said bonds be sold;

NOW, THEREFORE, the City Council of the City of Redlands , California, DOES HEREBY RESOLVE, DETERMINE AND ORDER as follows:

Section 1. That said bonds be sold and that sealed bids or proposals for the purchase of said bonds be received up to the time stated in the notice hereinafter set forth.

Section 2. That the City Clerk be and is hereby authorized and directed to publish said notice once in REDLANDS DAILY FACTS , a newspaper of general circulation published in said city, said publication to be at least seven days prior to the date for receiving bids.

Section 3. That said notice shall be substantially as follows:

NOTICE INVITING BIDS

$250,000

GENERAL OBLIGATION BONDS

CITY OF REDLANDS

NOTICE IS HEREBY GIVEN, that sealed proposals for the purchase of $250,000 par value general obligation bonds of CITY OF REDLANDS of San Bernardino County, California, will be received by the City Clerk of said City at the place and up to the time below specified:

TIME:	2:00 o'clock P.M., Pacific Standard Time, January 30, 1973.
PLACE:	City Hall 30 Cajon Street Redlands, California
MAILED BIDS:	Mailed bids should be addressed to City of Redlands % City Clerk P. O. Box 280 Redlands, California 92373

OPENING OF BIDS: The bids will be opened by the City Clerk subsequent to 2:00 P.M. and presented to the City Council at the meeting of the City Council to be held January 30, 1973, at 4:00 P.M. at Safety Hall.

ISSUE: $250,000 designated "1962 Sewer Bonds, Series B", consisting of 50 bonds, numbered 1 to 50 both inclusive, of the denomination of $5,000 each, dated February 1, 1973.

SCHEDULE OF MATURITIES: The bonds are offered for sale in the principal amount of $250,000, maturing serially in consecutive numerical order, from lower to higher, on February 1 of each year, as set forth in the following schedule.

Maturity Date February 1	Amount	Maturity Date February 1	Amount
1974	$25,000	1979	$25,000
1975	25,000	1980	25,000
1976	25,000	1981	25,000
1977	25,000	1982	25,000
1978	25,000	1983	25,000

INTEREST: The bonds shall bear interest at a rate or rates to be fixed upon the sale thereof but not to exceed six per cent (6%) per annum, payable semi-annually.

PAYMENT: Said bonds and the interest thereon are payable in lawful money of the United States of America at the office of the Treasurer, or at the option of the holder, at the office of the paying agent of the City in Los Angeles, California, Chicago, Illinois or New York, New York.

REGISTRATION: The bonds will be coupon bonds, which may be exchanged for fully registered bonds at the option of the holder.

NOT CALLABLE: The bonds are not callable prior to maturity.

PURPOSE OF ISSUE: Said bonds were authorized for the purpose of construction of and additions to and improvements of the City sewer facilities.

SECURITY: Said bonds are issued pursuant to Article 1, Chapter 4, Division 4, Title 4 (Section 43600 et seq.) of the Government Code of the State of California, sometimes known as the Municipal Bond Act of 1901. For the purpose of paying the principal of and interest on said bonds, said Act requires that the City Council shall at the time of fixing the general tax levy, and annually thereafter until said bonds are paid or until there is a sum in the treasury of said City set apart for that purpose sufficient to meet all payments of principal and interest on said bonds as they become due, levy and collect a tax sufficient to pay the interest on said bonds as it falls due and such part of the principal thereof as will become due before the proceeds of a tax levied at the next general tax levy will be available. Said tax shall be in addition to all other taxes levied for municipal purposes and shall be levied and collected as other City taxes.

TERMS OF SALE

Interest Rate: The maximum rate bid may not exceed 6% per annum, payable semiannually. Each rate bid must be a multiple of 1/20 of 1%. No bond shall bear more than one interest rate. Each bond must bear interest at the rate specified in the bid from its date to its fixed maturity date. Only one coupon will be attached to each bond for each installment of interest thereon, and bids providing for additional or supplemental coupons will be rejected. The rate on any maturity or group of maturities shall not be more than 2% higher than the interest rate on any other maturity or group of maturities.

Award: The bonds shall be sold for cash only. All bids must be for not less than all of the bonds hereby offered for sale and each bid shall state that the bidder offers par and accrued interest to the date of delivery, the premium, if any, and the interest rate or rates at which the bidder offers to buy said bonds. Each bidder shall state in his bid the total net interest cost in dollars and the average net interest rate determined thereby, which shall be considered informative only and not a part of the bid.

Highest Bidder: The bonds will be awarded to the highest responsible bidder or bidders considering the interest rate or rates specified and the premium offered, if any. The highest bidder will be determined by deducting the amount of the premium bid (if any) from the total amount of interest which the city would be required to pay from the date of said bonds to the respective maturity dates thereof at the coupon rate or rates specified in the bid and the award will be made on the basis of the lowest net interest cost to the city. The purchaser must pay accrued interest (computed on a 360-day year basis) from the date of the bonds to the date of delivery. The cost of printing the bonds will be borne by the city.

Right of Rejection: The city reserves the right in its discretion, to reject any and all bids and, to the extent not prohibited by law, to waive any irregularity or informality in any bid.

Prompt Award: The city will take action awarding the bonds or rejecting all bids not later than twenty-six (26) hours after the expiration of the time herein prescribed for the receipt of proposals; provided that the award may be made after the expiration of the specified time if the bidder shall not have given to said Council notice in writing of the withdrawal of such proposal.

Place of Delivery; Form of Payment: Delivery of said bonds will be made to the successful bidder at Jeffries Banknote Company, 1330 West Pico Boulevard, Los Angeles, California. Payment for said bonds shall be made in Federal Reserve Bank Funds which are immediately available to the city or other comparable funds.

Prompt Delivery, Cancellation for Late Delivery: It is expected that said bonds will be delivered to the successful bidder within thirty (30) days from the date of the sale thereof. The successful bidder shall have the right, at his option, to cancel the contract of purchase if the city shall fail to execute the bonds and tender them for delivery within sixty (60) days from the date herein fixed for the receipt of bids, and in such event the successful bidder shall be entitled to the return of the check accompanying his bid.

Form of Bid: Each bid, together with the bid check, must be in a sealed envelope, addressed to the city, with the envelope and bid clearly marked: "Proposal for 1962 Sewer Bonds, Series B."

Bid Check: A certified or cashier's check on a responsible bank or trust company in the amount of

$5,000, payable to the order of the city, must accompany each proposal as a guaranty that the bidder, if successful, will accept and pay for said bonds in accordance with the terms of his bid. The check accompanying any accepted proposal shall be applied on the purchase price or, if such proposal is accepted but not performed, unless such failure of performance shall be caused by any act or omission of the city, shall then be cashed and the proceeds retained by the city. The check accompanying each unaccepted proposal will be returned promptly.

Change in Tax Exempt Status: At any time before the bonds are tendered for delivery the successful bidder may disaffirm and withdraw the proposal if the interest received by private holders from bonds of the same type and character shall be declared to be taxable income under present federal income tax laws, either by a ruling of the Internal Revenue Service or by a decision of any federal court, or shall be declared taxable or required to be taken into account in computing any federal income taxes by the terms of any federal income tax law enacted subsequent to the date of this notice.

Legal Opinion: The unqualified opinion of O'Melveny & Myers, attorneys, approving the validity of said bonds will be furnished to the successful bidder at or prior to the date of delivery of the bonds, at the expense of the city. Copy of such opinion, certified by an officer of the city by his facsimile signature will be printed on the back of each bond. No charge will be made to the purchaser for such printing or certification.

No Litigation Certificate: At the time of payment for and delivery of said bonds the city will furnish the successful bidder a certificate that there is no litigation pending affecting the validity of the bonds.

INFORMATION AVAILABLE: Requests for further information concerning the city should be addressed to:

Stone & Youngberg Municipal Financing
Consultants, Inc.
1541 Wilshire Boulevard, Suite 402
Los Angeles, California 90017

GIVEN by order of the City Council of the CITY OF REDLANDS, CALIFORNIA, adopted on January 2, 1973.

Alice G. Walls
Deputy City Clerk of the City of Redlands

Section 4. That the City Clerk is further authorized and directed to publish said notice (or an advertisement referring thereto) once in THE BOND BUYER, a financial journal published in New York, New York, and to cause to be furnished to prospective bidders copies of said notice and of an official statement relating to the properties, operations and finances of said city; but the failure, in whole or in part, to comply with this section shall not in any manner affect the validity of the sale of said bonds.

ADOPTED, SIGNED AND APPROVED this 2nd day of January, 1973.

Mayor of the City of
Redlands, California

ATTEST:

Alice G. Walls

Deputy City Clerk of the City of
Redlands, California

(SEAL)

STATE OF CALIFORNIA)
COUNTY OF SAN BERNARDINO) ss.
CITY OF REDLANDS)

I, PEGGY A. MOSELEY, City Clerk of the City of Redlands, California, DO HEREBY CERTIFY that the foregoing resolution was duly adopted by the City Council of said city and was approved by the Mayor of said city at a ______ regular meeting of said City Council held on the 2nd day of January, 19 73, and that it was so adopted as follows:

AYES: Councilmen DeMirjyn, Knudsen, Miller, Sewall, Mayor Cummings

NOES: Councilmen None

ABSENT: Councilmen None

City Clerk of the City of Redlands, California.

(SEAL)

STATE OF CALIFORNIA)
COUNTY OF SAN BERNARDINO) ss.
CITY OF REDLANDS)

I, PEGGY A. MOSELEY, City Clerk of the City of Redlands, California, DO HEREBY CERTIFY that the above and foregoing is a full, true and correct copy of Resolution No. 3007, and that the same has not been amended or repealed.

DATED: January 19, 19 73.

City Clerk of the City of Redlands, California

(SEAL)