

**ORDINANCE NO.:** 2014 -04 (*RECONSIDERED JUNE 10, 2014*)  
**SPONSOR:** MAYOR NORTON  
**INTRODUCED:** APRIL 22, 2014 **ASSIGNED TO:** \_\_\_\_\_

**AN ORDINANCE AUTHORIZING THE ISSUANCE OF BONDS IN THE MAXIMUM PRINCIPAL AMOUNT OF \$6,885,000, FOR THE PURPOSE OF RETIRING NOTES ISSUED TO PAY COSTS OF CONSTRUCTING, RECONSTRUCTING, AND OTHERWISE IMPROVING CERTAIN STREETS WITHIN THE CITY, AND DECLARING AN EMERGENCY.**

**BE IT ORDAINED BY THE COUNCIL OF THE CITY OF GREEN, COUNTY OF SUMMIT, STATE OF OHIO:**

**SECTION ONE:**

**Findings and Determinations.** This Council finds and determines the following matters (capitalized terms are defined in Section 14):

- (a) This Council has previously authorized and issued the Outstanding Notes to finance the costs of the Projects. The Outstanding Notes are about to mature.
- (b) It is now necessary for the City to issue the Series 2014B Bonds for the purpose of (1) retiring the Outstanding Notes, and (2) paying Financing Costs of the Series 2014B Bonds. The Series 2014B Bonds will be a consolidated issue under Section 133.30(B), Ohio Revised Code, consolidating the bonds in anticipation of which each separate issue of Outstanding Notes was issued. Each of those issues of bonds was authorized in the separate legislation authorizing the Outstanding Notes.
- (c) The Director of Finance, as fiscal officer, has certified to this Council the maximum maturity of the Series 2014B Bonds.
- (d) All acts and conditions necessary to be performed by the City or to have been met for the issuance of the Series 2014B Bonds in order to make them legal, valid, and binding general obligations of the City, have been performed and met, or will have been performed and met at the time of delivery of the Series 2014B Bonds, as required by law.
- (e) No statutory or constitutional limitation of indebtedness or taxation will be exceeded by the issuance of the Series 2014B Bonds.

**SECTION TWO:**

**Terms of the Bonds.** The Series 2014B Bonds will have the following terms:

- (a) **Amount.** The Series 2014B Bonds will be issued in the maximum Original Principal Amount of \$6,885,000. The principal amounts of the Series 2014B Bonds to be issued as Current Interest Bonds, as Capital Appreciation Bonds, as Capital Appreciation Bonds that convert at some future date to Current Interest Bonds, as

Serial Bonds, and as Term Bonds will be determined by the Director of Finance in the Certificate of Award.

- (b) **Date.** The Current Interest Bonds will be dated the Closing Date, or any other date, not more than 31 days before the Closing Date, as determined by the Director of Finance in the Certificate of Award. The Capital Appreciation Bonds will be dated the Closing Date.
- (c) **Maturity.** The Series 2014B Bonds will mature or be payable by Mandatory Sinking Fund Redemption in the amounts and on the Principal Payment Dates as follows:

Year	Amount	Year	Amount
2015	\$340,000	2025	\$345,000
2016	340,000	2026	345,000
2017	340,000	2027	345,000
2018	345,000	2028	345,000
2019	345,000	2029	345,000
2020	345,000	2030	345,000
2021	345,000	2031	345,000
2022	345,000	2032	345,000
2023	345,000	2033	345,000
2024	345,000	2034	345,000

The Director of Finance may adjust the principal payment schedule shown above, by (1) increasing or decreasing the principal amounts of the Series 2014B Bonds maturing or payable by Mandatory Sinking Fund Redemption on any one or more of the Principal Payment Dates, or (2) by shortening the schedule so that the Series 2014B Bonds will mature over a lesser number of years. The Director of Finance must set forth any adjustment of the principal payment schedule in the Certificate of Award.

- (d) **Redemption Before Stated Maturity.** The Series 2014B Bonds will be subject to redemption before their stated maturity as described in this Section 2(d), unless otherwise determined by the Director of Finance in the Certificate of Award.
  - (1) **Mandatory Sinking Fund Redemption.** If any of the Series 2014B Bonds are issued as Term Bonds, the Term Bonds will be subject to Mandatory Sinking Fund Redemption, in part, on the Mandatory Redemption Dates, at a redemption price of 100% of the principal amount being redeemed, plus interest accrued to the redemption date. The principal amounts to be paid by Mandatory Sinking Fund Redemption will be those in the principal payment schedule in Section 2(c) above.

The City will have the option to deliver Term Bonds in any principal amount to the Registrar for cancellation. The City will be entitled to a credit against its obligation to pay Debt Service by Mandatory Sinking Fund Redemption on any future Mandatory Redemption Date for Term Bonds that (A) are delivered by the City to the Registrar, (B) have previously been redeemed other than by Mandatory Sinking Fund Redemption, or (C) have been purchased and canceled by the Registrar as provided in the Registrar Agreement.

- (2) **Optional Redemption.** The Series 2014B Bonds maturing on or after December 1, 2024 will be subject to redemption, at the option of the City, on or after December 1, 2023, in whole or in part on any date, in whole multiples of \$5,000, at the redemption price of 100% of the principal amount being redeemed, plus interest accrued to the redemption date.

The Director of Finance may determine to change the optional redemption provisions relating to the Series 2014B Bonds set forth above by (A) changing the earliest optional redemption date, which may be any date before the final maturity of the Series 2014B Bonds, (B) changing the redemption prices for the Series 2014B Bonds, which may not exceed 110% in any year in which the Series 2014B Bonds are subject to optional redemption, and (C) determining that the Series 2014B Bonds will not be subject to optional redemption. The Director of Finance must set forth any change to the optional redemption provisions in the Certificate of Award.

The City's option to redeem the Series 2014B Bonds must be exercised by a notice from the Director of Finance to the Registrar as provided in the Registrar Agreement.

- (3) **Terms of Redemption.** The other terms of redemption and provisions for partial redemption, for notices of redemption, and provisions for payment of redeemed Series 2014B Bonds will be set forth in the Registrar Agreement.
- (e) **Interest Rates.** The Series 2014B Bonds will bear interest at the rate or rates determined in the Certificate of Award. The weighted average of the rates of interest on the Series 2014B Bonds, determined by taking into account the principal amounts of the Series 2014B Bonds and the terms to maturity or Mandatory Redemption Dates of those principal amounts, may not exceed 9% per annum. Interest will be calculated on a 360-day year of twelve, 30-day months.
- (1) **Current Interest Bonds.** Current Interest Bonds will bear interest from the most recent date to which interest has been paid or provided for or, if no interest has been paid or provided for, from their date. Interest on the Current Interest Bonds will be payable on the Interest Payment Dates until the principal amount has been paid or provided for. All Current Interest Bonds with the same stated maturity must bear interest at the same rate.

- (2) **Capital Appreciation Bonds.** Any Capital Appreciation Bonds will bear interest from their date. The rate of interest on a Capital Appreciation Bond must be a rate that will result in a Maturity Amount for that Capital Appreciation Bond, payable at maturity, as determined by the Director of Finance in the Certificate of Award. Interest on a Capital Appreciation Bond will be accrued and compounded on each Interest Payment Date, and will be payable at maturity. All Capital Appreciation Bonds with the same stated maturity must bear interest at the same compounding rate.

The total interest accrued on any Capital Appreciation Bond as of any date will be an amount equal to the amount by which the Compound Accreted Amount of that Capital Appreciation Bond exceeds the Original Principal Amount of that Capital Appreciation Bond as of that date. The Compound Accreted Amounts of the Capital Appreciation Bonds as of the Interest Payment Dates must be set forth in the Certificate of Award. The Compound Accreted Amount of a Capital Appreciation Bond as of any date other than an Interest Payment Date will be calculated in the manner described in the definition of "Compound Accreted Interest" in Section 14.

- (f) **Form, Numbering, and Denominations.** The Series 2014B Bonds must be issued in fully registered form. They must be issued in Authorized Denominations and in such numbers as requested by the Original Purchaser and approved by the Director of Finance. They must be numbered as determined by the Registrar. They must express on their faces the purpose for which they are issued and that they are issued in accordance with this ordinance. The Series 2014B Bonds will be designated "Street Improvement General Obligation Tax Increment Bonds, Series 2014B" unless otherwise designated in the Certificate of Award.

### **SECTION THREE:**

**Payment.** The Debt Service on the Series 2014B Bonds will be payable in lawful money of the United States of America without deduction for the services of the Paying Agent. Principal and any premium on the Series 2014B Bonds will be payable when due upon presentation and surrender of the Series 2014B Bonds at the office of the Paying Agent. Interest on the Current Interest Bonds will be paid on each Interest Payment Date by check or draft mailed on the Interest Payment Date to the Holder as shown on the Register at the close of business on the 15th day of the month preceding the Interest Payment Date. Interest on the Capital Appreciation Bonds will be payable at maturity, in accordance with Section 2(e)(2) of this ordinance. Notwithstanding the foregoing, so long as the Series 2014B Bonds are issued in book-entry form in a book-entry system, Debt Service on the Series 2014B Bonds will be payable as provided in any agreement entered into by the City in connection with the book-entry system. Payment of Debt Service on any Series 2014B Bond will be made only to or upon the order of the Holder. All such payments will be valid and effectual to satisfy and discharge the City's liability upon that Series 2014B Bond to the extent of the amount or amounts so paid.

#### **SECTION FOUR:**

##### **Signing and Authentication of Bonds.**

- (a) The Series 2014B Bonds must be signed on behalf of the City by the Mayor and the Director of Finance. In the absence of the Mayor, the Series 2014B Bonds must be signed by the President of Council, and in the absence of the Director of Finance, the Series 2014B Bonds must be signed by the Tax Administrator. Both signatures on the Series 2014B Bonds may be facsimiles.
- (b) No Series 2014B Bond will be valid or obligatory for any purpose or will be entitled to any security or benefit under the Bond Proceedings unless and until the certificate of authentication printed on the bond certificate is signed by the Registrar as authenticating agent. Authentication by the Registrar will be conclusive evidence that the Series 2014B Bond so authenticated has been duly issued, signed, and delivered under, and is entitled to the security and benefit of, the Bond Proceedings. The certificate of authentication may be signed by any authorized officer or employee of the Registrar or by any other person acting as an agent of the Registrar and approved by the Director of Finance on behalf of the City. The same person need not sign the certificate of authentication on all of the Series 2014B Bonds.

#### **SECTION FIVE:**

##### **Registration; Transfer and Exchange; Book-Entry System.**

- (a) **Registration.** So long as any of the Series 2014B Bonds remain outstanding, the City must cause the Registrar to maintain the Register. The person in whose name a Series 2014B Bond is registered on the Register will be regarded as the absolute owner of that Series 2014B Bond for all purposes of the Bond Proceedings. Neither the City nor the Registrar will be affected by any notice to the contrary, but the registration may be changed as provided in this Section and in the Registrar Agreement.
- (b) **Transfer and Exchange.** Any Series 2014B Bond may be transferred or exchanged for Series 2014B Bonds of any Authorized Denomination, as provided in the Registrar Agreement.

All Series 2014B Bonds issued and authenticated upon any exchange or transfer will be valid obligations of the City, evidencing the same debt, and entitled to the same security and benefit under the Bond Proceedings as the Series 2014B Bonds surrendered upon that exchange or transfer.

- (c) **Book-Entry System.** If a series of Series 2014B Bonds is issued in book-entry form, they must be originally issued to a Depository, initially The Depository Trust Company, for use in a book-entry system upon the terms provided in the Registrar Agreement. Under the book-entry system, the Series 2014B Bonds will be registered in the name of a Depository or its nominee, the bond certificates in fully-registered form will be deposited with and retained in the custody of the

Depository or its agent, and the ownership of interests in the Series 2014B Bonds may be transferred only through a book entry on the records of the Depository.

Subject to the provisions of this ordinance relating to the City's Continuing Disclosure Agreement, the City and the Registrar must recognize and treat the Depository as the Holder of the Series 2014B Bonds for all purposes, including payment of Debt Service, redemption and other notices, and enforcement of remedies.

If any Depository determines not to continue to act as a Depository for the Series 2014B Bonds for use in a book-entry system or if the City determines to discontinue the book-entry system, the Director of Finance may attempt to establish a securities depository/book-entry relationship with another qualified Depository. If the Director of Finance does not do so, the Director of Finance must direct the Registrar to make provision for notification of the book-entry interest owners by the Depository and to make any other arrangements necessary for the withdrawal of the Series 2014B Bonds from the book-entry system.

If the Series 2014B Bonds are sold in a private placement and not in book-entry form, the City, if requested by a Holder of the Series 2014B Bonds, will complete the necessary procedures to qualify the Series 2014B Bonds as book-entry bonds.

**SECTION SIX:  
Sale of the Bonds.**

- (a) **Private Sale.** This Council authorizes and directs the Director of Finance to sell the Series 2014B Bonds in a private sale to the Original Purchaser. The purchase price of the Series 2014B Bonds must not be less than 97% of the aggregate principal amount of the Series 2014B Bonds, plus any accrued interest on the Series 2014B Bonds from their date to the Closing Date. The Director of Finance may either sell the Series 2014B Bonds to an investment banker, acting as an underwriter, or to a financial institution or other entity or person in a private placement. If the Director of Finance sells the Series 2014B Bonds in a private placement, this Council authorizes the Director of Finance to select a placement agent for that private placement. The Director of Finance may enter into a Purchase Agreement with the Original Purchaser in that private sale, or may sell the Series 2014B Bonds without a Purchase Agreement. The Director of Finance may sell the Series 2014B Bonds at the same time, in the same manner, and in the same offering with other securities of the City, whether or not those other securities have been consolidated with the Series 2014B Bonds in accordance with (b) below.
- (b) **Consolidation.** If the Director of Finance determines it to be in the best interest of the City, he may combine the Series 2014B Bonds with one or more other general obligation bonds of the City, payable from taxes subject to the ten-mill tax limitation.

- (c) **Certificate of Award.** The Director of Finance must deliver a Certificate of Award to the Original Purchaser in connection with the sale of the Series 2014B Bonds. The Director of Finance must state the following in the Certificate of Award: the Original Principal Amount of the Series 2014B Bonds; the principal amounts to be issued as Current Interest Bonds, Capital Appreciation Bonds, convertible Capital Appreciation Bonds, Serial Bonds, and Term Bonds; the interest rates on the Series 2014B Bonds; the Maturity Amounts of any Capital Appreciation Bonds; the first Interest Payment Date of the Series 2014B Bonds; the purchase price for the Series 2014B Bonds; the designated Registrar and Paying Agent, the designated Original Purchaser; whether the Series 2014B Bonds will be issued and designated as “qualified tax-exempt obligations” in accordance with Code Section 265(b)(3); the designation of the Series 2014B Bonds; and any other terms required by this ordinance. The Director of Finance may state the following in the Certificate of Award: any changes in the date of the Series 2014B Bonds; any changes in the principal payment schedule and changes in the redemption provisions; whether the Series 2014B Bonds are to be consolidated with other bond issues; and any other terms authorized by this ordinance, subject to the limitations provided in this ordinance.
- (d) **Delivery.** The Director of Finance must cause the Series 2014B Bonds to be prepared, signed, and delivered to the Original Purchaser. This Council authorizes and directs the Clerk of Council to deliver a true transcript of proceedings for the issuance of the Series 2014B Bonds to the Original Purchaser upon payment of the purchase price. This Council authorizes and directs the Director of Finance to provide to the Clerk of Council, for inclusion in the transcript, a statement of the indebtedness of the City and the other information required by Section 133.33, Revised Code.

**SECTION SEVEN:  
Disclosure.**

- (a) **Primary Offering Disclosure—Official Statement.** This Council authorizes and directs the Mayor and the Director of Finance, or either of them, if they determine it to be necessary in connection with the sale of the Series 2014B Bonds, to (1) prepare or cause to be prepared, and to make or authorize modifications, completions, or changes of or supplements to, a disclosure document in the form of an official statement, (2) determine, and certify or otherwise represent, when the official statement is to be “deemed final” (except for permitted omissions) or is a final official statement for purposes of the SEC Rule, (3) use and distribute, or authorize the use and distribution of, that official statement and any supplements in connection with the original issuance of the Series 2014B Bonds, and (4) complete and sign the final official statement together with certificates, statements, or other documents in connection with the finality, accuracy, and completeness of that official statement.
- (b) **Secondary Market Disclosure—Continuing Disclosure Agreement.** For the benefit of the Holders of the Series 2014B Bonds and the beneficial owners of

