

RESOLUTION NO. 2871

A RESOLUTION OF THE PORT COMMISSION OF THE PORT OF SEATTLE, WASHINGTON, PROVIDING FOR THE ISSUANCE AND SALE OF REVENUE BONDS OF THE PORT DISTRICT IN THE PRINCIPAL AMOUNT OF \$25,000,000 FOR THE PURPOSE OF PROVIDING FUNDS REQUIRED TO REDEEM AND RETIRE OUTSTANDING REVENUE BOND ANTICIPATION NOTES; PROVIDING THAT SUCH BONDS BE ISSUED ON A PARITY WITH CERTAIN OUTSTANDING REVENUE BONDS OF THE PORT DISTRICT; PROVIDING FOR THE PAYMENT OF THE PRINCIPAL OF AND INTEREST ON SAID BONDS OUT OF THE REVENUE BOND REDEMPTION FUND OF THE PORT DISTRICT CREATED BY RESOLUTION NO. 2143 OF THE PORT COMMISSION; AND PROVIDING AND ADOPTING CERTAIN COVENANTS SAFEGUARDING THE PAYMENT OF SUCH PRINCIPAL AND INTEREST.

WHEREAS, the Port of Seattle (the "Port"), a municipal corporation of the State of Washington, owns and operates Sea-Tac International Airport and a system of marine terminals; and

WHEREAS, the Port Commission has heretofore authorized the acquisition, construction, installation and equipping of certain improvements to Terminals 5 and 20; and

WHEREAS, it is the intention of the Port to issue its revenue bonds in the aggregate principal amount of \$25,000,000 to provide funds to pay part of the cost of such improvements; and

WHEREAS, because of present market conditions it is deemed advisable that permanent funding of such improvements be deferred and that the Port issue, pursuant to Chapter 216, Laws of 1982, its Revenue Bond Anticipation Notes 1982B (the "Notes") in the principal amount of \$25,000,000 to provide interim financing for such improvements; and

WHEREAS, said Chapter 216 requires that prior to the issuance of revenue bond anticipation notes the bonds must be authorized by resolution; and

WHEREAS, Resolution No. 2861 of the Port Commission authorized the future issuance of \$25,000,000 of revenue bonds (the "Authorized Bonds") to fund a like principal amount of revenue bond anticipation notes issued pursuant to Resolution No. 2862; and

WHEREAS, it appears that the revenue bonds herein authorized may be issued on a parity with the Authorized Bonds and the

outstanding revenue bonds of the Port issued under the following dates pursuant to the following resolutions:

<u>Dates of Issues</u>	<u>Authorizing Resolution</u>
November 1, 1963	2143
November 1, 1966	2242
November 1, 1967	2264
July 1, 1968	2272
February 1, 1969	2286
November 1, 1971	2397
November 1, 1973	2504
October 1, 1976	2653
July 1, 1979	2764; and

WHEREAS, it is necessary that the revenue bonds be authorized;

NOW, THEREFORE, BE IT RESOLVED by the Port Commission of the Port of Seattle, Washington, as follows:

Section 1. Definitions. As used in this resolution, unless a different meaning clearly appears from the context:

A. "Port" means the Port of Seattle, a municipal corporation duly organized and existing as a port district under and by virtue of the laws of the State of Washington.

B. "Commission" means the Commission of the Port as the same shall be duly and regularly constituted from time to time.

C. "Outstanding Parity Bonds" means the outstanding revenue bonds of the Port issued pursuant to the following resolutions under the following dates:

<u>Resolution No.</u>	<u>Date of Bonds</u>
2143	November 1, 1963
2242	November 1, 1966
2264	November 1, 1967
2272	July 1, 1968
2286	February 1, 1969
2397	November 1, 1971
2504	November 1, 1973
2653	October 1, 1976
2764	July 1, 1979

D. "Bond Redemption Fund" means the Port of Seattle Revenue Bond Redemption Fund created by Section 5 of Resolution No. 2143 for the purpose of paying the principal of and interest on the Outstanding Parity Bonds and all bonds issued on a parity therewith.

E. "Reserve Account" means the account of that name created in the Bond Redemption Fund by Section 6 of said Resolution No. 2143 for the purpose of securing the payment of the principal of and interest on all bonds payable out of the Bond Redemption Fund.

F. "Bonds" means the \$25,000,000 principal amount of revenue bonds of the Port issued pursuant to this resolution for the purposes herein provided.

G. "Facilities" means all property, real and personal, or any interest therein and whether improved or unimproved, now or hereafter (for as long as any of the Outstanding Parity Bonds, the Bonds and any Future Parity Bonds are outstanding) owned, operated, used, leased or managed by the Port and which contribute in some measure to its Gross Revenue.

H. "Gross Revenue" means all operating and nonoperating income and revenue derived by the Port from time to time from any source whatsoever, except that income and revenue which may not be pledged legally for revenue bond debt service.

I. "Net Revenue" means Gross Revenue less any part thereof that must be used to pay the normal costs of maintenance and operation of the Facilities of the Port and normal costs of administration of the business of the Port, but before depreciation.

J. "Future Parity Bonds" means any revenue bonds or revenue warrants of the Port issued after the date of issuance of the Bonds and which will have a lien upon the Gross Revenue for the payment of the principal thereof and interest thereon equal to the lien created upon such Gross Revenue for the payment of the principal of and interest on the Outstanding Parity Bonds and the Bonds.

Section 2. Authorization of Bonds. The Port shall issue the Bonds in the following amounts aggregating the sum of \$25,000,000 to provide funds to redeem and retire the Notes.

Section 3. Bond Details. The Bonds shall be in coupon form in the denomination of \$5,000 each, may be registered as to

principal only or as to both principal and interest at the option of the holder in the manner and with the effect set forth in the Registration Certificate appearing in each Bond. The date of issue, schedule of maturities, interest payment dates and rights of redemption shall be as hereafter fixed by resolution of the Commissioner.

Both principal of and interest on the Bonds shall be payable in lawful money of the United States of America at the office of the Comptroller of King County in Seattle, Washington, or, at the option of the holder, at the fiscal agencies of the State of Washington in the Cities of Seattle, Washington, and New York, New York, and shall be obligations only of the Bond Redemption Fund.

The Bonds may be combined with the authorized Bonds and issued as a single series.

Section 4. Bond Redemption Fund. A special fund of the Port known as the "Port of Seattle Revenue Bond Redemption Fund" has heretofore been created in the office of the Comptroller of King County by Resolution No. 2143 for the sole purpose of paying the principal of, premium if any, and interest on the Outstanding Parity Bonds and any bonds issued in a parity therewith, including the Bonds.

From and after the time of issuance and delivery of the Bonds and as long thereafter as any of the same remain outstanding, the Port hereby irrevocably obligates and binds itself to set aside and pay into the Bond Redemption Fund out of the Gross Revenue, at least 45 days prior to the respective dates on which the interest on or principal of and interest on the Bonds shall become due, the amount necessary with other available funds to pay such interest or principal and interest next coming due on the Bonds outstanding.

Said amounts so pledged to be paid into the Bond Redemption Fund and hereafter pledged to be paid into the Reserve Account are hereby declared to be a lien and charge upon the Gross Revenue, superior to all other charges or any kind or nature whatsoever, except that they are of equal lien to the charges on such Gross

Revenue required to pay and secure the payment of principal of and interest on the Outstanding Parity Bonds and to any charges which may hereafter be made thereon to pay and secure the payment of the principal of and interest on any Future Parity Bonds.

Section 5. Defeasance. In the event that money and/or "Government Obligations," as such Obligations are now or may hereafter be defined in Ch. 39.53 RCW, maturing at such time or times and bearing interest to be earned thereon in amounts (together with such money, if any) sufficient to redeem and retire part or all of the Bonds in accordance with their terms, are hereafter set aside in the Bond Redemption Fund to effect such redemption and retirement, then no further payments need be made into the Bond Redemption Fund for the payment of the principal of and interest on such part or all of the Bonds and such part or all of the Bonds and appurtenant coupons shall then cease to be entitled to any lien, benefit or security of this resolution, except the right to receive the funds so set aside and pledged, and such Bonds and the appurtenant coupons shall be deemed not to be outstanding hereunder, or under any resolution authorizing the issuance of Outstanding Parity Bonds or Future Parity Bonds.

Section 6. Reserve Account. The Reserve Account has heretofore been created in the Bond Redemption Fund for the purpose of securing the payment of the principal of and interest on all outstanding revenue bonds of the Port payable out of such Fund.

The Port covenants and agrees that it will pay into the Reserve Account out of Gross Revenue (or out of any other funds on hand legally available for such purpose) not less than approximately equal monthly payments commencing with the date of issuance of the Bonds, so that by the date five years subsequent thereto, there will have been paid into the Reserve Account an amount which, with the money heretofore required to be and already on deposit therein, will be equal to the maximum amount required in any calendar year thereafter to pay the principal of and interest on the Outstanding Parity Bonds and the Bonds.

The Port hereby further covenants and agrees that in the event it issues any Future Parity Bonds that it will provide in the resolution authorizing the issuance of the same that it will pay into the Reserve Account out of Gross Revenue (or out of any other funds on hand legally available for such purpose) not less than approximately equal monthly payments commencing with the month in which such Future Parity Bonds are dated so that by five years from the date of such Future Parity Bonds there will have been paid into the Reserve Account an amount which, with the money theretofore required to be and already on deposit therein, will be equal to the maximum amount required in any calendar year thereafter to pay the principal of and interest on all outstanding bonds payable out of the Bond Redemption Fund.

The Port further covenants and agrees that when said required amounts have been paid into the Reserve Account, it will at all times maintain those amounts therein until there is a sufficient amount in the Bond Redemption Fund and Reserve Account to pay the principal of, premium if any, and interest on all outstanding bonds payable out of such Fund, at which time the money in the Reserve Account may be used to pay such principal, premium if any, and interest. It is hereby provided, however, that money in the Reserve Account may be withdrawn to redeem and retire, and to pay the interest due to such date of redemption and premium, if any, on all the outstanding bonds of any single issue or series of revenue bonds payable out of the Bond Redemption Fund, as long as the moneys left remaining on deposit in the Reserve Account are equal to the maximum amount required in any calendar year thereafter to pay the principal of and interest on the remaining outstanding bonds payable out of the Bond Redemption Fund.

In the event there shall be a deficiency in the Bond Redemption Fund to meet maturing installments of either interest on or principal of and interest on the outstanding bonds payable out of such Fund, such deficiency shall be made up from the Reserve Account by the withdrawal of moneys therefrom. Any deficiency created in the Reserve Account by reason of any such withdrawal

shall then be made up from Gross Revenue (or out of any other funds on hand legally available for such purpose) first available after making necessary provision for the payments required to be made into the Bond Redemption Fund to pay the interest on or principal of and interest on all outstanding bonds payable out of such Fund and next coming due.

All money in the Reserve Account may be kept in cash or invested in certificates, notes, bonds or other direct obligations of the United States of America maturing not later than twelve years from date of purchase and in no event later than the last maturity of any outstanding bonds that are payable out of the Bond Redemption Fund. Interest earned on or any profits made from the sale of any such investments shall be deposited in and become a part of the Bond Redemption Fund.

Section 7. Disposition of Bond Proceeds. The proceeds of the issuance of and sale of the Bonds, except for accrued interest, if any, which shall be deposited in the Bond Redemption Fund, shall be deposited in the Revenue Note Fund 1982B and shall be applied to the payment of the Notes.

Section 8. Specific Covenants. The Port hereby covenants and agrees with the owners and holders of each of the Bonds for as long as any of the same remain outstanding as follows:

A. That it will at all times establish, maintain and collect rentals, tariffs, rates and charges in the operation of all of its business for as long as any of the outstanding Parity Bonds and the Bonds are outstanding that will produce Net Revenue in an amount equal to at least 1.35 times the maximum amount required in any calendar year thereafter to pay the principal of and interest on such Outstanding Parity Bonds and the Bonds outstanding.

B. That it will duly and punctually pay or cause to be paid out of the Bond Redemption Fund the principal of and interest on the Bonds at the times and places as herein and in said Bonds provided; that it will faithfully do and perform and at all times

observe any and all covenants, undertakings and provisions contained in this resolution and in the Bonds.

C. That it will at all times keep and maintain all of the Facilities in good repair, working order and condition, and will at all times operate the same and the business or businesses in connection therewith in an efficient manner and at a reasonable cost.

D. That in the event any Facility or part thereof which contributes in some measure to the Gross Revenue is sold by the Port or is condemned pursuant to the power of eminent domain, the Port will apply the net proceeds of such sale or condemnation to capital expenditures upon or for Facilities which will contribute in some measure to the Gross Revenue or to the retirement of the Bonds or the Outstanding Parity Bonds.

E. That it will keep all Facilities insured, if such insurance is obtainable at reasonable rates and upon reasonable conditions, against such risks, in such amounts, and with such deductibles as the Commission of the Port shall deem necessary for the protection of the Port and of the holders of the Bonds.

That it will at all times keep or arrange to keep in full force and effect policies of public liability and property damage insurance which will protect the Port against anyone claiming damages of any kind or nature if such insurance is obtainable at reasonable rates and upon reasonable conditions, in such amounts and with such deductibles as the Commission of the Port shall deem necessary for the protection of the Port and of the holders of the Bonds.

F. That it will keep and maintain proper books of account and accurate records of all of its revenue, including tax receipts, received from any source whatsoever, and of all costs of administration and maintenance and operation of all of its business that are in accordance with proper and legal accounting procedure. That on or before one hundred and twenty (120) days after each calendar year it will prepare or cause to be prepared an operating statement of all of the business of the Port for such



preceding calendar year. Each such statement shall contain a statement in detail of the Gross Revenue, tax receipts, expenses of administration, expenses of normal operation, expense or normal and extraordinary maintenance and repairs, and expenditures for capital purposes of the Port for such calendar year and shall contain a statement as of the end of such year showing the status of all the funds and accounts of the Port pertaining to the operation of its business and the status of all the funds and accounts created by various resolutions of the Commission of the Port authorizing the issuance of outstanding bonds payable from the Gross Revenue. Copies of such statement shall be placed on file in the main office of the Port, and shall be open to inspection at any reasonable time by any holder of any of the Bonds.

G. That it will not make any use of the proceeds of sale of the Bonds or any other funds of the Port which may be deemed to be proceeds of such Bonds pursuant to Section 103(c)(2) of the Internal Revenue Code and the applicable Regulations thereunder which, would cause the Bonds to be "Arbitrage Bonds" within the meaning of said Section and said Regulations. The Port will comply with the requirements of subsection (c) of Section 103 of the Internal Revenue Code and the applicable Regulations thereunder throughout the term of the Bonds.

Section 9. Parity Bonds. The Port hereby further covenants and agrees with the owner and holders of each of the Bonds for as long as any of the same remain outstanding as follows:

That it will not issue any bonds having a greater or equal lien upon the Gross Revenue to pay or secure the payment of the principal of and interest on such bonds than the lien created on such Gross Revenue to pay or secure the payment of the principal of and interest on the Outstanding Parity Bonds and the Bonds, except

A. That it reserves the right for

First, the purpose of providing funds to acquire, construct, reconstruct, maintain, install, repair or replace any equipment, additions, betterments, or improvements to the

Facilities of the Port for which it is authorized by law to issue revenue bonds, or

Second, the purpose of refunding by exchange, call or purchase, at or prior to their stated maturity, any outstanding revenue bonds or revenue warrants of the Port that have a lien on the Gross Revenue for the payment of the principal thereof and interest thereon junior and inferior to the lien on such Gross Revenue for the payment of the principal of and interest on the Bonds, to issue parity bonds (hereinafter defined as "Future Parity Bonds") and to pledge that payments will be made out of the Gross Revenue into the Bond Redemption Fund and Reserve Account to pay and secure the payment of the principal of and interest on such Future Parity Bonds on a parity with the payments required herein to be made out of such Gross Revenue into such Fund and Account to pay and secure the payment of the principal of and interest on the Outstanding Parity Bonds and the Bonds, upon compliance with the following conditions:

(1) That at the time of the issuance of such Future Parity Bonds there is no deficiency in the Bond Redemption Fund and Reserve Account.

(2) That each resolution authorizing the issuance of Future Parity Bonds will contain the covenants required in the third paragraph of Section 6 hereof.

That each resolution authorizing the issuance of Future Parity Bonds will contain a covenant that the Port will at all times establish, maintain and collect rentals, tariffs, rates and charges in the operation of all of its business for as long as any bonds payable out of the Bond Redemption Fund--including the Future Parity Bonds being issued--are outstanding that will produce Net Revenue in an amount equal to at least 1.35 times the maximum amount required in any calendar year thereafter to pay the principal of and interest on all such bonds.

That each resolution authorizing the issuance of Future Parity Bonds will make applicable to such Future Parity Bonds all

of the covenants herein contained that are applicable to the Outstanding Parity Bonds and the Bonds and that may be applicable to such Future Parity Bonds.

(3) That the "Net Revenue available for revenue bond debt service," computed as hereinafter provided for each calendar year after the year of issuance of such Future Parity Bonds, will equal at least 1.35 times the maximum amount required in any such calendar year to pay the principal of and interest on all outstanding bonds payable out of the Bond Redemption Fund and the Future Parity Bonds being issued.

Such "Net Revenue" available for revenue bond debt service" shall be the Net Revenue of the Port for a period of any twelve consecutive months out of the twenty-four months immediately preceding the date of delivery of such Future Parity Bonds as determined by a certificate from a certified public accountant. If desirable, such consecutive twelve-month Net Revenue may be adjusted to include the following:

(a) Such twelve-months Net Revenue may be adjusted for a full twelve-month period to reflect any changes made in the rentals, tariffs, rates and charges of the Port during such twelve-month period; and may also be adjusted to reflect any change in such Net Revenue caused by any new Facilities of the Port having been put into use and operation subsequent to the date of such certificate.

(b) The estimated Net Revenue to be derived by the Port from the lease, use and/or operation of the additions, improvements, betterments, etc., to be acquired, constructed, or installed out of the proceeds of the sale of such Future Parity Bonds, and from the lease, use and/or operation of any other additions, improvements, betterments, etc., to the Facilities of the Port actually under construction but which will not be put into use and operation until after the date of the herein required certificate, as determined by a certified statement from an independent consulting profes-

sional engineer experienced in the design and operation of facilities of port districts.

B. That it may issue Future Parity Bonds for the purpose of refunding by exchange or purchasing or calling and retiring at or prior to their maturity any part or all of the then outstanding bonds payable out of the Bond Redemption Fund, if the issuance of such refunding Future Parity Bonds does not require a greater amount to be paid out of the Gross Revenue for principal of and interest on such refunding Future Parity Bonds over their life than is required to be paid out of such Gross Revenue for the principal of and interest on the bonds being refunded over their life, and if the conditions required in subsections A(1) and A(2) of this section are complied with.

C. Nothing herein contained shall prevent the Port from issuing revenue bonds or revenue warrants (coupon or otherwise) which are a charge upon the Gross Revenue junior or inferior to the payments required by this resolution to be made out of such Gross Revenue into the Bond Redemption Fund and Reserve Account, or from issuing revenue bonds to refund maturing bonds or warrants for the payment of which moneys are not otherwise available.

Section 10. Form of Bonds, Coupons and Registration Certificates. The Bonds shall be designated "Port of Seattle Revenue Bonds, Series 198\_" and shall be in substantially the following form:

UNITED STATES OF AMERICA

NO. \_\_\_\_\_

\$5,000

STATE OF WASHINGTON

PORT OF SEATTLE

REVENUE BOND, Series 198\_

THE PORT OF SEATTLE, a municipal corporation organized and existing under and by virtue of the laws of the State of Washington, hereby acknowledges itself indebted and for value received promises to pay to bearer, or, if registered, to the registered holder hereof, the principal sum of

FIVE THOUSAND DOLLARS

on the first day of \_\_\_\_\_, 19\_\_, with interest thereon from the date hereof at the rate of \_\_\_\_\_% per annum until such principal sum is paid or payment has been duly provided for, payable

\_\_\_\_\_ 1, 19\_\_\_, and semiannually thereafter on the first days of each \_\_\_\_\_ and \_\_\_\_\_. Payment of the interest on this bond prior to maturity shall be made only upon presentation and surrender of the coupons representing such interest as the same respectively fall due, or if this bond shall be registered as to both principal and interest, to the registered holder.

Both principal of and interest on this bond are payable in lawful money of the United States of America at the Office of the Comptroller of King County, Washington, in Seattle, Washington, or, at the option of the holder, at the fiscal agencies of the State of Washington in the Cities of Seattle, Washington, and New York, New York, solely out of the special fund of the port district known as the "Port of Seattle Revenue Bond Redemption Fund" created by Resolution No. 2143 of the Commission of the port district.

The Port of Seattle has reserved the right to redeem any or all of the bonds of this issue outstanding, in inverse numerical order, at the following times and at the following prices expressed as a percentage of the principal amount, plus accrued interest to date of redemption:

On _____	1, 19___	and _____	1, 19___	at 102-1/2%
On _____	1, 19___	and _____	1, 19___	at 102 %
On _____	1, 19___	and _____	1, 19___	at 101-1/2%
On _____	1, 19___	and _____	1, 19___	at 101 %
On _____	1, 19___	and _____	1, 19___	at 100-1/2%
On _____	1, 19___	and any interest		
	payment date thereafter			at 100 %

Notice of any such intended redemption shall be given by one publication thereof in the official newspaper of King County, Washington, and in a financial newspaper or journal of general circulation throughout the United States, with each such publication to be not more than forty nor less than thirty days prior to said redemption date, and by mailing a like notice at the same time to \_\_\_\_\_. In addition to such publication and mailing, the district shall also mail notice of such intended redemption to the registered owners of the bonds to be redeemed and to Standard & Poor's Corporation and Moody's Investors Service, Inc., New York, New York, or to their successors, if any. The mailing of such notice shall not, however, be a condition precedent to the call of any bonds for redemption. This bond is one of an issue of \_\_\_\_\_ thousand (\_\_\_\_\_) bonds of the port district of like amount, date and tenor except as to number, rate of interest and date of maturity in the aggregate principal amount of \$\_\_\_\_\_, and is issued pursuant to duly adopted resolutions of the Port Commission for the purpose of providing money to acquire, construct, equip and make certain improvements to airport and marine terminal facilities of the Port of Seattle, all in conformity with the laws of the State of Washington. This bond and the bonds of this issue are payable solely out of the Gross Revenue of the port district as such Gross Revenue is defined in Resolution No. \_\_\_\_\_ of the Commission of the port district.

The Port of Seattle hereby covenants and agrees with the owner and holder of this bond that it will keep and perform all the covenants of this bond and of Resolutions No. 2143, 2242, 2264, 2272, 2286, 2397, 2504, 2653 and 2764 to be by it kept and performed.

The Port of Seattle does hereby pledge and bind itself to set aside from such Gross Revenue, and to pay into said Bond Redemption Fund and the Reserve Account created therein the various amounts required by said Resolution No. 2871 to be paid into and maintained in said Fund and Account, all within the times provided by said resolution.

Said amounts so pledged to be paid out of Gross Revenue into said Bond Redemption Fund and Reserve Account are hereby declared to be a first and prior lien and charge upon such Gross Revenue and equal in rank to the lien and charge upon such Gross Revenue of the amounts required to pay and secure the payment of the outstanding revenue bonds of the port district issued under dates of November 1, 1963, November 1, 1966, November 1, 1967, July 1, 1968, February 1, 1969, November 1, 1971, November 1, 1973, October 1, 1976 and July 1, 1979 (collectively the "Outstanding Parity Bonds") and any revenue bonds of the port district hereafter issued on a parity with such bonds and the bonds of this issue.

The Port of Seattle has further bound itself to maintain all of its properties and facilities which contribute in some measure to such Gross Revenue in good repair, working order and condition, to operate the same in an efficient manner and at a reasonable cost, and to establish, maintain and collect rentals, tariffs, rates and charges in the operation of all of its business for as long as any of the Outstanding Parity Bonds and the bonds of this issue are outstanding that will make available, for the payment of the principal thereof and interest thereon as the same shall become due, Net Revenue (as the same is defined in said Resolution No. \_\_\_\_\_) in an amount equal to at least 1.35 times the maximum amount required in any calendar year hereafter to pay the principal of and interest on all of such bonds outstanding.

Unless registered, this bond, and the bonds of this issue, and each of the coupons attached to each of said bonds are hereby declared to be fully negotiable instruments within the provisions and intent of the laws of the State of Washington.

It is hereby certified and declared that this bond and the bonds of this issue are issued pursuant to and in strict compliance with the Constitution and laws of the State of Washington and resolutions of the Commission of the Port of Seattle, and that all acts, conditions and things required to be done precedent to and in the issuance of this bond have happened, been done and performed.

IN WITNESS WHEREOF, the Port of Seattle has caused this bond to be executed in its name by the facsimile or manual signature of the President of its Commission, to be attested by the facsimile or manual signature of the Secretary of its Commission, the corporate seal of the Port of Seattle to be impressed or imprinted hereon, and the interest coupons attached hereto to be signed with the facsimile signatures of said officials, this first day of \_\_\_\_\_, 198\_.

PORT OF SEATTLE, WASHINGTON

By \_\_\_\_\_  
President of its Commission

ATTEST:

\_\_\_\_\_  
Secretary of its Commission

KING COUNTY COMPTROLLER'S  
REFERENCE NO. \_\_\_\_\_

The interest coupons attached to the Bonds shall be in substantially the following form:

KING COUNTY COMPTROLLER'S  
REFERENCE NO. \_\_\_\_\_

\$ \_\_\_\_\_

On the first day of \_\_\_\_\_, 19\_\_\_\_, the Port of Seattle will pay to bearer at the office of the Comptroller of King County in Seattle, Washington, or, at the option of the holder, at the fiscal agencies of the State of Washington, in the Cities of Seattle, Washington and New York, New York, the amount shown hereon in lawful money of the United States of America out of the special fund of the port district entitled "Port of Seattle Revenue Bond Redemption Fund," said amount being the interest due that day on its Revenue Bond, Series 198\_, dated \_\_\_\_\_ 1, 198\_, and numbered \_\_\_\_\_.

PORT OF SEATTLE, WASHINGTON

By \_\_\_\_\_  
President of its Commission

The Bonds shall have endorsed thereon the following certificate:

REGISTRATION CERTIFICATE

This bond may be registered in the name of the holder at the office of the Comptroller of King County (the "Registrar") in Seattle, Washington, as to principal only, such registration being noted hereon by the Registrar in the registration blank below, after which no transfer shall be valid unless made by the registered holder or his duly authorized agent, and similarly noted in the registration blank below; but it may be discharged from registration by being transferred to bearer, after which it shall be transferable by delivery and may again be registered as before. The registration of this bond as to principal shall not affect the negotiability of the coupons attached hereto, but the coupons may be surrendered and the interest made payable only to the registered holder, in which event the Registrar shall note in the registration blank below that this bond is registered as to interest as well as to principal.

Upon request of the holder and with the consent of the Port of Seattle, but always at the expense of the holder, this bond when converted to a bond registered as to both principal and interest, may be reconverted into a coupon bond and again converted into a bond registered as to principal or as to both principal and interest as hereinabove provided. Upon reconversion of this bond when registered as to principal and interest into a coupon bond, new coupons representing the interest to accrue hereon to date of maturity shall be attached hereto by the Registrar, who shall note in the registration blank below whether the bond is registered as to principal only or payable to bearer.

Date of Registration	In Whose Name Registered	Manner of Registration	Signature of Registrar
:	:	:	:
:	:	:	:
:	:	:	:
:	:	:	:
:	:	:	:
:	:	:	:

Section 11. Execution and Delivery of Bonds. The Bonds shall be executed on behalf of the Port with the facsimile or manual signature of the President of its Commission, shall be

attested by the facsimile or manual signature of the Secretary thereof (at least one of which signatures shall be manual), and shall have the seal of the Port impressed or imprinted thereon. The interest coupons attached hereto shall be signed with the facsimile signatures of said officials.

Upon the sale of Bonds the proper officials of the Port are hereby authorized and directed to do all things necessary for the prompt execution and delivery of the Bonds and for the proper use and application of the proceeds of sale thereof.

Section 12. Sale of Bonds. The Bonds shall be sold at such time and in such manner as the Commission shall hereafter specify by resolution.

Section 13. Amendatory and Supplemental Resolution.

A. The Commission from time to time and at any time may adopt a resolution or resolutions supplemental hereof, which resolution or resolutions thereafter shall become a part of this resolution, for any one or more of all of the following purposes:

(1) To add to the covenants and agreements of the Port in this resolution contained other covenants and agreements thereafter to be observed, or to surrender any right or power herein reserved to or conferred upon the Port.

(2) To make such provisions for the purpose of curing any ambiguities or of curing, correcting or supplementing any defective provision contained in this resolution or in regard to matters or questions arising under this resolution as the Commission may deem necessary or desirable and not inconsistent with this resolution and which shall not adversely affect the interest of the holders of the Bonds.

Any such supplemental resolution of the Commission may be adopted without the consent of the holder of any of the Bonds at any time outstanding, notwithstanding any of the provisions of subsection B of this section.

B. With the consent of the holders of not less than 65% in aggregate principal amount of the Bonds at the time outstanding, the Commission of the Port may adopt a resolution or



resolutions supplemental hereto for the purpose of adding any provisions to or changing in any manner or eliminating any of the provisions of this resolution or of any supplemental resolution; provided, however, that no such supplemental resolution shall:

(1) Extend the fixed maturity of any of the Bonds, or reduce the rate of interest thereon, or extend the time of payments of interest from their due date, or reduce the amount of the principal thereof, or reduce any premium payable on the redemption thereof, without the consent of the holder of each Bond so affected; or

(2) Reduce the aforesaid percentage of holders of Bonds required to approve any such supplemental resolution without the consent of the holders of all of the Bonds then outstanding.

It shall not be necessary for the consent of the Bondholders under this subsection B to approve the particular form of any proposed supplemental resolution, but it shall be sufficient if such consent shall approve the substance thereof.

C. Upon the adoption of any supplemental resolution pursuant to the provisions of this section, this resolution shall be deemed to be modified and amended in accordance therewith, and the respective rights, duties and obligations of the Port under this resolution and all holders of Bonds outstanding hereunder shall thereafter be determined, exercised and enforced thereunder, subject in all respects to such modification and amendments, and all the terms and conditions of any such supplemental resolution shall be deemed to be part of the terms and conditions of this resolution for any and all purposes.

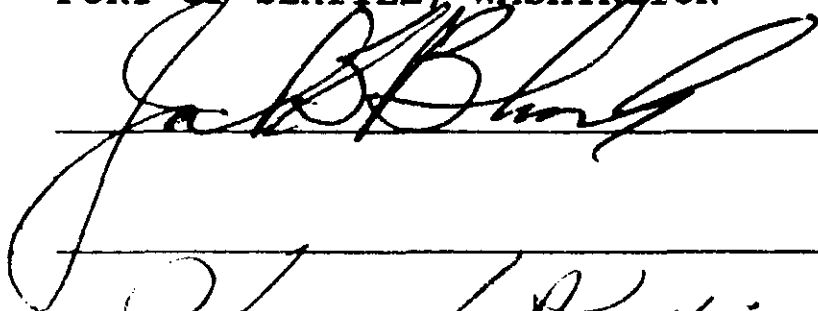
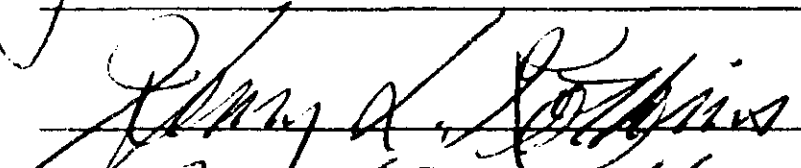
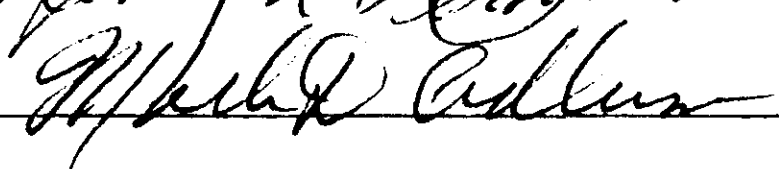
D. Bonds executed and delivered after the execution of any supplemental resolution adopted pursuant to the provisions of this section may bear a notation as to any matter provided for in such supplemental resolution, and if such supplemental resolution shall so provide, new Bonds so modified as to conform, in the opinion of the Commission, to any modification of this resolution

contained in any such supplemental resolution, may be prepared by the Port and delivered without cost to the holders of the Bonds then outstanding, upon surrender for cancellation of such Bonds with all unmatured coupons and all matured coupons not fully paid, in equal aggregate principal amounts.

Section 14. Severability. If any one or more of the covenants or agreements provided in this resolution to be performed on the part of the Port shall be declared by any court of competent jurisdiction to be contrary to law, then such covenant or covenants, agreement or agreements, shall be null and void and shall be deemed separable from the remaining covenant and agreements in this resolution and shall in no way affect the validity of the other provisions of this resolution or of the Bonds.


ADOPTED by the Port Commission of the Port of Seattle at a regular meeting thereof, held this 12th day of October, 1982, and duly authenticated in open session by the signatures of the Commissioners present and voting in favor thereof and the seal of the Commission.

PORT OF SEATTLE, WASHINGTON

  
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( S E A L )

ATTEST:

  
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Secretary of said Commission

# PORT OF SEATTLE

P.O. BOX 1209 SEATTLE, WASHINGTON 98111

September 28, 1982

Mr. Jack S. Block, President  
Port of Seattle Commission  
P. O. Box 1209  
Seattle, Washington 98111

Dear Mr. Block:

I will be unable to attend the Port Commission meeting on October 12, 1982. I understand that, on that date, resolutions dealing with the following subjects may be brought before the Commission: issuance and sale of revenue bonds of the Port District in the principal amount of \$25,000,000 for the purpose of providing funds required to redeem and retire outstanding Revenue Bond Anticipation Notes; issuance and sale from time to time of Revenue Bond Anticipation Notes of the Port District in the aggregate principal amount of \$25,000,000 for the purpose of providing interim financing for a portion of the Port's capital improvement program; and declaring personal property surplus. I consent to placing these resolutions on second reading and final passage at said Port Commission meeting on October 12, 1982.

Please enter this consent into the official minutes of the meeting.

Sincerely,



Paul S. Friedlander  
Port Commissioner

0364x

# PORT OF SEATTLE

P.O. BOX 1209

SEATTLE, WASHINGTON 98111

September 28, 1982

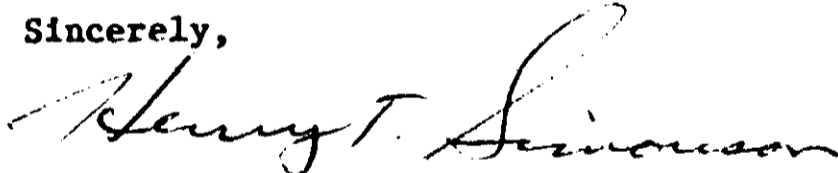
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Please enter this consent into the official minutes of the meeting.

Sincerely,



Henry T. Simonson  
Port Commissioner

0364x