(PUBLISHED IN THE ***BASEHOR SENTINEL*** ON AUGUST 09, 2012)

ORDINANCE NO. 616

AN ORDINANCE AUTHORIZING AND PROVIDING FOR THE ISSUANCE OF GENERAL OBLIGATION REFUNDING AND IMPROVEMENT BONDS, SERIES 2012, OF THE CITY OF BASEHOR, KANSAS; PROVIDING FOR THE LEVY AND COLLECTION OF AN ANNUAL TAX FOR THE PURPOSE OF PAYING THE PRINCIPAL OF AND INTEREST ON SAID BONDS AS THEY BECOME DUE; AUTHORIZING CERTAIN OTHER DOCUMENTS AND ACTIONS IN CONNECTION THEREWITH; AND MAKING CERTAIN COVENANTS WITH RESPECT THERETO.

WHEREAS, the City of Basehor, Kansas (the "City") is a city of the third class, duly created, organized and existing under the Constitution and laws of the State; and

WHEREAS, the City of Basehor, Kansas (the "Issuer"), has heretofore authorized certain internal improvements described as follows (collectively, the "Improvements"):

Project Description	Ord./Res. No.	Authority	Amount
Wolf Creek Parkway	Res. 2012-07	K.S.A. 12-685 *et seq.*	$1,500,000
Sewer System Improvements	Res. 2012-14	Charter Ordinance No. 25	$8,110,368
155th Street Improvement District – Street	Res. 2008-08/Ord. 612	K.S.A. 12-6a01 *et seq*	$937,500
Basehor Boulevard Improvement District – Street, Water and Sewer	Res. 2008-07/Ord. 612	K.S.A. 12-6a01 *et seq*	$2,285,200
Total:			***$12,833,068***

WHEREAS, the Issuer has arranged for financing of a portion of the Improvements consisting of the Wolf Creek Parkway and Sewer System Improvements by the execution of certain loan agreements described as follows:

Lender	Loan No.	Dated Date	Maturity Date	Original Amount	Outstanding Amount	Redemption Date*
KDHE	KWPCRF C20 1463 01	09-22-1998	03-01-2020	$8,110,368.00	$4,687,768.89	08-24-2012
KDOT	TRF 0125	08-18-2009	08-01-29	$1,500,000.00	$1,390,947.44	08-24-2012

* or as soon thereafter as possible

(the "Loans"); and

WHEREAS, the Issuer desires to issue its general obligation bonds in order to permanently finance the costs of such Improvements and to retire the following temporary notes of the Issuer, which were issued to temporarily finance a portion of the costs of the Improvements consisting of the 155th Street Improvement District and the Basehor Boulevard Improvement District (the "Refunded Note"):

Series	Dated Date	Maturity Date	Original Amount	Outstanding Amount	Redemption Amount	Redemption Date
2010-1	8/15/2010	9/1/2012	$3,460,000	$3,460,000	$3,460,000	9/1/2012

; and

WHEREAS, the Issuer proposes to issue its general obligation bonds to permanently finance the costs of the Improvements and to retire the Loans and the Refunded Note; and

WHEREAS, the governing body of the City is authorized by law to issue general obligation bonds of the City to pay a portion of the costs of the Improvements; and

WHEREAS, the governing body of the City has advertised the sale of the Bonds in accordance with the law and at a meeting held in the City on this date awarded the sale of such Bonds to the best bidder.

NOW, THEREFORE, BE IT ORDAINED BY THE GOVERNING BODY OF THE CITY OF BASEHOR, KANSAS, AS FOLLOWS:

Section 1. Definitions of Words and Terms. In addition to words and terms defined elsewhere herein, the following words and terms in this Ordinance shall have the meanings hereinafter set forth. Unless the context shall otherwise indicate, words importing the singular number shall include the plural and vice versa, and words importing persons shall include firms, associations and corporations, including public bodies, as well as natural persons.

"Act" means the Constitution and statutes of the State including K.S.A. 10-101 to 10-125, inclusive, K.S.A. 10-620 *et seq.*, K.S.A. 12-6a01 *et seq.*, K.S.A. 12-685, Charter Ordinance No. 25, all as amended and supplemented from time to time.

"Bond and Interest Fund" means the Bond and Interest Fund of the City for its general obligation bonds.

"Bond Resolution" means the resolution to be adopted by the governing body of the City prescribing the terms and details of the Bonds and making covenants with respect thereto.

"Bonds" means the City's General Obligation Refunding and Improvement Bonds, Series 2012, dated August 23, 2012, authorized by this Ordinance.

"City" means the City of Basehor, Kansas.

"Clerk" means the duly appointed and acting Clerk of the City or, in the Clerk's absence, the duly appointed Deputy, Assistant or Acting Clerk.

"KDHE" means the Kansas Department of Health and Environment.

"KDOT" means the Kansas Department of Transportation.

"Loans" means collectively: (a) KDHE Loan KWPCRF between the City and KDHE dated September 22, 1998, maturing March 1, 2020 in the aggregate outstanding principal amount of $4,687,768.89 and (b) KDOT Loan TRF 0125 between the City and KDOT dated August 18, 2009, maturing August 1, 2029 in the aggregate outstanding principal amount of $1,275,074.89.

"Mayor" means the duly elected and acting Mayor of the City or, in the Mayor's absence, the duly appointed and/or elected Vice Mayor or Acting Mayor of the City.

"Ordinance" means this Ordinance authorizing the issuance of the Bonds.

"Refunded Note" means the Issuer's General Obligation Temporary Notes, Series 2010-1, dated August 15, 2010 in the original principal amount of $3,460,000.

"State" means the State of Kansas.

Section 2. Authorization of the Bonds. There shall be issued and hereby are authorized and directed to be issued the General Obligation Refunding and Improvement Bonds, Series 2012, of the City in the principal amount of $8,835,000, for the purpose of providing funds to: (a) refund the Loans, (b) retire a portion of the Refunded Note, and (c) pay costs of issuance of the Bonds.

Section 3. Security for the Bonds. The Bonds shall be general obligations of the City payable as to both principal and interest in part from special assessments levied upon the property benefited by the construction of the Improvements and, if not so paid, from ad valorem taxes which may be levied without limitation as to rate or amount upon all the taxable tangible property, real and personal, within the territorial limits of the City. The balance of the principal and interest on the Bonds is payable from ad valorem taxes which may be levied without limitation as to rate or amount upon all the taxable tangible property, real and personal, within the territorial limits of the City. The full faith, credit and resources of the City are hereby irrevocably pledged for the prompt payment of the principal of and interest on the Bonds as the same become due.

Section 4. Terms, Details and Conditions of the Bonds. The Bonds shall be dated and bear interest, shall mature and be payable at such times, shall be in such forms, shall be subject to redemption and payment prior to the maturity thereof, and shall be issued and delivered in the manner prescribed and subject to the provisions, covenants and agreements set forth in the Bond Resolution hereafter adopted by the governing body of the City.

Section 5. Levy and Collection of Annual Tax. The governing body of the City shall annually make provision for the payment of principal of, premium, if any, and interest on the Bonds as the same become due by levying and collecting the necessary taxes and/or assessments upon all of the taxable tangible property within the City in the manner provided by law.

The taxes and/or assessments above referred to shall be extended upon the tax rolls in each of the several years, respectively, and shall be levied and collected at the same time and in the same manner as the general ad valorem taxes of the City are levied and collected, shall be used solely for the payment of the principal of and interest on the Bonds as and when the same become due and the fees and expenses of the Paying Agent. The proceeds derived from said taxes and/or assessments shall be deposited in the Bond and Interest Fund.

If at any time said taxes and/or assessments are not collected in time to pay the principal of or interest on the Bonds when due, the Treasurer is hereby authorized and directed to pay said principal or

interest out of the general funds of the City and to reimburse said general funds for money so expended when said taxes and/or assessments are collected.

Section 6. Further Authority. The Mayor, Clerk and other City officials are hereby further authorized and directed to execute any and all documents and take such actions as they may deem necessary or advisable in order to carry out and perform the purposes of the Ordinance, and to make alterations, changes or additions in the foregoing agreements, statements, instruments and other documents herein approved, authorized and confirmed which they may approve, and the execution or taking of such action shall be conclusive evidence of such necessity or advisability.

Section 7. Governing Law. This Ordinance and the Bonds shall be governed exclusively by and construed in accordance with the applicable laws of the State.

Section 8. Effective Date. This Ordinance shall take effect and be in full force from and after its passage by the governing body of the City, approval by the Mayor and publication in the official City newspaper.

[BALANCE OF THIS PAGE INTENTIONALLY LEFT BLANK]

PASSED by the governing body of the City on August 6, 2012 and **APPROVED AND SIGNED** by the Mayor.

(SEAL)

ATTEST:

Clerk

Mayor

[BALANCE OF THIS PAGE INTENTIONALLY LEFT BLANK]