

TOWN OF VEAZIE CODE - CHAPTER 23 - BOND ISSUES

SECTION 23.00.01 NEW VEAZIE SCHOOL BOND..... 1

SECTION 23.00.02 BANGOR HYDRO ABATEMENT BOND 4

ORDINANCE AUTHORIZING ISSUANCE AND SALE OF GENERAL OBLIGATION BONDS IN THE PRINCIPAL AMOUNT NOT EXCEEDING \$5,383,000 FOR CONSTRUCTION OF THE NEW VEAZIE ELEMENTARY SCHOOL (K-8)

TOWN OF VEAZIE

TOWN COUNCIL

ORDINANCE NUMBER: 23.00.01

DATE: JANUARY 21, 1997

THE TOWN OF VEAZIE HEREBY ORDAINS:

1. That under authority granted by Section 5772 of Title 30-A, Maine Revised Statutes, as amended, and the Charter of the Town of Veazie, and action taken by the voters of the Town at a referendum held on September 17, 1996 and any other applicable authority under Maine law, the Town of Veazie is authorized to issue its General Obligation Bond to the Maine Municipal Bond Bank to provide long-term financing to construct and equip a new elementary school (K-8), including purchase of the Gervais parcel of land (the "Project"), in the principle amount not to exceed \$5,383,000 at an interest rate to be determined by the Maine Municipal Bond Bank for a term not to exceed 20 years (the "Bond"), said Bond to be executed and delivered to the Maine Municipal Bond Bank on behalf of the Town by the Treasurer and countersigned by a majority at least of the Councilors of the Town, and to be on such further terms and conditions as may be determined by the Maine Municipal Bond Bank and agreed to by the Treasurer and a majority at least of the Town Councilors.
2. That under authority granted by Section 5772 of Title 30-A, Maine Revised Statutes, as amended, and the Charter of the Town of Veazie, and action taken by the voters of the Town at a referendum held on September 17, 1996 and any other applicable authority under Maine law, the Treasurer and a majority at least of the Town Council of the Town of Veazie, Maine, are hereby authorized to issue the 1997 General Obligation Bond Anticipation Note or Notes of the Town in a principal amount not exceeding Five Million Three Hundred Eighty-three Thousand Dollars (\$5,383,000), the proceeds of the loan to be used for temporary financing to construct and equip a new elementary school (K-8), including the purchase of the Gervais parcel of land (the "Project"), said Note to be executed and delivered on behalf of the Town by the Treasurer and countersigned by a majority at least of the Councilors of the Town, at such interest rate per annum as may be agreed to by them, and for a term of one year with renewals thereof not to exceed three years, and to be on such further terms and conditions and issued to a bank as may be selected and agreed to by the Treasurer and Chairman of the Town Council (the "Note").
3. That the Chairman of the Town Council or the Treasurer of the Town be, and each of them hereby is, authorized to execute and deliver on behalf of the Town a Loan Agreement between the Town of Veazie and the Maine Municipal Bond Bank in such form and with such terms as the Maine Municipal Bond Bank shall require for the Bond.

4. That all actions heretofore taken by the municipal officers of the Town of Veazie relating to the issuance of the Bond and Note be and they hereby are ratified, approved, and confirmed.
5. That pursuant to the requirements of the Tax Reform Act of 1996, and Section 265 of the Internal Revenue Code of 1986, as amended, the Town hereby designates the Bond and the Note to be "qualified tax exempt obligations" of the Town, and that the Town shall not issue in 1997 an aggregate total amount of qualified tax exempt obligations in excess of \$10,000,000.
6. That, subject to appropriation, the Town shall take any and all actions required under the Tax Reform Act of 1986 and the Internal Revenue Code of 1986, as amended, to maintain the tax exempt status of the interest on the Bond and Note, and to maintain the status of the Bond and Note as "qualified tax exempt obligations" of the Town, and that the Bond and Note may be subject to such further terms and conditions as may be agreed to by a majority at least of the Town Council and the Treasurer of the Town to carry into effect the full intent of the foregoing orders.
7. That the municipal officers and officials of the Town are hereby authorized to execute all documents and certificates, and to take any and all actions, including affixing the seal of the Town, as may be necessary or convenient to carry out the forgoing orders or any one of them.
8. That the Town of Veazie intends to finance, on an interim basis, certain expenditures for the Project from the General Fund, which costs are reasonably expected to be reimbursed with the proceeds of debt to be incurred by the Town of Veazie in the maximum principle amount of \$5,383,000 through the issuance of the Bond and the Note. This resolution is a declaration of official intent adopted pursuant to the requirements of Treasury Regulation Section 1.150-2.
9. That the Secretary to the Council shall distribute a copy of this Ordinance to each Councilman and to the Town Manager and shall file a reasonable amount of copies in the Office of the Town Clerk and in such other public places that the Council may designate, including the Municipal Building, and shall publish a brief summary of the Ordinance together with a notice setting out the time and place for a public hearing thereon and for its consideration by the Town Council. The public hearing shall take place at 7:00 p.m. on January 21, 1997, followed immediately by consideration of the Ordinance by the Town Council. A brief summary of the Ordinance shall be published in the Bangor Daily News on or about January 13, 1997, together with notice that copies of the Ordinance have been filed with the Town Clerk in the Town Hall and are available for inspection during normal business hours. As soon as practicable after adoption of the Ordinance, the Ordinance Summary shall be published again together with notice of adoption by the Council.

01459\goh\veazie\order

I ATTEST THAT THIS IS A TRUE COPY OF THE ORDINANCE
AUTHORIZING ISSUANCE AND SALE OF GENERAL OBLIGATION
BONDS IN THE PRINCIPAL AMOUNT NOT EXCEEDING \$5,383,000
FOR CONSTRUCTION OF THE NEW VEAZIE ELEMENTARY SCHOOL (K-8),
ORDINANCE NO. 23.00.01 DATED - JANUARY 21, 1997.


WILLIAM B. REED - TOWN CLERK

**ORDINANCE AUTHORIZING BORROWING OF FUNDS THROUGH THE SALE OF
GENERAL OBLIGATION BOND IN THE PRINCIPLE AMOUNT NOT EXCEEDING
\$120,000 FOR THE PURPOSE OF FINANCING BANGOR HYDRO PAYMENT**

TOWN OF VEAZIE

TOWN COUNCIL

ORDINANCE NO. 23.00.02

DATE: February 24, 1997

THE TOWN OF VEAZIE HEREBY ORDAINS:

1. That under authority granted by Section 5772 of Title 30-A, Maine Revised Statutes, as amended, and the Charter of the Town of Veazie, and any other applicable authority under Maine law, and subject to approval by the voters of the Town at a Special Town Meeting to be held on February 24, 1997 the Town of Veazie is authorized to issue its General Obligation Bond or Note to a lending institution to be selected by a majority of the Councilors to provide financing of the payment to Bangor Hydro Electric Company for tax abatement (the "Project"), in the principle amount not to exceed \$120,000 including issuance costs to be for a term not to exceed 3 years (the "Bond"), said Bond to be executed and delivered to the lender on behalf of the Town by the Treasurer and countersigned by a majority at least of the Councilors of the Town, and may be callable and at an interest rate and subject to such further terms and conditions as may be determined by the lender and agreed to by the Treasurer and a majority at least of the Town Councilors.
2. That all actions heretofore taken by the municipal officers of the Town of Veazie relating to the issuance of the Bond be and they hereby are ratified, approved, and confirmed.
3. That pursuant to the requirements of the Tax Reform Act of 1996, and Section 265 of the Internal Revenue Code of 1986, as amended, the Town hereby designates the Bond to be a "qualified tax exempt obligation" of the Town, and that the Town shall not issue in 1997 an aggregate total amount of qualified tax exempt obligations in excess of 10,000,000.
4. That, subject to appropriation, the Town shall take any and all actions required under the Tax Reform Act of 1986 and the Internal Revenue Code 1986, as amended, to maintain the tax exempt status of the interest on the Bond, and to maintain the status of the Bond as a "qualified tax exempt obligation" of the Town, and that the Bond may be subject to such further terms and conditions as may be agreed to by a majority at least of the Town Council and the Treasurer of the Town to carry into effect the full intent of the foregoing orders.
5. That the municipal officers and officials of the Town are hereby authorized to execute all documents and certificates, and to take any and all actions, including affixing the seal of the Town, as may be necessary or convenient to carry out the foregoing orders or any one of them.
6. That the Town of Veazie intends to finance, on an interim basis, certain expenditures for the Project from the General Fund, which costs are reasonably expected to be reimbursed with the proceeds of debt to be incurred by the Town of Veazie in the maximum principle amount of \$120,000 through the issuance of the Bond and the Note. This resolution is a declaration of official intent adopted pursuant to the requirements of Treasury Regulation Section 1.150-2.
7. That the Secretary to the Council shall distribute a copy of this Ordinance to each Councilor and to the Town Manager and shall file a reasonable amount of copies in the Office of the Town Clerk and in such other public places that the Council may designate, including the Municipal Building, and shall publish a brief summary of the Ordinance together with a notice setting out the time and place for a public hearing

thereon and for its consideration by the Town Council. The public hearing shall take place at 7:00 p.m. on February 24, 1997, followed immediately by consideration of the Ordinance by the Town Council. A brief summary of the Ordinance shall be published in the Bangor Daily News on or about February 8, 1997, together with notice that copies of the Ordinance have been filed with the Town Clerk in the Town Hall and are available for inspection during normal business hours. As soon as practicable after adoption of the Ordinance, the Ordinance Summary shall be published again together with notice of adoption by the Council.

8. That this ordinance shall go into effect only upon approval by the voters of the Town of Veazie, and that a special town meeting be held to decide this question on Monday, February 24, 1997 pursuant to the Town charter and the laws of Maine. The question shall be substantially as follows:

Article Title: Ordinance authorizing borrowing of funds for the payment to Bangor Hydro Electric Company for tax abatement through issuance of general obligation bonds or notes of the Town which may be callable in the principle amount not to exceed \$120,000.

Shall the above-described ordinance be adopted and the municipal officers have the authority to issue general obligation bonds of the Town as described above?

Yes

No

I ATTEST THAT THIS IS A TRUE COPY OF THE ORDINANCE AUTHORIZING BORROWING OF FUNDS THROUGH THE SALE OF GENERAL OBLIGATION BOND IN THE PRINCIPLE AMOUNT NOT EXCEEDING \$120,000 FOR THE PURPOSE OF FINANCING BANGOR HYDRO PAYMENT, ORDINANCE NO. - 23.00.02 DATED - FEBRUARY 24, 1997.



WILLIAM B. REED, TOWN CLERK

ORIGINAL

**LEGAL NOTICE
TOWN OF VEAZIE
NOTICE OF PUBLIC HEARING AND SUMMARY OF ORDINANCE
AUTHORIZING SALE OF GENERAL OBLIGATION BONDS'**

Notice is hereby given that a public hearing will be held at 7:00 PM in the Town Council Room, Municipal Building, Veazie, Maine, on February 24, 1997, for the purpose of taking testimony and comments from the public with respect to the proposed issuance of a general obligation bond to be issued by the Town of Veazie in a principle amount not to exceed \$120,000 (the "Bond"), the proceeds to be used for the purpose of financing payment to Bangor Hydro Electric Company for tax abatement (the "Project"), which Project and Bond issue are to be decided by the Town at a Special Town Meeting to be held February 24, 1997. The Town Council will consider adoption of the Ordinance immediately following the close of the public hearing, which ordinance authorizes financing and the issuance of the Bond in the principle amount of \$120,000 to accomplish the Project. Immediately following the Town Council meeting, the Special Town Meeting will be held to consider authorization of the Ordinance and approval of the Bond issue of \$120,000. Copies of the ordinance are available during normal business hours at the office of the Town Clerk and are posted at the Municipal Building. All interested members of the public are invited to attend and written comments may be submitted to the Town Clerk.



William B. Reed
Town Clerk

Peoples Heritage Bank
One Portland Square
P.O. Box 9540
Portland, ME 04112-9540

J-462-3666
Tel: 207-761-8500



March 23, 1999

Mr. William Reed, Treasurer
Town of Veazie
Town Office
1084 Main Street
Veazie, ME 04401-7091

Dear Mr. Reed:

Enclosed you will find one original General Obligation Bond, marked PAID. This document is being returned as your evidence that the loan is paid in full. We would suggest that you hold this document for your auditor's review.

If you have any questions or concerns please contact us. Thank you, and we look forward to continuing to meet your borrowing needs.

Sincerely,

A handwritten signature in cursive script that reads "Kim Cressey".

Kim Cressey
Administrative Assistant
Public Finance Division

(kc)winword\misc\paidln.doc

56485

\$120,000

April 9, 1997

Paul

UNITED STATES OF AMERICA

PAID

TOWN OF VEAZIE, MAINE

1997 GENERAL OBLIGATION BOND

For value received, the Town of Veazie, Maine, promises to pay to the order of Peoples Heritage Bank the principal sum of

ONE HUNDRED TWENTY THOUSAND DOLLARS
(\$120,000)

in equal principal payments of \$60,000 each on October 1, 1997 and October 1, 1998 with interest payable per annum on the outstanding balance on those dates at the rate of 4.13%, calculated based on a 30\360-day year, both principal and interest being payable to Peoples Heritage Bank in Portland, Maine. Principal and interest hereon may be prepaid in whole or in part without penalty or premium.

This Bond is a general obligation of the Town of Veazie, and is issued under authority of Section 5772 of Title 30-A, Maine Revised Statutes, as amended, the Charter of the Town, and pursuant to action taken by the Voters of the Town at a Special Town Meeting held on February 24 and by the Town Council at a meeting held on February 24, 1997.

This Bond has been and is hereby designated a "qualified tax exempt obligation" of the Town of Veazie in accordance with Section 265(b)(3) of the Internal Revenue Code of 1986, as amended.

It is hereby certified that every requirement of law relating to the issue hereof has been duly complied with, and that this Bond is a valid general obligation of the Town. All acts, formalities and conditions essential to the validity of this Bond have been performed and complied with and this Bond is within every debt and other limit and regulatory authorization prescribed by law or votes of the Town or its municipal officers but this Bond shall not be obligatory unless the certificate of Peoples Heritage Bank has been signed hereon.

IN WITNESS WHEREOF, the Town of Veazie has caused this Bond to be signed in its name and behalf by its Treasurer and countersigned by a majority at least of its Town Councilors, with the corporate seal of the Town impressed hereon and attested by the Town Clerk, all as of this 9th day of April, 1997.

TOWN OF VEAZIE

By


Town Treasurer

Countersigned by:


Chairman, Town Council


Councilor


Councilor

Councilor

Councilor

(SEAL)

Seal attested by:


Town Clerk

CERTIFICATE OF PEOPLES HERITAGE BANK

Peoples Heritage Bank hereby certifies that the signature and seal affixed to this Bond are genuine and that Eaton, Peabody, Bradford & Veague, P.A., of Bangor, Maine, has rendered an opinion which approves the validity of the issue by the Town of Veazie of this Bond. The original opinion may be examined at our banking rooms in Portland, Maine.

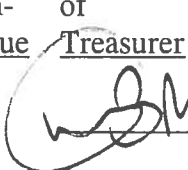
PEOPLES HERITAGE BANK

By


Its

CERTIFICATE OF REGISTRATION OF TRANSFERS

This Bond is registered in the name of the transferee noted hereon on the books of the Town kept by the Treasurer as transfer agent.

<u>Name of Registered Owner or Transferee</u>	<u>Date of Registration of Transfer</u>	<u>Interest Paid</u>	<u>Date to Which Principal Paid</u>	<u>Balance of Prin- cipal due</u>	<u>Signature of Treasurer</u>
Peoples Heritage Bank	April 9, 1997	None Paid	None Paid	All	

01459\gob\veazie2\bond

TOWN OF VEAZIE CST 000119940 NT 00056485 SEQ 000 PART 99
 0 MAIN ST
 EARLIE ME 04401-7091 SSN: 01-6000409 OFF: 568 CLOSED

PHONE H 000-947-2781 SHORT NAME TOWN OF VEAZIE
 NBR 0 207-947-2781-0000

ALANCE INFORMATION

PRIN BAL	0.00	INT RATE	4.13000	NOTE DATE	04/09/97	STATUS	C
ORIG BAL	120,000.00	PRIME 1		00 MATURITY	10/01/98	SEC FLG	1
PRIN ADJ	0.00	PRIME 2		00 LAST RENEW	04/09/97	TIM CLS	2
INT BAL	0.00	PRIME 3		00 LAST MAINT	06/19/98	TAX EXM	1
INT EARN	4,295.19	PRIME USE		0 LAST POST	07/19/98	STOP CD	0
INT ADJ	6.89	PRM ADJ1 0	0.00000	STOP ACCR		ESCROW	N
ESCR DUE	0.00	PRM ADJ2 0	0.00000	INT FROM	07/14/98		
FEE DUE	0.00	NBR RATE CHGS		0 NOTE TYPE	131		
FEE ASSD	0.00	ACCR METHOD		01 COMM CODE			
FEE WV	0.00	NBR RENEWALS		0 NBR EXTEN			
LATE CHRG	0.00	LAST TRAN		78 NBR MTHS EXT			
ADVANCES	0.00						
CUR BAL	0.00	***** P A Y M E N T S C H E D U L E S *****					

DISCOUNT NOTE DATA		TP FQ INC STR NXT DUE		PYMT AMT/PCT	#PMT	USED
ORIG NOTE	0.00	3 M 012 01 10/01/98		60,000.00	2	1
FIN CHRG	0.00	0 000 00 00/00/00		0.00	0	0
JNRND CHRG	0.00	0 000 00 00/00/00		0.00	0	0
		0 000 00 00/00/00		0.00	0	0
		0 000 00 00/00/00		0.00	0	0

ISC AMOUNT FIELDS

Y INT	1,934.22					
BEG BAL	120,000.00	T I M E S	L A T E	PART	NBR	
TOTAL INS	0.00	15	30 60 90 120			
TOTAL REB	0.00	0	0 0 0 0			
ORIG CMT	0.00					
AVAIL CMT	0.00	C A T E G O R I E S F O R R E P O R T S				

UE INFORMATION

NEXT DUE DATE	10/01/98	CALL	416 416A	CODE	CODE	TYPE	CODE	SIC
NEXT DUE	62,464.23	0000	000 000	800		NA	2	9199
PAST DUE DATE		AFFILIATED ACCOUNT NUMBER USE SYS						
PAST DUE	0.00					0	0	

ROJ 10/01/98 PRIN.....0.00 INT.....0.00 OTH.....0.00

***** T R A N S A C T I O N S *****

TRAN	POST	EFFECTIVE		AMOUNT	BALANCE
10	04/29/97	04/09/97	P	120,000.00	120,000.00
84	04/29/97	04/29/97	I	275.33	120,000.00
72	09/29/97	09/29/97	P	60,000.00	60,000.00
72	09/29/97	09/29/97	I	2,367.86	60,000.00
84	07/17/98	07/17/98	I	27.54-	60,000.00
78	07/17/98	07/13/98	P	60,000.00	
78	07/17/98	07/13/98	I	1,934.22	
84??	07/19/98	07/19/98	I	6.89-	

1 PHB BANK 001 07/19/98

OWN OF VEAZIE CST 000119940 NT 00056485 SEQ 000 PART 99

PAGE 2 SSN: 01-6000409 OFF: 568 CLOSED

***** COLLATERAL *****

OLL: 0000119940-00056485-000-99-001
EF NO.. UNITS0.00 MARG VAL.....0.00 NXT REV 00/00/00

