BOND ORDINANCE OF CITY OF CARLISLE, KENTUCKY

Continued from Page 5

the largest sum required in any year thereafter for maturing principal and interest payments on the outstanding Bonds, and it was further provided in said 1964 Bond Ordinance, and is hereby further ordained that as and when additional bonds are issued ranking on a parity with said Bonds of 1964, provision shall be made for additional payments into the Sinking Fund so as to pay the interest on and the principal of such additional parity bonds as and when the same become due, and for increasing the the Reserve Fund within five years from the date of issuance of such additional bonds, to an amount equal to the maximum annual principal and interest requirements of all the Bonds then outstanding, including the parity bonds then issued.

It was further provided in Section 10 of the 1967 Bond Ordinance that the amount of said reserve should be increased to provide a reserve of approximately $50,512.00 (which required amount actually was only $49, 062.00 based on split-interest rates applicable to Bonds of 1967), being an amount equal to the maximum total requirements of principal and interest on the Bonds of 1964 and the Bonds of 1967 in any year (the year ending January 1, 1994), with further provision in said 1967 Bond Ordinance for similar adjustments to provide for the requirements of any further parity bonds.

Accordingly, it is hereby certified, that based on the interest rates applicable to said outstanding Bonds of 1964 and 1967, and based upon a tentative or estimated interest rate of ____ per annum on the $150,000.00 Bonds of 1969 herein authorized, the annual amounts required to be set aside (in addition to the actual principal and interest requirements) into said Reserve Fund from January 1, 1970 to January 1, 1975 shall be an amount which, together with amounts currently on hand in said Reserve Fund, will bring the amount of such reserve as of January 1st in the amount of at least $49,062.00, which will be the maximum total requirements of principal and interest on the Bonds of 1964 in any year thereafter. Bonds of 1969 in any year thereafter. Bonds of 1969 in any year thereafter. Bonds of 1969