

No. S-1

NOT TO EXCEED \$7,000,000

UNITED STATES OF AMERICA

STATE OF WASHINGTON

CITY OF CAMAS

LIMITED TAX GENERAL OBLIGATION BOND ANTICIPATION NOTE, 2014

REGISTERED OWNER: BANK OF AMERICA, N.A.
800 FIFTH AVENUE, FLOOR 34
SEATTLE, WA 98104

TAX IDENTIFICATION #: 94-1687665

MATURITY DATE: AUGUST 6, 2018

PRINCIPAL AMOUNT: NOT TO EXCEED SEVEN MILLION AND NO/100 DOLLARS

The CITY OF CAMAS, WASHINGTON, a municipal corporation of the State of Washington (the "City"), hereby acknowledges itself to owe and for value received promises to pay, but solely from the City's LTGO Bond Anticipation Note Fund, 2014 (the "Note Fund") created by Ordinance No. 2706 of the City passed on June 16, 2014, as amended by Ordinance No. _____ (together, the "Note Ordinance"), to the Registered Owner identified above, the principal amount of not to exceed \$7,000,000 outstanding at any one time from the date hereof.

Interest on the outstanding principal balance of the Note shall be payable quarterly, on each January 1, April 1, July 1 and October 1, commencing October 1, 2014, calculated on the basis of a 360-day year and the actual number of days elapsed. The Note matures on, and all outstanding principal and interest on the Note must be paid by, August 6, 2018 (the "Maturity Date"). The Note is a revolving line of credit, so that principal amounts previously advanced and repaid may be drawn again; provided that the aggregate principal amount of all draws under the Note that have not been repaid may at no time exceed \$7,000,000. Each draw pursuant to a Request for Draw for any portion of proceeds to be used for a permitted tax-exempt purpose under the Code and satisfying the conditions set forth in Section 8(c) of this ordinance regarding conditions for the initial tax-exempt draw, shall bear interest at the Tax-Exempt LIBOR Daily Floating Rate Option or the Tax-Exempt LIBOR Fixed Rate Option, as defined in the Note Ordinance. Each draw pursuant to a Request for Draw for any portion of proceeds that is not used for a permitted tax exempt-purpose under the Code shall bear interest at the Taxable LIBOR Daily Floating Rate Option or the Taxable LIBOR Fixed Rate Option, as defined in the Note Ordinance. Interest on each draw shall accrue from its date until paid and such interest shall be computed on the principal amount outstanding on each day and at the applicable interest rate for that day during the applicable interest period on the basis of a 360-day year and the actual days elapsed. Interest payable on the Note on each interest payment date shall be the sum of interest accruing on all the outstanding draws during the interest period.

The Note constitutes a general indebtedness of the City and is payable from tax revenues of the City and such other money as is lawfully available and pledged by the City for the payment of principal of and interest on the Note. For as long as the Note is outstanding, the City irrevocably pledges that it shall, in the manner provided by law within the constitutional and statutory tax limitations provided by law without the assent of the voters, include in its annual property tax levy amounts sufficient, together with other money that is legally available, to pay principal of and interest on the Note as the same become due. The full faith, credit and resources of the City are pledged irrevocably for the prompt payment of the principal and interest on the Note and such pledge shall be enforceable in mandamus against the City.

The City may prepay this Note, in whole or in part, at any time as provided in the Note Resolution.

This Note may be transferred only in whole to a qualified investor as provided in the Note Resolution.

Reference is made to the Note Ordinance for other covenants and declarations of the City and other terms and conditions upon which this Note has been issued, which terms and conditions, including, but not limited to, terms

pertaining to defeasance, are made a part hereof by this reference. The City irrevocably and unconditionally covenants that it will keep and perform all of the covenants of this Note and of the Note Ordinance. Reference also is made to the Note Ordinance for the definitions of the capitalized terms used and not otherwise defined herein.

The City and the Note Registrar may deem and treat the Registered Owner of this Note as its absolute owner for the purpose of receiving payment of principal and interest and for all other purposes, and neither the City nor the Note Registrar shall be affected by any notice to the contrary other than proper notice of assignment. As used herein, Registered Owner means the person or entity named as Registered Owner of this Note on the front hereof and on the Note Register.

This Note shall not be valid or become obligatory for any purpose until the Certificate of Authentication hereon has been signed by the Note Registrar.

The principal of and interest on this Note shall be paid only to the Registered Owner as of the Record Date and to no other person or entity, and this Note may not be assigned except on the Note Register.

It is certified that all acts, conditions and things required to be done precedent to and in the issuance of this Note have been done, have happened and have been performed as required by law, and that the total indebtedness of the City, including the Note, does not exceed any constitutional or statutory limitations.

IN WITNESS WHEREOF, the City has caused this Note to be executed on behalf of the City by the signatures of its Mayor and Deputy City Clerk and a facsimile reproduction of the seal of the City to be printed hereon, this ____ day of _____, 2016.

[SEAL]

CITY OF CAMAS, WASHINGTON

By _____
Mayor

ATTEST:

Deputy City Clerk

This Note only may be assigned as provided in the Note Ordinance and only if the assignee signs the below Assignment and signs a certificate substantially in the form of the “qualified institutional buyer” certificate that is attached to this Note.

CERTIFICATE OF AUTHENTICATION

Date of Authentication: _____, 2016

This note is the Note described in the within-mentioned Note Ordinance and is the Limited Tax General Obligation Bond Anticipation Note, 2014 of the City of Camas, Washington, dated _____, 2016.

CITY FINANCE DIRECTOR, as Registrar

By _____
Note Registrar

