

FINANCE COMMITTEE

09-0645R

RESOLUTION AUTHORIZING THE ISSUANCE AND PROVIDING FOR
THE SALE OF GENERAL OBLIGATION IMPROVEMENT REFUNDING
BONDS, SERIES 2009F.

CITY PROPOSAL:

BE IT RESOLVED, by the city council of the city of Duluth, Minnesota, as follows:

(a) Authorization of bonds. It is hereby found, determined, and declared to be necessary, and in the best interests of the city and its residents, that the city should issue general obligation improvement refunding bonds, Series 2009E, in the approximate amount of \$2,200,000 (the "bonds"), pursuant to Minnesota Statutes, Chapter 475, and the City Charter, for the purpose of refunding the city's general obligation improvement bonds, Series 1998E, dated December 1, 1998, general obligation improvement bonds, Series 1999G, dated December 1, 1999, and general obligation improvement bonds, Series 2001A, dated April 1, 2001;

(b) Issuance and sale of bonds. The terms and conditions of the bonds and the sale thereof are set forth in the official terms of offering on file with the city clerk as Public Document No. _____. Each and all of the terms and provisions set forth in the official terms of offering are adopted and confirmed as the terms and conditions of the bonds and the sale thereof, and the city council shall meet at the time and place fixed herein to consider bids for the purchase of the bonds. Due to changes in the municipal bond market, the city administrator, with the advice of the city's financial consultant, may modify the official terms of offering regarding the maturity schedule, the minimum bid and the maximum bid prior to the sale of the bonds;

(c) Competitive sale of bonds. Public Financial Management, Inc., independent financial advisor to the city, is hereby authorized to provide the notice of the sale for the bonds in accordance with Minnesota Statutes, Section 475.60, subdivision 3, and in accordance with the official terms of offering;

(d) Subsequent resolutions. The form, specifications and provisions for

repayment of the bonds shall be set forth in a subsequent resolution of this city council.

Approved:

Approved for presentation to council:

Department Director

Chief Administrative Officer

Approved as to form:

Approved:

Attorney

Auditor

FIN RET:CW:rb 10/15/2009

STATEMENT OF PURPOSE: The purpose of this resolution is to authorize the issuance of approximately \$2,200,000 general obligation improvement refunding bonds to refinance several outstanding city bond issues. Based upon present interest rates (as of October 13, 2009) the refunding would provide a net present value savings of approximately \$152,086.