

A RESOLUTION

authorizing the City of Columbia, Missouri to offer at competitive public sale its \$46,750,000* Special Obligation Electric Utility Refunding Bonds (Annual Appropriation Obligation) Series 2012E, and to take certain other preliminary actions in connection therewith.

BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF COLUMBIA, MISSOURI, AS FOLLOWS:

SECTION 1. That the City of Columbia, Missouri (the “**City**”), shall offer at competitive public sale its Special Obligation Electric Utility Refunding Bonds (Annual Appropriation Obligation), Series 2012E, to refund prior to maturity the City’s outstanding Special Obligation Electric Utility Improvement Bonds, Series 2006C (the “**Series 2012E Bonds**” or the “**Bonds**”) and bids for the Bonds shall be received by the City, in such manner, at such time and on a sale date established by the City’s Finance Director, upon the terms and conditions set forth in the hereinafter referenced Notice of Sale.

SECTION 2. That the Bonds shall be dated and shall be issued in denominations set forth in the Notice of Sale, and shall bear interest at rates to be determined upon approval of the sale of the Bonds by the City Council. The principal maturities of the Bonds shall be established by the Finance Director for inclusion in the Notice of Sale following consultation with Stifel, Nicolaus & Company, Incorporated and Columbia Capital Management, LLC, the financial advisors to the City (collectively, the “**Financial Advisor**”). Principal and interest on the Bonds shall be payable as set forth in the Notice of Sale.

SECTION 3. That the Finance Director and other officers and representatives of the City are hereby authorized and directed, in conjunction with the Bond Counsel and Financial Advisors to the City (collectively, the “**Advisors**”) to prepare a Notice of Sale and Preliminary Official Statement relating to the Bonds substantially in the form on file with the City Clerk, to use such Notice of Sale and Preliminary Official Statement in connection with the sale of the Bonds, and to take such other actions as may be necessary or expedient to carry out the public sale of the Bonds. The Preliminary Official Statement is hereby “deemed final” by the City for the purpose of Rule 15c2-12(b)(1) of the Securities and Exchange Commission, except for the omission of the information permitted to be omitted under such rule.

SECTION 4. That notice of said sale is hereby authorized and directed to be given by making available such Notice of Sale and Preliminary Official Statement by electronic distribution or by mailing to investment banking firms and banks and other

* Preliminary, subject to change.

financial institutions located throughout the United States. Information regarding the competitive sale may also be made available through the competitive offerings calendar published prior to the date of sale in The Bond Buyer, a newspaper frequently subscribed to by banks and investment banking firms published in New York, New York, on the Bloomberg Professional financial information system, or through other publications or electronic means as the Advisors shall deem appropriate. The Notice of Sale may also be made available through the www.ColumbiaCapitalAuction.com electronic bidding system.

SECTION 5. That the Financial Advisor and Advisors to the City are hereby authorized to apply to one or more securities rating agencies for a rating relating to the Bonds.

SECTION 6. That the Finance Director and other officers and representatives of the City are hereby authorized and directed, in conjunction with the Advisors, to establish a redemption date and direct the paying agent to redeem prior to maturity the outstanding Special Obligation Electric Utility Improvement Bonds, Series 2006C of the City to be refunded from the proceeds of the Bonds.

SECTION 7. The City shall, and the officers, directors, agents and employees of the City are hereby authorized and directed to, take such further action, and execute such other documents, certificates and instruments as may be necessary or desirable to carry out and comply with the intent of this Resolution.

SECTION 8. That this Resolution shall be in full force and effect from and after its adoption by the City.

ADOPTED this _____ day of _____, 2012.

ATTEST:

City Clerk

Mayor and Presiding Officer

APPROVED AS TO FORM:

City Counselor

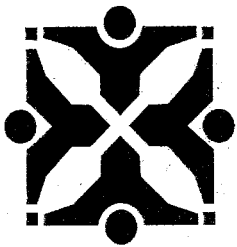
The undersigned, the City Clerk in and for the City of Columbia, Missouri hereby certifies that this is a true and exact copy of the Resolution passed by the City Council of the City on _____, 2012, with respect to its Special Obligation Electric Utility Refunding Bonds, Series 2012E as the same appears of record in the council records of said City in my custody.

WITNESS my hand and seal of the City this _____ day of _____, 2012.

(SEAL)

City Clerk

5629522



Source: Finance *gob*

Agenda Item No:

To: City Council
From: City Manager and Staff *MM*

Council Meeting Date: Nov 19, 2012

Re: Resolution adopting Notice of Sale for Issuance of Special Obligation Refunding Bond Series 2012E
\$46,750,000 Electric Utility Project.

EXECUTIVE SUMMARY:

The current bond interest rates provide the opportunity to refinance this Special Obligation Bond Issue and to save a significant amount of interest for the Electric Utility. In addition, restructuring the principal payment schedule provides added significant savings.

DISCUSSION:

The current interest rates are much lower than the rates when this city Special Obligation Bond was issued. In addition, the restructuring of the principal payment schedule will provide significant savings. Although this Electric Issue requires it to be an advance refunding issue because the call date has not been reached it is still provides significant savings to the city due to restructuring of the issue, the size of the issue and the favorable interest rates available today.

FISCAL IMPACT:

The advance refunding of the 2006 C issue is projected to save \$6,849,757 (\$2,636,854 in net present value) over the remaining 21 years of the issue.

VISION IMPACT:

<http://www.gocolumbiamo.com/Council/Meetings/visionimpact.php>

None

SUGGESTED COUNCIL ACTIONS:

Approve the attached resolution.

FISCAL and VISION NOTES:					
City Fiscal Impact Enter all that apply		Program Impact		Mandates	
City's current net FY cost	\$0.00	New Program/ Agency?		Federal or State mandated?	
Amount of funds already appropriated	\$0.00	Duplicates/Epands an existing program?		Vision Implementation impact	
Amount of budget amendment needed	\$0.00	Fiscal Impact on any local political subdivision?		Enter all that apply: Refer to Web site	
Estimated 2 year net costs:		Resources Required		Vision Impact?	
One Time	\$0.00	Requires add'l FTE Personnel?		Primary Vision, Strategy and/or Goal Item #	
Operating/ Ongoing	\$0.00	Requires add'l facilities?		Secondary Vision, Strategy and/or Goal Item #	
		Requires add'l capital equipment?		Fiscal year implementation Task #	