

EXTRACT OF MINUTES OF A MEETING
OF THE CITY COUNCIL OF THE
CITY OF ROCKVILLE, MINNESOTA

HELD: 15 July 2009

Pursuant to due call and notice thereof, a regular meeting of the City Council of the City of Rockville, State of Minnesota, was duly held on Wednesday, July 15, 2009 at 6:00 p.m.

The following Council members were present:

and the following were absent:

Council member _____ introduced the following resolution and moved its adoption:

**RESOLUTION APPROVING THE ISSUANCE OF
\$1,675,000 G.O. WATER REFUNDING BONDS, SERIES 2009A;
COVENANTING AND OBLIGATING THE CITY TO BE BOUND BY AND TO USE
THE PROVISIONS OF MINNESOTA STATUTES, SECTION 446A.086
TO GUARANTEE THE PAYMENT OF THE PRINCIPAL AND INTEREST ON THE BONDS**

BE IT RESOLVED by the City Council of the City of Rockville, State of Minnesota (herein, the "City"), as follows:

1. The City Council hereby finds and declares that it is necessary and expedient for the City to sell and issue its fully registered general obligation refunding bonds in the total aggregate principal amount of not to exceed \$1,675,000 (herein, the "Bonds"). The proceeds of the Bonds will be used, together with any additional funds of the City which are required for the refinancing of the \$915,000 GO Water Revenue Bonds, Series 2005B, the \$140,800 GO Disposal System Bond of 1997, the \$117,800 GO Disposal System Bond of 1998 and the \$608,500 GO Water Revenue Bond of 2001.
2. The City Council desired to proceed with the sale of the Bonds by direct negotiation and hereby authorizes David Drown Associates, Inc. (herein, "DDA") to negotiate on behalf of the City.
3. The Mayor and the City Administrator are hereby authorized to approve the sale of the Bonds in an aggregate principal amount of not to exceed \$1,675,000 and to execute a bond purchase agreement for the purchase of the Bonds provided the total net present value savings is at least three percent (3.0%) of refunded principal or \$50,000.
4. Upon approval of the sale of the Bonds by the Mayor and the City Administrator, the City Council will take action at its next regularly scheduled meeting thereafter to adopt the necessary approving resolutions as prepared by the City's bond counsel.
5. Minnesota Public Facilities Authority Credit Enhance Program
 - A. Form of Minnesota Public Facilities Authority (the "PFA") Credit Enhancement Program Agreement (the "Agreement"); and
 - B. Application for Participation in the PFA Credit Enhancement Program (the "Application").

STATE OF MINNESOTA
COUNTY OF STEARNS
CITY OF ROCKVILLE

I, the undersigned, being the duly qualified and acting Administrator of the City of Rockville, Minnesota, DO HEREBY CERTIFY that I have compared the attached and foregoing extract of minutes with the original thereof on file in my office, and that the same is a full, true and complete transcript of the minutes of a meeting of the City Council of said City, duly called and held on the date therein indicated, insofar as such minutes relate to the City's \$1,675,000 General Obligation Refunding Bonds, Series 2009A.

WITNESS my hand as such Administrator of the City this 15th day of July, 2009.

Rena Weber
City Administrator