

APR 21 2008

ORDINANCE NO. 2650

  
City Clerk

AN ORDINANCE CALLING AND PROVIDING FOR THE REDEMPTION PRIOR TO MATURITY OF CERTAIN OUTSTANDING GENERAL OBLIGATION CAPITAL PROJECT AND REFUNDING BONDS (PUBLIC UTILITY TAXES ALTERNATE REVENUE SOURCE) OF THE CITY OF COLUMBIA, MONROE AND ST. CLAIR COUNTIES, ILLINOIS

WHEREAS, under date of May 1, 2001, the City of Columbia, Monroe and St. Clair Counties, Illinois, pursuant to Ordinance No. 1952, issued Three Million, One Hundred Thousand Dollars (\$3,100,000) in principal amount of Public Improvement Bonds for the purpose of making improvements and extensions to municipal facilities in and for said City; and

WHEREAS, under date of December 1, 2001, the City of Columbia, Monroe and St. Clair Counties, Illinois, pursuant to Ordinance No. 2009, issued Two Million, Six Hundred Fifty Thousand Dollars (\$2,650,000) in principal amount of Public Improvement Revenue Bonds, Series II for the purpose of making improvements and extensions to municipal facilities in and for said City; and

WHEREAS, said City did reserve and retain unto itself, in issuing the aforesaid bonds, the right to call in, pay, and redeem any or all of the bonds maturing in the years 2007 and thereafter, inclusive, of said issue on December 1, 2006, or on any interest payment date thereafter prior to maturity, at par plus interest accrued to the date of redemption and upon the giving of notice by certified or registered United States Mail, postage prepaid, not less than thirty (30) days nor more than sixty (60) days before the date of redemption, addressed to the Registered Owners of each bond wholly or partially called at the address of that Registered

Owner as the same appears of record with the Bond Registrar and Paying Agent named in said bonds as the place of payment therefor; and

WHEREAS, this City Council does find and determine hereby that it would be in the best interest of said City to refund, at the lower rate or rates of interest now obtainable, all of the aforesaid outstanding bonds which will mature according to their terms on December 1 in the years 2008 and thereafter; and

WHEREAS, it is necessary that provision be made at this time for the calling in, paying, and redeeming of said bonds maturing in the years 2008 and thereafter, as of June 1, 2008, an interest payment date for said bonds; and,

WHEREAS, under the terms of the Ordinances which directed the issuance of such bonds, the City is authorized to call in, pay, and redeem, at par and accrued interest, all of the aforementioned bonds maturing in the years 2007 and thereafter, on December 1, 2006 or any interest payment date thereafter.

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF COLUMBIA, ILLINOIS, AS FOLLOWS:

SECTION 1. That the following Public Improvement Bonds of the City of Columbia, Monroe and St. Clair Counties, Illinois, dated May 1, 2001, be and the same hereby are called for payment and redemption prior to maturity as of June 1, 2008:

<u>Year</u> <u>(December 1)</u>	<u>Interest</u> <u>Rate</u>	<u>Amount</u>
2008	4.40%	\$230,000
2009	4.50%	\$240,000
2010	4.60%	\$250,000
2011	4.70%	\$260,000
2012	4.80%	\$270,000

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2013	4.90%	\$280,000
2014	5.00%	\$300,000

SECTION 2. That the following Public Improvement Bonds of the City of Columbia, Monroe and St. Clair Counties, Illinois, dated December 1, 2001, be and the same hereby are called for payment and redemption prior to maturity as of June 1, 2008:

<u>Year</u> <u>(December 1)</u>	<u>Interest</u> <u>Rate</u>	<u>Amount</u>
2008	4.45%	\$45,000
2009	4.20%	\$45,000
2010	4.30%	\$50,000
2011	4.45%	\$55,000
2012	4.60%	\$60,000
2013	4.70%	\$65,000
2014	4.80%	\$60,000
2015	4.85%	\$360,000
2016	4.90%	\$380,000
2017	5.00%	\$395,000
2018	5.10%	\$420,000
2019	5.15%	\$435,000

SECTION 3. That the City Clerk of the aforesaid City be and is directed hereby to give notice to The Bank of New York Trust Company in the City of St. Louis, State of Missouri, as Bond Registrar and Paying Agent for said Bonds, of the foregoing call for payment and redemption of the said outstanding Bonds by delivering to The Bank of New York Trust Company not later than the 25<sup>th</sup> day of April, 2008, in person by certified mail, return receipt requested, a notice in substantially the following form:

BNY Trust Company of Missouri  
 Corporate Trust Department  
 911 Washington Avenue  
 St. Louis, Missouri 63101  
 Attention: Deanna Mueller

Re: City of Columbia, Monroe and St. Clair Counties, Illinois Public Improvement Bonds dated May 1, 2001 and December 1, 2001

Ladies and Gentlemen:

On April 21, 2008, the City Council of the City of Columbia, Monroe and St. Clair Counties, Illinois, adopted an Ordinance calling for payment and redemption on June 1, 2008, of the following Bonds of the City:

1. Public Improvement Bonds dated May 1, 2001:

<u>Year</u> <u>(December 1)</u>	<u>Interest</u> <u>Rate</u>	<u>Amount</u>
2008	4.40%	\$230,000
2009	4.50%	\$240,000
2010	4.60%	\$250,000
2011	4.70%	\$260,000
2012	4.80%	\$270,000
2013	4.90%	\$280,000
2014	5.00%	\$300,000

2. Public Improvement Bonds Series II dated December 1, 2001:

<u>Year</u> <u>(December 1)</u>	<u>Interest</u> <u>Rate</u>	<u>Amount</u>
2008	4.45%	\$45,000
2009	4.20%	\$45,000
2010	4.30%	\$50,000
2011	4.45%	\$55,000
2012	4.60%	\$60,000
2013	4.70%	\$65,000
2014	4.80%	\$60,000
2015	4.85%	\$360,000
2016	4.90%	\$380,000
2017	5.00%	\$395,000
2018	5.10%	\$420,000

2019

5.15%

\$435,000

That Ordinance directed me to notify you at once of the action of the City Council so that you may carry out timely notification of the Registered Owners of the bonds so called of the call for redemption.

Written notice of the call for redemption of said bonds shall be given by certified or registered United States Mail, postage prepaid, to the Registered Owner of each bond called for redemption at the address of the Registered Owner as the same appears of record with the Bond Registrar and Paying Agent not less than thirty (30) nor more than sixty (60) days prior to the date fixed for redemption, June 1, 2008. Therefore, notice mailed before the end of April, 2008, would be timely.

Accordingly, you are notified hereby that, as of June 1, 2008, the aforesaid Bonds have been called for payment and redemption prior to their stated maturities and that, thereafter, said Bonds no longer will bear interest. Funds sufficient to pay the principal of the Bonds (in the amount of \$4,200,000) will be sent to you by the Treasurer of the City so as to be in your hands on or before the date of the redemption of said Bonds.

Please acknowledge receipt of this notice promptly and advise us of any questions which you may have.

The City Treasurer will forward to you at the appropriate time the amount of \$101,578.75 which will be required on June 1, 2008 to pay the interest due on that date on the said outstanding bonds.

Very truly yours,

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City Clerk  
City of Columbia, Monroe and St. Clair  
Counties, Illinois


SECTION 4. That, the foregoing call for redemption of the Public Improvement Bonds of the City is expressly conditioned upon the sale prior to June 1, 2008 of the City's Government Obligation Capital Project and Refunding Bonds (Public Utility Taxes Alternate Revenue Source) Series 2008, dated May 1, 2008. In order to provide for the payment of the

principal of the above bonds so called for redemption as of June 1, 2008, the City Treasurer be and is hereby directed to take the funds required for the purpose of such redemption of outstanding bonds prior to maturity from the proceeds of the sale of such Government Obligation Capital Project and Refunding Bonds, if necessary, from sums otherwise available for the purpose in the accounts of the City designated the Public Improvement Bond Account created under Ordinances Nos. 1952 and 2009 of the City.

PASSED by the City Council and APPROVED by the Mayor this 21<sup>st</sup> day of April, 2008 and filed in the office of the City Clerk.

  
KEVIN B. HUTCHINSON, Mayor

ATTEST:

  
WESLEY J. HOEFFKEN, City Clerk

(SEAL)

STATE OF ILLINOIS        )  
  ) ss  
COUNTY OF MONROE        )

I, WESLEY J. HOEFFKEN, City Clerk of the City of Columbia, Monroe and St. Clair Counties, Illinois, do hereby certify that the foregoing pages constitute a full, true, and complete copy of Ordinance No. 2650 of said City Council adopted on the 21<sup>st</sup> day of April, 2008, and directing that (a) \$1,830,000 outstanding principal amount of the Public Improvement Revenue Bonds, dated May 1, 2001, and (b) \$2,370,000 of the Public Improvement Revenue Bonds, Series II, dated December 1, 2001, be called for redemption on June 1, 2008, prior to maturity.

I do certify hereby further that, prior to the making of this Certificate, the said Ordinance has been spread at length upon the records of the President and Board of Trustees of said City, where it now appears and remains in City of Columbia Original Ordinances No. 2601 to 2650, inclusive.

IN TESTIMONY WHEREOF, I have set my hand and affixed the seal of said City of Columbia, Illinois, this 21st day of April, 2008.

  
WESLEY J. HOEFFKEN, City Clerk

(SEAL)