

**CITY OF LA VISTA
MAYOR AND CITY COUNCIL REPORT
JULY 17, 2007 AGENDA**

Subject:	Type:	Submitted By:
ECONOMIC DEVELOPMENT PROGRAM — BOND ISSUANCE FINAL RATES	◆ RESOLUTION ORDINANCE RECEIVE/FILE	SHEILA LINDBERG FINANCE DIRECTOR

SYNOPSIS

Bond Counsel has prepared a resolution to approve execution and delivery of designation of final rates and maturity schedule for the Economic Development Fund bonds, Series 2007, in the stated principal amount of \$20,695,000 and with a maximum interest rate of 7.73%.

FISCAL IMPACT

The City will provide a grant of \$3M. It is estimated that the City can recoup this investment in the first three (3) years the hotels & conference center are open through enhanced revenues. The City will provide an \$18M loan which will be repaid by JQH with interest in ten (10) years.

RECOMMENDATION

Approval.

BACKGROUND

On February 20, 2007, by Ordinance No. 1023, the City Council approved the Economic Development program application of John Q. Hammons along with a Development Agreement, Loan Classification, Loan Application and grant of \$3 Million and loan of \$18 Million to construct a full service hotel and conference center facility in Southport West.

A complete copy of all supporting documents is on file at City Hall.

RESOLUTION NO. _____

A RESOLUTION OF THE CITY OF LA VISTA, NEBRASKA, APPROVING THE EXECUTION AND DELIVERY OF THE DESIGNATION OF FINAL RATES AND MATURITY SCHEDULE FOR THE ECONOMIC DEVELOPMENT FUND BONDS, SERIES 2007, OF THE CITY OF LA VISTA, NEBRASKA, IN THE PRINCIPAL AMOUNT OF \$20,695,000, INCLUDING FINAL INTEREST RATES VARYING FROM THOSE SET IN RESOLUTION 07-064.

BE IT RESOLVED by the Mayor and Council of the City of La Vista, Nebraska, as follows:

Section 1. The Mayor and Council of the City of La Vista, Nebraska, hereby find and determine that pursuant to Resolution No. 07-064 (the "Bond Resolution") the City's Economic Development Fund Bonds, Series 2007, (the "Bonds") have been offered for sale and because of changes in interest market conditions, it is necessary and advisable for the Mayor and Council to approve the final rates and maturity schedule varying from the directions set under the Bond Resolution; that the final terms for the Bonds are set forth in the form of Designation of Final Rates and Maturity Schedule (the "Designation") presented at this meeting; that the Designation includes certain undertakings on the part of the City related to the sale and issuance of the Bonds and is in proper form and should be and is hereby approved.

Section 2. The officers of the City (or any one or more of them), including but not limited to the Mayor and the City Treasurer are hereby authorized to execute and deliver the Designation for and on behalf of the City.

Section 3. The terms of the Bond Resolution as modified by the final terms set forth in the Designation are hereby ratified and confirmed. This resolution is hereby determined to be a measure necessary to carry out the contractual obligations of the City relating to the issuance of bonds as provided for in the Master Agreement (as defined in the Bond Resolution) and shall be in force and take effect from and after its adoption, as provided by law.

PASSED AND APPROVED THIS 17TH DAY OF JULY, 2007.

CITY OF LA VISTA

Douglas Kindig, Mayor

ATTEST:

Pamela A. Buethe, CMC
City Clerk

DESIGNATION OF FINAL RATES AND MATURITY SCHEDULE

The undersigned Mayor and Treasurer for the City of La Vista, pursuant to Resolution No. 07-064 duly adopted on June 19, 2007 (the "Bond Resolution") and a further resolution adopted on July 17, 2007, do hereby designate final interest rates and maturity schedule for the \$20,695,000 of Economic Development Fund Bonds, Series 2007, date of original issue – July 24, 2007, (the "Bonds") as follows:

<u>Principal Amount</u>	<u>Maturing October 15,</u>	<u>Interest Rate</u>	<u>Price</u>
\$ 505,000	2010	6.00%	100
535,000	2011	6.06	100
570,000	2012	6.07	100
605,000	2013	6.27	100
1,330,000	2015	6.38	100
1,510,000	2017	6.53	100
2,000,000	2020	6.83	100
13,640,000	2029	7.73	100

The mandatory redemption amounts for each term maturity shall be as follows:

\$1,330,000 Principal Maturing October 15, 2015
\$645,000 to be called October 15, 2014
\$685,000 Payable October 15, 2015

\$1,510,000 Principal Maturing October 15, 2017
\$730,000 to be called October 15, 2016
\$780,000 Payable October 15, 2017

\$2,000,000 Principal Maturing October 15, 2020
\$835,000 to be called October 15, 2018
\$890,000 to be called October 15, 2019
\$275,000 Payable October 15, 2020

\$13,640,000 Principal Maturing October 15, 2029
\$685,000 to be called October 15, 2020
\$1,035,000 to be called October 15, 2021
\$1,120,000 to be called October 15, 2022
\$1,210,000 to be called October 15, 2023
\$1,305,000 to be called October 15, 2024
\$1,410,000 to be called October 15, 2025
\$1,525,000 to be called October 15, 2026
\$1,645,000 to be called October 15, 2027
\$1,780,000 to be called October 15, 2028
\$1,925,000 Payable October 15, 2029

Optional redemption prices as set forth in Section 5 of the Bond Resolution are hereby confirmed.

The Preliminary Official Statement for the Bonds dated July 3, 2007 is hereby confirmed as deemed final by the City as of its date. The City hereby undertakes that within seven business days after the date of this Designation, the Underwriter shall receive a sufficient quantity of copies of the final Official Statement in order to comply with the requirements of Rule 15c2-12 of the Securities and Exchange Commission and with the requirements of Rule G-32 of the Municipal Securities Rulemaking Board.

Dated as of the 17th day of July, 2007.

Mayor

Treasurer

Agreed to by Underwriter:

Senior Vice President
D.A. Davidson & Co.