

060400



Office of the Comptroller

August 1, 2006

W. Martin Morics, C.P.A.
Comptroller

Michael J. Daun
Deputy Comptroller

John M. Egan, C.P.A.
Special Deputy Comptroller

Craig D. Kammholz
Special Deputy Comptroller

Mr. Ronald D. Leonhardt, City Clerk
City Hall - Room 205
Milwaukee, WI 53202

Dear Mr. Leonhardt:

Please find enclosed a certified copy of a resolution adopted by the Commissioners of the Public Debt at their meeting of June 28, 2006. The resolution authorizes the sale of \$1,785,000 General Obligation Refunding Bonds, Series 2006 P6, (the "Notes"). These Notes are being issued for the purpose of refunding the Series 1996 Refunding Bonds. The resolution also establishes future levies for debt service to pay, when due, the principal of and interest on the Notes.

The issuance of the Notes was authorized by the Common Council via Resolution File Number 060400 adopted on July 31, 2006 (the "Resolution"). The Resolution established Common Council debt issuance parameters which, if met, pre-approved certain actions of the Public Debt Commission to accept bids, establish debt service required irrevocable tax levies for future years to meet such debt service and similar aspects of the borrowing process. The Common Council debt issuance parameters were met within the competitive bidding process.

The Resolution also required that such debt issuance information be "entered upon the permanent record of the Commissioners of the Public Debt and formally communicated to the City Clerk ...". This letter and certified copy of the Commission's resolution is intended to meet the latter part of that Common Council directive. If there are any questions, or if we may be of any additional assistance, please feel free to contact this office.

Respectfully submitted,

W. MARTIN MORICS
Comptroller and Secretary
Public Debt Commission

WMM:RL:cs
Enclosure
REF: PD-7171W.DOC

**Resolution 060628-4
 Authorization for the sale and issuance of
 General Obligation Refunding Bonds, Series 2006 P6**

Whereas, the Common Council currently has a resolution (the "Resolution") before it authorizing the issuance of General Obligation Refunding Bonds and Notes (the "Refunding Bonds") for the purpose of refunding portions of the City's General Obligation debt (the "Outstanding Bonds"); and

Whereas, the Resolution provides that the Refunding Bonds shall be sold by the Commissioners of the Public Debt at a public or private sale and authorized the Commissioners to determine the portions of the Outstanding Bonds to be refunded; and

Whereas, all or a portion of the Outstanding Bonds are redeemable on August 1, 2006 and on any interest payment date thereafter, the redemption provisions require notice to be sent on or about July 1, 2006, and it is desirable to refund those bonds with an August 1, 2006 redemption date pending the issuance of a publicly offered refunding issue; and

Whereas, it is desirable to sell Refunding Bonds to the PDAF to provide temporary financing to finance a redemption of all or a portion of the Outstanding Bonds until a permanent refunding bond series can be sold; and

Whereas, the sale of the permanent refunding bonds is anticipated scheduled to occur around October/November 2006;

Now, therefore, be it resolved, by the Commissioners of the Public Debt as follows:

1. It is reasonable and in the best interest of, and financially advantageous for, the City to perform the refunding.
2. The Outstanding Bonds to be refunded, the respective redemption (call) dates, the maturities, and the amounts are hereby determined to be as follows (the "Refunded Bonds"):

<u>Series Designation</u>	<u>Redemption (Call) Date</u>	<u>Bonds to be Refunded</u>	
		<u>Year(s)</u>	<u>Amount</u>
1996 Refunding Bonds	8/1/2006	2011-2015	\$ 1,785,000

3. The Refunding Bonds shall be sold at a price of One Million, Seven Hundred Eighty Five Thousand, and No Cents (\$1,785,000.00), together with interest thereon to the date of delivery and payment therefor.

4. The Refunding Bonds shall be in the denomination of \$5,000 each or any integral multiple thereof, shall be dated August 1, 2006, and bear interest payable semiannually on August 1 and February 1 of each year, commencing February 1, 2007 at the rates, and shall mature on February 1 in the years and amounts as follows:

<u>Year</u>	<u>Amount</u>	<u>Rate</u>
2011	\$655,000	5.00%
2012	425,000	5.00%
2013	455,000	5.00%
2014	240,000	5.00%
2015	10,000	5.00%

5. The Refunding Bonds are subject to optional redemption at any time at a price of par plus accrued interest to the date of redemption.

6. For the express purpose of paying the interest on the Refunding Bonds as it falls due and also to pay and discharge the principal thereof at maturity, a direct annual tax shall be levied upon all taxable property in the City of Milwaukee in the following amounts for the following years:

<u>Levy Year</u>	<u>Year Due</u>	<u>Amount Due</u>
2006	2007	\$89,250
2007	2008	89,250
2008	2009	89,250
2009	2010	89,250
2010	2011	727,875
2011	2012	470,875
2012	2013	478,875
2013	2014	246,500
2014	2015	10,250

In each of said levy years from 2006 to 2014 inclusive, the direct annual irrepealable tax which has been levied shall be extended upon the tax roll of the City of Milwaukee and shall be collected by the officers of the City in the same manner and at the same time as taxes for General City purposes for such years are extended and collected, and when so collected, the proceeds of said taxes shall be used solely for paying the principal and interest on the Refunding Bonds, as long as any Refunding Bonds, of said issue remain outstanding.

7. The Comptroller is authorized and directed to transfer certain monies in the Debt Service Fund Account for the Refunded Bonds as shall be determined by the Comptroller to the Debt Service Fund Account for the Refunding Bonds and to apply the same to pay debt service in 2006 on the Refunding Bonds when it falls due, and to apply any balance not needed to pay debt service on the Refunding Bonds to the escrow account for the Refunding Bonds or to pay a portion of the costs of issuance of the Refunding Bonds.

8. The Refunding Bonds shall be in a form approved by the City Attorney and the Commissioners of the Public Debt and shall be signed by those officers whose signatures are required by law, and shall be a general obligation of the City of Milwaukee.

9. The Series 1996 Refunding Bonds maturing on or after February 1, 2011, are hereby called for redemption on August 1, 2006; and

10. The Comptroller is authorized and directed to take, in advance of issuance of the Refunding Bonds, whatever actions are necessary to effect the call of the Refunded Bonds.

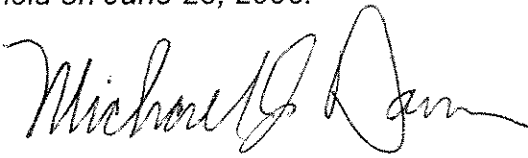
11. The issuance of the Refunding Bonds is subject to adoption by the Common Council, and signature by the Mayor, of the Resolution.

12. This resolution shall be entered upon the permanent record of the Commissioners of the Public Debt and formally communicated by the Secretary to the City Clerk.

13. It is reasonable and in the best interest of, and financially advantageous for, the PDAF to purchase the Refunding Bonds;

14. The Treasurer and Comptroller are authorized and directed to purchase the Refunding Bonds for investment by the PDAF.

I hereby certify that the foregoing is a true and correct copy of a resolution adopted by the Public Debt Commission at its meeting held on June 28, 2006.


for W. MARTIN MORICS
Comptroller and Secretary
Public Debt Commission