



Office of the Comptroller

July 20, 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 \$10,000,000 General Obligation Short-Term Promissory Notes, Series 2006 P4, (the "Notes"). These Notes are being issued for the purpose of financing various public improvement projects of the City. 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 050991 adopted on December 13, 2005 (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,

for W. MARTIN MORICS
Comptroller and Secretary
Public Debt Commission

WMM:RL:cs
Enclosure
REF: PD-7169W.DOC

Resolution Number 060628-1
Authorization for the sale and issuance of
General Obligation Short-Term Promissory Notes, Series 2006 P4

Whereas, Common Council Resolution File No. 050991 adopted by the Common Council on December 13, 2005 authorized the issuance of General Obligation Short-Term Promissory Notes in the aggregate amount of \$545,516,710 (the "Resolution"); and

Whereas, the Resolution resolved that the Obligations shall be sold by the Commissioners of the Public Debt (the "Commissioners") at public or private sale, and such time and in such amounts as the Commissioners determine to be prudent and appropriate; and

Whereas, the City is in the process of borrowing for Sewerage Fund projects from the State of Wisconsin Clean Water Fund program; and

Whereas, in order to preserve the ability to finance projects on a tax-exempt basis, it is desirable to issue debt to provide interim financing for Sewerage projects in anticipation of receiving a loan from the State of Wisconsin Clean Water Fund program; and

Whereas, in connection with the Series 2005 V8 financing, State Street Bank And Trust has approved the City for \$150,000,000 of liquidity facility with approximately \$25,000,000 being used for the Series 2005 V8, and State Street Bank is now willing to provide the City with a short-term financing; and

Whereas, the Commissioners of the Public Debt have determined that it is in the best interest of the City to sell the short-term Notes at private sale; now, therefore, be it

Resolved, By the Commissioners of the Public Debt as follows:

1. The notes authorized by Common Council File No. 050991 shall be sold as taxable notes to State Street Bank And Trust in the aggregate par amount of \$10,000,000 (the "Notes").
2. The Notes shall be sold and purchased at a price of \$10,000,000, plus accrued interest to the date of delivery.
3. The Notes shall be dated as of the Delivery Date, and delivered on or before July 31, 2006, be available in the denomination of \$5,000 or integral multiples thereof, and shall mature on January 1, 2007, and bear interest payable at maturity at a rate not to exceed 7.00% as determined by the Secretary of the Public Debt Commission.
4. Pursuant to the Resolution, the Notes are not subject to redemption prior to their maturity, provided however, that nothing shall prevent the City and the Note Owner from agreeing to an early redemption of the Notes.
5. A direct annual tax sufficient in an amount to pay, and for the express purpose of paying, the interest on the Notes as it falls due and also to pay and discharge the principal thereof at maturity, has been levied, by the Common Council, upon all taxable property in the City, and is hereby established in the following amounts for the following years: