

# **CITY COMMISSION AGENDA**

City Hall Commission Chambers

Monday, June 18, 2012

7:00 p.m.

MEETING #4890

## **CALL TO ORDER**

## **ROLL CALL**

**INVOCATION** by Dr. Jerry Ketner of New Hope on the Plains

## **PLEDGE OF ALLEGIANCE**

## **PETITIONS & PROCLAMATIONS**

**VISITORS** (Limit of five minutes per individual and fifteen minutes per topic. Final action may be deferred until the next City Commission meeting unless an emergency situation does exist).

Larry Durr

## **CONSENT CALENDAR**

1. Approval of City Commission Meeting minutes, June 4, 2012;
2. Appropriation Ordinance No. 12, June 18, 2012;
3. Cereal Malt Beverage Licenses
  - a. Pizza Hut #103, 1513 W. Wyatt Earp;
  - b. Pizza Hut #104, 110 Frontview;
  - c. Wal-Mart #372, 1905 N. 14<sup>th</sup> Avenue;
  - d. Love's Country Store #62, 400 E. Wyatt Earp Blvd.;

## **ORDINANCES & RESOLUTIONS**

**Resolution No. 2012-21:** A Resolution for the Temporary Suspension and Waiver of Certain Provisions of Ordinance No. 2838 and the International Fire Code Pertaining to the Discharge of Fireworks Within the City Limits of the City of Dodge City, Kansas. Report by Fire Chief, Kevin Norton.

**Resolution No. 2012-22:** A Resolution Providing for the Adoption of Tax-Exempt Financing Compliance Procedures Relating to Obligations Issued and to be Issued and to be Issued by the City of Dodge City, Kansas. Report by City Clerk/Director of Finance, Nannette Pogue.

**Resolution No. 2012-23:** A Resolution Authorizing the Offering for Sale of General Obligation Waterworks and Wastewater System Refunding Bonds, Series 2012-A, and General Obligation Refunding and Improvement Bonds, Series 2012-B, of the City of Dodge City, Kansas. Report by City Clerk/Director of Finance, Nannette Pogue.

## **UNFINISHED BUSINESS**

## **NEW BUSINESS**

1. Approval of Mariah Hills Golf Course Irrigation System Bids. Report by Director of Parks and Recreation, Paul Lewis and Director of Engineering Services, Ray Slattery.

## **OTHER BUSINESS**

## **ADJOURNMENT**

# **CITY COMMISSION MINUTES**

City Hall Commission Chambers

Monday, June 4, 2012

7:00 p.m.

MEETING #4889

## **CALL TO ORDER**

**ROLL CALL:** Commissioners Rick Sowers, Kent Smoll, Brian Delzeit and Jim Sherer. Commissioner Michael Weece was absent.

**INVOCATION** by Dr. Jerry Ketner of New Hope on the Plains

## **PLEDGE OF ALLEGIANCE**

**VISITORS** (Limit of five minutes per individual and fifteen minutes per topic. Final action may be deferred until the next City Commission meeting unless an emergency situation does exist).

## **CONSENT CALENDAR**

1. Approval of City Commission Meeting minutes, May 21, 2012;
2. Approval of City Commission Work Session minutes, May 21, 2012;
3. Appropriation Ordinance No. 11, June 4, 2012;
4. Cereal Malt Beverage Licenses;
  - a. El Charro of DC, LLC, 1209 W. Wyatt Earp

Commissioner Jim Sherer moved to approve the Consent Calendar as presented, seconded by Commissioner Kent Smoll. The motion carried 4-0.

## **ORDINANCES & RESOLUTIONS**

**Ordinance No. 3538:** Commissioner Kent Smoll moved to approve an Ordinance Annexing to the City of Dodge City the Described Property, in Accordance with K.S.A. 12-520 Et. Seq; Providing for the Zoning Thereof, and Placing the Property in a Voting Ward. Commissioner Brian Delzeit seconded the motion. Motion passed 4-0.

**Ordinance No. 3539:** Commissioner Brian Delzeit moved to approve an Ordinance Annexing to the City of Dodge City the Described Property, in Accordance with K.S.A. 12-520 Et. Seq; Providing for the Zoning Thereof, and Placing the Property in a Voting Ward. Commissioner Kent Smoll seconded the motion. Motion passed 4-0.

**Resolution No. 2012-19:** Commissioner Jim Sherer moved to approve a Resolution of the City of Dodge City, Kansas, Authorizing Payment of the Costs of Improvements to the City Public Water Supply System. Commissioner Brian Delzeit seconded the motion. Motion passed 4-0.

**Resolution No. 2012-20:** Commissioner Jim Sherer moved to approve a Resolution Authorizing the Improvement or Reimprovement of Certain Main Trafficways Within the City of Dodge City, Kansas; and Providing for the Payment of the Costs Thereof. Commissioner Kent Smoll seconded the motion. Motion passed 4-0.

### **UNFINISHED BUSINESS**

### **NEW BUSINESS**

1. Commissioner Kent Smoll moved to approve Prairie Plat Additional Final Plat. Commissioner Jim Sherer seconded the motion. Motion passed 4-0.
2. Commissioner Brian Delzeit moved to approve the Bids for Utility Water Supplies from...

Municipal Supply...	\$104,415.75
Water Meters	\$102,594.75
Other Items	\$ 1,824.00
Water Products...	\$42,260.28
Couplings	\$ 5,731.54
Brass	\$11,561.99
Repair Clamps	\$ 2,959.80
Fire Hydrants	\$22,006.95
HD Supply Waterworks...	\$14,010.00
Gate Valves	
D-C Wholesale...	\$6,475.50
Jars and Lids	
Wichita Win Water...	\$1,064.00
MJ Fittings	

for a Grand Total of \$168,228.53. Commissioner Jim Sherer seconded the motion. Motion passed 4-0.

3. Commissioner Kent Smoll moved to approve the Interlocal Agreement between the City of Dodge City, City of Garden City, City of Hutchinson, City of Newton, City of La Junta, CO, City of Lamar, CO, and the City of Trinidad, CO in relation to the Southwest Chief rail line, with the amount of the City of Dodge City's support at \$20,000. Commissioner Jim Sherer seconded the motion. Motion passed 4-0.
4. Commissioner Jim Sherer moved to Authorize the Mayor and City Manager to sign and Submit a Letter of Support for Garden City REAP Grant request. Commissioner Brian Delzeit seconded the motion. Motion passed 4-0.

**OTHER BUSINESS**

City Manager, Ken Strobel:

- Returned today from a week's vacation, appreciate the time off; and
- Had an opportunity to visit with real estate division from Menards, they have committed to Garden City. We have aggressively pursued them and will continue to pursue others.

Mayor, Rick Sowers:

- Hopefully will get rain in order to have 4<sup>th</sup> of July celebration.

Commissioner, Kent Smoll:

- With regard to the 4<sup>th</sup> of July Celebration, has moisture been sufficient? This question is going to be coming up in future meetings; and
- Encourage people to donate to the fireworks fund – send check to City Hall, Attn: Jane Longmeyer.

Commissioner, Brian Delzeit:

- Asked about an action plan for Dodge City/Ford County Economic Development.

**ADJOURNMENT:** Commissioner Kent Smoll moved to adjourn the meeting; Commissioner Jim Sherer seconded the motion. The motion carried 4-0.

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Rick Sowers, Mayor

ATTEST:

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Nannette Pogue, City Clerk

# CORPORATE APPLICATION FOR LICENSE TO SELL CEREAL MALT BEVERAGES

(This form has been prepared by the Attorney General's Office)

City or  County of Dodge City, Ford County

## SECTION 1 - LICENSE TYPE

Check One:  New License  Renew License  Special Event Permit

Check One:

License to sell cereal malt beverages for consumption on the premises.

License to sell cereal malt beverages in original and unopened containers and not for consumption on the licensed premises.

## SECTION 2 - APPLICANT INFORMATION

Kansas Sales Tax Registration Number (required): 00-4-480728482F-01

Name of Corporation High Plains PIZZA, Inc #104 Principal Place of Business 710 Parkway Blvd.

Corporation Street Address 710 Parkway Blvd Corporation City Liberal State KS Zip Code 67901

Date of Incorporation 9-1-06 Articles of Incorporation are on file with the Secretary of State.  Yes  No

Resident Agent Name \_\_\_\_\_ Phone No. 620-624-5634

Residence Street Address \_\_\_\_\_ City Liberal State KS Zip Code 67901

## SECTION 3 - LICENSED PREMISE

Licensed Premise (Business Location or Location of Special Event) Mailing Address (If different from business address)

DBA Name PIZZA HUT #104 Name High Plains PIZZA, Inc

Business Location Address 110 Frontview Address P.O. Box 2438

City Dodge City State KS Zip 67801 City Liberal State KS Zip 67905

Business Phone No. 620-225-2286  Applicant owns the proposed business or special event location.

Business Location Name High Plains PIZZA, INC  Applicant does not own the proposed business or event location.

## SECTION 4 - OFFICERS, DIRECTORS, STOCKHOLDERS OWNING 25% OR MORE OF STOCK

List each person and their spouse, if applicable. Attach additional pages if necessary.

Name	Position	Date of Birth
Residence Street Address <u>SEE ATTACHED</u>	City _____ State _____ Zip Code _____	
Spouse Name _____	Position _____	Date of Birth _____
Residence Street Address _____	City _____ State _____ Zip Code _____	
Name _____	Position _____	Date of Birth _____
Residence Street Address _____	City _____ State _____ Zip Code _____	
Spouse Name _____	Position _____	Age _____
Residence Street Address _____	City _____ State _____ Zip Code _____	
Name _____	Position _____	Date of Birth _____
Residence Street Address _____	City _____ State _____ Zip Code _____	
Spouse Name _____	Position _____	Age _____
Residence Street Address _____	City _____ State _____ Zip Code _____	

# CORPORATE APPLICATION FOR LICENSE TO SELL CEREAL MALT BEVERAGES

(This form has been prepared by the Attorney General's Office)

City or  County of Dodge city, Ford County

SECTION 1 - LICENSE TYPE	
Check One: <input type="checkbox"/> New License <input checked="" type="checkbox"/> Renew License <input type="checkbox"/> Special Event Permit	
Check One: <input checked="" type="checkbox"/> License to sell cereal malt beverages for consumption on the premises. <input type="checkbox"/> License to sell cereal malt beverages in original and unopened containers and not for consumption on the licensed premises.	

SECTION 2 - APPLICANT INFORMATION			
Kansas Sales Tax Registration Number (required): <u>004-480728482F-01</u>			
Name of Corporation <u>High Plains PIZZA, Inc #103</u>	Principal Place of Business <u>7 W. Parkway Blvd</u>		
Corporation Street Address <u>7 W. Parkway Blvd.</u>	Corporation City <u>Liberal</u>	State <u>KS</u>	Zip Code <u>67901</u>
Date of Incorporation <u>9-1-66</u>	Articles of Incorporation are on file with the Secretary of State.		<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No
Resident Agent Name	Phone No. <u>620-624-5638</u>		
Residence Street Address	City <u>Liberal</u>	State <u>KS</u>	Zip Code <u>67901</u>

SECTION 3 - LICENSED PREMISE			
Licensed Premise (Business Location or Location of Special Event)		Mailing Address (If different from business address)	
DBA Name <u>PIZZA HUT #103</u>	Name <u>High Plains PIZZA, INC</u>	Address <u>P.O. BOX 2438</u>	
Business Location Address <u>1513 W. Wyatt EATP</u>	Address <u>P.O. BOX 2438</u>	City <u>LIBERAL</u>	
City <u>Dodge city</u>	State <u>KS</u>	State <u>KS</u>	Zip <u>67901</u>
Business Phone No. <u>620-225-0290</u>	<input checked="" type="checkbox"/> Applicant owns the proposed business or special event location. <input type="checkbox"/> Applicant does not own the proposed business or event location.		
Business Location Owner Name(s) <u>High Plains PIZZA, Inc</u>			

SECTION 4 - OFFICERS, DIRECTORS, STOCKHOLDERS OWNING 25% OR MORE OF STOCK			
List each person and their spouse, if applicable. Attach additional pages if necessary.			
Name	Position	Date of Birth	
Residence Street Address	City	State	Zip Code
<u>See ATTACHED</u>			
Name	Position	Date of Birth	
Residence Street Address	City	State	Zip Code
Spouse Name <th>Position</th> <th colspan="2">Age</th>	Position	Age	
Residence Street Address	City	State	Zip Code
Name	Position	Date of Birth	
Residence Street Address	City	State	Zip Code
Spouse Name <th>Position</th> <th colspan="2">Age</th>	Position	Age	
Residence Street Address	City	State	Zip Code
Name	Position	Date of Birth	
Residence Street Address	City	State	Zip Code
Spouse Name <th>Position</th> <th colspan="2">Age</th>	Position	Age	
Residence Street Address	City	State	Zip Code

# CORPORATE APPLICATION FOR LICENSE TO SELL CEREAL MALT BEVERAGES

(This form has been prepared by the Attorney General's Office)

City or  County of Dodge City

<b>SECTION 1 – LICENSE TYPE</b>	
Check One: <input type="checkbox"/> New License <input checked="" type="checkbox"/> Renew License <input type="checkbox"/> Special Event Permit	
Check One:	
<input type="checkbox"/> License to sell cereal malt beverages for consumption on the premises.	
<input checked="" type="checkbox"/> License to sell cereal malt beverages in original and unopened containers and not for consumption on the licensed premises.	

<b>SECTION 2 – APPLICANT INFORMATION</b>			
Kansas Sales Tax Registration Number (required): 004-710415188F-02			
Name of Corporation Wal-Mart Stores, Inc.		Principal Place of Business Bentonville, AR 72716-0500	
Corporation Street Address 702 SW 8th Street		Corporation City Bentonville	State AR
Date of Incorporation 10-31-1969		Zip Code 72716	
Resident Agent Name The Corporation Company, Inc.		Articles of Incorporation are on file with the Secretary of State.	
Residence Street Address 515 South Kansas Ave		<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	
Phone No. 417-569-8528		City Topeka	State KS
		Zip Code 66603	

<b>SECTION 3 – LICENSED PREMISE</b>			
<b>Licensed Premise</b> (Business Location or Location of Special Event)		<b>Mailing Address</b> (If different from business address)	
DBA Name Walmart #372		Name Wal-Mart Stores, Inc.	
Business Location Address 1905 N 14th Ave		Address 702 SW 8th Street	
City Dodge City	State KS	City Bentonville	State AR
Zip 67801		Zip 72716-0500	
Business Phone No. 620-225-3917		<input checked="" type="checkbox"/> Applicant owns the proposed business or special event location.	
Business Location Owner Name(s) Wal-Mart Stores, Inc.		<input type="checkbox"/> Applicant does not own the proposed business or event location.	

<b>SECTION 4 – OFFICERS, DIRECTORS, STOCKHOLDERS OWNING 25% OR MORE OF STOCK</b>			
List each person and their spouse, if applicable. Attach additional pages if necessary.			
Name Please see attached stock affidavit.		Position	
Residence Street Address		City	State
		Zip Code	
Spouse Name		Position	
Residence Street Address		City	State
		Zip Code	
Name		Position	
Residence Street Address		City	State
		Zip Code	
Spouse Name		Position	
Residence Street Address		City	State
		Age	
		City	State
		Zip Code	
Name		Position	
Residence Street Address		City	State
		Zip Code	
Spouse Name		Position	
Residence Street Address		City	State
		Age	
		City	State
		Zip Code	

# CORPORATE APPLICATION FOR LICENSE TO SELL CEREAL MALT BEVERAGES

(This form has been prepared by the Attorney General's Office)

City or  County of City of Dodge City

SECTION 1 - LICENSE TYPE	
Check One: <input type="checkbox"/> New License <input checked="" type="checkbox"/> Renew License <input type="checkbox"/> Special Event Permit	
Check One:	
<input type="checkbox"/> License to sell cereal malt beverages for consumption on the premises.	
<input checked="" type="checkbox"/> License to sell cereal malt beverages in original and unopened containers and not for consumption on the licensed premises.	

SECTION 2 - APPLICANT INFORMATION			
Kansas Sales Tax Registration Number (required):			
Name of Corporation <u>Love's Travel Stops &amp; Country Stores, Inc.</u>		Principal Place of Business	
Corporation Street Address <u>10601 N Pennsylvania</u>		Corporation City <u>Oklahoma City</u>	State <u>OK</u>
Date of Incorporation		Zip Code <u>73120</u>	
		Articles of Incorporation are on file with the Secretary of State. <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	
Resident Agent Name		Phone No.	
Residence Street Address		City	State
			Zip Code

SECTION 3 - LICENSED PREMISE			
Licensed Premise (Business Location or Location of Special Event)		Mailing Address (If different from business address)	
DBA Name <u>Love's Country Store # 62</u>		Name <u>Attn: Licensing</u>	
Business Location Address <u>400 E Wyatt Earp Blvd</u>		Address <u>PO Box 26210</u>	
City <u>Dodge City, KS</u>	State <u>KS</u>	City <u>Oklahoma City</u>	State <u>OK</u>
Zip <u>67801</u>		Zip <u>73126</u>	
Business Phone No. <u>620-225-0641</u>		<input type="checkbox"/> Applicant owns the proposed business or special event location.	
		<input type="checkbox"/> Applicant does not own the proposed business or event location.	
Business Location Owner Name(s) <u>Love's Travel Stops &amp; Country Stores, Inc.</u>			

SECTION 4 - OFFICERS, DIRECTORS, STOCKHOLDERS OWNING 25% OR MORE OF STOCK			
List each person and their spouse, if applicable. Attach additional pages if necessary.			
Name <u>See Attached List</u>	Position		Date of Birth
Residence Street Address	City	State	Zip Code
Spouse Name	Position		Date of Birth
Residence Street Address	City	State	Zip Code
Name	Position		Date of Birth
Residence Street Address	City	State	Zip Code
Spouse Name	Position		Age
Residence Street Address	City	State	Zip Code
Name	Position		Date of Birth
Residence Street Address	City	State	Zip Code
Spouse Name	Position		Age
Residence Street Address	City	State	Zip Code

## Memorandum

*To: City Manager  
Assistant City Manager  
City Commissioners*

*From: Fire Chief Kevin Norton*

*Date: 6/18/2012*

*Subject: Temporary Suspension of Ord.  
No.2838 (Fireworks Ban)*

*Agenda Item: Ordinances and Resolutions*

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**Recommendation:** Approve the resolution.

**Background:** This resolution is the same as those that have been approved over the last several years. This was originally started at the request of Ford County in an effort to reduce the amount of fireworks being discharged in their jurisdiction because of the city's fireworks ban.

**Justification:** In the past this resolution has been successful in reducing the discharge of fireworks in rural ford county. This year, in an effort to limit exposure in the city I am requesting the ban be lifted for two days only (July 4 & 5).

**Financial Considerations:** None

**Purpose/Mission:** Mission Statement: "Together, we promote open communications with our community members to improve quality of life and preserve our heritage to foster a better future."

**Legal Considerations:** None

**Attachments:** A copy of resolution no. 2012- 21 is attached.

**RESOLUTION NO. 2012-21**

**A RESOLUTION FOR THE TEMPORARY SUSPENSION AND WAIVER OF CERTAIN PROVISIONS OF ORDINANCE NO. 2838 AND THE INTERNATIONAL FIRE CODE PERTAINING TO THE DISCHARGE OF FIREWORKS WITHIN THE CITY LIMITS OF THE CITY OF DODGE CITY, KANSAS:**

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**SECTION 1:** For the time periods and under the conditions set forth herein, the provisions of Ordinance No. 2838 and the International Fire Code prohibiting the discharge of legal fireworks, as defined by state statutes and regulations of the State Fire Marshal, shall be temporarily suspended and waived so as to allow the lawful discharge of such legal fireworks within the corporate limits of the City of Dodge City, Kansas, subject to the exceptions and under the conditions as provided herein, for the period from July 4, 2012 through July 5, 2012, between the hours of 10:00 a.m. to 11:00 p.m. of said days;

**SECTION 2:** This waiver and suspension shall not apply to, and the discharge of fireworks shall be prohibited at any time, including July 4, 2012 through July 5, 2012, on any public property, including but not limited to all public parks, public recreation areas such as ball fields and soccer fields, any school grounds including, school playgrounds and athletic facilities, any public rights of way, or public parking areas (Civic Center / Memorial Stadium).

**SECTION 3:** This waiver and suspension shall not apply to, and the discharge of fireworks shall be prohibited at any time, including July 4, 2012 through July 5, 2012, on any real property within the corporate limits of the City of Dodge City without the permission of the owner or person or entity in control of said real property.

**SECTION 4:** Notwithstanding this suspension and waiver, officers of the Dodge City Fire Department and the Dodge City Police Department shall have the authority to confiscate any fireworks from any individual possessing the same, if in the opinion of said officer, the use or discharge of such fireworks is being conducted in such a manner as to create a health or safety hazard for the user or other persons, or in such a manner as to create a safety hazard to public or private property.

**SECTION 5:** This waiver will automatically expire at 11:01 p.m. on July 5, 2012, and may be rescinded prior thereto by action of the governing body.

**SECTION 6:** This Resolution shall take effect and be in force from and after its adoption and publication once in the official City newspaper.

Adopted by the governing body this 18th day of June, 2012.

\_\_\_\_\_  
Rick Sowers, Mayor

ATTEST:

\_\_\_\_\_  
Nannette Pogue, City Clerk

## *Memorandum*

*To: Ken Strobel, City Manager  
Cherise Tieben, Assistant City Manager*

*From: Nannette Pogue*

*Date: June 15, 2012*

*Subject: Resolution No. 2012-22*

*Agenda Item: Ordinances and Resolutions*

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**Recommendation:** I recommend the City Commission approve Resolution No. 2012-22

**Background:** For several years IRS officials have expressed concern that state and local government bond issuers do not have adequate written procedures to ensure that the ongoing tax requirements are met after the financing has closed. The IRS has finally published an article that clarifies its expectations and describes minimum post-issuance tax compliance standards for all issuers of tax-exempt debt and other “tax-advantaged” debt. The IRS strongly suggests that issuers adopt a comprehensive set of tax compliance procedures that will govern all of the issuer’s tax-exempt debt, rather than attempting to follow the tax compliance procedures mandated by the federal tax certificate or tax compliance agreement relating to each specific bond issue. To that end, Gilmore and Bell, the City’s Bond Counsel, has prepared a Tax Exempt Financing Compliance Procedure for adoption by the City Commission. This procedure will be adopted by Resolution No. 2012-22, if approved.

**Justification:** In summary, the following procedures are included and have changed from what we have done in the past:

Separate written compliance procedure. Gilmore & Bell will require that each governmental issuer adopt a written procedure for post-issuance tax compliance and record-keeping that will apply to all tax-exempt debt. The written procedure will contain a list of documents and records that must be prepared and retained as part of a tax-exempt bond compliance file.

Identified Bond Compliance Officer. The written compliance procedure and the tax documents for each financing will designate a “bond compliance officer” who will be responsible for post-issuance bond compliance.

Final written allocation of bond proceeds. For each new money governmental purpose financing Gilmore & Bell will require issuers to prepare a “final written

allocation” of proceeds to expenditures. Refunding transactions will incorporate similar documentation as part of the tax closing documents to specify how refunded issue proceeds were spent.

Annual compliance checklist. For all financings we will require issuers to complete a short tax compliance checklist on an annual basis.

The final written allocation and the annual checklists, along with related documents identified in the written compliance procedure, will comprise the “tax-exempt bond file” for the financing.

The Resolution and Compliance Procedure is being presented for approval to the City Commission.

**Financial Considerations:** none

**Purpose/Mission:** We strive to achieve high performance standards

**Legal Considerations:** To insure proper compliance with all federal and state requirements.

**Attachments:** Resolution No. 2012-22 and Tax Exempt Financing Compliance Procedure.

**RESOLUTION NO. 2012-22**

**A RESOLUTION PROVIDING FOR THE ADOPTION OF TAX-EXEMPT FINANCING COMPLIANCE PROCEDURES RELATING TO OBLIGATIONS ISSUED AND TO BE ISSUED BY THE CITY OF DODGE CITY, KANSAS.**

**WHEREAS**, the City of Dodge City, Kansas (the “Issuer”) is a city of the first class, duly created, organized and existing under the Constitution and laws of the State of Kansas (the “State”); and

**WHEREAS**, the Issuer is authorized, pursuant to the Constitution and statutes of the State to issue bonds, notes, leases, certificates and other instruments that evidence indebtedness (collectively, the “Obligations”) to finance certain improvements, projects and programs of the Issuer (collectively, the “Project Facilities”) and on behalf of certain non-governmental private businesses (“Conduit Borrowers”); and

**WHEREAS**, the Issuer has heretofore issued certain Obligations and anticipates future issuances of additional Obligations, the interest on which is intended to be excluded from gross income for federal income tax purposes or which is subsidized by the federal government (*e.g.* build America bonds) (the “Tax-Exempt Obligations”); and

**WHEREAS**, the Internal Revenue Code of 1986, as amended and regulations promulgated thereunder (collectively, the “Code”), impose ongoing requirements related to the investment, use and expenditure of proceeds of Tax-Exempt Obligations and related funds and restrictions on use of the Project Facilities financed by such Tax-Exempt Obligations and separate restrictions on facilities financed on behalf of Conduit Borrowers by such Tax-Exempt Obligations; and

**WHEREAS**, pursuant to rules promulgated by the Securities and Exchange Commission (the “SEC”), the Issuer has entered into or anticipates entering into continuing disclosure undertakings to provide for the submission of annual reports and notices of certain material events relating to the Tax-Exempt Obligations for Project Facilities; and

**WHEREAS**, the Issuer and Conduit Borrowers have entered into or anticipates entering into continuing disclosure undertakings to provide for the submission of annual reports and notices of certain material events relating to the Tax-Exempt Obligations for facilities financed on behalf of Conduit Borrowers; and

**WHEREAS**, the Issuer is committed to full compliance with all such requirements with respect to the Issuer’s Tax-Exempt Obligations.

**THEREFORE, BE IT RESOLVED BY THE GOVERNING BODY OF THE CITY OF DODGE CITY, KANSAS:**

**Section 1. Compliance Procedures.** In order to comply with the requirements of the Code and directives of the Internal Revenue Service and SEC and to improve tax compliance and documentation, the governing body of the Issuer hereby adopts the following: (a) Tax-Exempt Financing Compliance Procedure, dated as of June 18, 2012 (the “Governmental Compliance Procedure”); and (b) Tax-Exempt Financing Compliance Procedure-Conduit, dated as June 18, 2012 (the “Conduit Compliance Procedure”).

**Section 2. Permanent Record.** A copy of the Governmental Compliance Procedure and Conduit Compliance Procedure shall be placed in the permanent records of the Issuer and shall be available for public inspection during regular business hours of the Issuer.

**Section 3. Effective Date.** This Resolution shall take effect and be in full force from and after its adoption by the governing body of the Issuer.

[BALANCE OF THIS PAGE INTENTIONALLY LEFT BLANK]

**ADOPTED AND APPROVED** by the governing body of the City of Dodge City, Kansas, on June 18, 2012.

(Seal)

\_\_\_\_\_  
Mayor

ATTEST:

\_\_\_\_\_  
Clerk

**CERTIFICATE**

I hereby certify that the above and foregoing is a true and correct copy of Resolution No. 2012- [ ] of the City of Dodge City, Kansas adopted by the governing body on June 18, 2012 as the same appears of record in my office.

DATED: June 18, 2012.

\_\_\_\_\_  
Clerk

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**THE CITY OF DODGE CITY, KANSAS**

**TAX-EXEMPT FINANCING COMPLIANCE PROCEDURE  
(GOVERNMENTAL ISSUES)**

**Dated as of June 18, 2012**

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**TAX-EXEMPT FINANCING COMPLIANCE PROCEDURE  
(GOVERNMENTAL ISSUES)**

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*Exhibit A* – List of Tax-Exempt Bonds Covered by this Compliance Procedure  
*Exhibit B* – Form of Annual Compliance Checklist

\* \* \*

**TAX-EXEMPT FINANCING COMPLIANCE PROCEDURE  
(GOVERNMENTAL ISSUES)**

**ARTICLE I**

**DEFINITIONS**

**Section 1.1. Definitions.** Capitalized words and terms used in this Compliance Procedure have the following meanings:

“**Annual Compliance Checklist**” means a questionnaire and/or checklist described in *Section 6.1* that is completed each year for each of the Tax-Exempt Bonds.

“**Annual Report**” means the Issuer’s audited financial statements (or unaudited financial statements as permitted by the Continuing Disclosure Undertaking for the Tax-Exempt Bonds) and certain other financial information and operating data required to be filed annually with the MSRB for the Tax-Exempt Bonds.

“**Bond Compliance Officer**” means the Issuer’s Clerk/Director of Finance or, if said position is vacant, the person appointed or elected to fill the responsibilities of said position for the Issuer.

“**Bond Counsel**” means Gilmore & Bell, P.C., or other firm of nationally recognized bond counsel, selected by the Issuer to provide a legal opinion regarding the tax status of interest on Tax-Exempt Bonds as of the issue date or the law firm selected to advise the Issuer regarding matters referenced in this Compliance Procedure.

“**Bond Restricted Funds**” means the funds, accounts, and investments that are subject to arbitrage rebate and/or yield restriction rules that have been identified in the Tax Compliance Agreement for the Tax-Exempt Bonds.

“**Bond Transcript**” means the “transcript of proceedings” or other similarly titled set of transaction documents assembled by Bond Counsel following the issuance of Tax-Exempt Bonds.

“**Code**” means the Internal Revenue Code of 1986, as amended.

“**Compliance Procedure**” means this Tax-Exempt Financing Compliance Procedure.

“**Continuing Disclosure Undertaking**” means the Continuing Disclosure Agreement(s), Continuing Disclosure Undertaking(s), Continuing Disclosure Instructions or other written certification(s) of the Issuer setting out covenants for satisfying the Issuer’s requirements for providing information to the MSRB pursuant to SEC Rule 15c2-12 on an ongoing basis for one or more Tax-Exempt Bond issues.

“**Cost**” or “**Costs**” means all costs and expenses paid for the acquisition, design, construction, equipping or improvement of a Project Facility or costs of issuing Tax-Exempt Bonds for a Project Facility.

“**EMMA**” means the Electronic Municipal Market Access system for municipal securities disclosures established and maintained by the MSRB, which can be accessed at [www.emma.msrb.org](http://www.emma.msrb.org).

**“Final Written Allocation”** means the Final Written Allocation of Tax-Exempt Bond proceeds prepared pursuant to *Section 5.4* of this Compliance Procedure.

**“Financed Assets”** means that part of a Project Facility treated as financed with Tax-Exempt Bond proceeds as reflected in a Final Written Allocation or, if no Final Written Allocation was prepared, the accounting records of the Issuer and the Tax Compliance Agreement for the Tax-Exempt Bonds.

**“Governing Body”** means the Commission of the Issuer.

**“Intent Resolution”** means a resolution of the Governing Body stating: (a) the intent of the Issuer to finance all or a portion of the Project Facility; (b) the expected maximum size of the financing; and (c) the intent of the Issuer to reimburse the Costs of the Project Facility paid by the Issuer from proceeds of the Tax-Exempt Bonds.

**“IRS”** means the Internal Revenue Service.

**“Issuer”** means the City of Dodge City, Kansas, and its successors and assigns, or any body, agency or instrumentality of the State succeeding to or charged with the powers, duties and functions of the Issuer or any entity issuing Tax Exempt Bonds on behalf of the City of Dodge City, Kansas.

**“MSRB”** means the Municipal Securities Rulemaking Board, or any successor repository designated as such by the SEC in accordance with Rule 15c2-12(b)(5) adopted by the SEC under the Securities Exchange Act of 1934, as the same may be amended from time to time.

**“Placed In Service”** means that date (as determined by the Bond Compliance Officer) when the Project Facility is substantially complete and in operation at substantially its design level.

**“Project Facility”** means all tangible or intangible property financed in whole or in part with Tax-Exempt Bonds that are: (a) functionally related or integrated in use; (b) located on the same physical site or proximate sites; and (c) expected to be Placed In Service within a one-year period of each other.

**“Rebate Analyst”** means the rebate analyst for the Tax-Exempt Bonds selected pursuant to the Tax Compliance Agreement.

**“Regulations”** means all regulations issued by the U.S. Treasury Department to implement the provisions of Code §§ 103 and 141 through 150 and applicable to tax-exempt obligations.

**“SEC”** means the Securities and Exchange Commission.

**“Tax Compliance Agreement”** means the Federal Tax Certificate, Tax Compliance Agreement, Arbitrage Agreement, or other written certification or agreement of the Issuer setting out representations and covenants for satisfying the post-issuance tax compliance requirements for the Tax-Exempt Bonds.

**“Tax-Exempt Bond(s)”** means any bond, note, installment sale agreement, lease or certificate intended to be a debt obligation of the Issuer or another political subdivision or government instrumentality, the proceeds of the which are to be loaned or otherwise made available to the Issuer, and the interest on which is: (a) excludable from gross income for federal income tax purposes; or (b) taxable for federal income purposes, but is payable at a lower rate as a result of federal subsidy payments or other assistance. A list of all Tax-Exempt Bonds outstanding and subject to this Compliance Procedure as of June 18, 2012, is attached as *Exhibit A*.

“**Tax-Exempt Bond File**” means documents and records which may consist of paper and electronic medium, maintained for each of the Tax-Exempt Bonds. Each Tax-Exempt Bond File will include the following information if applicable:

- (a) Intent Resolution.
- (b) Bond Transcript.
- (c) Final Written Allocation and/or all available accounting records related to the Project Facility showing expenditures allocated to the proceeds of the Tax-Exempt Bonds and expenditures (if any) allocated to other sources of funds.
- (d) All rebate and yield reduction payment calculations performed by the Rebate Analyst and all investment records provided to the Rebate Analyst for purposes of preparing the calculation.
- (e) IRS Forms 8038-T (Arbitrage Rebate, Yield Reduction Payment and Penalty in Lieu of Arbitrage Rebate) together with proof of filing and payment of rebate.
- (f) Investment agreement bid documents (unless included in the Bond Transcript) including:
  - (1) bid solicitation, bid responses, certificate of broker;
  - (2) written summary of reasons for deviations from the terms of the solicitation that are incorporated into the investment agreement; and
  - (3) copies of the investment agreement and any amendments.
- (g) Any item required to be maintained by the terms of the Tax Compliance Agreement involving the use of the Project Facility or expenditures related to tax compliance for the Tax-Exempt Bonds.
- (h) Any opinion of Bond Counsel regarding the Tax-Exempt Bonds not included in the Bond Transcript.
- (i) Amendments, modifications or substitute agreements to any agreement contained in the Bond Transcript.
- (j) Any correspondence with the IRS relating to the Tax-Exempt Bonds including all correspondence relating to an audit or examination by the IRS of the Tax-Exempt Bonds or any proceedings under the Tax-Exempt Bonds Voluntary Closing Agreement Program (VCAP).
- (k) Any available questionnaires or correspondence substantiating the use of the Project Facility in accordance with the terms of the Tax Compliance Agreement for the Tax-Exempt Bonds.
- (l) For refunding bond issues, the Tax-Exempt Bond File for the refunded Tax-Exempt Bonds.

## **ARTICLE II**

### **PURPOSE AND SCOPE**

#### **Section 2.1. Purpose of Compliance Procedure.**

(a) The Issuer uses Tax-Exempt Bonds to fund Costs of a Project Facility. The Issuer understands that in exchange for the right to issue Tax-Exempt Bonds at favorable interest rates and terms, the Code and Regulations impose ongoing requirements related to the proceeds of the Tax-Exempt Bonds and the Project Facility financed by the Tax-Exempt Bonds. These requirements focus on the investment, use and expenditure of proceeds of the Tax-Exempt Bonds and related funds as well as restrictions on the use of the Project Facility.

(b) The Issuer recognizes that the IRS has stated that all issuers of Tax-Exempt Bonds should have *separate* written procedures regarding ongoing compliance with the federal tax requirements for Tax-Exempt Bonds.

(c) The Issuer is required under the Continuing Disclosure Undertaking to provide disclosures of certain financial information and operating data and to file notices of certain material events to the marketplace to facilitate informed secondary market trading in Tax-Exempt Bonds issued by the Issuer. The Issuer is committed to full compliance with the tax and securities law requirements for all of its outstanding and future Tax-Exempt Bonds. This Compliance Procedure is adopted by the Governing Body to comply with the IRS and SEC directives and to improve tax compliance and documentation.

**Section 2.2. Scope of Compliance Procedure; Conflicts.** This Compliance Procedure applies to *all* Tax-Exempt Bonds currently outstanding and *all* Tax-Exempt Bonds issued in the future. If the provisions of this Compliance Procedure conflict with a Tax Compliance Agreement, the Continuing Disclosure Undertaking or any other specific written instructions of Bond Counsel, the terms of the Tax Compliance Agreement, a Continuing Disclosure Undertaking or specific written instructions of Bond Counsel will supersede and govern in lieu of this Compliance Procedure. Any exception to this Compliance Procedure required by Bond Counsel as part of a future issue of Tax-Exempt Bonds will be incorporated in the Tax Compliance Agreement for the future issue. Any requirements imposed on the Issuer in the Tax Compliance Agreement will be noted by the Bond Compliance Officer and incorporated into the Annual Compliance Checklist. The Issuer acknowledges that the Continuing Disclosure Undertaking may also apply to one or more issues of taxable securities issued by the Issuer.

**Section 2.3. Amendments to the Compliance Procedure.** This Compliance Procedure may be amended from time-to-time by the Governing Body. Copies of this Compliance Procedure and any amendments will be included in the permanent records of the Issuer.

## ARTICLE III

### BOND COMPLIANCE OFFICER; TRAINING

**Section 3.1. Bond Compliance Officer Duties.** The Bond Compliance Officer is responsible for implementing this Compliance Procedure. The Bond Compliance Officer will work with other employees that use the Project Facility to assist in implementing this Compliance Procedure. The Bond Compliance Officer will consult with Bond Counsel, legal counsel to the Issuer, accountants, tax return preparers and other outside experts to the extent necessary to carry out the purposes of this Compliance Procedure. The Bond Compliance Officer will report to the Governing Body as necessary, and at least annually, regarding implementation of this Compliance Procedure and any recommended changes or amendments to this Compliance Procedure.

**Section 3.2. Training.** When appropriate, the Bond Compliance Officer and/or other employees of the Issuer under the direction of the Bond Compliance Officer will attend training programs offered by the IRS or other industry professionals regarding tax-exempt financing that are relevant to the Issuer. At the time the individual acting as the Bond Compliance Officer passes the responsibilities for carrying out the provisions of this Compliance Procedure to another individual, the outgoing Bond Compliance Officer will be, or make arrangement for another Issuer employee to be, responsible for training the incoming individual acting as Bond Compliance Officer to ensure the Issuer's continued compliance with the provisions of this Compliance Procedure and all Tax Compliance Agreements for any outstanding Tax-Exempt Bonds.

## ARTICLE IV

### TAX-EXEMPT BONDS CURRENTLY OUTSTANDING

**Section 4.1. Tax-Exempt Bonds Covered by Article IV Procedures.** This *Article IV* applies to all Tax-Exempt Bonds issued prior to the date of this Compliance Procedure that are currently outstanding. These Tax-Exempt Bonds are listed on *Exhibit A*.

**Section 4.2. Tax-Exempt Bond File.** As soon as practical, the Bond Compliance Officer will attempt to assemble as much of the Tax-Exempt Bond File as is available for the Tax-Exempt Bonds listed on *Exhibit A*.

**Section 4.3. Annual Compliance Checklists.** As soon as practical following the adoption of this Compliance Procedure, the Bond Compliance Officer will work with Bond Counsel and/or legal counsel to the Issuer and cause Annual Compliance Checklists to be completed for all outstanding Tax-Exempt Bonds and will follow the procedures specified in *Article VI* to complete the Annual Compliance Checklists and thereafter include each completed Annual Compliance Checklist in the Tax-Exempt Bond File. A sample form of an Annual Compliance Checklist for the issues described on *Exhibit A* is attached hereto as *Exhibit B*.

**Section 4.4. Correcting Prior Deficiencies in Compliance.** In the event the Bond Compliance Officer determines any deficiency in compliance with a Tax Compliance Agreement for an outstanding Tax-Exempt Bond listed on *Exhibit A*, the Bond Compliance Officer will follow the procedures described in the Regulations or the Tax-Exempt Bonds Voluntary Closing Agreement Program (VCAP) to remediate the noncompliance. If remediation of the noncompliance requires the Issuer to submit a request under VCAP, the Bond Compliance Officer will undertake this step only after reporting the violation to the Governing Body and obtaining its approval.

## ARTICLE V

### COMPLIANCE PROCEDURE FOR NEW TAX-EXEMPT BOND ISSUES

**Section 5.1. Application.** This *Article V* applies to Tax-Exempt Bonds issued on or after the date of this Compliance Procedure.

**Section 5.2. Prior to Issuance of Tax-Exempt Bonds.**

(a) ***Intent Resolution.*** The Governing Body will authorize and approve the issuance of Tax-Exempt Bonds. Prior to or as a part of this authorizing resolution or ordinance, the Governing Body may adopt an Intent Resolution.

(b) ***Directions to Bond Counsel.*** The Bond Compliance Officer will provide a copy of this Compliance Procedure to Bond Counsel with directions for Bond Counsel to structure the documentation and procedural steps taken prior to issuing the Tax-Exempt Bonds so that they conform to the requirements of this Compliance Procedure, except to the extent Bond Counsel determines that different procedures are required. The Bond Compliance Officer will consult with Bond Counsel so that appropriate provisions are made to fund or reimburse the Issuer's costs and expenses incurred to implement this Compliance Procedure.

(c) ***Tax Compliance Agreement.*** For each issuance of Tax-Exempt Bonds, a Tax Compliance Agreement will be signed by the Bond Compliance Officer. The Tax Compliance Agreement will: (1) describe the Project Facility and the anticipated Financed Assets, (2) identify all Bond Restricted Funds and provide for arbitrage and rebate compliance, (3) for new money financings require a Final Written Allocation, and (4) contain a form of the Annual Compliance Checklist for the Tax-Exempt Bonds. The Bond Compliance Officer will confer with Bond Counsel and the Issuer's counsel regarding the meaning and scope of each representation and covenant contained in the Tax Compliance Agreement.

(d) ***Preliminary Cost Allocations.*** For each issuance of Tax-Exempt Bonds, the Bond Compliance Officer in consultation with Bond Counsel, will prepare a preliminary cost allocation plan for the Project Facility. The preliminary cost allocation plan will identify the assets and expected costs for the Project Facility, and, when necessary, will break-out the portions of Costs that the Issuer expects to finance with Tax-Exempt Bonds (i.e. the Financed Assets) from the portions expected to be financed from other sources.

(e) ***Tax Review with Bond Counsel.*** Prior to the sale of the Tax-Exempt Bonds, the Bond Compliance Officer and Bond Counsel will review this Compliance Procedure together with the draft Tax Compliance Agreement to ensure that any tax compliance issues in the new financing are adequately addressed by this Compliance Procedure and/or the Tax Compliance Agreement. If Bond Counsel determines that this Compliance Procedure conflicts with the Tax Compliance Agreement, or must be supplemented to account for special issues or requirements for the Tax-Exempt Bonds, the Bond Compliance Officer will ask Bond Counsel to include the written modifications or additions in the final Tax Compliance Agreement. The Bond Compliance Officer will request Bond Counsel to prepare a form of Annual Compliance Checklist for use in monitoring the ongoing compliance requirements for the Tax-Exempt Bonds.

### **Section 5.3. Accounting and Recordkeeping.**

(a) ***Accounting for New Money Projects.*** The Bond Compliance Officer will be responsible for accounting for the investment and allocation of proceeds of the Tax-Exempt Bonds. The Bond Compliance Officer will establish separate accounts or subaccounts to record expenditures for Costs of the Project Facility. Where appropriate, the Bond Compliance Officer may use accounts established as part of the Issuer's financial records for this purpose. In recording Costs for the Project Facility, the Bond Compliance Officer will ensure that the accounting system will include the following information: (1) identity of person or business paid, along with any other available narrative description of the purpose for the payment, (2) date of payment, (3) amount paid, and (4) invoice number or other identifying reference.

(b) ***Accounting for Refunded Bonds and Related Refunded Bond Accounts.*** For Tax-Exempt Bonds that refund prior issues, the Tax Compliance Agreement will set out special accounting and allocation procedures for the proceeds of the financing, and if necessary proceeds of the refinanced debt.

(c) ***Tax-Exempt Bond File.*** The Bond Compliance Officer will be responsible for assembling and maintaining the Tax-Exempt Bond File. The Annual Reports, other reports and notices of certain material events filed by the Issuer with the MSRB will be publicly available on EMMA and need not be separately maintained in the Tax-Exempt Bond File.

**Section 5.4. Final Allocation of Bond Proceeds.**

(a) **Preparation of Final Written Allocation; Timing.** The Bond Compliance Officer is responsible for making a written allocation of proceeds of Tax-Exempt Bonds to expenditures and identifying the Financed Assets. This process will be memorialized in the Final Written Allocation. For a new money financing, the Bond Compliance Officer will commence this process as of the earliest of (1) the requisition of all Tax-Exempt Bond proceeds from any segregated Tax-Exempt Bond funded account, (2) the date the Project Facility has been substantially completed or (3) four and one-half years following the issue date of the Tax-Exempt Bonds. For Tax-Exempt Bonds issued only to refund a prior issue of Tax-Exempt Bonds, the Bond Compliance Officer will work with Bond Counsel to prepare and/or document the Final Written Allocation for the Project Facility financed by the refunded Tax-Exempt Bonds and include it in the Tax Compliance Agreement.

(b) **Contents and Procedure.** The Bond Compliance Officer will consult the Tax Compliance Agreement and, if necessary, contact Bond Counsel to seek advice regarding any special allocation of Tax-Exempt Bond proceeds and other money of the Issuer to the Costs of the Project Facility. If no special allocation is required or recommended, the Bond Compliance Officer will allocate Costs of the Project Facility to the proceeds of the Tax-Exempt Bonds in accordance with the Issuer's accounting records. Each Final Written Allocation will contain the following: (1) a reconciliation of the actual sources and uses to Costs of the Project Facility, (2) the percentage of the cost of the Project Facility financed with proceeds of the Tax-Exempt Bonds (which includes sale proceeds plus any investment earnings on those sale proceeds), (3) the Project Facility's Placed in Service date, (4) the estimated economic useful life of the Project Facility, and (5) any special procedures to be followed in completing the Annual Compliance Checklist (e.g., limiting the Annual Compliance Checklist to specific areas of the Project Facility that the Final Written Allocation or the Tax Compliance Agreement treats as having been financed by Tax-Exempt Bonds).

(c) **Finalize Annual Compliance Checklist.** As part of the preparation of the Final Written Allocation, the Bond Compliance Officer will update the draft Annual Compliance Checklist contained in the Tax Compliance Agreement. The Bond Compliance Officer will include reminders for all subsequent arbitrage rebate computations required for the Tax-Exempt Bonds in the Annual Compliance Checklist.

(d) **Review of Final Written Allocation and Annual Compliance Checklist.** Each Final Written Allocation and Annual Compliance Checklist will be reviewed by legal counsel of the Issuer or Bond Counsel for sufficiency and compliance with the Tax Compliance Agreement and this Compliance Procedure. Following the completion of the review, the Bond Compliance Officer will execute the Final Written Allocation.

**ARTICLE VI**

**ONGOING MONITORING PROCEDURES**

**Section 6.1. Annual Compliance Checklist.** An Annual Compliance Checklist will be completed by the Bond Compliance Officer each year following completion of the Final Written Allocation. Each Annual Compliance Checklist will be designed and completed for the purpose of identifying potential noncompliance with the terms of the Tax Compliance Agreement or this Compliance Procedure and obtaining documents (such as investment records, arbitrage calculations, or other documentation for the Project Facility) that are required to be incorporated in the Tax-Exempt Bond File. The Bond Compliance Officer will refer any responses indicating a violation of the terms of the Tax

Compliance Agreement to legal counsel to the Issuer or Bond Counsel and, if recommended by counsel, will follow the procedure set out in *Section 4.4* to remediate the non-compliance.

**Section 6.2. Arbitrage and Rebate Compliance.** The Bond Compliance Officer will monitor the investment of Bond Restricted Funds and provide investment records to the Rebate Analyst on a timely basis. The Bond Compliance Officer will follow the directions of the Rebate Analyst with respect to the preparation of and the timing of rebate or yield reduction computations.

## ARTICLE VII

### CONTINUING DISCLOSURE

**Section 7.1. Annual Disclosure Filings.** For each issuance of Tax-Exempt Bonds, the Bond Compliance Officer will review the Continuing Disclosure Undertaking to determine the financial information and operating data required to be included in the Annual Report to be filed by the Issuer with the MSRB on EMMA. The Bond Compliance Officer will cause the Annual Report to be filed with the MSRB on EMMA within the timeframe provided in the Continuing Disclosure Undertaking for the Tax-Exempt Bonds.

**Section 7.2. Material Event Disclosure Filings.** For each outstanding issue of Tax-Exempt Bonds, the Bond Compliance Officer will review the Continuing Disclosure Undertaking to determine the “material events” that require prompt notice to be filed with the MSRB. Generally, the occurrence of any of the following events with respect to the Tax-Exempt Bonds represents a “material event:”

- (1) principal and interest payment delinquencies;
- (2) non-payment related defaults, if material;
- (3) unscheduled draws on debt service reserves reflecting financial difficulties;
- (4) unscheduled draws on credit enhancements reflecting financial difficulties;
- (5) substitution of credit or liquidity providers, or their failure to perform;
- (6) adverse tax opinions, the issuance by the Internal Revenue Service of proposed or final determinations of taxability, Notices of Proposed Issue (IRS Form 5701-TEB) or other material notices or determinations with respect to the tax status of the Bonds, or other material events affecting the tax status of the Bonds;
- (7) modifications to rights of bondholders, if material;
- (8) bond calls, if material, and tender offers;
- (9) defeasances;
- (10) release, substitution or sale of property securing repayment of the Bonds, if material;
- (11) rating changes;
- (12) bankruptcy, insolvency, receivership or similar event of the obligated person;
- (13) the consummation of a merger, consolidation, or acquisition involving the obligated person or the sale of all or substantially all of the assets of the obligated person, other than in the ordinary course of business, the entry into a definitive agreement to undertake such an action or the termination of a definitive agreement relating to any such actions, other than pursuant to its terms, if material; and
- (14) appointment of a successor or additional trustee or the change of name of the trustee, if material.

After obtaining actual knowledge of the occurrence of any event that the Bond Compliance Officer believes may constitute an event requiring disclosure, the Bond Compliance Officer will contact Bond Counsel to determine if notice of the event is required to be given to the MSRB under the Continuing Disclosure Undertaking. If it is determined that notice should be provided to the MSRB or is required to be provided to the MSRB by the Continuing Disclosure Undertaking, the Bond Compliance Officer will cause the appropriate notice to be filed with the MSRB on EMMA within 10 business days after the occurrence of the event or as otherwise directed by Bond Counsel.

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**CERTIFICATE**

I hereby certify that the above and foregoing is a true and correct copy of the Tax-Exempt Financing Compliance Procedure adopted by the governing body of the City of Dodge City, Kansas on June 18, 2012 as the same appears of record in my office.

DATED: June 18, 2012.

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Clerk

**EXHIBIT A**

**LIST OF OUTSTANDING TAX-EXEMPT BONDS  
COVERED BY THIS COMPLIANCE PROCEDURE  
(as of June 18, 2012)**

**GENERAL OBLIGATION BONDS**

<b>Description of <u>Indebtedness</u></b>	<b>Date of <u>Indebtedness</u></b>	<b>Final <u>Maturity</u></b>	<b>Original Principal <u>Amount</u></b>
G.O. Refunding & Improvement Bonds, Series 2004-A	09-30-04	09-01-15	\$2,830,000
G.O. Bonds, Series 2005-A	08-01-05	09-01-25	6,515,000
G.O. Bonds, Series 2006-A	11-01-06	09-01-16	1,095,000
G.O. Bonds, Series 2007-A	12-15-07	09-01-22	9,250,000
G.O. Bonds, Series 2008-A	12-01-08	09-01-18	1,155,000
G.O. Refunding & Improvement Bonds, Series 2009-A	10-21-09	09-01-29	6,280,000

**GOVERNMENTAL REVENUE BONDS**

<b>Description of <u>Indebtedness</u></b>	<b>Date of <u>Indebtedness</u></b>	<b>Final <u>Maturity</u></b>	<b>Original Principal <u>Amount</u></b>
Waterworks & Wastewater Utility System Revenue Bonds, Series 2003	11-15-03	12-01-23	\$22,135,000
Sales Tax Revenue Bonds, Series 2009	04-01-09	06-01-34	40,300,000
Special Obligation Revenue Bonds (Summerlon Phase II Project), Series 2011	09-15-11	09-01-26	550,000

**TEMPORARY NOTES**

<b>Description of <u>Indebtedness</u></b>	<b>Date of <u>Indebtedness</u></b>	<b>Final <u>Maturity</u></b>	<b>Original Principal <u>Amount</u></b>
G.O. Temporary Notes, Series 2008-1	12-01-08	09-01-12	\$2,265,000
G.O. Temporary Notes, Series 2009-1	12-30-09	09-01-12	3,315,000
G.O. Temporary Notes, Series 2010-1	12-22-10	09-01-12	1,185,000
G.O. Temporary Notes, Series 2011-1	12-15-11	12-15-12	1,680,000

**LEASE / LOAN OBLIGATIONS**

<b>Description of <u>Indebtedness</u></b>	<b>Date of <u>Indebtedness</u></b>	<b>Final <u>Payment Date</u></b>	<b>Original Principal <u>Amount</u></b>
Waterworks Utility System	02/01	02/23	\$ 4,394,239
Lease Purchase (Boot Hill Repertory Theater Project)	02/04	02/19	2,030,000
Wastewater Treatment Plant	09/09	09/31	29,532,000

**EXHIBIT B**

**FORM OF ANNUAL COMPLIANCE CHECKLIST**

\$[Amount of Issue]  
 CITY OF DODGE CITY, KANSAS  
 [BOND DESCRIPTION] BONDS  
 SERIES [\_\_\_\_\_] ]  
 DATED [DATED DATE]  
 ISSUE DATE: [CLOSING DATE]

**The Bond Compliance Officer is the person that the Issuer has identified in the Tax Compliance Procedure who is primarily responsible for working with other Issuer officials, departments and administrators and for consulting with Bond Counsel, other legal counsel and outside experts to the extent necessary to carry out the Post-Issuance Tax Requirements for the Bonds. On the Issue Date, the Issuer identified certain assets financed in whole or in part by the Bonds (the “Financed Improvements”), as evidenced on *Exhibit D* to the Federal Tax Certificate. Please complete this checklist within 90 days after the conclusion of the Issuer’s Fiscal Year. Should you have questions or need assistance in completing the checklist, please contact Bond Counsel at the address below. A completed copy of this annual checklist should be placed in the Tax-Exempt Bond File and retained in the Issuer’s permanent records for at least 3 years after the final maturity of (1) the Bonds or (2) any obligation issued to refund the Bonds.**

*Bond Compliance Officer Name:* [\_\_\_\_\_] ]  
*Bond Compliance Officer Signature:* [\_\_\_\_\_] ]  
*Date of Report:* [\_\_\_\_\_] ]  
*Annual Period Covered by Report:* [\_\_\_\_\_] ]

**\*\*If the answers to any of the following questions identify any compliance deficiencies, the Bond Compliance Officer should immediately contact Bond Counsel and take actions required in the Tax Compliance Procedure.\*\***

Item	Question	Response
<b>1 Ownership</b>	Were all of the Financed Improvements owned by the Issuer during the entire Annual Period?	<input type="checkbox"/> Yes <input type="checkbox"/> No
	If answer above was “No,” was an Opinion of Bond Counsel obtained prior to the transfer?  If Yes, include a copy of the Opinion in the Tax-Exempt Bond File.  If No, contact Bond Counsel and include description of resolution in the Tax-Exempt Bond File.	<input type="checkbox"/> Yes <input type="checkbox"/> No

Item	Question	Response
<b>2</b> <b>Leases &amp; Other Rights to Possession</b>	During the Annual Period, was any part of the Financed Improvements leased at any time pursuant to a lease or similar agreement for more than 50 days?	<input type="checkbox"/> Yes <input type="checkbox"/> No
	If answer above was "Yes," was an Opinion of Bond Counsel obtained prior to entering into the lease or other arrangement?  If Yes, include a copy of the Opinion in the Tax-Exempt Bond File.  If No, contact Bond Counsel and include description of resolution in the Tax-Exempt Bond File.	<input type="checkbox"/> Yes <input type="checkbox"/> No
<b>3</b> <b>Management or Service Agreements</b>	During the Annual Period, has the management of all or any part of the operations of the Financed Improvements (e.g., cafeteria, gift shop, etc.) been assumed by or transferred to another entity?	<input type="checkbox"/> Yes <input type="checkbox"/> No
	If answer above was "Yes," was an Opinion of Bond Counsel obtained prior to entering into the management agreement?  If Yes, include a copy of the Opinion in the Tax-Exempt Bond File.  If No, contact Bond Counsel and include description of resolution in the Tax-Exempt Bond File.	<input type="checkbox"/> Yes <input type="checkbox"/> No
<b>4</b> <b>Other Use</b>	Was any other agreement entered into with an individual or entity that grants special legal rights to the Financed Improvements?	<input type="checkbox"/> Yes <input type="checkbox"/> No
	If answer above was "Yes," was an Opinion of Bond Counsel obtained prior to entering into the agreement?  If Yes, include a copy of the Opinion in the Tax-Exempt Bond File.  If No, contact Bond Counsel and include description of resolution in the Tax-Exempt Bond File.	<input type="checkbox"/> Yes <input type="checkbox"/> No
<b>5</b> <b>Proceeds &amp; Investments</b>	Have any Gross Proceeds of the Bonds been invested in a Guaranteed Investment Contract?	<input type="checkbox"/> Yes <input type="checkbox"/> No
	Has the Issuer entered into an Interest Rate Swap Agreement with respect to the Bonds?	<input type="checkbox"/> Yes <input type="checkbox"/> No
	Has any sinking or reserve fund for the payment of the Bonds been established (other than funds and accounts created in the Bond Resolution)?	<input type="checkbox"/> Yes <input type="checkbox"/> No
	Have any of the Bonds been redeemed or refunded in advance of their scheduled maturities?	<input type="checkbox"/> Yes <input type="checkbox"/> No
	If answer to any of the above questions was "Yes," notify Bond Counsel with such information and place a copy of documentation in the Tax-Exempt Bond File.	
<b>6</b> <b>Arbitrage</b>	Have all rebate and yield reduction calculations mandated in the Federal Tax Certificate or Compliance Agreement been prepared for the current	<input type="checkbox"/> Yes <input type="checkbox"/> No

Item	Question	Response
<b>&amp; Rebate</b>	year?	
	If No, contact Rebate Analyst and incorporate report or include description of resolution in the Tax-Exempt Bond File.	

**Bond Counsel:** Gilmore & Bell, P.C.  
100 N. Main, Suite 800  
Wichita, Kansas 67202  
Phone: (316) 267-2091  
Fax: (316) 262-6523  
**Attn: Joe L. Norton**  
**Email: [jnorton@gilmorebell.com](mailto:jnorton@gilmorebell.com)**

## *Memorandum*

*To: Ken Strobel, City Manager  
Cherise Tieben, Assistant City Manager*

*From: Nannette Pogue*

*Date: June 15, 2012*

*Subject: Resolution No. 2012-23*

*Agenda Item: Ordinances and Resolutions*

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**Recommendation:** I recommend the City Commission approve Resolution No. 2012-23

**Background:** Resolution No. 2012-23 is a resolution that offers for sale general obligation waterworks and wastewater system refunding bonds, series 2012-A and general obligation refunding and improvements bonds, series 2012-B of the City of Dodge City.

Included in this offering will be: new money for street improvements previously approved by the City Commission in the amount of \$480,000; retiring temporary notes that were issued in 2008 for water improvements in the amount of \$2,265,000; retiring temporary notes that were issued in 2009 for water improvements and \$565,000 of street improvements for a total amount of \$3,315,000; retiring temporary notes issued in 2010 for street improvements and a special assessment project for Interfaith Housing for a total amount of \$1,185,000; retiring temporary notes issued in 2011 for Wagon Wheel special assessment project and street improvements for a total amount of \$1,680,000; refunding a KDHE water loan for the outstanding amount of \$2,399,728.53; refunding General Obligation Bonds 2005-A in the amount of \$4,925,000; refunding General Obligation Bonds 2006-A in the amount of \$485,000; refunding General Obligation Bonds 2007-A in the amount of \$6,355,000; and refunding the 2003 Water/Wastewater Revenue Bonds for the outstanding amount of \$15,110,000.

**Justification:** Several of the temporary notes that the City has issued since 2008 mature in 2012, we need some new money, and the low interest rates of the market make refunding some outstanding issues financially feasible. Due to the volatile nature of the municipal bond market and desire of the City to achieve maximum benefit of timing of the sale of bonds, the City is offering for sale the bonds and approving the Preliminary Official Statement so that the underwriter can take the bonds to the market at the right time.

**Financial Considerations:** The City will realize substantial savings over the life of the bonds because of the low interest rate environment.

**Purpose/Mission:** We strive for high service and performance standards

**Legal Considerations:** Legal obligations fulfilled by authorizing resolution.

**Attachments:** Resolution No. 2012-23 and a summary of the financing of the bonds that shows the project summary on pages 1-6, and the new debt service schedule and sources and uses of funds for each of the new and refinanced issues.

**RESOLUTION NO. 2012-23**

**RESOLUTION AUTHORIZING THE OFFERING FOR SALE OF GENERAL OBLIGATION WATERWORKS AND WASTEWATER SYSTEM REFUNDING BONDS, SERIES 2012-A, AND GENERAL OBLIGATION REFUNDING AND IMPROVEMENT BONDS, SERIES 2012-B, OF THE CITY OF DODGE CITY, KANSAS.**

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**WHEREAS**, the City of Dodge City, Kansas (the “Issuer”), is a city of the first class duly created, organized and existing under the Constitution and laws of the State of Kansas (the “State”); and

**WHEREAS**, the Issuer currently operates a Waterworks and Wastewater Utility System (the “System”); and

**WHEREAS**, the Issuer, pursuant to Resolution No. 2011-24 and K.S.A. 10-1211, has heretofore declared it advisable to refund its outstanding Waterworks and Wastewater Utility System Revenue Bonds, Series 2003 (the “Series 2003 Bonds”) scheduled to mature in the years 2012 to 2024, inclusive (the “Series 2003 Refunded Bonds”) by the by the issuance of general obligation refunding bonds in order to obtain a cost savings to the Issuer, to restructure the debt service requirements for the System and to release the Issuer from certain burdensome covenants contained in the legal documents relating to the Series 2003 Bonds; and

**WHEREAS**, Resolution No. 2011-24 has been duly published and no sufficient protest was filed against the issuance of such general obligation refunding bonds in accordance with the provisions of K.S.A. 10-1211; and

**WHEREAS**, the Issuer proposes to issue its General Obligation Waterworks and Wastewater Utility System Refunding Bonds, Series 2012-A to refund the Series 2003 Refunded Bonds (the “Series 2012-A Bonds”); and

**WHEREAS**, pursuant to the provisions of the laws of the State applicable thereto, by proceedings duly had, the governing body of the Issuer has caused the following improvements (the “2008 Improvements”) to be made in the City, to-wit:

<i>Description</i>	<i>Res. No.</i>	<i>Authority (K.S.A.)</i>	<i>Amount*</i>
Acquisition of Water Rights – Gjerstad Property	2008-10	65-163d <i>et seq.</i>	\$1,550,000
Acquisition of Property for Water Improvements and Water Rights	2008-10	65-163d <i>et seq.</i>	<u>692,160</u>
Total			\$2,242,160

\* Plus financing costs

**WHEREAS**, the Issuer has heretofore issued the following temporary notes to temporarily finance a portion of the costs of the 2008 Improvements (the “Series 2008-1 Notes”):

<i>Series</i>	<i>Dated Date</i>	<i>Maturity Date</i>	<i>Original Amount</i>	<i>Outstanding Amount</i>	<i>Redemption Amount</i>	<i>Redemption Date</i>
2008-1	12/01/2008	09/01/2012	\$2,265,000	\$2,265,000	\$2,265,000	08/01/2012

**WHEREAS**, the Issuer desires to issue its general obligation bonds in order to permanently finance the costs of the 2008 Improvements and to retire the 2008-1 Notes; and

**WHEREAS**, pursuant to the provisions of the laws of the State applicable thereto, by proceedings duly had, the governing body of the Issuer has caused the following improvements (the “2009 Improvements”) to be made in the City, to-wit:

<i>Description</i>	<i>Res. No.</i>	<i>Authority (K.S.A.)</i>	<i>Project Cost*</i>
Various Water Supply System Improvements	2008-10	65-163d <i>et seq.</i>	\$10,539,000
Main Trafficway Improvements	2007-11/ 2009-28	12-685 <i>et seq.</i>	<u>565,000</u>
<b>Total</b>			<b>\$11,104,000</b>

\* Exclusive of interest on interim financing and associated financings costs

**WHEREAS**, the Issuer has heretofore issued the following temporary notes to temporarily finance a portion of the costs of the 2009 Improvements (the “Series 2009-1 Notes”):

<i>Series</i>	<i>Dated Date</i>	<i>Maturity Date</i>	<i>Original Amount</i>	<i>Outstanding Amount</i>	<i>Redemption Amount</i>	<i>Redemption Date</i>
2009-1	12/30/2009	09/01/2012	\$3,315,000	\$3,315,000	\$3,315,000	08/01/2012

**WHEREAS**, the Issuer desires to issue its general obligation bonds in order to permanently finance the costs of the 2009 Improvements and to retire the 2009-1 Notes; and

**WHEREAS**, pursuant to the provisions of the laws of the State applicable thereto, by proceedings duly had, the governing body of the Issuer has caused the following improvements (the “2010 Improvements”) to be made in the City, to-wit:

<i>Project Description</i>	<i>Res. No.</i>	<i>Authority (K.S.A.)</i>	<i>Project Cost</i>
Main Trafficway Improvements	2007-11/ 2009-28/ 2010-23	12-685 <i>et seq.</i>	\$29,376,200
Haggards Addition – Street Improvements	2010-03	12-6a01 <i>et seq.</i>	354,000
Haggards Addition – Water Improvements	2010-04	12-6a01 <i>et seq.</i>	<u>183,000</u>
<b>Total:</b>			<b>\$29,913,200</b>

**WHEREAS**, the Issuer has heretofore issued the following temporary notes to temporarily finance a portion of the costs of the 2010 Improvements (collectively the “Series 2010-1 Notes”):

<i>Series</i>	<i>Dated Date</i>	<i>Maturity Date</i>	<i>Original Amount</i>	<i>Outstanding Amount</i>	<i>Redemption Amount</i>	<i>Redemption Date</i>
2010-1	12/22/2010	09/01/2012	\$1,185,000	\$1,185,000	\$1,185,000	08/01/2012

**WHEREAS**, the Issuer desires to issue its general obligation bonds in order to permanently finance the costs of the 2010 Improvements and to retire the 2010-1 Notes; and

**WHEREAS**, pursuant to the provisions of the laws of the State applicable thereto, by proceedings duly had, the governing body of the Issuer has caused the following improvements (the “2011 Improvements”) to be made in the City, to-wit:

<i>Project Description</i>	<i>Res. No.</i>	<i>Authority (K.S.A.)</i>	<i>Estimated Cost</i>
Wagon Wheel Addition-Unit One – Street, Sewer and Water Improvements	2011-06	12-6a01 <i>et seq.</i>	\$ 503,000.00
Street Improvements – 6 <sup>th</sup> Avenue	2011-18	13-1038 <i>et seq.</i>	377,379.94
Street Improvements – Division Street	2011-18	13-1038 <i>et seq.</i>	579,403.66
Street Improvements – Trail Street	2011-18	13-1038 <i>et seq.</i>	<u>400,000.00</u>
<b>Total:</b>			<b><u>\$1,859,783.60</u></b>

**WHEREAS**, the Issuer has heretofore issued the following temporary notes to temporarily finance a portion of the costs of the 2011 Improvements (collectively the “Series 2011-1 Notes”):

<i>Series</i>	<i>Dated Date</i>	<i>Maturity Date</i>	<i>Original Amount</i>	<i>Outstanding Amount</i>	<i>Redemption Amount</i>	<i>Redemption Date</i>
2011-1	12/15/2011	12/15/2011	\$1,680,000	\$1,680,000	\$1,680,000	08/01/2012

**WHEREAS**, the Issuer desires to issue its general obligation bonds in order to permanently finance the costs of the 2011 Improvements and to retire the 2011-1 Notes; and

**WHEREAS**, pursuant to the provisions of the laws of the State applicable thereto, by proceedings duly had, the governing body of the Issuer has caused the following improvements (the “2012 Improvements”) to be made in the City, to-wit:

<i>Project Description</i>	<i>Res. No.</i>	<i>Authority (K.S.A.)</i>	<i>Estimated Cost</i>
Street Improvements - Beeson Road	2012-B0	12-685 <i>et seq.</i>	\$175,000.00
Street Improvements - Trail Street	2012-B0	12-685 <i>et seq.</i>	175,000.00
Street Improvements - 14th Avenue	2012-B0	12-685 <i>et seq.</i>	<u>130,000.00</u>
<b>Total:</b>			<b><u>\$480,000.00</u></b>

**WHEREAS**, the Issuer desires to issue its general obligation bonds in order to permanently finance the costs of the 2012 Improvements; and

**WHEREAS**, the Issuer, has heretofore authorized certain internal improvements described as follows (the “Public Water System Improvements”):

<i>Project Description</i>	<i>Res. No.</i>	<i>Authority (K.S.A.)</i>	<i>Amount*</i>
Public Water System Improvements	2012-19	12-101 <i>et seq.</i> / 65-163d <i>et seq.</i>	\$5,960,300

\* Plus associated costs of issuance and interim financing

; and

**WHEREAS**, the Issuer desires to issue its general obligation bonds in order to permanently finance the costs of the Public Water System Improvements and to retire the obligations of the Issuer which were issued to temporarily finance a portion of the costs of the Public Water System Improvements (the “Loan”):

<i>Obligation</i>	<i>Loan No.</i>	<i>Dated Date</i>	<i>Maturity Date</i>	<i>Original Amount</i>	<i>Outstanding Amount</i>	<i>Redemption Date*</i>
KDHE – KPWSLF	2229/2230	02/06/01	02/01/23	\$5,960,300.00	\$2,399,728.53	08/03/2012

\* Or as soon thereafter as possible

**WHEREAS**, the Issuer has heretofore issued and has outstanding general obligation bonds, which due to the current interest rate environment, the Issuer has the opportunity to issue its general obligation refunding bonds in order to achieve an interest cost savings on all or a portion of the debt represented by such general obligation bonds described as follows (collectively the “Refunded Bonds”):

<i>Description</i>	<i>Series</i>	<i>Dated Date</i>	<i>Years</i>	<i>Amount</i>
General Obligation Bonds	2005-A	August 1, 2005	2014 to 2025	\$3,925,000
General Obligation Bonds	2006-A	November 1, 2006	2013 to 2016	485,000
General Obligation Bonds	2007-A	December 15, 2007	2014 to 2022	6,355,000

;and

**WHEREAS**, the Issuer proposes to issue its General Obligation Refunding and Improvement Bonds, Series 2012-B (the “Series 2012-B Bonds”) to: (a) permanently finance the 2008 Improvements, the 2009 Improvements, the 2010 Improvements, the 2011 Improvements, the 2012 Improvements and the Public Water System Improvements; (b) to redeem the Series 2008-1 Notes, the Series 2009-1 Notes, the Series 2010-1 Notes, the Series 2011-1 Notes (collectively, the “Notes”) and the Loan; and (c) to refund the Refunded Bonds; and

**WHEREAS**, the Issuer hereby selects the firm of Stifel, Nicolaus & Company, Inc., Wichita, Kansas (the “Purchaser”), as underwriter for the Series 2012-A Bonds and the Series 2012-B Bonds (collectively, the “Bonds”); and

**WHEREAS**, the Issuer desires to authorize the Purchaser to proceed with the offering for sale of the Bonds and related activities; and

**WHEREAS**, one of the duties and responsibilities of the Issuer is to prepare and distribute a preliminary official statement relating to the Bonds; and

**WHEREAS**, the Issuer desires to authorize the Purchaser, in conjunction with the Director of Finance and Gilmore & Bell, P.C. (“Bond Counsel”) to proceed with the preparation and distribution of a preliminary official statement and all other preliminary action necessary to sell the Bonds; and

**WHEREAS**, due to the volatile nature of the municipal bond market and the desire of the Issuer to achieve maximum benefit of timing of the sale of the Bonds, the governing body desires to authorize the Mayor to confirm the sale of the Bonds, if necessary, prior to the next meeting of the governing body to adopt the necessary ordinance and resolutions providing for the issuance thereof.

**NOW, THEREFORE, BE IT RESOLVED BY THE GOVERNING BODY OF THE CITY OF DODGE CITY, KANSAS, AS FOLLOWS:**

**Section 1.** The Purchaser is hereby authorized to proceed with the offering for sale of the Bonds in accordance with the presentation made by the Purchaser this date. The offering for sale of the Bonds shall be accomplished in consultation with the City Manager, Director of Finance, Bond Counsel and the Purchaser. The offering for sale of the Bonds, the pricing of the Bonds and the structuring of the repayment terms of the Bonds shall be determined by the Issuer's Director of Finance. The confirmation of the sale of the Bonds shall be subject to the execution of a bond purchase agreement between the Purchaser and the Issuer (the "Bond Purchase Agreement") in a form approved by Bond Counsel and the Issuer's legal counsel, the passage of an ordinance and adoption of resolutions by the governing body of the Issuer authorizing the issuance of the Bonds and the execution of various documents necessary to deliver the Bonds. The Mayor is hereby authorized to execute the Bond Purchase Agreement subject to the following parameters: (a) **Series 2012-A Bonds:** (i) the principal amount shall not exceed \$[\_\_\_\_\_]; and (ii) the present value savings associated with refunding the Series 2003 Refunded Bonds shall be not less than [\_\_\_\_]% of the outstanding principal of the Series 2003 Refunded Bonds; and (b) **Series 2012-B Bonds:** (i) the principal amount shall not exceed \$[\_\_\_\_\_]; (ii) the true interest cost ("TIC") shall not exceed [\_\_\_\_]%; and (iii) the present value savings associated with refunding the Refunded Bonds shall be not less than [\_\_\_\_]% of the outstanding principal of the Refunded Bonds.

**Section 2.** The Preliminary Official Statement, dated June 18, 2012, is hereby approved in substantially the form presented to the governing body this date, with such changes or additions as the Mayor and Director of Finance shall deem necessary and appropriate. The Issuer hereby consents to the use and public distribution by the Purchaser of the Preliminary Official Statement in connection with the offering for sale of the Bonds.

**Section 3.** For the purpose of enabling the Purchaser to comply with the requirements of Rule 15c2-12 of the Securities and Exchange Commission (the "Rule"), the Mayor and Clerk or other appropriate officers of the Issuer are hereby authorized: (a) to approve the form of said Preliminary Official Statement, and to execute the "Certificate Deeming Preliminary Official Statement Final" in substantially the form attached hereto as **Exhibit A** as approval of the Preliminary Official Statement, such official's signature thereon being conclusive evidence of such official's and the Issuer's approval thereof; (b) covenant to provide continuous secondary market disclosure by annually transmitting certain financial information and operating data and other information necessary to comply with the Rule to certain national repositories and the Municipal Securities Rulemaking Board, as applicable; and (c) take such other actions or execute such other documents as such officers in their reasonable judgment deem necessary to enable the Purchaser to comply with the requirement of the Rule.

**Section 4.** The Issuer agrees to provide to the Purchaser within seven business days of the date of the purchase contract for the Bonds or within sufficient time to accompany any confirmation that requests payment from any customer of the Purchaser, whichever is earlier, sufficient copies of the final Official Statement to enable the Purchaser to comply with the requirements of the Rule and with the requirements of Rule G-32 of the Municipal Securities Rulemaking Board.

**Section 5.** The Mayor, City Manager, Director of Finance, and the other officers and representatives of the Issuer, the Purchaser and Bond Counsel are hereby authorized and directed to take such other action as may be necessary to carry out the sale of the Bonds. Such officials are also directed and authorized to make provision for notices of redemption and payment of the Notes, the Loan and the Refunded Bonds from proceeds of the Bonds and other available funds, and to subscribe for the United States Treasury Securities to be purchased and deposited in the escrow for the Refunded Bonds.

**Section 6.** This Resolution shall be in full force and effect from and after its adoption.

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**ADOPTED** by the governing body on June 18, 2012.

(SEAL)

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Mayor

ATTEST:

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Clerk

**EXHIBIT A**  
**CERTIFICATE DEEMING**  
**PRELIMINARY OFFICIAL STATEMENT FINAL**

June 18, 2012

To: Stifel, Nicolaus & Company, Inc.  
Wichita, Kansas

Re: City of Dodge City, Kansas, General Obligation Waterworks and Wastewater Utility System Refunding Bonds, Series 2012-A and General Obligation Refunding and Improvement Bonds, Series 2012-B

The undersigneds are the duly acting Mayor and Director of Finance of the City of Dodge City, Kansas (the "Issuer"), and are authorized to deliver this Certificate to the addressee (the "Purchaser") on behalf of the Issuer. The Issuer has heretofore caused to be delivered to the Purchaser copies of the Preliminary Official Statement (the "Preliminary Official Statement") relating to the above-referenced bonds (the "Bonds").

For the purpose of enabling the Purchaser to comply with the requirements of Rule 15c2-12(b)(1) of the Securities and Exchange Commission (the "Rule"), the Issuer hereby deems the information regarding the Issuer contained in the Preliminary Official Statement to be final as of its date, except for the omission of such information as is permitted by the Rule, such as offering prices, interest rates, selling compensation, aggregate principal amount, principal per maturity, delivery dates, ratings and other terms of the Bonds depending on such matters.

**CITY OF DODGE CITY, KANSAS**

By: \_\_\_\_\_  
Title: Mayor

By: \_\_\_\_\_  
Title: Director of Finance

**CITY OF DODGE CITY, KANSAS**  
City Hall, 806 2nd Avenue, P.O. Box 880  
Dodge City, Kansas 67801

June 18, 2012

Gilmore & Bell, P.C.  
100 N. Main, Suite 800  
Wichita, Kansas 67202

Re: Subscription for Purchase of United States Treasury Time Deposit Securities – State and Local Government Series

Issuer: City of Dodge City, Kansas

Tax I.D. No: 48-6008416

Bonds: General Obligation Waterworks and Wastewater Utility System Refunding Bonds, Series 2012-A and General Obligation Refunding and Improvement Bonds, Series 2012-B (collectively, the “Bonds”)

Underwriter: Stifel, Nicolaus & Company, Inc., Wichita, Kansas

Escrow Agent: UMB National Bank of America, Wichita, Kansas - ABA No. [\_\_\_\_\_]

Bond Counsel: Gilmore & Bell, P.C., Wichita, Kansas

In connection with the issuance of the Bonds, the Issuer authorizes Bond Counsel to submit an initial subscription on its behalf for the purchase of United States Treasury Time Deposit Securities - State and Local Government Series (the “SLGS”), to be issued as entries on the books of the Bureau of the Public Debt, Department of the Treasury. The total amount of the subscription and the issue date will be determined at a later date. The Issuer certifies that the SLGS will be purchased solely from proceeds of the Bonds, and not from any amounts received from either: (a) the sale or redemption before maturity of any marketable security, or (b) the redemption before maturity of a time deposit SLGS (other than a zero-interest SLG).

The Issuer agrees that the final subscription and payment for the SLGS will be submitted to the U.S. Treasury on or before the issue date. The Issuer further authorizes Bond Counsel, Escrow Agent, and Underwriter to file the final subscription for SLGS, to amend or cancel such subscription, and to re-subscribe for SLGS, all on behalf of the Issuer. The Issuer understands that, if it fails to settle on the subscription for the SLGS or makes an untimely or unauthorized change to the subscription, the Bureau of Public Debt may bar the Issuer from subscribing for SLGS for six months beginning on the earlier of (a) the date the subscription is withdrawn, or (b) the proposed issue date of the SLGS.

**CITY OF DODGE CITY, KANSAS**

By: \_\_\_\_\_  
Name: Nannette Pogue, Director of Finance

# City of Dodge City, Kansas

## General Obligation Refunding Bonds

Series 2012

### Project Summary

Part 1 of 6

Dated 08/01/2012 | Delivered 08/01/2012

	Water Rev Sr 2003 Adv	Note Sr 2008 (Water)	Note Sr 2009 (Water)	Note Sr 2010 (Street)
<b>Sources Of Funds</b>				
Par Amount of Bonds	\$13,400,000.00	\$2,235,000.00	\$3,250,000.00	\$1,170,000.00
Reoffering Premium	334,189.40	84,690.85	122,377.80	34,136.90
Transfers from Prior Issue Debt Service Funds	775,628.96	-	-	-
Transfers from Prior Issue DSR Funds	1,655,298.76	-	-	-
<b>Total Sources</b>	<b>\$16,165,117.12</b>	<b>\$2,319,690.85</b>	<b>\$3,372,377.80</b>	<b>\$1,204,136.90</b>
<b>Uses Of Funds</b>				
Total Underwriter's Discount (0.800%)	107,200.00	17,880.00	26,000.00	9,360.00
Costs of Issuance	37,893.39	6,320.28	9,190.56	3,308.61
Deposit to Project Construction Fund	-	-	-	-
Deposit to Current Refunding Fund	16,017,172.83	2,298,031.25	3,336,409.38	1,192,406.25
Rounding Amount	2,850.90	(2,540.68)	777.86	(937.96)
<b>Total Uses</b>	<b>\$16,165,117.12</b>	<b>\$2,319,690.85</b>	<b>\$3,372,377.80</b>	<b>\$1,204,136.90</b>

### Flow of Funds Detail

State and Local Government Series (SLGS) rates for	6/04/2012			
Date of OMP Candidates				
Primary Purpose Fund Solution Method	Net Funded	Net Funded	Net Funded	Net Funded
Total Cost of Investments	\$16,017,172.83	\$2,298,031.25	\$3,336,409.38	\$1,192,406.25
Interest Earnings @ 0.180%	37,237.81	-	-	-
Total Draws	\$16,054,410.64	\$2,298,031.25	\$3,336,409.38	\$1,192,406.25

### PV Analysis Summary (Net to Net)

Net PV Cashflow Savings	2,165,917.78	3,195.90	(5,125.34)	328.29
Transfers from Prior Issue Debt Service Fund	(775,628.96)	-	-	-
Contingency or Rounding Amount	2,850.90	(2,540.68)	777.86	(937.96)
Net Present Value Benefit	\$1,393,139.72	\$655.22	\$(4,347.48)	\$(609.67)
Net PV Benefit / - Refunded Principal	9.220%	0.029%	(0.131%)	(0.051%)
Net PV Benefit / - Refunding Principal	10.397%	0.029%	(0.134%)	(0.052%)

## City of Dodge City, Kansas

### General Obligation Refunding Bonds

Series 2012

## Project Summary

Part 2 of 6

Dated 08/01/2012 | Delivered 08/01/2012

	Note Sr 2011 (Street)	GO Sr 2005-A Adv	GO Sr 2006- A Current	GO Sr 2007-A Adv
<b>Sources Of Funds</b>				
Par Amount of Bonds	\$1,660,000.00	\$4,475,000.00	\$485,000.00	\$7,165,000.00
Reoffering Premium	48,456.30	97,180.25	12,583.05	209,443.20
Transfers from Prior Issue Debt Service Funds	-	-	-	-
Transfers from Prior Issue DSR Funds	-	-	-	-
<b>Total Sources</b>	<b>\$1,708,456.30</b>	<b>\$4,572,180.25</b>	<b>\$497,583.05</b>	<b>\$7,374,443.20</b>

<b>Uses Of Funds</b>				
Total Underwriter's Discount (0.800%)	13,280.00	35,800.00	3,880.00	57,320.00
Costs of Issuance	4,694.25	12,654.68	1,371.50	20,261.64
Deposit to Project Construction Fund	-	-	-	-
Deposit to Current Refunding Fund	1,686,855.33	4,523,653.27	492,632.29	7,299,467.85
Rounding Amount	3,626.72	72.30	(300.74)	(2,606.29)
<b>Total Uses</b>	<b>\$1,708,456.30</b>	<b>\$4,572,180.25</b>	<b>\$497,583.05</b>	<b>\$7,374,443.20</b>

### Flow of Funds Detail

State and Local Government Series (SLGS) rates for	6/04/2012		6/04/2012	
Date of OMP Candidates				
Primary Purpose Fund Solution Method	Net Funded	Net Funded	Net Funded	Net Funded
Total Cost of Investments	\$1,686,855.33	\$4,523,653.27	\$492,632.29	\$7,299,467.85
Interest Earnings @ 0.180%	-	8,104.23	-	13,097.15
Total Draws	\$1,686,855.33	\$4,531,757.50	\$492,632.29	\$7,312,565.00

### PV Analysis Summary (Net to Net)

Net PV Cashflow Savings	(12,759.33)	220,433.29	30,022.28	344,105.73
Transfers from Prior Issue Debt Service Fund	-	-	-	-
Contingency or Rounding Amount	3,626.72	72.30	(300.74)	(2,606.29)
Net Present Value Benefit	\$(9,132.61)	\$220,505.59	\$29,721.54	\$341,499.44
Net PV Benefit / - Refunded Principal	(0.544%)	5.146%	6.128%	4.924%
Net PV Benefit / - Refunding Principal	(0.550%)	4.927%	6.128%	4.766%

## City of Dodge City, Kansas

### General Obligation Refunding Bonds

Series 2012

## Project Summary

Part 3 of 6

Dated 08/01/2012 | Delivered 08/01/2012

	Loan Water	New Money	Issue Summary
<b>Sources Of Funds</b>			
Par Amount of Bonds	\$2,410,000.00	\$465,000.00	\$36,715,000.00
Reoffering Premium	68,374.25	17,738.05	1,029,170.05
Transfers from Prior Issue Debt Service Funds	-	-	775,628.96
Transfers from Prior Issue DSR Funds	-	-	1,655,298.76
<b>Total Sources</b>	<b>\$2,478,374.25</b>	<b>\$482,738.05</b>	<b>\$40,175,097.77</b>
<b>Uses Of Funds</b>			
Total Underwriter's Discount (0.800%)	19,280.00	3,720.00	293,720.00
Costs of Issuance	6,815.13	1,314.96	103,825.00
Deposit to Project Construction Fund	-	480,000.00	480,000.00
Deposit to Current Refunding Fund	2,450,722.77	-	39,297,351.22
Rounding Amount	1,556.35	(2,296.91)	201.55
<b>Total Uses</b>	<b>\$2,478,374.25</b>	<b>\$482,738.05</b>	<b>\$40,175,097.77</b>

### Flow of Funds Detail

State and Local Government Series (SLGS) rates for

Date of OMP Candidates

Primary Purpose Fund Solution Method	Net Funded	Net Funded	Net Funded
Total Cost of Investments	\$2,450,722.77	\$480,000.00	\$39,777,351.22
Interest Earnings @ 0.180%	-	-	58,439.19
Total Draws	\$2,450,722.77	\$480,000.00	\$39,835,790.41

### PV Analysis Summary (Net to Net)

Net PV Cashflow Savings	265,836.92	-	-
Transfers from Prior Issue Debt Service Fund	-	-	-
Contingency or Rounding Amount	1,556.35	-	-
Net Present Value Benefit	\$267,393.27	-	-
Net PV Benefit / - Refunded Principal	11.143%	-	-
Net PV Benefit / - Refunding Principal	11.095%	-	-

Aggregate bond refunding results in \$2,252,259.56 net PV,

## City of Dodge City, Kansas

General Obligation Refunding Bonds

Series 2012

## Project Summary

Part 4 of 6

Dated 08/01/2012 | Delivered 08/01/2012

	Water Rev Sr 2003 Adv	Note Sr 2008 (Water)	Note Sr 2009 (Water)	Note Sr 2010 (Street)
<b>Bond Statistics</b>				
Average Life	6.849 Years	11.573 Years	11.577 Years	5.763 Years
Average Coupon	2.6362927%	3.4578038%	3.4561444%	2.4692559%
Net Interest Cost (NIC)	2.3889513%	3.1995102%	3.1999964%	2.1017824%
Bond Yield for Arbitrage Purposes	2.3384230%	2.3384230%	2.3384230%	2.3384230%
True Interest Cost (TIC)	2.3485090%	3.0973693%	3.0984778%	2.0624371%
All Inclusive Cost (AIC)	2.3936180%	3.1268351%	3.1279435%	2.1145702%

## City of Dodge City, Kansas

General Obligation Refunding Bonds

Series 2012

### Project Summary

Part 5 of 6

Dated 08/01/2012 | Delivered 08/01/2012

	Note Sr 2011 (Street)	GO Sr 2005-A Adv	GO Sr 2006- A Current	GO Sr 2007-A Adv
<b>Bond Statistics</b>				
Average Life	5.770 Years	6.959 Years	2.588 Years	5.799 Years
Average Coupon	2.4707239%	2.6762707%	1.9999997%	2.4725863%
Net Interest Cost (NIC)	2.1034752%	2.4791785%	1.3067598%	2.1064398%
Bond Yield for Arbitrage Purposes	2.3384230%	2.3384230%	2.3384230%	2.3384230%
True Interest Cost (TIC)	2.0640778%	2.4400447%	1.2904884%	2.0670359%
All Inclusive Cost (AIC)	2.1161517%	2.4849392%	1.4010769%	2.1188682%

## City of Dodge City, Kansas

General Obligation Refunding Bonds

Series 2012

## Project Summary

Part 6 of 6

Dated 08/01/2012 | Delivered 08/01/2012

	Loan Water	New Money	Issue Summary
<b>Bond Statistics</b>			
Average Life	6.025 Years	9.707 Years	7.206 Years
Average Coupon	2.5173816%	3.2813395%	2.8034144%
Net Interest Cost (NIC)	2.1792864%	2.9707762%	2.5254293%
Bond Yield for Arbitrage Purposes	2.3384230%	2.3384230%	2.3384230%
True Interest Cost (TIC)	2.1387036%	2.8735709%	2.4598094%
All Inclusive Cost (AIC)	2.1888926%	2.9071690%	2.5030542%

## City of Dodge City, Kansas

### General Obligation Refunding Bonds

Series 2012

## Debt Service Schedule

Date	Principal	Coupon	Interest	Total P+
09/01/2012	-	-	-	-
09/01/2013	2,800,000.00	2.000%	989,191.67	3,789,191.67
09/01/2014	2,930,000.00	2.000%	857,100.00	3,787,100.00
09/01/2015	2,990,000.00	2.000%	798,500.00	3,788,500.00
09/01/2016	2,905,000.00	2.000%	738,700.00	3,643,700.00
09/01/2017	2,845,000.00	2.000%	680,600.00	3,525,600.00
09/01/2018	2,890,000.00	2.000%	623,700.00	3,513,700.00
09/01/2019	2,960,000.00	2.250%	565,900.00	3,525,900.00
09/01/2020	3,030,000.00	2.500%	499,300.00	3,529,300.00
09/01/2021	3,105,000.00	3.000%	423,550.00	3,528,550.00
09/01/2022	3,205,000.00	3.000%	330,400.00	3,535,400.00
09/01/2023	2,000,000.00	3.000%	234,250.00	2,234,250.00
09/01/2024	1,930,000.00	3.000%	174,250.00	2,104,250.00
09/01/2025	680,000.00	3.000%	116,350.00	796,350.00
09/01/2026	325,000.00	4.000%	95,950.00	420,950.00
09/01/2027	335,000.00	4.000%	82,950.00	417,950.00
09/01/2028	350,000.00	4.000%	69,550.00	419,550.00
09/01/2029	365,000.00	4.000%	55,550.00	420,550.00
09/01/2030	345,000.00	4.000%	40,950.00	385,950.00
09/01/2031	355,000.00	4.000%	27,150.00	382,150.00
09/01/2032	370,000.00	3.500%	12,950.00	382,950.00
<b>Total</b>	<b>\$36,715,000.00</b>	<b>-</b>	<b>\$7,416,841.67</b>	<b>\$44,131,841.67</b>

### Yield Statistics

Bond Year Dollars	\$264,564.58
Average Life	7.206 Years
Average Coupon	2.8034144%
Net Interest Cost (NIC)	2.5254293%
True Interest Cost (TIC)	2.4598094%
Bond Yield for Arbitrage Purposes	2.3384230%
All Inclusive Cost (AIC)	2.5030542%

### IRS Form 8038

Net Interest Cost	2.3445771%
Weighted Average Maturity	7.218 Years

## City of Dodge City, Kansas

### General Obligation Refunding Bonds

Series 2012

## Pricing Summary

Maturity	Type of Bond	Coupon	Yield	Maturity Value	Price	Dollar Price
09/01/2013	Serial Coupon	2.000%	0.600%	2,800,000.00	101.509%	2,842,252.00
09/01/2014	Serial Coupon	2.000%	0.780%	2,930,000.00	102.515%	3,003,689.50
09/01/2015	Serial Coupon	2.000%	1.010%	2,990,000.00	102.997%	3,079,610.30
09/01/2016	Serial Coupon	2.000%	1.160%	2,905,000.00	103.340%	3,002,027.00
09/01/2017	Serial Coupon	2.000%	1.360%	2,845,000.00	103.132%	2,934,105.40
09/01/2018	Serial Coupon	2.000%	1.630%	2,890,000.00	102.134%	2,951,672.60
09/01/2019	Serial Coupon	2.250%	1.840%	2,960,000.00	102.710%	3,040,216.00
09/01/2020	Serial Coupon	2.500%	2.150%	3,030,000.00	102.583%	3,108,264.90
09/01/2021	Serial Coupon	3.000%	2.420%	3,105,000.00	104.702%	3,250,997.10
09/01/2022	Serial Coupon	3.000%	2.630%	3,205,000.00	103.257%	3,309,386.85
09/01/2023	Serial Coupon	3.000%	2.860%	2,000,000.00	101.320%	2,026,400.00
09/01/2024	Serial Coupon	3.000%	3.000%	1,930,000.00	100.000%	1,930,000.00
09/01/2025	Serial Coupon	3.000%	3.120%	680,000.00	98.717%	671,275.60
09/01/2026	Serial Coupon	4.000%	3.200%	325,000.00	109.010%	354,282.50
09/01/2027	Serial Coupon	4.000%	3.280%	335,000.00	108.510%	363,508.50
09/01/2028	Serial Coupon	4.000%	3.360%	350,000.00	107.899%	377,646.50
09/01/2029	Serial Coupon	4.000%	3.430%	365,000.00	107.320%	391,718.00
09/01/2030	Serial Coupon	4.000%	3.500%	345,000.00	106.655%	367,959.75
09/01/2031	Serial Coupon	4.000%	3.570%	355,000.00	105.911%	375,984.05
09/01/2032	Serial Coupon	3.500%	3.630%	370,000.00	98.155%	363,173.50
<b>Total</b>	-	-	-	<b>\$36,715,000.00</b>	-	<b>\$37,744,170.05</b>

### Bid Information

Par Amount of Bonds	\$36,715,000.00
Reoffering Premium or (Discount)	1,029,170.05
Gross Production	\$37,744,170.05
Total Underwriter's Discount (0.800%)	\$(293,720.00)
Bid (102.003%)	37,450,450.05
Total Purchase Price	\$37,450,450.05
Bond Year Dollars	\$264,564.58
Average Life	7.206 Years
Average Coupon	2.8034144%
Net Interest Cost (NIC)	2.5254293%
True Interest Cost (TIC)	2.4598094%

## City of Dodge City, Kansas

### General Obligation Refunding Bonds

Series 2012 (Water Rev 2003/Advance Rfnd)

## Sources & Uses

Dated 08/01/2012 | Delivered 08/01/2012

### Sources Of Funds

Par Amount of Bonds	\$13,400,000.00
Reoffering Premium	334,189.40
Transfers from Prior Issue Debt Service Funds	775,628.96
Transfers from Prior Issue DSR Funds	1,655,298.76

**Total Sources** **\$16,165,117.12**

### Uses Of Funds

Total Underwriter's Discount (0.800%)	107,200.00
Costs of Issuance	37,893.39
Deposit to Net Cash Escrow Fund	16,017,172.83
Rounding Amount	2,850.90

**Total Uses** **\$16,165,117.12**

## City of Dodge City, Kansas

### General Obligation Refunding Bonds

Series 2012 (Water Rev 2003/Advance Rfnd)

## Debt Service Schedule

Date	Principal	Coupon	Interest	Total P+i
09/01/2012	-	-	-	-
09/01/2013	975,000.00	2.000%	352,394.79	1,327,394.79
09/01/2014	1,020,000.00	2.000%	305,787.50	1,325,787.50
09/01/2015	1,040,000.00	2.000%	285,387.50	1,325,387.50
09/01/2016	1,055,000.00	2.000%	264,587.50	1,319,587.50
09/01/2017	1,080,000.00	2.000%	243,487.50	1,323,487.50
09/01/2018	1,095,000.00	2.000%	221,887.50	1,316,887.50
09/01/2019	1,115,000.00	2.250%	199,987.50	1,314,987.50
09/01/2020	1,140,000.00	2.500%	174,900.00	1,314,900.00
09/01/2021	1,170,000.00	3.000%	146,400.00	1,316,400.00
09/01/2022	1,205,000.00	3.000%	111,300.00	1,316,300.00
09/01/2023	1,235,000.00	3.000%	75,150.00	1,310,150.00
09/01/2024	1,270,000.00	3.000%	38,100.00	1,308,100.00
<b>Total</b>	<b>\$13,400,000.00</b>	<b>-</b>	<b>\$2,419,369.79</b>	<b>\$15,819,369.79</b>

### Yield Statistics

Bond Year Dollars	\$91,771.67
Average Life	6.849 Years
Average Coupon	2.6362927%
Net Interest Cost (NIC)	2.3889513%
True Interest Cost (TIC)	2.3485090%
Bond Yield for Arbitrage Purposes	2.3384230%
All Inclusive Cost (AIC)	2.3936180%

### IRS Form 8038

Net Interest Cost	2.2200881%
Weighted Average Maturity	6.839 Years

## City of Dodge City, Kansas

General Obligation Refunding Bonds  
Series 2012 (Water Rev 2003/Advance Rfnd)

### Debt Service Comparison

Date	Total P+I	Net New D/S	Old Net D/S	Savings
09/01/2012	-	-	-	-
09/01/2013	1,327,394.79	1,327,394.79	1,635,648.76	308,253.97
09/01/2014	1,325,787.50	1,325,787.50	1,632,858.76	307,071.26
09/01/2015	1,325,387.50	1,325,387.50	1,632,365.63	306,978.13
09/01/2016	1,319,587.50	1,319,587.50	1,629,237.50	309,650.00
09/01/2017	1,323,487.50	1,323,487.50	1,628,737.50	305,250.00
09/01/2018	1,316,887.50	1,316,887.50	1,621,918.75	305,031.25
09/01/2019	1,314,987.50	1,314,987.50	1,623,256.25	308,268.75
09/01/2020	1,314,900.00	1,314,900.00	1,621,743.75	306,843.75
09/01/2021	1,316,400.00	1,316,400.00	1,624,868.75	308,468.75
09/01/2022	1,316,300.00	1,316,300.00	1,622,743.75	306,443.75
09/01/2023	1,310,150.00	1,310,150.00	1,617,050.00	306,900.00
09/01/2024	1,308,100.00	1,308,100.00	(38,761.26)	(1,346,861.26)
<b>Total</b>	<b>\$15,819,369.79</b>	<b>\$15,819,369.79</b>	<b>\$17,851,668.14</b>	<b>\$2,032,298.35</b>

#### PV Analysis Summary (Net to Net)

Gross PV Debt Service Savings	3,429,960.77
Effects of changes in DSR investments	(1,264,042.99)
Net PV Cashflow Savings @ 2.394%(AIC)	2,165,917.78
Transfers from Prior Issue Debt Service Fund	(775,628.96)
Contingency or Rounding Amount	2,850.90
Net Present Value Benefit	\$1,393,139.72
Net PV Benefit / \$15,110,000 Refunded Principal	9.220%
Net PV Benefit / \$13,400,000 Refunding Principal	10.397%

#### Refunding Bond Information

Refunding Dated Date	8/01/2012
Refunding Delivery Date	8/01/2012

## City of Dodge City, Kansas

### General Obligation Refunding Bonds

Series 2012 (Note Sr 2008-Water)

## Sources & Uses

Dated 08/01/2012 | Delivered 08/01/2012

### Sources Of Funds

Par Amount of Bonds	\$2,235,000.00
Reoffering Premium	84,690.85
<b>Total Sources</b>	<b>\$2,319,690.85</b>

### Uses Of Funds

Total Underwriter's Discount (0.800%)	17,880.00
Costs of Issuance	6,320.28
Deposit to Current Refunding Fund	2,298,031.25
Rounding Amount	(2,540.68)
<b>Total Uses</b>	<b>\$2,319,690.85</b>

## City of Dodge City, Kansas

### General Obligation Refunding Bonds

Series 2012 (Note Sr 2008-Water)

## Debt Service Schedule

Date	Principal	Coupon	Interest	Total P+i
09/01/2012	-	-	-	-
09/01/2013	80,000.00	2.000%	74,804.17	154,804.17
09/01/2014	90,000.00	2.000%	67,450.00	157,450.00
09/01/2015	90,000.00	2.000%	65,650.00	155,650.00
09/01/2016	95,000.00	2.000%	63,850.00	158,850.00
09/01/2017	95,000.00	2.000%	61,950.00	156,950.00
09/01/2018	95,000.00	2.000%	60,050.00	155,050.00
09/01/2019	100,000.00	2.250%	58,150.00	158,150.00
09/01/2020	100,000.00	2.500%	55,900.00	155,900.00
09/01/2021	105,000.00	3.000%	53,400.00	158,400.00
09/01/2022	105,000.00	3.000%	50,250.00	155,250.00
09/01/2023	110,000.00	3.000%	47,100.00	157,100.00
09/01/2024	110,000.00	3.000%	43,800.00	153,800.00
09/01/2025	115,000.00	3.000%	40,500.00	155,500.00
09/01/2026	120,000.00	4.000%	37,050.00	157,050.00
09/01/2027	125,000.00	4.000%	32,250.00	157,250.00
09/01/2028	130,000.00	4.000%	27,250.00	157,250.00
09/01/2029	135,000.00	4.000%	22,050.00	157,050.00
09/01/2030	140,000.00	4.000%	16,650.00	156,650.00
09/01/2031	145,000.00	4.000%	11,050.00	156,050.00
09/01/2032	150,000.00	3.500%	5,250.00	155,250.00
<b>Total</b>	<b>\$2,235,000.00</b>	<b>-</b>	<b>\$894,404.17</b>	<b>\$3,129,404.17</b>

### Yield Statistics

Bond Year Dollars	\$25,866.25
Average Life	11.573 Years
Average Coupon	3.4578038%
Net Interest Cost (NIC)	3.1995102%
True Interest Cost (TIC)	3.0973693%
Bond Yield for Arbitrage Purposes	2.3384230%
All Inclusive Cost (AIC)	3.1268351%

### IRS Form 8038

Net Interest Cost	3.0033485%
Weighted Average Maturity	11.622 Years

## City of Dodge City, Kansas

### General Obligation Refunding Bonds

Series 2012 (Note Sr 2009-Water)

## Sources & Uses

Dated 08/01/2012 | Delivered 08/01/2012

### Sources Of Funds

Par Amount of Bonds	\$3,250,000.00
Reoffering Premium	122,377.80

**Total Sources** **\$3,372,377.80**

### Uses Of Funds

Total Underwriter's Discount (0.800%)	26,000.00
Costs of Issuance	9,190.56
Deposit to Current Refunding Fund	3,336,409.38
Rounding Amount	777.86

**Total Uses** **\$3,372,377.80**

## City of Dodge City, Kansas

### General Obligation Refunding Bonds

Series 2012 (Note Sr 2009-Water)

## Debt Service Schedule

Date	Principal	Coupon	Interest	Total P+
09/01/2012	-	-	-	-
09/01/2013	120,000.00	2.000%	108,753.13	228,753.13
09/01/2014	130,000.00	2.000%	97,987.50	227,987.50
09/01/2015	130,000.00	2.000%	95,387.50	225,387.50
09/01/2016	135,000.00	2.000%	92,787.50	227,787.50
09/01/2017	135,000.00	2.000%	90,087.50	225,087.50
09/01/2018	140,000.00	2.000%	87,387.50	227,387.50
09/01/2019	145,000.00	2.250%	84,587.50	229,587.50
09/01/2020	145,000.00	2.500%	81,325.00	226,325.00
09/01/2021	150,000.00	3.000%	77,700.00	227,700.00
09/01/2022	155,000.00	3.000%	73,200.00	228,200.00
09/01/2023	160,000.00	3.000%	68,550.00	228,550.00
09/01/2024	165,000.00	3.000%	63,750.00	228,750.00
09/01/2025	170,000.00	3.000%	58,800.00	228,800.00
09/01/2026	175,000.00	4.000%	53,700.00	228,700.00
09/01/2027	180,000.00	4.000%	46,700.00	226,700.00
09/01/2028	185,000.00	4.000%	39,500.00	224,500.00
09/01/2029	195,000.00	4.000%	32,100.00	227,100.00
09/01/2030	205,000.00	4.000%	24,300.00	229,300.00
09/01/2031	210,000.00	4.000%	16,100.00	226,100.00
09/01/2032	220,000.00	3.500%	7,700.00	227,700.00
<b>Total</b>	<b>\$3,250,000.00</b>	<b>-</b>	<b>\$1,300,403.13</b>	<b>\$4,550,403.13</b>

### Yield Statistics

Bond Year Dollars	\$37,625.83
Average Life	11.577 Years
Average Coupon	3.4561444%
Net Interest Cost (NIC)	3.1999964%
True Interest Cost (TIC)	3.0984778%
Bond Yield for Arbitrage Purposes	2.3384230%
All Inclusive Cost (AIC)	3.1279435%

### IRS Form 8038

Net Interest Cost	3.0046530%
Weighted Average Maturity	11.626 Years

## City of Dodge City, Kansas

### General Obligation Refunding Bonds

Series 2012 (Note Sr 2010-Street)

## Sources & Uses

Dated 08/01/2012 | Delivered 08/01/2012

### Sources Of Funds

Par Amount of Bonds	\$1,170,000.00
Reoffering Premium	34,136.90

**Total Sources** **\$1,204,136.90**

### Uses Of Funds

Total Underwriter's Discount (0.800%)	9,360.00
Costs of Issuance	3,308.61
Deposit to Current Refunding Fund	1,192,406.25
Rounding Amount	(937.96)

**Total Uses** **\$1,204,136.90**

## City of Dodge City, Kansas

### General Obligation Refunding Bonds

Series 2012 (Note Sr 2010-Street)

## Debt Service Schedule

Date	Principal	Coupon	Interest	Total P+i
09/01/2012	-	-	-	-
09/01/2013	105,000.00	2.000%	29,114.58	134,114.58
09/01/2014	110,000.00	2.000%	24,775.00	134,775.00
09/01/2015	110,000.00	2.000%	22,575.00	132,575.00
09/01/2016	115,000.00	2.000%	20,375.00	135,375.00
09/01/2017	115,000.00	2.000%	18,075.00	133,075.00
09/01/2018	115,000.00	2.000%	15,775.00	130,775.00
09/01/2019	120,000.00	2.250%	13,475.00	133,475.00
09/01/2020	125,000.00	2.500%	10,775.00	135,775.00
09/01/2021	125,000.00	3.000%	7,650.00	132,650.00
09/01/2022	130,000.00	3.000%	3,900.00	133,900.00
<b>Total</b>	<b>\$1,170,000.00</b>	<b>-</b>	<b>\$166,489.58</b>	<b>\$1,336,489.58</b>

### Yield Statistics

Bond Year Dollars	\$6,742.50
Average Life	5.763 Years
Average Coupon	2.4692559%
Net Interest Cost (NIC)	2.1017824%
True Interest Cost (TIC)	2.0624371%
Bond Yield for Arbitrage Purposes	2.3384230%
All Inclusive Cost (AIC)	2.1145702%

### IRS Form 8038

Net Interest Cost	1.9031824%
Weighted Average Maturity	5.775 Years

## City of Dodge City, Kansas

### General Obligation Refunding Bonds

Series 2012 (Note Sr 2011-Street)

## Sources & Uses

Dated 08/01/2012 | Delivered 08/01/2012

### Sources Of Funds

Par Amount of Bonds	\$1,660,000.00
Reoffering Premium	48,456.30
<b>Total Sources</b>	<b>\$1,708,456.30</b>

### Uses Of Funds

Total Underwriter's Discount (0.800%)	13,280.00
Costs of Issuance	4,694.25
Deposit to Current Refunding Fund	1,686,855.33
Rounding Amount	3,626.72
<b>Total Uses</b>	<b>\$1,708,456.30</b>

## City of Dodge City, Kansas

### General Obligation Refunding Bonds

Series 2012 (Note Sr 2011-Street)

## Debt Service Schedule

Date	Principal	Coupon	Interest	Total P+i
09/01/2012	-	-	-	-
09/01/2013	150,000.00	2.000%	41,329.17	191,329.17
09/01/2014	155,000.00	2.000%	35,150.00	190,150.00
09/01/2015	155,000.00	2.000%	32,050.00	187,050.00
09/01/2016	160,000.00	2.000%	28,950.00	188,950.00
09/01/2017	165,000.00	2.000%	25,750.00	190,750.00
09/01/2018	165,000.00	2.000%	22,450.00	187,450.00
09/01/2019	170,000.00	2.250%	19,150.00	189,150.00
09/01/2020	175,000.00	2.500%	15,325.00	190,325.00
09/01/2021	180,000.00	3.000%	10,950.00	190,950.00
09/01/2022	185,000.00	3.000%	5,550.00	190,550.00
<b>Total</b>	<b>\$1,660,000.00</b>	<b>-</b>	<b>\$236,654.17</b>	<b>\$1,896,654.17</b>

### Yield Statistics

Bond Year Dollars	\$9,578.33
Average Life	5.770 Years
Average Coupon	2.4707239%
Net Interest Cost (NIC)	2.1034752%
True Interest Cost (TIC)	2.0640778%
Bond Yield for Arbitrage Purposes	2.3384230%
All Inclusive Cost (AIC)	2.1161517%

### IRS Form 8038

Net Interest Cost	1.9049241%
Weighted Average Maturity	5.783 Years

## City of Dodge City, Kansas

### General Obligation Refunding Bonds

Series 2012 (GO Sr 2005/Adv)

## Sources & Uses

Dated 08/01/2012 | Delivered 08/01/2012

### Sources Of Funds

Par Amount of Bonds	\$4,475,000.00
Reoffering Premium	97,180.25

**Total Sources** **\$4,572,180.25**

### Uses Of Funds

Total Underwriter's Discount (0.800%)	35,800.00
Costs of Issuance	12,654.68
Deposit to Net Cash Escrow Fund	4,523,653.27
Rounding Amount	72.30

**Total Uses** **\$4,572,180.25**

## City of Dodge City, Kansas

### General Obligation Refunding Bonds

Series 2012 (GO Sr 2005/Adv)

## Debt Service Schedule

Date	Principal	Coupon	Interest	Total P+i
09/01/2012	-	-	-	-
09/01/2013	395,000.00	2.000%	118,218.75	513,218.75
09/01/2014	410,000.00	2.000%	101,225.00	511,225.00
09/01/2015	420,000.00	2.000%	93,025.00	513,025.00
09/01/2016	290,000.00	2.000%	84,625.00	374,625.00
09/01/2017	300,000.00	2.000%	78,825.00	378,825.00
09/01/2018	305,000.00	2.000%	72,825.00	377,825.00
09/01/2019	310,000.00	2.250%	66,725.00	376,725.00
09/01/2020	320,000.00	2.500%	59,750.00	379,750.00
09/01/2021	325,000.00	3.000%	51,750.00	376,750.00
09/01/2022	335,000.00	3.000%	42,000.00	377,000.00
09/01/2023	345,000.00	3.000%	31,950.00	376,950.00
09/01/2024	355,000.00	3.000%	21,600.00	376,600.00
09/01/2025	365,000.00	3.000%	10,950.00	375,950.00
<b>Total</b>	<b>\$4,475,000.00</b>	<b>-</b>	<b>\$833,468.75</b>	<b>\$5,308,468.75</b>

### Yield Statistics

Bond Year Dollars	\$31,142.92
Average Life	6.959 Years
Average Coupon	2.6762707%
Net Interest Cost (NIC)	2.4791785%
True Interest Cost (TIC)	2.4400447%
Bond Yield for Arbitrage Purposes	2.3384230%
All Inclusive Cost (AIC)	2.4849392%

### IRS Form 8038

Net Interest Cost	2.3226087%
Weighted Average Maturity	6.933 Years

## City of Dodge City, Kansas

### General Obligation Refunding Bonds

Series 2012 (GO Sr 2005/Adv)

## Debt Service Comparison

Date	Total P+I	Existing D/S	Net New D/S	Old Net D/S	Savings
09/01/2012	-	362,100.00	362,100.00	444,352.50	82,252.50
09/01/2013	513,218.75	-	513,218.75	524,505.00	11,286.25
09/01/2014	511,225.00	-	511,225.00	526,005.00	14,780.00
09/01/2015	513,025.00	-	513,025.00	523,067.50	10,042.50
09/01/2016	374,625.00	-	374,625.00	389,400.00	14,775.00
09/01/2017	378,825.00	-	378,825.00	389,727.50	10,902.50
09/01/2018	377,825.00	-	377,825.00	389,277.50	11,452.50
09/01/2019	376,725.00	-	376,725.00	388,305.00	11,580.00
09/01/2020	379,750.00	-	379,750.00	391,800.00	12,050.00
09/01/2021	376,750.00	-	376,750.00	389,400.00	12,650.00
09/01/2022	377,000.00	-	377,000.00	391,600.00	14,600.00
09/01/2023	376,950.00	-	376,950.00	388,200.00	11,250.00
09/01/2024	376,600.00	-	376,600.00	389,400.00	12,800.00
09/01/2025	375,950.00	-	375,950.00	390,000.00	14,050.00
<b>Total</b>	<b>\$5,308,468.75</b>	<b>\$362,100.00</b>	<b>\$5,670,568.75</b>	<b>\$5,915,040.00</b>	<b>\$244,471.25</b>

### PV Analysis Summary (Net to Net)

Gross PV Debt Service Savings	220,433.29
Net PV Cashflow Savings @ 2.485%(AIC)	220,433.29
Contingency or Rounding Amount	72.30
Net Present Value Benefit	\$220,505.59
Net PV Benefit / \$4,285,000 Refunded Principal	5.146%
Net PV Benefit / \$4,475,000 Refunding Principal	4.927%

### Refunding Bond Information

Refunding Dated Date	8/01/2012
Refunding Delivery Date	8/01/2012

## City of Dodge City, Kansas

### General Obligation Refunding Bonds

Series 2012 (GO Sr 2006-A/current)

## Sources & Uses

Dated 08/01/2012 | Delivered 08/01/2012

### Sources Of Funds

Par Amount of Bonds	\$485,000.00
Reoffering Premium	12,583.05
<b>Total Sources</b>	<b>\$497,583.05</b>

### Uses Of Funds

Total Underwriter's Discount (0.800%)	3,880.00
Costs of Issuance	1,371.50
Deposit to Current Refunding Fund	492,632.29
Rounding Amount	(300.74)
<b>Total Uses</b>	<b>\$497,583.05</b>

## City of Dodge City, Kansas

General Obligation Refunding Bonds

Series 2012 (GO Sr 2006-A/current)

### Debt Service Schedule

Date	Principal	Coupon	Interest	Total P+I
09/01/2012	-	-	-	-
09/01/2013	120,000.00	2.000%	10,508.33	130,508.33
09/01/2014	120,000.00	2.000%	7,300.00	127,300.00
09/01/2015	125,000.00	2.000%	4,900.00	129,900.00
09/01/2016	120,000.00	2.000%	2,400.00	122,400.00
<b>Total</b>	<b>\$485,000.00</b>	<b>-</b>	<b>\$25,108.33</b>	<b>\$510,108.33</b>

#### Yield Statistics

Bond Year Dollars	\$1,255.42
Average Life	2.588 Years
Average Coupon	1.9999997%
Net Interest Cost (NIC)	1.3067598%
True Interest Cost (TIC)	1.2904884%
Bond Yield for Arbitrage Purposes	2.3384230%
All Inclusive Cost (AIC)	1.4010769%

#### IRS Form 8038

Net Interest Cost	0.9697621%
Weighted Average Maturity	2.596 Years

## City of Dodge City, Kansas

General Obligation Refunding Bonds

Series 2012 (GO Sr 2006-A/current)

### Debt Service Comparison

Date	Total P+I	Existing D/S	Net New D/S	Old Net D/S	Savings
09/01/2012	-	112,007.50	112,007.50	121,166.25	9,158.75
09/01/2013	130,508.33	-	130,508.33	133,317.50	2,809.17
09/01/2014	127,300.00	-	127,300.00	134,062.50	6,762.50
09/01/2015	129,900.00	-	129,900.00	134,562.50	4,662.50
09/01/2016	122,400.00	-	122,400.00	129,812.50	7,412.50
<b>Total</b>	<b>\$510,108.33</b>	<b>\$112,007.50</b>	<b>\$622,115.83</b>	<b>\$652,921.25</b>	<b>\$30,805.42</b>

#### PV Analysis Summary (Net to Net)

Gross PV Debt Service Savings	30,022.28
Net PV Cashflow Savings @ 1.401%(AIC)	30,022.28
Contingency or Rounding Amount	(300.74)
Net Present Value Benefit	\$29,721.54
Net PV Benefit / \$485,000 Refunded Principal	6.128%
Net PV Benefit / \$485,000 Refunding Principal	6.128%

#### Refunding Bond Information

Refunding Dated Date	8/01/2012
Refunding Delivery Date	8/01/2012

## City of Dodge City, Kansas

### General Obligation Refunding Bonds

Series 2012 (GO Sr 2007-A/Adv)

## Sources & Uses

Dated 08/01/2012 | Delivered 08/01/2012

### Sources Of Funds

Par Amount of Bonds	\$7,165,000.00
Reoffering Premium	209,443.20

**Total Sources** **\$7,374,443.20**

### Uses Of Funds

Total Underwriter's Discount (0.800%)	57,320.00
Costs of Issuance	20,261.64
Deposit to Net Cash Escrow Fund	7,299,467.85
Rounding Amount	(2,606.29)

**Total Uses** **\$7,374,443.20**

## City of Dodge City, Kansas

### General Obligation Refunding Bonds

Series 2012 (GO Sr 2007-A/Adv)

## Debt Service Schedule

Date	Principal	Coupon	Interest	Total P+i
09/01/2012	-	-	-	-
09/01/2013	630,000.00	2.000%	178,587.50	808,587.50
09/01/2014	655,000.00	2.000%	152,250.00	807,250.00
09/01/2015	675,000.00	2.000%	139,150.00	814,150.00
09/01/2016	690,000.00	2.000%	125,650.00	815,650.00
09/01/2017	705,000.00	2.000%	111,850.00	816,850.00
09/01/2018	720,000.00	2.000%	97,750.00	817,750.00
09/01/2019	740,000.00	2.250%	83,350.00	823,350.00
09/01/2020	760,000.00	2.500%	66,700.00	826,700.00
09/01/2021	780,000.00	3.000%	47,700.00	827,700.00
09/01/2022	810,000.00	3.000%	24,300.00	834,300.00
<b>Total</b>	<b>\$7,165,000.00</b>	<b>-</b>	<b>\$1,027,287.50</b>	<b>\$8,192,287.50</b>

### Yield Statistics

Bond Year Dollars	\$41,547.08
Average Life	5.799 Years
Average Coupon	2.4725863%
Net Interest Cost (NIC)	2.1064398%
True Interest Cost (TIC)	2.0670359%
Bond Yield for Arbitrage Purposes	2.3384230%
All Inclusive Cost (AIC)	2.1188682%

### IRS Form 8038

Net Interest Cost	1.9084533%
Weighted Average Maturity	5.811 Years

## City of Dodge City, Kansas

### General Obligation Refunding Bonds

Series 2012 (GO Sr 2007-A/Adv)

## Debt Service Comparison

Date	Total P+I	Existing D/S	Net New D/S	Old Net D/S	Savings
09/01/2012	-	568,960.00	568,960.00	694,815.00	125,855.00
09/01/2013	808,587.50	-	808,587.50	831,710.00	23,122.50
09/01/2014	807,250.00	-	807,250.00	832,570.00	25,320.00
09/01/2015	814,150.00	-	814,150.00	837,170.00	23,020.00
09/01/2016	815,650.00	-	815,650.00	840,607.50	24,957.50
09/01/2017	816,850.00	-	816,850.00	842,857.50	26,007.50
09/01/2018	817,750.00	-	817,750.00	843,557.50	25,807.50
09/01/2019	823,350.00	-	823,350.00	847,657.50	24,307.50
09/01/2020	826,700.00	-	826,700.00	850,282.50	23,582.50
09/01/2021	827,700.00	-	827,700.00	851,782.50	24,082.50
09/01/2022	834,300.00	-	834,300.00	856,762.50	22,462.50
<b>Total</b>	<b>\$8,192,287.50</b>	<b>\$568,960.00</b>	<b>\$8,761,247.50</b>	<b>\$9,129,772.50</b>	<b>\$368,525.00</b>

### PV Analysis Summary (Net to Net)

Gross PV Debt Service Savings	344,105.73
Net PV Cashflow Savings @ 2.119%(AIC)	344,105.73
Contingency or Rounding Amount	(2,606.29)
Net Present Value Benefit	\$341,499.44
Net PV Benefit / \$6,935,000 Refunded Principal	4.924%
Net PV Benefit / \$7,165,000 Refunding Principal	4.766%

### Refunding Bond Information

Refunding Dated Date	8/01/2012
Refunding Delivery Date	8/01/2012

## City of Dodge City, Kansas

### General Obligation Refunding Bonds

#### Series 2012 (Water Loan Refund)

## Sources & Uses

Dated 08/01/2012 | Delivered 08/01/2012

### Sources Of Funds

Par Amount of Bonds	\$2,410,000.00
Reoffering Premium	68,374.25

**Total Sources** **\$2,478,374.25**

### Uses Of Funds

Total Underwriter's Discount (0.800%)	19,280.00
Costs of Issuance	6,815.13
Deposit to Current Refunding Fund	2,450,722.77
Rounding Amount	1,556.35

**Total Uses** **\$2,478,374.25**

## City of Dodge City, Kansas

### General Obligation Refunding Bonds

#### Series 2012 (Water Loan Refund)

## Debt Service Schedule

Date	Principal	Coupon	Interest	Total P+I
09/01/2012	-	-	-	-
09/01/2013	205,000.00	2.000%	60,869.79	265,869.79
09/01/2014	215,000.00	2.000%	52,087.50	267,087.50
09/01/2015	220,000.00	2.000%	47,787.50	267,787.50
09/01/2016	220,000.00	2.000%	43,387.50	263,387.50
09/01/2017	225,000.00	2.000%	38,987.50	263,987.50
09/01/2018	230,000.00	2.000%	34,487.50	264,487.50
09/01/2019	235,000.00	2.250%	29,887.50	264,887.50
09/01/2020	240,000.00	2.500%	24,600.00	264,600.00
09/01/2021	245,000.00	3.000%	18,600.00	263,600.00
09/01/2022	255,000.00	3.000%	11,250.00	266,250.00
09/01/2023	120,000.00	3.000%	3,600.00	123,600.00
<b>Total</b>	<b>\$2,410,000.00</b>	<b>-</b>	<b>\$365,544.79</b>	<b>\$2,775,544.79</b>

### Yield Statistics

Bond Year Dollars	\$14,520.83
Average Life	6.025 Years
Average Coupon	2.5173816%
Net Interest Cost (NIC)	2.1792864%
True Interest Cost (TIC)	2.1387036%
Bond Yield for Arbitrage Purposes	2.3384230%
All Inclusive Cost (AIC)	2.1888926%

### IRS Form 8038

Net Interest Cost	1.9874138%
Weighted Average Maturity	6.033 Years

## City of Dodge City, Kansas

### General Obligation Refunding Bonds

#### Series 2012 (Water Loan Refund)

## Debt Service Comparison

Date	Total P+I	Existing D/S	Net New D/S	Old Net D/S	Savings
09/01/2012	-	91,855.98	91,855.98	142,850.21	50,994.23
09/01/2013	265,869.79	-	265,869.79	285,700.41	19,830.63
09/01/2014	267,087.50	-	267,087.50	285,700.41	18,612.91
09/01/2015	267,787.50	-	267,787.50	285,700.42	17,912.92
09/01/2016	263,387.50	-	263,387.50	285,700.41	22,312.92
09/01/2017	263,987.50	-	263,987.50	285,700.41	21,712.92
09/01/2018	264,487.50	-	264,487.50	285,700.41	21,212.91
09/01/2019	264,887.50	-	264,887.50	285,700.41	20,812.90
09/01/2020	264,600.00	-	264,600.00	285,700.42	21,100.42
09/01/2021	263,600.00	-	263,600.00	285,700.42	22,100.42
09/01/2022	266,250.00	-	266,250.00	285,700.42	19,450.42
09/01/2023	123,600.00	-	123,600.00	142,850.20	19,250.20
<b>Total</b>	<b>\$2,775,544.79</b>	<b>\$91,855.98</b>	<b>\$2,867,400.77</b>	<b>\$3,142,704.55</b>	<b>\$275,303.80</b>

### PV Analysis Summary (Net to Net)

Gross PV Debt Service Savings	265,836.92
Net PV Cashflow Savings @ 2.189%(AIC)	265,836.92
Contingency or Rounding Amount	1,556.35
Net Present Value Benefit	\$267,393.27
Net PV Benefit / \$2,399,729 Refunded Principal	11.143%
Net PV Benefit / \$2,410,000 Refunding Principal	11.095%

### Refunding Bond Information

Refunding Dated Date	8/01/2012
Refunding Delivery Date	8/01/2012

## City of Dodge City, Kansas

### General Obligation Refunding Bonds

Series 2012

## Sources & Uses

Dated 08/01/2012 | Delivered 08/01/2012

### Sources Of Funds

Par Amount of Bonds	\$465,000.00
Reoffering Premium	17,738.05

**Total Sources** **\$482,738.05**

### Uses Of Funds

Total Underwriter's Discount (0.800%)	3,720.00
Costs of Issuance	1,314.96
Deposit to Project Construction Fund	480,000.00
Rounding Amount	(2,296.91)

**Total Uses** **\$482,738.05**

## City of Dodge City, Kansas

### General Obligation Refunding Bonds

Series 2012

## Debt Service Schedule

Date	Principal	Coupon	Interest	Total P+i
09/01/2012	-	-	-	-
09/01/2013	20,000.00	2.000%	14,611.46	34,611.46
09/01/2014	25,000.00	2.000%	13,087.50	38,087.50
09/01/2015	25,000.00	2.000%	12,587.50	37,587.50
09/01/2016	25,000.00	2.000%	12,087.50	37,087.50
09/01/2017	25,000.00	2.000%	11,587.50	36,587.50
09/01/2018	25,000.00	2.000%	11,087.50	36,087.50
09/01/2019	25,000.00	2.250%	10,587.50	35,587.50
09/01/2020	25,000.00	2.500%	10,025.00	35,025.00
09/01/2021	25,000.00	3.000%	9,400.00	34,400.00
09/01/2022	25,000.00	3.000%	8,650.00	33,650.00
09/01/2023	30,000.00	3.000%	7,900.00	37,900.00
09/01/2024	30,000.00	3.000%	7,000.00	37,000.00
09/01/2025	30,000.00	3.000%	6,100.00	36,100.00
09/01/2026	30,000.00	4.000%	5,200.00	35,200.00
09/01/2027	30,000.00	4.000%	4,000.00	34,000.00
09/01/2028	35,000.00	4.000%	2,800.00	37,800.00
09/01/2029	35,000.00	4.000%	1,400.00	36,400.00
<b>Total</b>	<b>\$465,000.00</b>	<b>-</b>	<b>\$148,111.46</b>	<b>\$613,111.46</b>

### Yield Statistics

Bond Year Dollars	\$4,513.75
Average Life	9.707 Years
Average Coupon	3.2813395%
Net Interest Cost (NIC)	2.9707762%
True Interest Cost (TIC)	2.8735709%
Bond Yield for Arbitrage Purposes	2.3384230%
All Inclusive Cost (AIC)	2.9071690%

### IRS Form 8038

Net Interest Cost	2.7613298%
Weighted Average Maturity	9.780 Years

## Memorandum

*To:* City Manager  
Assistant City Manager  
City Commissioners

*From:* Paul Lewis  
Director of Parks & Recreation  
Ray Slattery, P.E.  
Director of Engineering Services

*Date:* June 15, 2012

*Subject:* Bids for Mariah Hills Golf Course Irrigation System

*Agenda Item:* New Business

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**Recommendation:** Approve proposal from T & A Turf and Irrigation, LLC. for the construction of the Mariah Hills Golf Course Irrigation System pending approval of KDHE, in the amount of \$1,546,049.00. This would include the approval of the base bid of \$1,633,000 and approval of Alternates No. 1, 5a, 5b, 6, 8, 9, 11, 13, and 14. Many of these alternates are deducts to the base bid for items that we can add to the system as they become needed in the future.

**Background:** This project has been added as part of the overall plan for the new Water Reclamation Facility. This project will allow efficient and timely irrigation of the golf course using the recycle water. Due to KDHE Regulations and requirements of our NPDES Permit, irrigation using recycled water must be done when people are absent from the golf course or the irrigation must be supervised so that no one gets into the irrigation water. This project will also allow some additional areas of the golf course to be irrigated, which will decrease the amount of recycled water that may be discharged from the plant. The current irrigation system is nearing 40 years of use and can not fully irrigate the golf course in the time needed to prevent contact of the golfers and the irrigation water. It also has out dated equipment that has caused some maintenance issues in the past and will continue into the future. Provisions have also been included in this new system to allow the northern portion of Maple Grove Cemetery to be irrigated with recycled water when there is enough recycled water. Currently, the plant is treating approximately 200,000 gallons of waste water a day. A large percentage of this water is recycled and is used for irrigation at the golf course; some of the water is used in the recycle process or evaporates.

**Justification:** This project is part of the New Water Reclamation Facility that will provide a beneficial use of the recycled water.

**Financial Considerations:** The construction of Mariah Hills Golf Course Sprinkler System will cost \$1,546,049.00. Funding of this project will be provided by the low interest loan the City has with KDHE. Including this project and all the projects associated with the construction of the Water Reclamation Facility, we are still \$4 million under our KDHE loan cap.

**Purpose/Mission:** The completion of this project is necessary for the use of the recycled water from the New Reclamation Plant.

**Legal Considerations:** By approving the bid with T & A Turf and Irrigation, LLC the City will enter into a contract with T & A Turf and Irrigation, LLC and be responsible to make payments for the completed work.

**Attachments:** The bid tabulation for T & A Turf and Irrigation, LLC, Formost Construction Co., and a bid approval letter from PEC.

**Mariah Hills Golf Course Irrigation System**  
**City of Dodge City, Kansas**  
**PEC Project No. 34-08827-002-1009**  
**Bid Summary - June 12, 2012 @ 2:00 PM**



DESCRIPTION	ADD or DEDUCT	ENGINEER'S ESTIMATE	T & A Turf and Irrigation, LLC.	Formost Construction Co.		
		COST	COST	COST	COST	COST
<b>Base Bid</b>						
Part 1	-	\$ 50,000.00	\$40,000.00	\$75,000.00		
Part 2	-	\$ 659,100.00	\$630,000.00	\$652,000.00		
Part 3	-	\$ 603,300.00	\$534,500.00	\$611,000.00		
Part 4	-	\$ 420,000.00	\$428,500.00	\$450,000.00		
<b>TOTAL BASE BID</b>		<b>\$ 1,732,400.00</b>	<b>\$ 1,633,000.00</b>	<b>\$ 1,788,000.00</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Alternate No. 1</b>						
SO <sub>2</sub> Burner	ADD	\$ 30,000.00	\$34,000.00	\$30,300.00		
<b>Alternate No. 2</b>						
Fertigation equipment Flowtronex	ADD	\$ 18,000.00	\$52,000.00	\$48,500.00		
Fertigation Equipment Turf Feeding systems	ADD	\$ 18,000.00	\$29,000.00	\$27,500.00		
<b>Alternate No. 3</b>						
New Frost Free Hydrants	ADD	\$ 7,500.00	\$18,000.00	\$10,500.00		
<b>Alternate No. 4</b>						
Toro Decoder System	ADD or DEDUCT	\$ (1,441.00)	\$14,150.00	(\$15,000.00)		
Rain Bird Decoder Control	ADD or DEDUCT	\$ 70,089.00	\$27,000.00	\$75,000.00		
<b>Alternate No. 5a</b>						
Power Wire to Sensors - Toro	DEDUCT	\$ (5,000.00)	(\$5,400.00)	\$0.00		
Power Wire to Sensors - Rain Bird	DEDUCT	\$ (5,000.00)	(\$5,400.00)	(\$1,000.00)		
<b>Alternate No. 5b</b>						
18 Toro Sensors	DEDUCT	\$ (20,000.00)	(\$17,900.00)	(\$18,000.00)		
18 Rain Bird Sensors	DEDUCT	\$ (10,000.00)	(\$8,000.00)	(\$14,000.00)		
<b>Alternate No. 6</b>						
Golf Course Furnish Turnover Items	DEDUCT	\$ (4,000.00)	(\$14,826.00)	(\$5,968.00)		
<b>Alternate No. 7</b>						
No Yardage Markers	DEDUCT	\$ (3,000.00)	(\$4,500.00)	(\$4,000.00)		
<b>Alternate No. 8</b>						
Owner Provided Central Equipment - Toro	DEDUCT	\$ (5,000.00)	(\$26,375.00)	(\$31,500.00)		
Owner Provided Central Equipment - Rain Bird	DEDUCT	\$ (5,000.00)	(\$58,550.00)	(\$70,000.00)		
<b>Alternate No. 9</b>						
1-year Central Warranty - Toro	DEDUCT	\$ (2,000.00)	(\$7,650.00)	(\$7,560.00)		
1-year Central Warranty - Rain Bird	DEDUCT	\$ (2,000.00)	(\$8,250.00)	(\$8,250.00)		
<b>Alternate No. 10</b>						
PVC in Place of HDPE Piping	DEDUCT	\$ (118,410.00)	(\$55,000.00)	(\$40,000.00)		
<b>Alternate No. 11</b>						
Remove Extra 24 VAC Wire	DEDUCT	\$ (20,000.00)	(\$11,000.00)	(\$6,700.00)		
<b>Alternate No. 12</b>						
Staff to Remove Existing Irrigation	DEDUCT	\$ (10,000.00)	(\$10,400.00)	(\$7,020.00)		
<b>Alternate No. 13</b>						
No Aerial Image	DEDUCT	\$ (5,000.00)	(\$7,500.00)	(\$7,000.00)		
<b>Alternate No. 14</b>						
Wye Strainer Pump Alternate	DEDUCT	\$ (25,000.00)	(\$30,300.00)	(\$28,000.00)		
<b>REQUIRED SUPPORTING DOCUMENTATION RECEIVED (YES or NO)</b>						
	<b>Addendum No. 1</b>	<b>Yes</b>	<b>Yes</b>			
	<b>Addendum No. 2</b>	<b>Yes</b>	<b>Yes</b>			
	<b>Addendum No. 3</b>	<b>Yes</b>	<b>Yes</b>			
	<b>Bid Bond</b>	<b>Yes</b>	<b>Yes</b>			
	<b>SRF Loan Forms</b>	<b>Yes</b>	<b>Yes</b>			
	<b>Supplement to Bid Form</b>	<b>Yes</b>	<b>Yes</b>			
	<b>Qualification to Bidders</b>	<b>Yes</b>	<b>Yes</b>			