

**City of Long Prairie  
Council Meeting  
7:00 P.M., Tuesday, February 21, 2012**

The Long Prairie City Council met in regular session at City Hall, 7:00 p.m., Tuesday, February 21, 2012. Mayor Don Rasmussen called the meeting to order with the following present: Council members Bob Klick, Art Rowan, Tony Towle, Lilah Gripne, and City Administrator/Clerk David Venekamp.

**Council member Gripne motioned Klick seconded to approve the council minutes of February 6, 2012 and the February invoices. Motion unanimously carried.**

Representing the chamber were Chamber Manager Kim Burkett, Chamber President Kathy Nauber, and Chamber Vice President Pastor Andrew Brown. Kim stated the chamber members feel there is a lack of city visioning on behalf of the city council. Kim stated the chamber board passed two resolutions and asked that the council adopt similar resolutions. The resolutions addressed a succession plan for the retirement of the city administrator and to develop a two to three year strategic plan for the direction of the city. Kim indicated the chamber members feel they do not have a good understanding of the goals of the city council. The resolution requesting the council to adopt a succession plan for the city administrator included a minimum of two months on the job training by the current administrator; and that he be available on a consulting basis for a period of time as determined by the city council.

City Attorney Tim Churchwell stated that laws governing PERA prohibit the city administrator and council from entering into an agreement prior to his retirement, as suggested by the chamber. The administrator is also prohibited from providing any type of consulting services to the city for at least 30 days after retirement. Tim indicated the city has an employee policy which does not require on the job training and if the council were to require it, it would single out one employee. Trying to change it for one employee may lead to legal problems. Tim recommended to the city council not to adopt the resolution. Even though he wasn't Mr. Venekamp's attorney, he also recommended that he not enter into such an agreement.

Council member Rowan stated he did not feel it was appropriate that the chamber was trying to dictate employee policy to the council. Rowan stated that Mr. Venekamp has not turned in his resignation nor suggested a resignation date.

City Administrator Venekamp stated that he has not submitted his resignation, which may be several years away, nor has anyone from the chamber ever approached him on his resignation.

The council discussed the chamber's request for a strategic plan for the city. In 1999, the council did a comprehensive plan at a cost of about \$27,000 to the city. About 5 or 6 years ago, the chamber manager and EDA met with various boards to update the plan however the written plan was not completed.

Mayor Rasmussen stated that if the public has concerns about the city, why haven't they come to a council meeting or approach a council member about those concerns.

The city council stated they did not want to spend another \$20,000+ on updating a plan when they have had to cut spending in other areas of the city. The chamber stated they are looking at a strategic plan, not necessarily a comprehensive plan and the cost would be considerably cheaper. Pastor Brown indicated they may be able to get a \$5,000 grant to help in developing a strategic plan.

Council members again expressed their opinion that they did not feel the resolutions presented by the chamber were appropriate. Pastor Brown indicated they are representing the concerns of the chamber and that they did not mean to offend the council.

The council reviewed a proposal for the state bid on a 2012 Chevy pickup from Dan Welle's of Sauk Centre. The bid is for \$24,336 which includes sidesteps and mud flaps on the vehicle.

**Council member Rowan motioned Towle seconded to approve the purchase of the 2012 Chevrolet four wheel drive pickup from Dan Welle's in the amount of \$24,336. Motion unanimously carried.**

The council reviewed a December 2009 report which was drafted by KLM on the condition of the city's water tower. The report indicates the tower has areas of rust in the bowl and exterior of the tower as well as the tubing within the tower base. The report had suggested the tower should be considered for reconditioning (repairing the rust spots, repainting the repaired areas, etc.) in 3 to 5 years.

**Council member Rowan motioned Klick seconded to proceed with the possibility of reconditioning the water tower. Motion unanimously carried.**

**Council member Gripne motioned Towle seconded to adopt the following resolution for PERA declaration for part-time policy officer Jacob Hillesland:**

**RESOLUTION # 12-02-21-03A  
PERA POLICE OFFICER DECLARATION**

WHEREAS, the policy of the State of Minnesota as declared in Minnesota Statutes 353.63 is to give special consideration to employees who perform hazardous work and devote their time and skills to protecting the property and personal safety of other; and

WHEREAS, Minnesota Statutes Section 353.64 permits governmental subdivisions to request coverage in the Public Employees Police and Fire plan for eligible employees of police departments whose position duties meet the requirements stated therein and listed below.

BE IT RESOLVED that the City Council of the City of Long Prairie hereby declares that the position titled Police Officer, currently held by Jacob Hillesland, meets all of the following Police and Fire membership requirements:

1. Said position requires a license by the Minnesota peace officer standards and training board under sections 626.84 to 626.863 and this employee is so licensed;
2. Said position's primary (over 50%) duty is to enforce the general criminal laws of the state;
3. Said position charges this employee with the prevention and detection of crime'
4. Said position gives this employee full power of arrest, and
5. Said position is assigned to a designated police or sheriff's department.

BE IT FURTHER RESOLVED that this governing body hereby requests that the above-named employee be accepted as a member of the Public Employees Police and Fire Plan effective the date of this employee's initial Police and Fire salary deduction by the governmental subdivision.

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David Venekamp  
City Administrator/Clerk

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Don Rasmussen  
Mayor

**Motion unanimously carried.**

The council discussed four possible future public improvement projects as recommended by the public works department. The public works department recommended a five block area south of the cemetery as the first project to be done. The council questioned, if they were to do that area, should they include the gravel streets on 7<sup>th</sup> Street NE and the two block adjoining 7<sup>th</sup> St. NE. The council suggested tabling discussion on the project until the next council meeting to allow them time to look at the area.

Councilmember Tony Towle introduced the following resolution and moved its adoption, which motion was seconded by Councilmember Bob Klick:

**RESOLUTION NO. 12-02-21-04**

**RESOLUTION AUTHORIZING PRICING COMMITTEE TO AWARD SALE, PRESCRIBING THE FORM AND DETAILS AND PROVIDING FOR THE PAYMENT OF \$2,065,000 GENERAL OBLIGATION REFUNDING BONDS, SERIES 2012A**

BE IT RESOLVED by the City Council of the City of Long Prairie, Minnesota (the "Issuer"), as follows:

**SECTION 1. AUTHORIZATION AND SALE.**

1.1. Authorization. It is hereby determined to be in the best interests of the Issuer to authorize the issuance and sale of \$2,065,000 aggregate principal amount of General Obligation Refunding Bonds, Series 2012A (the "Bonds") to be issued to provide funds to be used, along with other available funds, to effect a crossover refunding of (i) the 2015 through 2024 maturities or sinking fund payments of the Issuer's General Obligation Improvement Bonds, Series 2006A dated, as originally issued, as of July 18, 2006 (the "Series 2006A Bonds") and (ii) the 2015 through 2025 maturities or sinking fund payments of the Issuer's General Obligation Sewer Revenue Refunding Bonds, Series 2006B, dated, as originally issued, as of July 18, 2006 (the

“Series 2006B Bonds”; together with the Series 2006A Bonds, the “Refunded Bonds”). The Refunded Bonds are expected to be redeemed on February 1, 2014 (the “Crossover Date”). The Crossover Date is the earliest date upon which the Refunded Bonds may be redeemed without payment of premium. The refunding is being carried out for the purpose described in Minnesota Statutes, Section 475.67, Subdivision 3, Section (b)(2)(i) and in compliance with Minnesota Statutes, Chapter 475.

1.2. Authorization of Sale. Pursuant to Minnesota Statutes, Section 475.60, subdivision 2, paragraph (5), the requirements as to public sale do not apply to the issuance of the Bonds.

The Mayor and City Administrator / Clerk are authorized to accept an offer for the purchase of the Bonds on such terms as such officers deem in the best interests of the Issuer, provided that the present value of the reduction in debt service accomplished by the refunding is not less than 3% of the debt service on the Refunded Bonds, exclusive of any premium, computed to their stated maturity dates, using the yield of the Bonds as the discount rate. Such officers shall signal their acceptance by executing a Bond Purchase Agreement with a purchaser (the “Purchaser”), the terms of which shall be incorporated herein (the “Bond Purchase Agreement”).

## SECTION 2. BOND TERMS; REGISTRATION; EXECUTION AND DELIVERY.

2.1. Issuance of Bonds. It is now necessary for the City Council to establish the form and terms of the Bonds, to provide security therefor and to issue the Bonds following execution of the Bond Purchase Agreement.

2.2. Maturities; Interest Rates; Denominations and Payment. The Bonds shall be dated, as originally issued, as of the date of issuance thereof, shall be in the denomination of \$5,000 each, or any integral multiple thereof, of single maturities, shall mature on February 1 in the years and amounts stated in the Bond Purchase Agreement, and shall bear interest from their date of issue until paid or duly called for redemption at the annual rates set forth opposite such years and amounts.

The Bonds shall be issuable only in fully registered form. The interest thereon and, upon surrender of each Bond, the principal amount thereof shall be payable by check or draft issued by the Registrar described herein, provided that, so long as the Bonds are registered in the name of a securities depository, or a nominee thereof, in accordance with Section 2.8 hereof, principal and interest shall be payable in accordance with the operational arrangements of the securities depository.

2.3. Dates and Interest Payment Dates. Upon initial delivery of the Bonds pursuant to Section 2.7 and upon any subsequent transfer or exchange pursuant to Section 2.6, the date of authentication shall be noted on each Bond so delivered, exchanged or transferred. Interest on the Bonds shall be payable on February 1 and August 1, commencing August 1, 2012, each such date being referred to herein as an Interest Payment Date, to the persons in whose names the Bonds are registered on the Bond Register, as hereinafter defined, at the Registrar’s close of business on the fifteenth day of the calendar month next preceding such Interest Payment Date,

whether or not such day is a business day. Interest shall be computed on the basis of a 360-day year composed of twelve 30-day months.

2.4. Redemption. Bonds maturing in the years 2022 and thereafter shall each be subject to redemption and prepayment at the option of the Issuer, in whole or in part and if in part, in such order as the Issuer shall determine and within a maturity by lot as selected by the Registrar (or, if applicable, by the bond depository in accordance with its customary procedures), in multiples of \$5,000 on February 1, 2021, and on any date thereafter, at a price equal to the principal amount thereof and accrued interest to the date of redemption.

The City Administrator / Clerk shall cause notice of the call for redemption thereof to be published if and as required by law and, at least thirty days prior to the designated redemption date, shall cause notice of call for redemption to be mailed, by first class mail, to the registered holders of any Bonds to be redeemed at their addresses as they appear on the bond register described in Section 2.6 hereof, provided that notice shall be given to any securities depository in accordance with its operational arrangements. No defect in or failure to give such mailed notice of redemption shall affect the validity of proceedings for the redemption of any Bond not affected by such defect or failure. Official notice of redemption having been given as aforesaid, the Bonds or portions of Bonds so to be redeemed shall, on the redemption date, become due and payable at the redemption price therein specified and from and after such date (unless the Issuer shall default in the payment of the redemption price) such Bonds or portions of Bonds shall cease to bear interest. Upon partial redemption of any Bond, a new Bond or Bonds will be delivered to the registered owner without charge, representing the remaining principal amount outstanding.

The Bonds shall be subject to mandatory redemption, upon notice as provided herein, on the dates, if any, provided in the Bond Purchase Agreement.

2.5. Appointment of Initial Registrar. The Issuer hereby appoints Bond Trust Services Corporation, Roseville, Minnesota, as the initial bond registrar, transfer agent and paying agent (the "Registrar"). The Mayor and City Administrator / Clerk are authorized to execute and deliver, on behalf of the Issuer, a contract with the Registrar. Upon merger or consolidation of the Registrar with another corporation, if the resulting corporation is a bank or trust company organized under the laws of the United States or one of the states of the United States and authorized by law to conduct such business, such corporation shall be authorized to act as successor Registrar. The Issuer agrees to pay the reasonable and customary charges of the Registrar for the services performed. The Issuer reserves the right to remove the Registrar, effective upon not less than thirty days' written notice and upon the appointment and acceptance of a successor Registrar, in which event the predecessor Registrar shall deliver all cash and Bonds in its possession to the successor Registrar and shall deliver the Bond Register to the successor Registrar.

2.6. Registration. The effect of registration and the rights and duties of the Issuer and the Registrar with respect thereto shall be as follows:

(a) Register. The Registrar shall keep at its principal corporate trust office a bond register (the "Bond Register") in which the Registrar shall provide for the registration of ownership of Bonds and the registration of transfers and exchanges of Bonds entitled to

be registered, transferred or exchanged. The term Holder or Bondholder as used herein shall mean the person (whether a natural person, corporation, association, partnership, trust, governmental unit, or other legal entity) in whose name a Bond is registered in the Bond Register.

(b) Transfer of Bonds. Upon surrender for transfer of any Bond duly endorsed by the Holder thereof or accompanied by a written instrument of transfer, in form satisfactory to the Registrar, duly executed by the Holder thereof or by an attorney duly authorized by the Holder in writing, the Registrar shall authenticate and deliver, in the name of the designated transferee or transferees, one or more new Bonds of a like aggregate principal amount and maturity, as requested by the transferor. The Registrar may, however, close the books for registration of any transfer after the fifteenth day of the month preceding each interest payment date and until such interest payment date.

(c) Exchange of Bonds. At the option of the Holder of any Bond in a denomination greater than \$5,000, such Bond may be exchanged for other Bonds of authorized denominations, of the same maturity and a like aggregate principal amount, upon surrender of the Bond to be exchanged at the office of the Registrar. Whenever any Bond is so surrendered for exchange the Issuer shall execute and the Registrar shall authenticate and deliver the Bonds which the Bondholder making the exchange is entitled to receive.

(d) Cancellation. All Bonds surrendered upon any transfer or exchange shall be promptly canceled by the Registrar and thereafter disposed of as directed by the Issuer.

(e) Improper or Unauthorized Transfer. When any Bond is presented to the Registrar for transfer, the Registrar may refuse to transfer the same until it is satisfied that the endorsement on such Bond or separate instrument of transfer is valid and genuine and that the requested transfer is legally authorized. The Registrar shall incur no liability for the refusal, in good faith, to make transfers which it, in its judgment, deems improper or unauthorized.

(f) Persons Deemed Owners. The Issuer and the Registrar may treat the person in whose name any Bond is at any time registered in the bond register as the absolute owner of the Bond, whether the Bond shall be overdue or not, for the purpose of receiving payment of or on account of, the principal of and interest on the Bond and for all other purposes, and all payments made to any registered owner or upon the owner's order shall be valid and effectual to satisfy and discharge the liability upon the Bond to the extent of the sum or sums so paid.

(g) Taxes, Fees and Charges. For every transfer or exchange of Bonds (except for an exchange upon a partial redemption of a Bond), the Registrar may impose a charge upon the owner thereof sufficient to reimburse the Registrar for any tax, fee or other governmental charge required to be paid with respect to such transfer or exchange.

(h) Mutilated, Lost, Stolen or Destroyed Bonds. In case any Bond shall become mutilated or be destroyed, stolen or lost, the Registrar shall deliver a new Bond of like

amount, number, maturity date and tenor in exchange and substitution for and upon cancellation of any such mutilated Bond or in lieu of and in substitution for any Bond destroyed, stolen or lost, upon the payment of the reasonable expenses and charges of the Registrar in connection therewith, and, in the case of a Bond destroyed, stolen or lost, upon filing with the Registrar of evidence satisfactory to it that the Bond was destroyed, stolen or lost, and of the ownership thereof, and upon furnishing to the Registrar of an appropriate bond or indemnity in form, substance and amount satisfactory to it, in which both the Issuer and the Registrar shall be named as obligees. All Bonds so surrendered to the Registrar shall be canceled by it and evidence of such cancellation shall be given to the Issuer. If the mutilated, destroyed, stolen or lost Bond has already matured or been called for redemption in accordance with its terms it shall not be necessary to issue a new Bond prior to payment.

(i) Authenticating Agent. The Registrar is hereby designated authenticating agent for the Bonds, within the meaning of Minnesota Statutes, Section 475.55, Subdivision 1, as amended.

(j) Valid Obligations. All Bonds issued upon any transfer or exchange of Bonds shall be the valid obligations of the Issuer, evidencing the same debt, and entitled to the same benefits under this Resolution as the Bonds surrendered upon such transfer or exchange.

2.7. Execution, Authentication and Delivery. The Bonds shall be prepared under the direction of the City Administrator / Clerk and shall be executed on behalf of the Issuer by the signatures of the Mayor and the City Administrator / Clerk, provided that the signatures may be printed, engraved or lithographed facsimiles of the originals. In case any officer whose signature or a facsimile of whose signature shall appear on the Bonds shall cease to be such officer before the delivery of any Bond, such signature or facsimile shall nevertheless be valid and sufficient for all purposes, the same as if such officer had remained in office until delivery. Notwithstanding such execution, no Bond shall be valid or obligatory for any purpose or entitled to any security or benefit under this resolution unless and until a certificate of authentication on the Bond has been duly executed by the manual signature of an authorized representative of the Registrar. Certificates of authentication on different Bonds need not be signed by the same representative. The executed certificate of authentication on each Bond shall be conclusive evidence that it has been authenticated and delivered under this resolution. When the Bonds have been prepared, executed and authenticated, the City Administrator / Clerk shall deliver them to the Purchaser upon payment of the purchase price in accordance with the contract of sale heretofore executed, and the Purchaser shall not be obligated to see to the application of the purchase price.

2.8. Securities Depository. (a) For purposes of this section the following terms shall have the following meanings:

“Beneficial Owner” shall mean, whenever used with respect to a Bond, the person in whose name such Bond is recorded as the beneficial owner of such Bond by a Participant on the records of such Participant, or such person’s subrogee.

“Cede & Co.” shall mean Cede & Co., the nominee of DTC, and any successor nominee of DTC with respect to the Bonds.

“DTC” shall mean The Depository Trust Company of New York, New York.

“Participant” shall mean any broker-dealer, bank or other financial institution for which DTC holds Bonds as securities depository.

“Representation Letter” shall mean the Representation Letter pursuant to which the sender agrees to comply with DTC’s Operational Arrangements.

(b) The Bonds shall be initially issued as separately authenticated fully registered bonds, and one Bond shall be issued in the principal amount of each stated maturity of the Bonds. Upon initial issuance, the ownership of such Bonds shall be registered in the bond register in the name of Cede & Co., as nominee of DTC. The Registrar and the Issuer may treat DTC (or its nominee) as the sole and exclusive owner of the Bonds registered in its name for the purposes of payment of the principal of or interest on the Bonds, selecting the Bonds or portions thereof to be redeemed, if any, giving any notice permitted or required to be given to registered owners of Bonds under this resolution, registering the transfer of Bonds, and for all other purposes whatsoever, and neither the Registrar nor the Issuer shall be affected by any notice to the contrary. Neither the Registrar nor the Issuer shall have any responsibility or obligation to any Participant, any person claiming a beneficial ownership interest in the Bonds under or through DTC or any Participant, or any other person which is not shown on the bond register as being a registered owner of any Bonds, with respect to the accuracy of any records maintained by DTC or any Participant, with respect to the payment by DTC or any Participant of any amount with respect to the principal of or interest on the Bonds, with respect to any notice which is permitted or required to be given to owners of Bonds under this resolution, with respect to the selection by DTC or any Participant of any person to receive payment in the event of a partial redemption of the Bonds, or with respect to any consent given or other action taken by DTC as registered owner of the Bonds. So long as any Bond is registered in the name of Cede & Co., as nominee of DTC, the Registrar shall pay all principal of and interest on such Bond, and shall give all notices with respect to such Bond, only to Cede & Co. in accordance with DTC’s Operational Arrangements, and all such payments shall be valid and effective to fully satisfy and discharge the Issuer’s obligations with respect to the principal of and interest on the Bonds to the extent of the sum or sums so paid. No person other than DTC shall receive an authenticated Bond for each separate stated maturity evidencing the obligation of the Issuer to make payments of principal and interest. Upon delivery by DTC to the Registrar of written notice to the effect that DTC has determined to substitute a new nominee in place of Cede & Co., the Bonds will be transferable to such new nominee in accordance with paragraph (e) hereof.

(c) In the event the Issuer determines that it is in the best interest of the Beneficial Owners that they be able to obtain Bonds in the form of bond certificates, the Issuer may notify DTC and the Registrar, whereupon DTC shall notify the Participants of the availability through DTC of Bonds in the form of certificates. In such event, the Bonds will be transferable in accordance with paragraph (e) hereof. DTC may determine to discontinue providing its services with respect to the Bonds at any time by giving notice to the Issuer and the



Registrar and discharging its responsibilities with respect thereto under applicable law. In such event the Bonds will be transferable in accordance with paragraph (e) hereof.

(d) The execution and delivery of the Representation Letter to DTC, if not previously filed with DTC, by the Mayor or City Administrator / Clerk is hereby authorized and directed.

(e) In the event that any transfer or exchange of Bonds is permitted under paragraph (b) or (c) hereof, such transfer or exchange shall be accomplished upon receipt by the Registrar of the Bonds to be transferred or exchanged and appropriate instruments of transfer to the permitted transferee in accordance with the provisions of this resolution. In the event Bonds in the form of certificates are issued to owners other than Cede & Co., its successor as nominee for DTC as owner of all the Bonds, or another securities depository as owner of all the Bonds, the provisions of this resolution shall also apply to all matters relating thereto, including, without limitation, the printing of such Bonds in the form of bond certificates and the method of payment of principal of and interest on such Bonds in the form of bond certificates.

2.9. Form of Bonds. The Bonds shall be prepared in substantially the following form:

UNITED STATES OF AMERICA  
STATE OF MINNESOTA  
COUNTY OF TODD  
CITY OF LONG PRAIRIE

GENERAL OBLIGATION REFUNDING BOND, SERIES 2012A

No. R-\_\_\_\_ \$ \_\_\_\_\_

<u>Interest Rate</u>	<u>Maturity Date</u>	<u>Date of Original Issue</u>	<u>CUSIP NO.</u>
%	February 1, 20__	March __, 2012	

REGISTERED OWNER: CEDE & CO.

PRINCIPAL AMOUNT: THOUSAND DOLLARS

THE CITY OF LONG PRAIRIE, MINNESOTA (the "Issuer"), acknowledges itself to be indebted and for value received hereby promises to pay to the registered owner named above, or registered assigns, the principal amount specified above on the maturity date specified above and promises to pay interest thereon from the date of original issue specified above or from the most recent Interest Payment Date (as hereinafter defined) to which interest has been paid or duly provided for, at the annual interest rate specified above, payable on February 1 and August 1 of each year, commencing August 1, 2012 (each such date, an "Interest Payment Date"), all subject to the redemption of this Bond prior to maturity. The interest so payable on any Interest Payment Date shall be paid to the person in whose name this Bond is registered at the close of business on the fifteenth day (whether or not a business day) of the calendar month next

preceding such Interest Payment Date. Interest hereon shall be computed on the basis of a 360-day year composed of twelve 30-day months. The interest hereon and, upon presentation and surrender hereof at the principal office of the Registrar described below, the principal hereof are payable in lawful money of the United States of America by check or draft drawn on Bond Trust Services Corporation, Roseville, Minnesota, as bond registrar, transfer agent and paying agent (the “Registrar”), or its designated successor under the Resolution described herein. For the prompt and full payment of such principal and interest as the same respectively become due, the full faith and credit and taxing powers of the Issuer have been and are hereby irrevocably pledged.

This Bond is one of an issue in the aggregate principal amount of \$2,065,000 (the “Bonds”) issued pursuant to a resolution adopted by the City Council on February 21, 2012 (the “Resolution”) to effect a crossover refunding of (i) the 2015 through 2024 maturities of the Issuer’s General Obligation Improvement Bonds, Series 2006A dated, as originally issued, as of July 18, 2006 and (ii) the 2015 through 2025 maturities of the Issuer’s General Obligation Sewer Revenue Refunding Bonds, Series 2006B, dated, as originally issued, as of July 18, 2006 (together, the “Refunded Bonds”). The Bonds are issued pursuant to and in full conformity with the Constitution and laws of the State of Minnesota thereunto enabling, including Minnesota Statutes, Chapter 475. The Bonds are issuable only in fully registered form, in denominations of \$5,000 or any integral multiple thereof, of single maturities.

Bonds having stated maturity dates in 2022 and later years are each subject to redemption and prepayment at the option of the Issuer, in whole or in part, and if in part in such order of maturity dates as the Issuer may select and, within a maturity, by lot as selected by the Registrar (or, if applicable, by the bond depository in accordance with its customary procedures), in multiples of \$5,000, on February 1, 2021, and on any date thereafter, at a price equal to 100% of the principal amount thereof plus interest accrued to the date of redemption. The Issuer will cause notice of the call for redemption to be published if and as required by law and, at least thirty (30) days prior to the date specified for redemption, will cause notice of the call thereof to be mailed, by first class mail (or, if applicable, provided in accordance with the operational arrangements of the bond depository) to the registered owner of any Bond to be redeemed at the owner’s address as it appears on the register maintained by the Registrar, but no defect in or failure to give such mailed notice of redemption shall affect the validity of proceedings for the redemption of any Bond not affected by such defect or failure. Official notice of redemption having been given as aforesaid, the Bonds or portions of Bonds so to be redeemed shall, on the redemption date, become due and payable at the redemption price therein specified, and from and after such date (unless the Issuer shall default in the payment of the redemption price) such Bonds or portions of Bonds shall cease to bear interest. Upon partial redemption of any Bond, a new Bond or Bonds will be delivered to the registered owner without charge, representing the remaining principal amount outstanding.

[Bonds maturing on February 1, 20\_\_\_\_ and 20\_\_\_\_ (the “Term Bonds”) shall be subject to mandatory redemption prior to maturity at a redemption price equal to the stated principal amount thereof plus interest accrued thereon to the redemption date, without premium. The Registrar shall select for redemption, by lot or other manner deemed fair, on February 1 in each of the following years the following stated principal amounts of such Bonds:





\_\_\_\_\_  
ASSIGNMENT

For value received, the undersigned hereby sells, assigns and transfers unto \_\_\_\_\_ the within Bond and all rights thereunder, and does hereby irrevocably constitute and appoint \_\_\_\_\_ attorney to transfer the said Bond on the books kept for registration of the within Bond, with full power of substitution in the premises.

Dated: \_\_\_\_\_

\_\_\_\_\_  
NOTICE: The assignor's signature to this assignment must correspond with the name as it appears upon the face of the within Bond in every particular, without alteration or enlargement or any change whatsoever.

Signature Guaranteed: \_\_\_\_\_

Signature(s) must be guaranteed by an "eligible guarantor institution" meeting the requirements of the Registrar, which requirements include membership or participation in STAMP or such other "signature guaranty program" as may be determined by the Registrar in addition to or in substitution for STAMP, all in accordance with the Securities Exchange Act of 1934, as amended.

PLEASE INSERT SOCIAL SECURITY OR OTHER IDENTIFYING NUMBER OF

ASSIGNEE: \_\_\_\_\_

[End of the Bond form]

**SECTION 3. USE OF PROCEEDS AND SECURITY**

3.1. Bond Proceeds. Upon payment for the Bonds by the Purchaser, the City Administrator / Clerk shall deposit and apply the proceeds of the Bonds as follows: (a) an amount sufficient to pay principal of the Refunded Bonds and interest on the Bonds to and including the Crossover Date shall be deposited in escrow with Bond Trust Services Corporation, in Roseville, Minnesota (the "Escrow Agent"), the funds so deposited (other than an initial cash balance in the escrow account) to be invested in securities authorized for such purpose by Minnesota Statutes, Section 475.67, subdivision 8 (as directed by Section 475.67, Subdivision 13 thereof), maturing on such dates and bearing interest at such rates as are required to provide funds sufficient, with cash retained in the escrow account, to pay all interest to become due on the Bonds to and including the Crossover Date and to pay and redeem the outstanding principal of the Refunded Bonds on the Crossover Date (and the amounts in such account are irrevocably appropriated to such purposes); (b) remaining amounts shall be applied to costs of issuance of the Bonds and an initial deposit to the Bond Fund as determined by the Mayor and City Administrator / Clerk and as further described in the closing certificates for the Bonds. The Mayor and City Administrator / Clerk are hereby authorized to enter into an Escrow Agreement with the Escrow Agent establishing the terms and conditions for the escrow account in accordance with Minnesota Statutes, Section 475.67.

3.2. General Obligation Refunding Bonds, Series 2012A Bond Fund. So long as any of the Bonds are outstanding and any principal of or interest thereon unpaid, the City Administrator / Clerk shall maintain a separate debt service fund on the official books and records of the Issuer to be known as the General Obligation Refunding Bonds, Series 2012A Bond Fund (the “Bond Fund”), and the principal of and interest on the Bonds shall be payable from the Bond Fund. The Issuer irrevocably appropriates to the Bond Fund (a) the amount specified in Section 3.1 above; (b) all receipts of principal and interest on the investments held in the escrow account established pursuant to Section 3.1 to and including the Crossover Date (other than the sum of \$2,300,000 received from maturing investments on the Crossover Date to be used to retire the Refunded Bonds) (c) commencing after the payment of all Series 2006A Bonds, special assessments pledged pursuant to the resolution authorizing issuance of the Series 2006A Bonds; (d) net revenues as described in Section 3.4 hereof; (e) ad valorem taxes collected in accordance with the provisions of Section 3.3 hereof; and (f) such other funds as may be appropriated from time to time by the Issuer to the Bond Fund to pay principal of and interest on the Bonds. The moneys on hand in the Bond Fund from time to time shall be used solely to pay the principal of and interest on the Bonds.

3.3. Pledge of Taxing Powers. For the prompt and full payment of the principal of and interest on the Bonds as such payments respectively become due, the full faith, credit and unlimited taxing powers of the Issuer shall be and are hereby irrevocably pledged. In order to produce aggregate amounts which, together with collections of special assessments pledged as described in Section 3.2 above, will produce not less than 5% in excess of the amount needed to meet when due the principal and interest payments on the portion of the Bonds allocable to the refunding of the Series 2006A Bonds, ad valorem taxes are hereby levied on all taxable property in the Issuer. The taxes are to be levied and collected in the following years and amounts:

<u>Levy Years</u>	<u>Collection Years</u>	<u>Amount</u>
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See attached Levy Computation

The taxes shall be irrepealable as long as any of the Bonds are outstanding and unpaid, provided that the Issuer reserves the right and power to reduce the tax levies in accordance with the provisions of Minnesota Statutes, Section 475.61.

3.4. Sufficiency of System Revenues. It is hereby found, determined and declared that the Issuer owns and operates the sewer system (the “System”) as a revenue-producing utility and convenience and that the net operating revenues of the System, after deducting from the gross receipts derived from charges for the service, use and availability of the System the normal, current and reasonable expenses of operation and maintenance thereof, will be sufficient, together with any other funds actually appropriated by the Issuer, for the payment when due of the principal of and interest on the portion of Bonds allocable to the Series 2006B Bonds herein authorized, and on any other bonds to which such revenues are pledged.

3.5. Rate Covenant. Pursuant to Minnesota Statutes, Section 444.075, the Issuer hereby covenants and agrees with the registered owners from time to time of the Bonds, that until the Bonds and the interest thereon are paid in full, or are discharged as provided in Section 4, the Issuer will impose and collect reasonable charges for the service, use and availability of the

System according to schedules which will produce net revenues sufficient, with any other funds appropriated by the Issuer, to pay all principal and interest when due on the Bonds and any other bonds to which said net revenues have been pledged, and said net revenues, to the extent necessary, are hereby irrevocably pledged and appropriated to the payment of the Bonds. Nothing herein shall preclude the Issuer from hereafter making further pledges and appropriations of the net revenues of the System for payment of additional obligations of the Issuer hereafter authorized if the governing body of the issuing entity determines before the authorization of such additional obligations that the estimated net revenues of the System will be sufficient, together with any other sources pledged to the payment of the outstanding and additional obligations, for payment of the outstanding bonds and such additional obligations. Such further pledges and appropriations of said net revenues may be made superior or subordinate to, or on a parity with, the pledge and appropriation herein made.

SECTION 4. DEFEASANCE. When all of the Bonds have been discharged as provided in this Section, all pledges, covenants and other rights granted by this Resolution to the Holders of the Bonds shall cease. The Issuer may discharge its obligations with respect to any Bonds which are due on any date by depositing with the Registrar on or before that date a sum sufficient for the payment thereof in full, or if any Bond should not be paid when due, it may nevertheless be discharged by depositing with the Registrar a sum sufficient for the payment thereof in full with interest accrued from the due date to the date of such deposit. The Issuer may also discharge its obligations with respect to any prepayable Bonds called for redemption on any date when they are prepayable according to their terms by depositing with the Registrar on or before that date an amount equal to the principal, interest and redemption premium, if any, which are then due, provided that notice of such redemption has been duly given as provided herein. The Issuer may also at any time discharge its obligations with respect to any Bonds, subject to the provisions of law now or hereafter authorizing and regulating such action, by depositing irrevocably in escrow, with the Registrar or with a bank or trust company qualified by law to act as an escrow agent for this purpose, cash or securities which are authorized by law to be so deposited for such purpose, bearing interest payable at such times and at such rates and maturing or callable at the holder's option on such dates as shall be required to pay all principal and interest to become due thereon to maturity or, if notice of redemption as herein required has been irrevocably provided for, to an earlier designated redemption date, provided, however, that if such deposit is made more than ninety days before the maturity date or specified redemption date of the Bonds to be discharged, the Issuer shall have received a written opinion of Bond Counsel to the effect that such deposit does not adversely affect the exemption of interest on any Bonds from federal income taxation and a written report of an accountant or investment banking firm verifying that the deposit is sufficient to pay when due all of the principal and interest on the Bonds to be discharged on and before their maturity dates or earlier designated redemption date.

#### SECTION 5. CERTIFICATION OF PROCEEDINGS.

5.1. Registration of Bonds. The City Administrator / Clerk is hereby authorized and directed to file a certified copy of this resolution with the County Auditor of Todd County (the "County Auditor") and obtain a certificate that the Bonds have been duly entered upon the County Auditor's bond register and the tax required by law has been levied.

5.2. Authentication of Transcript. The officers of the Issuer and the County Auditor are hereby authorized and directed to prepare and furnish to the Purchaser and to Dorsey & Whitney LLP, Bond Counsel, certified copies of all proceedings and records relating to the Bonds and such other affidavits, certificates and information as may be required to show the facts relating to the legality and marketability of the Bonds, as the same appear from the books and records in their custody and control or as otherwise known to them, and all such certified copies, affidavits and certificates, including any heretofore furnished, shall be deemed representations of the Issuer as to the correctness of all statements contained therein.

5.3. Official Statement. The Preliminary Official Statement relating to the Bonds, dated February 9, 2012, prepared and distributed by Ehlers & Associates, Inc., is hereby approved. Ehlers & Associates, Inc. is hereby authorized on behalf of the Issuer to prepare and deliver within seven business days from the date hereof a final Official Statement listing the offering price, the interest rates, selling compensation, delivery date, the underwriters and such other information relating to the Bonds required to be included in the Official Statement by Rule 15c2-12 adopted by the SEC under the Securities Exchange Act of 1934. The officers of the Issuer are hereby authorized and directed to execute such certificates as may be appropriate concerning the accuracy, completeness and sufficiency of the Official Statement.

5.4. Authorization of Payment of Certain Costs of Issuance of the Bonds. The Issuer authorizes the Purchaser to forward the amount of Bond proceeds allocable to the payment of issuance expenses to Klein Bank on the closing date for further distribution as directed by the Issuer's financial advisor, Ehlers & Associates, Inc.

## SECTION 6. TAX COVENANTS; ARBITRAGE MATTERS AND CONTINUING DISCLOSURE.

6.1. General Tax Covenant. The Issuer covenants and agrees with the registered owners from time to time of the Bonds that it will not take or permit to be taken by any of its officers, employees or agents, any action which would cause the interest on the Bonds to become includable in gross income of the recipient under the Code and applicable Treasury Regulations (the "Regulations"), and covenants to take any and all affirmative actions within its powers to ensure that the interest on the Bonds will not become includable in the gross income of the recipient under the Code and the Regulations. The Issuer has not and will not enter into any lease, management contract, operating agreement, use agreement or other contract relating to the use or operation of the facilities refinanced by the Bonds, or any portion thereof, or security for the payment of the Bonds which would cause the Bonds to be considered "private activity bonds" or "private loan bonds" pursuant to Section 141 of the Code.

6.2. Arbitrage Certification. The Mayor and City Administrator / Clerk, being the officers of the Issuer charged with the responsibility for issuing the Bonds pursuant to this resolution, are authorized and directed to execute and deliver to the Purchaser a certificate in accordance with the provisions of Section 148 of the Code and Section 1.148-2(b) of the Regulations stating the facts, estimates and circumstances in existence on the date of issue and delivery of the Bonds which make it reasonable to expect that the proceeds of the Bonds will not be used in a manner that would cause the Bonds to be arbitrage bonds within the meaning of the Code and Regulations.



6.3. Arbitrage Rebate. (a) It is hereby determined that the Issuer will qualify for the exception from arbitrage rebate for the Bonds provided by Section 148(f)(4)(D) of the Code, as modified by Section 148(f)(4)(D)(v) thereof, since:

(i) the Refunded Bonds qualified for the exception from arbitrage rebate provided by Section 148(f)(4)(D) of the Code;

(ii) the aggregate face amount of the Bonds does not exceed \$5,000,000;

(iii) the weighted average maturity of the Bonds does not exceed the remaining weighted average maturity of the Refunded Bonds; and

(iv) no Bond has a maturity date which is later than 30 years after the date the Refunded Bonds were issued.

(b) Notwithstanding the provisions of paragraph (a) of this Section 6.2, if the arbitrage rebate provisions of Section 148(f) of the Code apply to the Bonds, the Issuer hereby covenants and agrees to make the determinations, retain records and rebate to the United States the amounts at the times and in the manner required by said Section 148(f) and applicable Regulations.

6.4. Qualified Tax-Exempt Obligations. The City Council hereby designates the Bonds as “qualified tax-exempt obligations” for purposes of Section 265(b)(3) of the Code relating to the disallowance of interest expense for financial institutions, and hereby finds that the reasonably anticipated amount of tax-exempt obligations which are not private activity bonds (not treating qualified 501(c)(3) bonds under Section 145 of the Code as private activity bonds for the purpose of this representation) and are not excluded from this calculation by Section 265(b)(3)(C)(ii) of the Code which will be issued by the Issuer and all subordinate entities during calendar year 2012 does not exceed \$10,000,000.

6.5. Continuing Disclosure. (a) Limited Exemption from Rule. The Securities and Exchange Commission (the “SEC”) has promulgated amendments to Rule 15c2-12 under the Securities Exchange Act of 1934 (17 C.F.R. § 240.15c2-12) (as in effect and interpreted from time to time, the “Rule”) which govern the obligations of certain underwriters to require that issuers of municipal obligations enter into contracts for the benefit of the holders of the obligations to provide continuing disclosure with respect to the obligations. This Council hereby finds, determines and declares that the Bonds are exempt from the application of paragraph (b)(5) of the Rule by reason of the exemption granted in paragraph (d)(2) thereof. Specifically, this Council hereby finds that the only “obligated person” (within the meaning of the Rule) with respect to the Bonds is the Issuer and that, giving effect to the issuance of the Bonds and any other securities required to be integrated with the Bonds, there will be no more than \$10 million in principal amount of municipal securities outstanding on the date of issuance of the Bonds as to which the Issuer is an obligated person (excluding municipal securities exempt from the Rule under paragraph (d)(1) thereof because, among other things, they were issued in minimum denominations of \$100,000). The exemption from the Rule for the Bonds is conditioned upon the Issuer agreeing to provide certain continuing disclosure as hereinafter provided. The Issuer has complied in all material respects with any undertaking previously entered into by it under the Rule.

(b) Purpose and Beneficiaries. To provide for the public availability of certain information relating to the Bonds and the security therefor and to permit participating underwriters in the primary offering of the Bonds to comply with paragraph (b)(5) of the Rule, which will enhance the marketability of the Bonds, the Issuer hereby makes the covenants and agreements contained in this section for the benefit of the Owners (as hereinafter defined) from time to time of the outstanding Bonds. If the Issuer fails to comply with any provisions of this section, any person aggrieved thereby, including the Owners of any outstanding Bonds, may take whatever action at law or in equity may appear necessary or appropriate to enforce performance and observance of any agreement or covenant contained in this section, including an action for specific performance or a writ of mandamus. Direct, indirect, consequential and punitive damages shall not be recoverable for any default hereunder to the extent permitted by law. Notwithstanding anything to the contrary contained herein, in no event shall a default under this section constitute a default under the Bonds or under any other provision of this resolution. As used in this section, “Owner” or “Bondowner” means, in respect of a Bond, the registered owner or owners thereof appearing in the bond register maintained by the Registrar or any “Beneficial Owner” (as hereinafter defined) thereof, if such Beneficial Owner provides to the Registrar evidence of such beneficial ownership in form and substance reasonably satisfactory to the Registrar. As used herein, “Beneficial Owner” means, in respect of a Bond, any person or entity which (i) has the power, directly or indirectly, to vote or consent with respect to, or to dispose of ownership of, such Bond (including persons or entities holding Bonds through nominees, depositories or other intermediaries), or (ii) is treated as the owner of the Bond for federal income tax purposes.

(c) Information To Be Disclosed. The Issuer will provide, in the manner set forth below, either directly or indirectly through an agent designated by the Issuer, the following information at the following times:

(1) on or before twelve (12) months after the end of each fiscal year of the Issuer, commencing with the fiscal year ending December 31, 2011, to the Municipal Securities Rulemaking Board (the “MSRB”) through its Electronic Municipal Market Access System (“EMMA”), in an electronic format as prescribed by the MSRB, the information in the Issuer’s audited financial statements, which shall be for the most recent fiscal year of the Issuer, and the other financial information and operating data, if any, that is customarily prepared by the Issuer and publicly available under applicable data privacy or other laws (the “Disclosure Information”).

Any or all of the Disclosure Information may be incorporated by reference, if it is updated as required hereby, from other documents, including official statements, which have been submitted to the MSRB through EMMA or to the SEC. If the document incorporated by reference is a final official statement, it must be available from the MSRB. The Issuer shall clearly identify in the Disclosure Information each document so incorporated by reference. If the Disclosure Information is changed because it is no longer compiled or publicly available or this paragraph (c)(1) is amended as permitted by subsection (d), then the Issuer shall include in the next Disclosure Information to be delivered hereunder, to the extent necessary, an explanation of the reasons for the amendment and the effect of any change in the type of information provided.

(2) In a timely manner, not in excess of 10 business days, to the MSRB through EMMA, notice of the occurrence of any of the following events (each, a “Material Fact”):

- (A) principal and interest payment delinquencies;
- (B) non-payment related defaults, if material;
- (C) unscheduled draws on debt service reserves reflecting financial difficulties;
- (D) unscheduled draws on credit enhancements reflecting financial difficulties;
- (E) substitution of credit or liquidity providers, or their failure to perform;
- (F) 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 security or other material events affecting the tax status of the Bonds;
- (G) modifications to rights of holders of the Bonds, if material;
- (H) bond calls, if material, and tender offers;
- (I) defeasances;
- (J) release, substitution or sale of property securing repayment of the Bonds, if material;
- (K) rating changes;
- (L) bankruptcy, insolvency, receivership, or similar event of the obligated person;
- (M) the consummation of a merger, consolidation, or acquisition involving the Issuer or the sale of all or substantially all of the assets of the Issuer, 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
- (N) appointment of a successor or additional trustee or the change of name of a trustee, if material.

As used herein, for those events that must be reported if material, an event is “material” if it is an event as to which a substantial likelihood exists that a reasonably prudent investor would attach importance thereto in deciding to buy, hold or sell a Bond or, if not disclosed, would significantly alter the total information otherwise available to an investor from the Official Statement, information disclosed hereunder or information generally available to the public. Notwithstanding the foregoing sentence, an event is also “material” if it is an event that would be deemed material for purposes of the purchase, holding or sale of a Bond within the meaning of applicable federal securities laws, as interpreted at the time of discovery of the occurrence of the event.

(3) In a timely manner, to the MSRB through EMMA, notice of the occurrence of any of the following events or conditions:

- (A) the amendment or supplementing of this section pursuant to subsection (d), together with a copy of such amendment or supplement; and
- (B) the termination of the obligations of the Issuer under this section pursuant to subsection (d);

- (C) any change in the accounting principles pursuant to which the financial statements constituting a portion of the Disclosure Information are prepared; and
- (D) any change in the fiscal year of the Issuer.

(d) Identifying Information to Accompany Documents. All documents provided to the MSRB shall be accompanied by identifying information as prescribed by the MSRB.

(e) Term; Amendments; Interpretation. The covenants of the Issuer in this section shall remain in effect so long as any Bonds are outstanding. Notwithstanding the preceding sentence, however, the obligations of the Issuer under this section shall terminate and be without further effect as of any date on which the Issuer delivers to the Registrar an opinion of Bond Counsel to the effect that, because of legislative action or final judicial or administrative actions or proceedings, the failure of the Issuer to comply with the requirements of this section will not cause participating underwriters in the primary offering of the Bonds to be in violation of the Rule or other applicable requirements of the Securities Exchange Act of 1934, as amended, or any statutes or laws successory thereto or amendatory thereof. This section may be amended or supplemented by the Issuer from time to time, without notice to or the consent of the Owners of any Bonds, by a resolution of this Council filed in the office of the recording officer of the Issuer accompanied by an opinion of Bond Counsel, who may rely on Bonds of the Issuer and others and the opinion may be subject to customary qualifications, to the effect that: (i) such amendment or supplement (a) is made in connection with a change in circumstances that arises from a change in law or regulation or a change in the identity, nature or status of the Issuer or the type of operations conducted by the Issuer, or (b) is required by, or better complies with, the provisions of paragraph (d)(2) of the Rule; (ii) this section as so amended or supplemented would have complied with the requirements of paragraph (d)(2) of the Rule at the time of the primary offering of the Bonds, giving effect to any change in circumstances applicable under clause (i)(a) and assuming that the Rule as in effect and interpreted at the time of the amendment or supplement was in effect at the time of the primary offering; and (iii) such amendment or supplement does not materially impair the interests of the Bondowners under the Rule. This section is entered into to comply with, and should be construed so as to satisfy the requirements of, paragraph (d)(2) of the Rule.

(f) Limitation of Liability of Issuer. If and to the extent the limitations of liability contained in subsection (b) are not effective, anything contained in this Section 6.5 to the contrary notwithstanding, in making the agreements, provisions and covenants set forth herein, the Issuer has not obligated itself except with respect to the amounts appropriated by the Council for the then current fiscal year. None of the agreements or obligations of the Issuer contained herein shall be construed to constitute an indebtedness of the Issuer within the meaning of any constitutional or statutory provisions whatsoever or constitute a pledge of the general credit or taxing powers of the Issuer.

Upon vote being taken thereon, the following voted in favor thereof: Bob Klick, Art Rowan, Tony Towle, Lilah Gripne and Don Rasmussen

and the following voted against the same: None

whereupon the resolution was declared duly passed and adopted.

## PROJECTED LEVIES

Date

Levy

NOTICE OF REDEMPTION

\$2,125,000 General Obligation Improvement Bonds, Series 2006A

Dated as of July 18, 2006

City of Long Prairie, Minnesota

Notice is hereby given that Bonds of the above issue which mature or are subject to mandatory redemption on February 1 in the following years and amounts:

<u>Year</u>	<u>Amount</u>	<u>Interest Rate</u>	<u>CUSIP Number*</u>
2016	\$325,000	4.25%	542824 LQ8
2018	230,000	4.25	542824 MA2
2021	200,000	4.40	542824 MD6
2024	225,000	4.50	542824 MG9

\* indicates full call.

are called for redemption and prepayment on February 1, 2014. The Bonds will be redeemed at a price of 100% of their principal amount plus accrued interest to the date of redemption. Holders of such Bonds should present them for payment on or before said date, on which date they will cease to bear interest.

A form W-9, Payer's Request for Taxpayer Identification Number, must be completed and returned with the called bond or 31% of the bond redemption proceeds will be withheld. Payment of bonds to be redeemed will be made on and after said date, by submitting said bond along with the completed form W-9 to Bond Trust Services Corporation at the following address:

3060 Centre Pointe Drive  
Roseville, MN 55113

Additional information may be obtained from the undersigned or from Ehlers & Associates, Inc. at the above-referenced address (651-697-8500), financial consultants to the City of Long Prairie, Minnesota.

Dated: \_\_\_\_\_, 20\_\_.

BY ORDER OF THE CITY OF LONG PRAIRIE,  
MINNESOTA

\_\_\_\_\_, City Administrator / Clerk

NOTICE OF REDEMPTION

\$2,015,000 General Obligation Sewer Revenue Refunding Bonds, Series 2006B  
Dated as of July 18, 2006  
City of Long Prairie, Minnesota

Notice is hereby given that Bonds of the above issue which mature or are subject to mandatory redemption on February 1 in the following years and amounts:

<u>Year</u>	<u>Amount</u>	<u>Interest Rate</u>	<u>CUSIP Number*</u>
2016	\$205,000	4.50%	542824 MS3
2018	220,000	4.50	542824 MU8
2020	240,000	4.50	542824 MW4
2022	265,000	4.50	542824 MY0
2025	390,000	4.50	542824 NB9

\* indicates full call.

are called for redemption and prepayment on February 1, 2014. The Bonds will be redeemed at a price of 100% of their principal amount plus accrued interest to the date of redemption. Holders of such Bonds should present them for payment on or before said date, on which date they will cease to bear interest.

A form W-9, Payer's Request for Taxpayer Identification Number, must be completed and returned with the called bond or 31% of the bond redemption proceeds will be withheld. Payment of bonds to be redeemed will be made on and after said date, by submitting said bond along with the completed form W-9 to Bond Trust Services Corporation at the following address:

3060 Centre Pointe Drive  
Roseville, MN 55113

Additional information may be obtained from the undersigned or from Ehlers & Associates, Inc. at the above-referenced address (651-697-8500), financial consultants to the City of Long Prairie, Minnesota.

Dated: \_\_\_\_\_, 20\_\_.

BY ORDER OF THE CITY OF LONG PRAIRIE,  
MINNESOTA

\_\_\_\_\_, City Administrator / Clerk



CERTIFICATE OF TODD COUNTY AUDITOR  
AS TO REGISTRATION AND TAX LEVY

The undersigned, being the duly qualified and acting County Auditor of Todd County, Minnesota, hereby certifies that there has been filed in my office a certified copy of a resolution duly adopted on February 21, 2012, by the City Council of the City of Long Prairie, Minnesota, setting forth the form and details of an issue of \$2,065,000 General Obligation Refunding Bonds, Series 2012A, dated as of March 22, 2012 and levying taxes for the payment thereof.

I further certify that the issue has been entered on my note register and the tax required by law for their payment has been levied and filed as required by Minnesota Statutes, Sections 475.61 through 475.63.

WITNESS my hand officially this \_\_\_\_ day of \_\_\_\_\_, 2012.

\_\_\_\_\_  
County Auditor

**Council member Gripne motioned Towle seconded to enter into an escrow agreement between the City of Long Prairie and Bond Trust Services Corporation in Roseville, Minnesota for the investment of the proceeds of the refunding bond issue.**

**Motion unanimously carried.**

The council reviewed a petition for detachment from Pete and Teresa Harris for 8's Bowling Pub and Grill. Mr. Harris is requesting the de-annexation to allow him to acquire a county liquor license which would allow the sales of alcohol on Sundays. Mr. Harris indicated that it is difficult to hold Sunday tournaments when individuals in those tournaments may be interested in purchasing alcohol and he not able to sell it on Sundays. Mr. Harris also does not receive any city services in the city limits. The amount of land to be de-annexed from the city is 10 acres.

**Council member Towle motioned Klick seconded to adopt the following resolution for the detachment as requested by Pete and Teresa Harris:**

**RESOLUTION #12-02-21-05  
RESOLUTION OF THE CITY OF LONG PRAIRIE  
FOR DETACHMENT OF CERTAIN LAND  
PURSUANT TO MINNESOTA STATUTES § 414.06**

The City of Long Prairie hereby requests by resolution the Office of Administrative Hearings-Municipal Boundary Adjustment Unit to detach certain properties described herein from the City of Long Prairie and make a part of the Township of Long Prairie.

1. The property is situated within the City of Long Prairie, abuts the municipal boundary, and is located in the County of Todd.
2. The petitioned area abuts on the city's Northern boundary.
3. The property proposed for detachment is rural in character and not developed for urban residential, commercial, or industrial purposes.
4. The number of acres in the property proposed for detachment is 10 acres and is described as follows:

All that part of the Southwest Quarter of the Southeast Quarter of Section 17, Township 129 North, Range 33, which lies West of Long Prairie River and East of Trunk Highway No 71, Todd County, Minnesota.

6. The reason detachment is requested is the property does not receive city services (eg. water or sewer).
7. The number of residents in the area proposed for detachment is zero.
8. The number and character of buildings on said property is: one – a bowling alley.
9. Public improvements on said property are: there are none

Date: February 21, 2012

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David Venekamp  
City Administrator/Clerk

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Don Rasmussen  
Mayor

**Roll call: Yes; Klick, Rowan, Towle, Gripne. Abstain: Rasmussen. Motion carried.**

Council member Towle stated the public works crew is working on obtaining prices for the bypass of the city's wastewater lift station and replacement of the lift station valves. They will be meeting with a possible contractor for this work in early March.

Police Chief Kevin Langer stated Officer Hansen has updated the police department's portion of the city's website. The police and fire department have completed their EMS training. Langer also asked the council to look at the limited parking signs on the west and north side of the elementary school. Langer questioned what the purpose of the signs actually is since they do not specify any time limit on the signs.

Fire Chief Jim Kreemer stated there will be a meeting in March on pipeline safety in the city. He also stated the hospital clinic will be meeting with a couple of fire department members to discuss the firemen's physicals.

Council member Klick stated the EDA meeting will be held on Thursday at 4:30 p.m.

Council member Rowan stated the planning and zoning commission had a meeting on a request by Robert Polipnick to rezone 55 acres in the northeast portion of the city. The property was previously owned by John Felling and at the time of annexation into the city, it was annexed in as residential. Mr. Polipnick has requested that the land be rezoned from residential to agricultural. The planning and zoning commission reviewed the request and recommended to the council the property should be rezoned as requested. The council will be holding a public hearing on this request at their next meeting.

Mayor Rasmussen stated the airport commission held a meeting on Wednesday, February 8<sup>th</sup>. The commission is looking at the possibility of redoing the runways, apron areas, and taxiways. In addition, they are looking at trying to add 600 to 1,000 feet of runway length to the present runway. Rasmussen stated the commission also entered into a three year lease with Dairy Ridge for the farmland at the airport.

City Administrator Venekamp asked the council if they would be interested in obtaining price quotes for replacement of the carpet in the council chambers and lobby. Due to the number of spills in the council chambers and the inability to be able to remove some of the spills, the carpet area is in need of replacement. The council suggested they would be willing to entertain price quotes for replacement of the carpet.

**Council member Klick motioned Gripne seconded to adjourn. Motion unanimously carried. Meeting adjourned at 8:30 p.m.**

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David Venekamp  
City Administrator/Clerk

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Don Rasmussen  
Mayor