

**CITY OF CORDOVA, ALASKA
RESOLUTION 04-15-22**

**A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF CORDOVA, ALASKA,
AMENDING RESOLUTION 04-15-19 TO INCREASE THE MAXIMUM TRUE
INTEREST COST OF THE GENERAL OBLIGATION CORDOVA CENTER BONDS
FROM THREE PERCENT TO FOUR PERCENT**

WHEREAS, on April 1, 2015, the Council adopted Resolution 04-15-19 authorizing the issuance of not to exceed \$3,000,000 of General Obligation Cordova Center Bonds (the “Bonds”); and

WHEREAS, Section 17 of Resolution 04-15-19 authorizes the sale of the Bonds to the Alaska Municipal Bond Bank (the “Bond Bank”), provided that the true interest cost of the Bonds, expressed as an annual rate, does not exceed 3.0 percent; and

WHEREAS, the Bond Bank has advised the City that under current bond market conditions, it is unlikely that the Bonds can be sold at prices or interest rates such that the true interest cost of the Bonds, expressed as an annual rate, does not exceed 3.0 percent; and

WHEREAS, the Council finds that it is in the best interest of the City to sell the Bonds to the Bond Bank, and proceed with construction of the Cordova Center with the proceeds of the Bonds, provided that the true interest cost of the Bonds, expressed as an annual rate, does not exceed 4.0 percent, and that Resolution 04-15-19 should be amended accordingly.

NOW, THEREFORE, THE CITY COUNCIL OF THE CITY OF CORDOVA, ALASKA, HEREBY RESOLVES that:

Section 1. Amendment of Resolution 04-15-19. Section 17 of Resolution 04-15-19 is amended to read as follows:

Section 17. Sale of Bonds. The Bonds shall be sold at negotiated sale to the Bond Bank as provided in the Loan Agreement. Subject to the limitations provided in Sections 2 and 4, each of the Manager and Finance Director is hereby authorized to determine the aggregate principal amount, the principal amount of each maturity, the interest rates, the dated date, the principal and interest payment dates, the record dates for principal and interest payments, and the redemption terms, if any, for the Bonds, and other details of the Bonds; provided that the true interest cost of the Bonds, expressed as an annual rate, does not exceed 4.0 percent. In determining the maturity amounts, interest rates and redemption terms, if any, for the Bonds, the Manager or Finance Director shall take into account those factors which, in that officer’s judgment, will result in the lowest true interest cost on the Bonds to their maturity, including without limitation current financial market conditions and current interest rates for obligations comparable in tenor and quality to the Bonds. Based upon the foregoing determinations, each of the Manager and

the Finance Director is authorized to execute the Loan Agreement, in substantially the form presented at this meeting.

Section 2. Continuing Effectiveness. Except as expressly amended herein, Resolution 04-15-17 remains in full force and effect.

Section 3. Effective Date. This resolution shall become effective upon adoption by the Cordova City Council.

PASSED AND APPROVED THIS 20th DAY OF APRIL 2015



Jim Kacsh, Mayor

ATTEST:

Susan Bourgeois, CMC, City Clerk