

**EXTRACT OF MINUTES
CITY OF LEXINGTON, NEBRASKA**

A meeting of the Mayor and Council of the City of Lexington, Nebraska was convened in open and public session at 5:30 o'clock P.M. on February 23, 2010 at Lexington Municipal Bldg - Council Chambers, 406 E 7th. Present were: Mayor John Fagot; Councilmembers: Steve Tomasek; Joni Bennett; Linda Miller; John Salem
Absent were: none

Notice of the meeting was given in advance thereof by publication, the City's designated method for giving notice, a copy of the proof of publication being attached to these Minutes. Notice of this meeting was given in advance to the Mayor and all members of the City Council and a copy of their Acknowledgment of Receipt of Notice and the agenda is attached to these Minutes. Availability of the agenda was communicated in the advance notice and in the notice to the Mayor and Council of this meeting. The Mayor publicly stated to all in attendance that a current copy of the Nebraska Open Meetings Act was available for review and indicated the location of such copy in the room where the meeting was being held. All proceedings hereafter shown were taken while the convened meeting was open to the attendance of the public.

Councilmember Salem offered the following resolution and moved its passage and adoption:

RESOLUTION

BE IT RESOLVED by the Mayor and City Council of the City of Lexington, Nebraska:

Section 1. The following bonds of the City of Lexington, Nebraska, in accordance with their option provisions are hereby called for payment on March 30, 2010, after which date interest on the bonds will cease:

General Obligation Bonds, Series 2004, of the City of Lexington, Nebraska, date of original issue - September 1, 2004, in the principal amount of One Million Two Hundred Forty-five Thousand Dollars (\$1,245,000), numbered as shown on the books of the Paying Agent and Registrar, in denomination of \$5,000 each, becoming due and bearing interest as follows:

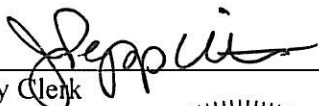
| <u>Principal Amount</u> | <u>Maturity Date</u> | <u>Interest Rate</u> | <u>CUSIP No.</u> |
|-------------------------|----------------------|----------------------|------------------|
| \$ 60,000 | October 15, 2010 | 3.45% | 529437 FS9 |
| 65,000 | October 15, 2011 | 3.65 | 529437 FT7 |
| 65,000 | October 15, 2012 | 3.85 | 529437 FU4 |
| 70,000 | October 15, 2013 | 4.00 | 529437 FV2 |
| 70,000 | October 15, 2014 | 4.10 | 529437 FW0 |
| 75,000 | October 15, 2015 | 4.20 | 529437 FX8 |
| 80,000 | October 15, 2016 | 4.30 | 529437 FY6 |
| 80,000 | October 15, 2017 | 4.40 | 529437 FZ3 |
| 85,000 | October 15, 2018 | 4.45 | 529437 GA7 |
| 90,000 | October 15, 2019 | 4.55 | 529437 GB5 |
| 95,000 | October 15, 2020 | 4.65 | 529437 GC3 |
| 95,000 | October 15, 2021 | 4.70 | 529437 GD1 |
| 100,000 | October 15, 2022 | 4.80 | 529437 GE9 |
| 105,000 | October 15, 2023 | 4.85 | 529437 GF6 |
| 110,000 | October 15, 2024 | 4.95 | 529437 GG4 |

Said bonds are hereinafter referred to as the "Refunded Bonds."

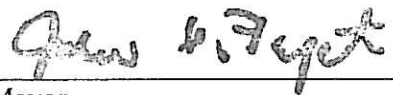
The Refunded Bonds are subject to redemption at any time on or after September 1, 2009, at par and accrued interest, and said interest is payable semiannually. The proceeds of the Refunded Bonds were used to pay the costs of construction, equipping and furnishing of a public library facility in the City of Lexington.

Section 2. Said bonds are to be paid at the office of the Treasurer of the City of Lexington, Lexington, Nebraska, as paying agent and registrar.

Section 3. A true copy of this resolution shall be filed immediately with the Treasurer of the City of Lexington in Lexington, Nebraska, as Paying Agent and Registrar for the Refunded Bonds, and said Paying Agent and Registrar is hereby instructed to mail notice to each registered owner of said bonds not less than thirty days prior to the date fixed for redemption, all in accordance with the ordinance authorizing said Refunded Bonds.



 City Clerk



 Mayor



Councilmember Tomasek seconded the motion for adoption of said resolution, and upon roll call vote the following voted "AYE": Bennett, Miller, Tomasek, Salem, Fagot.; the following voted "NAY": None.

The passage of said resolution having been consented to by more than a majority, the Mayor declared the resolution duly passed and adopted.

Heppner
City Clerk

Greg B. Fagot
Mayor

