

CITY OF LEXINGTON, NEBRASKA SERIES 2008 REFUNDING BONDS

REFUNDING SERIES 2001 REFUNDING BONDS

GENERAL OBLIGATION BONDS

Sources & Uses

Dated 04/29/2008 | Delivered 04/29/2008

Sources Of Funds

Par Amount of Bonds	\$2,420,000.00
Transfers from Prior Issue Debt Service Funds	118,595.00
Total Sources	\$2,538,595.00

Uses Of Funds

Deposit to Current Refunding Fund	2,508,097.75
Total Underwriter's Discount (1.100%)	26,620.00
Costs of Issuance	2,420.00
Rounding Amount	1,457.25
Total Uses	\$2,538,595.00

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Debt Service Schedule

Date	Principal	Coupon	Interest	Total P+I
06/15/2008	40,000.00	2.000%	8,884.71	48,884.71
12/15/2008	135,000.00	2.050%	34,366.25	169,366.25
06/15/2009	140,000.00	2.100%	32,982.50	172,982.50
12/15/2009	140,000.00	2.200%	31,512.50	171,512.50
06/15/2010	140,000.00	2.350%	29,972.50	169,972.50
12/15/2010	135,000.00	2.450%	28,327.50	163,327.50
06/15/2011	140,000.00	2.600%	26,673.75	166,673.75
12/15/2011	145,000.00	2.700%	24,853.75	169,853.75
06/15/2012	150,000.00	2.850%	22,896.25	172,896.25
12/15/2012	145,000.00	2.950%	20,758.75	165,758.75
06/15/2013	150,000.00	3.050%	18,620.00	168,620.00
12/15/2013	155,000.00	3.150%	16,332.50	171,332.50
06/15/2014	160,000.00	3.250%	13,891.25	173,891.25
12/15/2014	155,000.00	3.350%	11,291.25	166,291.25
06/15/2015	165,000.00	3.450%	8,695.00	173,695.00
12/15/2015	165,000.00	3.550%	5,848.75	170,848.75
06/15/2016	160,000.00	3.650%	2,920.00	162,920.00
Total	\$2,420,000.00	-	\$338,827.21	\$2,758,827.21

Yield Statistics

Bond Year Dollars	\$10,766.72
Average Life	4.449 Years
Average Coupon	3.1469857%
Net Interest Cost (NIC)	3.3942290%
True Interest Cost (TIC)	3.4081715%
Bond Yield for Arbitrage Purposes	3.1352354%
All Inclusive Cost (AIC)	3.4332016%

IRS Form 8038

Net Interest Cost	3.1469857%
Weighted Average Maturity	4.449 Years

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Gross Debt Service Comparison

Date	Principal	Coupon	Interest	New D/S	OLD D/S	Savings
06/15/2008	40,000.00	2.000%	8,884.71	47,427.46	59,297.50	11,870.04
12/15/2008	135,000.00	2.050%	34,366.25	169,366.25	180,372.50	11,006.25
06/15/2009	140,000.00	2.100%	32,982.50	172,982.50	182,747.50	9,765.00
12/15/2009	140,000.00	2.200%	31,512.50	171,512.50	179,920.00	8,407.50
06/15/2010	140,000.00	2.350%	29,972.50	169,972.50	177,092.50	7,120.00
12/15/2010	135,000.00	2.450%	28,327.50	163,327.50	174,200.00	10,872.50
06/15/2011	140,000.00	2.600%	26,673.75	166,673.75	176,307.50	9,633.75
12/15/2011	145,000.00	2.700%	24,853.75	169,853.75	178,236.25	8,382.50
06/15/2012	150,000.00	2.850%	22,896.25	172,896.25	180,051.25	7,155.00
12/15/2012	145,000.00	2.950%	20,758.75	165,758.75	176,643.75	10,885.00
06/15/2013	150,000.00	3.050%	18,620.00	168,620.00	178,236.25	9,616.25
12/15/2013	155,000.00	3.150%	16,332.50	171,332.50	179,598.75	8,266.25
06/15/2014	160,000.00	3.250%	13,891.25	173,891.25	180,840.00	6,948.75
12/15/2014	155,000.00	3.350%	11,291.25	166,291.25	176,880.00	10,588.75
06/15/2015	165,000.00	3.450%	8,695.00	173,695.00	182,920.00	9,225.00
12/15/2015	165,000.00	3.550%	5,848.75	170,848.75	178,627.50	7,778.75
06/15/2016	160,000.00	3.650%	2,920.00	162,920.00	174,335.00	11,415.00
Total	\$2,420,000.00	-	\$338,827.21	\$2,757,369.96	\$2,916,306.25	\$158,936.29

PV Analysis Summary (Gross to Gross)

Gross PV Debt Service Savings	257,226.05
Transfers from Prior Issue Debt Service Fund	(118,595.00)
Contingency or Rounding Amount	1,457.25
Net Present Value Benefit	\$140,088.30
Net PV Benefit / \$2,465,000 Refunded Principal	5.683%
Net PV Benefit / \$2,420,000 Refunding Principal	5.789%

Refunding Bond Information

Refunding Dated Date	4/29/2008
Refunding Delivery Date	4/29/2008

**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 _____ o'clock P.M. on _____, 2008 at _____.

Present were:
Mayor _____; Councilmembers: _____

_____ Absent were: _____

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 _____ 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 April 29, 2008, after which date interest on the bonds will cease:

General Obligation Refunding Bonds, Series 2001, of the City of Lexington, Nebraska, date of original issue - July 3, 2001, in the principal amount of Two Million Four Hundred Sixty-five Thousand Dollars (\$2,465,000), 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>
\$120,000	June 15, 2008	4.20%	529437 EG 6
125,000	December 15, 2008	4.20	529437 EH 4
130,000	June 15, 2009	4.35	529437 EJ 0
130,000	December 15, 2009	4.35	529437 EK 7
130,000	June 15, 2010	4.45	529437 EL 5
130,000	December 15, 2010	4.45	529437 EM 3
135,000	June 15, 2011	4.55	529437 EN 1
140,000	December 15, 2011	4.55	529437 EP 6
145,000	June 15, 2012	4.70	529437 EQ 4
145,000	December 15, 2012	4.70	529437 ER 2
150,000	June 15, 2013	4.85	529437 ES 0
155,000	December 15, 2013	4.85	529437 ET 8
160,000	June 15, 2014	4.95	529437 EU 5
160,000	December 15, 2014	4.95	529437 EV 3
170,000	June 15, 2015	5.05	529437 EW 1
170,000	December 15, 2015	5.05	529437 EX 9
170,000	June 15, 2016	5.10	529437 EY 7

Said bonds are hereinafter referred to as the “Refunded Bonds.”

The Refunded Bonds are subject to redemption at any time on or after June 15, 2006, at par and accrued interest, and said interest is payable semiannually. The proceeds of the Refunded Bonds were used to 1) pay and redeem on July 3, 2001, \$1,830,000 of the City’s General Obligation Bonds, Series 1995, date of original issue - December 15, 1995; 2) pay and redeem on July 3, 2001, \$1,915,000 of the City’s General Obligation Bonds, Series 1996, date of original issue - June 1, 1996; and 3) pay the costs of issuance of the Series 2001 Bonds. The Series 1995 Bonds and Series 1996 Bonds were issued for the purpose of constructing a new swimming pool facility and related aquatic park improvements, paying a portion of the costs of purchasing an existing building or buildings, including related site, acquiring a site or sites including leasehold interests, constructing on such site or sites a public building or buildings and remodeling existing buildings for the purpose of providing indoor athletic facilities, public auditorium facilities, including related parking facilities (either directly by the City or through the Lexington Community Facilities Agency), and providing furnishings and equipment for such public buildings. The Series 1995 Bonds and the Series 1996 Bonds were authorized by a majority of electors of the City voting at a special election held in the City on August 8, 1995.

Section 2. Said bonds are to be paid at the office of the Treasurer of the City of 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 _____ seconded the motion for adoption of said resolution,

and upon roll call vote the following voted "AYE": _____
_____;

the following voted "NAY": _____.

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

City Clerk

Mayor