

**CITY OF HAMBURG, MINNESOTA
RESOLUTION NUMBER 2018-10**

***RESOLUTION AUTHORIZING SALE OF
EQUIPMENT CERTIFICATE OF INDEBTEDNESS***

WHEREAS, Minnesota Statutes, Section 412.301, authorizes a City Council to issue Equipment Certificates of Indebtedness; and

WHEREAS, because the City of Hamburg has a need to purchase a 2018 Freightliner M2 2-Door Cab for the Hamburg Volunteer Fire Department; and

WHEREAS, Minnesota Statutes, Section 412.301, authorizes a City Council to issue an Equipment Certificate of Indebtedness to provide needed City funds in such circumstances;

BE IT RESOLVED BY THE CITY COUNCIL OF HAMBURG, MINNESOTA:

1. For the purpose of providing monies to pay for the expense of the purchase of a 2018 Freightliner M2 2-Door Cab for the Hamburg Volunteer Fire Department, the City of Hamburg shall issue and sell a general obligation Certificate of Indebtedness pledging the full faith and credit of the City in the amount of \$114,000. Said Certificate shall be payable on October 31, 2023, and shall bear interest at the rate of 6 percent (6%) per annum, payable annually. The City of Hamburg shall have the right to prepay accrued interest and remaining principal at any time. It shall be sold to the State Bank of Hamburg, Hamburg, Minnesota, and shall be payable at the State Bank of Hamburg, 591 Park Avenue, Hamburg, Minnesota 55339.
2. The Certificate shall be in the following form:

EQUIPMENT CERTIFICATE OF INDEBTEDNESS

City of Hamburg, Minnesota

No.: 2018-1

\$114,000.00

The City of Hamburg in the County of Carver and State of Minnesota, for value received, promises to pay to the State Bank of Hamburg, or order, the sum of One Hundred Fourteen Thousand and 00/100 Dollars (\$114,000.00) on or before the 31st day of October 2023, with interest at the rate of 6 percent (6%) per annum payable annually. Both principal and interest are payable at the State Bank of Hamburg. The City of Hamburg may pay off all accrued interest and remaining principal at any time.

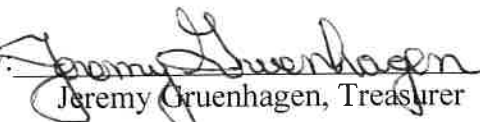
This Equipment Certificate of Indebtedness is issued by authority of Resolution passed by the City Council of Hamburg and in pursuance of Minnesota Statutes, Section 412.301. The principal and interest of this Certificate are payable out of the money in the treasury of said City and the full faith and credit of the City are irrevocably pledged for the redemption of this Certificate.

IN TESTIMONY WHEREOF, the City of Hamburg has caused this Certificate to be signed by its Mayor, attested and countersigned by its Clerk/Treasurer, and its corporate seal affixed hereto this 30th day of October, 2018.

CITY OF HAMBURG

By 
Chris Lund, Mayor

Attest: 
Jeremy Gruenhagen, Clerk

Countersigned by: 
Jeremy Gruenhagen, Treasurer

3. The Certificate shall be printed under the direction of the City Clerk and shall be executed on behalf of the City by the Mayor and Clerk and countersigned by the Treasurer with the corporate seal of the City printed thereon.
4. There is hereby created a separate debt service fund for such a Certificate. Such fund shall be kept apart from all other funds of the City and used for no purpose other than the payment of principal and interest on this Certificate. If any payment of principal and interest becomes due when there is insufficient money in the fund therefor, the City Treasurer shall pay the required excess from the general fund of the City and the general fund shall be reimbursed for such advances.
5. The Mayor and City Clerk/Treasurer, as officers of the City charged with the responsibility for issuing the Certificate provided for in this Resolution, are authorized and directed to execute and deliver to the purchaser a Certificate sufficient to meet the requirements of the Internal Revenue

Code, Section 103(d), and the rules and regulations promulgated under that section. Such Certificate shall state the proceeds of the Equipment Certificate of Indebtedness will not be used in such a manner as would cause the Certificate to be an arbitrage bond. The Certificate shall further state that to the best of the knowledge and belief of the certifying officers that there are no other facts, estimates or circumstances that would materially change such expectation.

Adopted by the City Council, Hamburg, Minnesota, this 30th day of October, 2018.


Chris Lund, Mayor

Attest: 
Jeremy Gruenhagen, City Clerk

