

DEBT MANAGEMENT COMMISSION, WASHOE COUNTY, NEVADA

FRIDAY

3:00 P.M.

MAY 16, 2008

PRESENT:

Jonnie Pullman, Washoe County School District, Chairperson

Robert Wolf, Member At Large, Vice Chairman

James Ainsworth, GID Representative, Commissioner

Geno Martini, Sparks City Mayor, Commissioner*

Richard Pugh, Member At Large, Commissioner

Amy Harvey, County Clerk

Nate Edwards, Deputy District Attorney

ABSENT:

Jim Galloway, Washoe County Commissioner

Dan Gustin, Reno City Council, Commissioner

The Washoe County Debt Management Commission (DMC) met in the Washoe County Commissioner's Chambers, Administration Complex, 1001 East Ninth Street, Reno, Nevada, in full conformity with the law, with Chairperson Pullman presiding. Following the Pledge of Allegiance to the flag of our Country, the Clerk called the roll and the Board conducted the following business:

08-08DMC AGENDA ITEM 4 – APPROVAL OF AGENDA

Agenda Subject: “Approval of Agenda for the May 16, 2008 quarterly meeting.”

In accordance with the Open Meeting Law, on motion by Commissioner Pugh, seconded by Commissioner Ainsworth, which motion duly carried on a 4-0 vote with Commissioners Galloway, Gustin and Martini absent, Chairman Pullman ordered that Agenda Item 4 be approved.

08-09DMC AGENDA ITEM 5 – PUBLIC COMMENT

Agenda Subject: “Public Comments.”

There was no response to the call for public comment.

08-10DMC AGENDA ITEM 6 – APPROVAL OF MINUTES

Agenda Subject: “Approval of the minutes of the August 17, 2007 and February 8, 2008 meetings.”

On motion by Commissioner Ainsworth, seconded by Vice Chairman Wolf, which motion duly carried on a 4-0 vote with Commissioners Galloway, Gustin and Martini absent, Chairman Pullman ordered that Agenda Item 6 be approved.

3:11 p.m. Chairperson Pullman declared a brief recess.

***3:18 p.m.** The Commission reconvened with Commissioner Martini having joined the meeting by telephone, and Commissioners Galloway and Gustin absent.

08-11DMC AGENDA ITEM 7 – CITY OF RENO INSTALLMENT AGREEMENT

Agenda Subject: “Consideration and possible adoption/execution of a Resolution concerning the submission to the Washoe County Debt Management Commission of a proposal by the City of Reno to issue an installment purchase agreement; concerning action taken thereon by the commission; and approving certain details in connection therewith.”

Chairperson Pullman observed that Commissioner Martini had joined the meeting by telephone and a supermajority of the Commission was now present.

Andrew Green, Finance Director for the City of Reno, indicated the item under consideration was for the City of Reno to issue about \$8.2 million in bonds for an installment purchase agreement that would take advantage of the federal government’s clean and renewable energy bonds. He said the City had obtained approval from the Internal Revenue Service for a number of projects that would require issuance of the bonds. He referred to the report, which demonstrated the City had satisfied all necessary requirements and submitted all required documents to the Department of Taxation and Washoe County, as well as information about current debt limitations and outstanding debt. Mr. Green commented there would be no impact on the tax rate or on overlapping jurisdictions, and funding for the debt service would be through energy savings in the General Fund as a result of implementing the projects.

John Swendseid, Bond Counsel, and staff from the City of Reno were present to answer any questions.

Vice Chairman Wolf inquired whether the decline in tax revenues would impact the City’s previous calculations relative to repayment of the bonds. Mr. Green replied there would be no impact.

Nate Edwards, Deputy District Attorney, pointed out a typographical error on page 3 of the Resolution, which indicated “Lyon County” instead of “Washoe County” immediately above the signature lines.

On motion by Commissioner Ainsworth, seconded by Commissioner Pugh, which motion duly carried on a 5-0 vote with Commissioners Galloway and Gustin absent, Chairperson Pullman ordered that the Resolution in Agenda Item 7 be adopted and executed subject to correction of a typographical error on page 3 of the Resolution. The Resolution for same is attached hereto and made a part of the minutes thereof.

08-12DMC AGENDA ITEM 8 – MEMBER COMMENTS

There were no Commission member comments.

08-13DMC AGENDA ITEM 9 – PUBLIC COMMENTS

There was no response to the call for public comment.

* * * * * * * * * *

3:23 p.m. There being no further business to come before the Board, the meeting was adjourned.

JONNIE PULLMAN, Chairperson
Debt Management Commission

ATTEST:

AMY HARVEY, County Clerk
and Ex Officio Secretary,
Debt Management Commission

*Minutes Prepared by
Lisa McNeill, Deputy County Clerk*

RESOLUTION NO. 08-11 DMC

A RESOLUTION CONCERNING THE SUBMISSION TO THE WASHOE COUNTY DEBT MANAGEMENT COMMISSION OF A PROPOSAL BY THE CITY OF RENO TO ISSUE AN INSTALLMENT PURCHASE AGREEMENT; CONCERNING ACTION TAKEN THEREON BY THE COMMISSION; AND APPROVING CERTAIN DETAILS IN CONNECTION THEREWITH.

WHEREAS, pursuant to Nevada Revised Statutes (“NRS”) 350.011 through 350.0165, the City Council (the “Council”) of the City of Reno, Nevada (the “City”), notified the secretary of the Washoe County Debt Management Commission (the “Secretary” and the “Commission,” respectively) of the City’s proposal to issue to issue one or more installment-purchase agreements with a term of more than 10 years (the “Agreement”) and submitted a statement of the City’s proposal in sufficient number of copies for each member of the Commission; and

WHEREAS, the Council anticipates making a determination that the pledged revenues from the City’s general fund will at least equal the amount required in each year for the payment of interest on and principal of the Agreement, and granting a security interest in property financed by the Agreement subject to the provisions of NRS 350.800

WHEREAS, the Council presented the following proposal to incur the Agreement:

INSTALLMENT-PURCHASE AGREEMENT PROPOSAL:
Shall the City Council of the City of Reno in the State of Nevada, be authorized to incur an indebtedness on behalf of the City by the issuance at one time, or from time to time, of one or more installment-purchase agreements of the City in the aggregate principal amount not to exceed \$8,206,000 for the purpose of financing, wholly or in part, the cost to acquire, improve and equip a building project as defined in NRS Section 268.676 in the City, one or more installment-purchase agreements to mature not later than 16 years from the date it is entered into, to bear interest at a rate or rates not in excess of the statutory maximum rate in effect at the time the installment-purchase agreements are entered into, the installment-purchase agreements by their terms to be extinguished by failure of the Council to appropriate money for the ensuing fiscal year for payment of the amounts then due, to be payable from legally available funds of the City, to be secured by a security interest in property of the City as provided

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in NRS 350.800, and to be entered into upon such terms and conditions, and with such other detail as the Council may determine?

(the "Proposal"); and

WHEREAS, pursuant to NRS 350.0145, the Secretary, with the approval of the Chairman of the Commission, thereupon, within ten days from the receipt of the Proposal, gave notice of a meeting to be held not less than twenty days thereafter, and provided a copy of the Proposal to each member of the Commission with the notice of the meeting; and

WHEREAS, the Commission has heard anyone desiring to be heard and has taken other evidence relevant to its approving or disapproving the Proposal; and

WHEREAS, the Commission has received from the City complete statements of current and contemplated general obligation debt, a debt management policy, a capital improvements plan (which includes the capital improvements proposed to be financed as provided in the Proposal) and a statement of the chief financial officer, in full compliance with NRS 350.013; and

WHEREAS, the Commission has considered all matters in the premises.

NOW, THEREFORE, BE IT RESOLVED BY THE WASHOE COUNTY DEBT MANAGEMENT COMMISSION OF WASHOE, NEVADA:

Section 1. This resolution shall be known as the "2008 City of Reno Installment Purchase Agreement DMC Resolution."

Section 2. The Commission hereby finds that the requirements of NRS 350.013 to 350.015, inclusive have been met, and the Proposal for the issuance of the Agreement in the maximum principal amount of \$8,206,000 by the City is approved.

Section 3. The Commission and the officers thereof hereby are authorized and directed to take all action necessary or appropriate to effectuate the provisions of this resolution.

Section 4. All bylaws, orders, resolutions or parts thereof in conflict with this resolution are hereby repealed. This repealer shall not be construed to revive any bylaw, order, resolution or part thereof heretofore repealed.

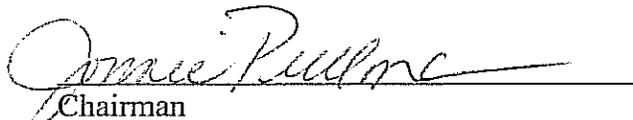
Section 5. If any section, paragraph, clause or provision of this resolution shall for any reason be held to be invalid or unenforceable, the invalidity of unenforceability of the

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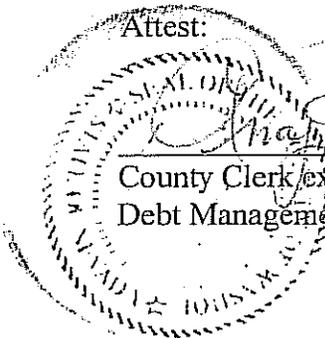
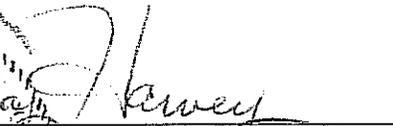
section, paragraph, clause or provision shall not affect any of the remaining provisions of this resolution.

Section 6. This resolution shall become effective and be in force immediately upon its adoption.

ADOPTED BY AN AFFIRMATIVE VOTE OF AT LEAST TWO-THIRDS OF THE MEMBERS OF THE DEBT MANAGEMENT COMMISSION OF WASHOE COUNTY, NEVADA, THIS MAY 16, 2008.


Chairman
Debt Management Commission

(SEAL)

Attest:


County Clerk/ex officio Secretary
Debt Management Commission

08-11BMC

STATE OF NEVADA)
) ss.
COUNTY OF WASHOE)

I, Amy Harvey, the County Clerk of Washoe County, State of Nevada, ex officio Secretary of the Debt Management Commission of Washoe County, State of Nevada, do hereby certify:

1. The foregoing pages are a full and correct copy of a resolution designated as "2008 City of Reno Installment Purchase Agreement DMC Resolution".

2. At the May 16, 2008 meeting of Debt Management Commission of Washoe County, Nevada, the resolution was passed and adopted. The members of the Commission voted on the passage of the resolution and were present at such meeting as follows:

Those Voting Aye:

Jim Ainsworth
~~Jim Galloway~~
~~Dan Gustin~~
Geno Martini
Richard G. Pugh
Jonnie Pullman
Bob Wolf

Those Voting Nay:

none

Those Absent:

Galloway
Gustin

3. Pursuant to NRS 350.0145, all members of the Commission were given due and proper notice of the meeting. Pursuant to and in full compliance with NRS 241.020, Nevada Revised Statutes, written notice of the meeting was given no later than 9:00 a.m. on the third working day before the meeting including in the notice the time, place, location, and agenda of the meeting:

(a) By posting a copy of the notice not later than 9:00 a.m. on the third working day before the meeting on the Commission's website, if any; at the principal office of the Commission; or if there is no principal office, at the building in which the meeting is to be held; and at least three (3) other separate, prominent places within the jurisdiction of the Commission, to-wit:

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- (i) Washoe County Administration Complex
1001 East Ninth Street
Reno, Nevada
- (ii) Washoe County Courthouse
Virginia and Court Streets
Reno, Nevada
- (iii) Reno City Hall
450 Sinclair Street
Reno, Nevada
- (iv) Sparks Justice Court
630 Greenbrae Drive
Sparks, Nevada

and

(b) Prior to 9:00 am at least 3 working days before such meeting, by mailing a copy of the notice to each person, if any, who has requested notices of meetings of the Board in compliance with NRS 271.020(3)(b) by United States Mail, or if feasible and agreed to by the requestor, by electronic mail.

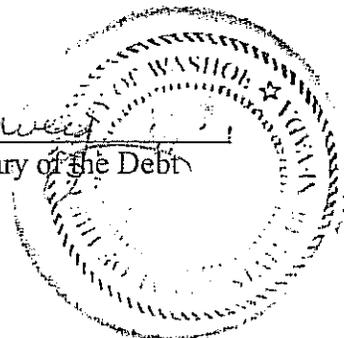
4. Upon request, the Commission provides at no charge, at least one copy of the agenda for its public meetings, any proposed ordinance, resolution or regulation which will be discussed at the public meeting, and any other supporting materials provided to the Commission for an item on the agenda, except for certain confidential materials and materials pertaining to closed meetings, as provided by law.

5. A copy of the notice given of the meeting of the Commission is attached as Exhibit A.

IN WITNESS WHEREOF, I have hereunto set my hand at Reno, Nevada, on this May 16, 2008.



County Clerk, ex officio Secretary of the Debt
Management Commission



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EXHIBIT "A"

(Attach Copy of Notice of Meeting)

08-11-80
D.W.J.