

CITY COMMISSION POLICY

Policy 29
August 27, 1985

Subject: Sale of City of Wichita Bonds

General Obligation, Special Assessment Bonds and Temporary Notes

1. All City of Wichita general obligation and special assessment bonds or bonds supported in any measure by taxes, with the exception of refunding or advance refunding, will be sold by competitive sealed bid.
2. Temporary note issues will be sold by competitive sealed bids in the same manner as general obligations bonds.
3. Negotiations for the sale of general obligation bonds or temporary note issues may be authorized by the City Commission in the event the lowest net interest bid exceeds the statutory limitation on interest which may be paid by municipalities.
4. Negotiated general obligation, special assessment bond sales may occur on refunding or advance refunding bond issues if approved by the Board of City Commissioners.

Utility Revenue Bonds

1. All utility revenue bonds will be sold by competitive sealed bids.
2. Negotiated utility revenue bond sales may occur on extremely large issues or where it is necessary to develop a special situation related to the financing in a market that is not familiar with the project if approved by the Board of City Commissioners.
3. Negotiated utility revenue bond sales may occur on refunding or advance refunding bond issues if approved by the Board of City Commissioners.

Industrial Revenue Bonds

1. All utility revenue bonds will be sold by competitive sealed bids.
2. Negotiated utility revenue bond sales may occur on extremely large issues or where it is necessary to develop a special situation related to the financing in a market that is not familiar with the project if approved by the Board of City Commissioners.
3. Negotiated utility revenue bond sales may occur on refunding or advance refunding bond issues if approved by the Board of City Commissioners.

Mortgage Revenue Bonds

1. Mortgage Revenue Bonds will be sold by negotiated sale.
2. Efforts will be made to allow all local underwriters to participate in the Mortgage Revenue Bond sale.

Procedure for Conducting a Negotiated Sale

1. Departments, boards or authorities of the City of Wichita wishing to negotiate a specific bond issue must make the request to the Board of City Commissioners through the City

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Manager stating the reasons why a negotiated sale would be advantageous. This approval would be required on all bond issues wherein City Commission approval is required according to this policy.

2. All investment banking firms and individuals interested in being notified of potential negotiated bond sales must register their firm with the chief fiscal officer of the city.
3. Upon approval by the City Commission of a request to negotiate a bond sale, the chief fiscal officer on behalf of the department, board or authority, will notify all firms and individuals of the city's intent to negotiate a bond sale. This notification will include the approximate amount to be issued, date of the issue and the name of the individual to contact for additional information on the bond issue.
4. It will be the responsibility of the department, appropriate board or authority to negotiate an underwriting agreement on the proposed bond sale and return to the City Commission for approval as a part of the bond issue.