

CITY OF VERONA
MINUTES
COMMON COUNCIL
June 27, 2016
Verona City Hall

1. Mayor Hochkammer called the meeting to order at 7:06 p.m.
2. Pledge of Allegiance
3. Roll call: Alderpersons Luke Diaz, Mac McGilvray, Heather Reekie, Scott Stewart, Brad Stiner and Evan Touchett present. Alderpersons Doyle and Linder are absent and excused. Also in attendance: Finance Director Cindy Engelke, Todd Taves of Ehlers & Associates, Public Works Director Theran Jacobson, Police Chief Bernie Coughlin, Attorney Meg Vergeront, Carla Fischer PE, and City Clerk Ellen Clark.
4. Public Comment: None
5. Approval of Minutes from the June 13, 2016 Common Council meeting: Motion by Reekie, seconded by McGilvray, to approve the minutes of the June 13, 2016 Common Council meeting. Motion carried 6-0.
6. Mayor's Business:
 - The mayor thanked the department heads and staff for stepping up to the plate in the absence of a city administrator.
 - The groundbreaking ceremony for the Verona Area Community Theater was held on Friday, June 17th. They are looking forward to breaking ground in early July.
7. Engineer's Report:
 - Northern Lights/N. Nine Mound Road Construction:
The contractor is currently placing base course and preparing for curb and gutter.
 - Church Street, S. Marietta Street, and Grove Avenue Reconstruction:
Church Street and Grove Avenue were milled on June 24th, and contractors started digging today. The area is heavily congested with utilities, so the digging may be a little bit slow moving, but it is proceeding as expected.
 - Community Park and Park Lane Parking Lot Construction:
Both parking lots are paved. A small section of sidewalk may be reworked.
 - 2016 Street Rehabilitation Project:
A public information meeting is scheduled for June 30th. Construction is scheduled to begin July 5th.
8. Committee Reports:
 - A. Finance Committee**
 - (1) Discussion and Possible Action Re: Payment of Bills. McGilvray stated that a quorum was not available for the Finance Committee. He is presenting the bills for payment. Motion by McGilvray, seconded by Diaz, to pay the bills in the amount of \$451,958.69. Motion carried 6-0.
 - (2) Discussion and Possible Action Re: Resolution No. R-16-032 Authorizing the Issuance and Sale of \$9,890,000 General Obligation Promissory Notes, Series 2016A. Motion by McGilvray, seconded by Touchett, to approve Resolution No. R-16-032

Authorizing the Issuance and Sale of \$9,890,000 General Obligation Promissory Notes, Series 2016A. On May 23, 2016, the City Council approved a resolution providing for the sale of approximately \$9,890,000 General Obligation Notes. Todd Taves, Ehlers & Associates, spoke regarding the promissory note issuance and sale. Taves stated that the winning bid was from Mesirow Financial, Inc., of Chicago. The true interest rate is 1.3669%. The issue size was reduced from \$9,890,000 to \$9,755,000 because the cost of issuance was reduced, the City received a premium on the notes, and the underwriting allowance amount was less than expected. The City's Moody's Investors Service Report was positive, with no concerns. McGilvray made an amendment to the motion on the table to reflect the new issuance size of \$9,755,000. Touchett noted that the second agreed with the amendment. On roll call: All Aye. Resolution No. R-16-032 is incorporated in these minutes as Attachment A.

B. Public Works Sewer & Water Committee

- (1) Discussion and Possible Action Re: Ordinance No. 16-876 Amending Title 9, Chapter 2 – Sewer Utility Regulations and Rates – of the Code of Ordinances, City of Verona, Wisconsin. Motion by Touchett, seconded by McGilvray, to approve Ordinance No. 16-876 Amending Title 9, Chapter 2 – Sewer Utility Regulations and Rates – of the Code of Ordinances, City of Verona, Wisconsin. A sewer rate study conducted by Baker Tilley indicates that an increase in sewer rates is recommended. A two-step rate increase is proposed to take effect on July 1, 2016 and January 1, 2017. The City of Verona has not increased their sewer rates since 2012. The average rate increase for a residential customer is \$4.85 monthly. The amendment also provides the authorization of the Director of Public Works to annually increase sewer rates that the City encounters from Madison Metropolitan Sewerage District (MMSD). McGilvray stated with the mechanism put into place with this ordinance, we won't have to make adjustments in big steps like this going forward. Motion carried 6-0.
- (2) Discussion and Possible Action Re: Consulting Services Agreement with AECOM for Traffic Signals Design at the Intersection of W. Verona Avenue/West End Circle/Westridge Parkway. Motion by Touchett, seconded by Diaz, to approve the Consulting Services Agreement with AECOM for traffic signals design at the intersection of W. Verona Avenue/West End Circle/Westridge Parkway contingent upon approval of the amendment to the existing developers agreement with Vanta relative to the costs of traffic lights, professional services, construction and scheduling. Total estimated fees are not to exceed \$18,000. Motion carried 6-0.
- (3) Discussion and Possible Action Re: Change Order No. 1 for Community Park Parking Lot Reconstruction and Park Lane Parking Lot Construction Project. Motion by Touchett, seconded by McGilvray, to approve Change Order No. 1 for the Community Park Parking Lot Reconstruction and Park Lane Parking Lot Construction Project. Excavation of unsuitable soils and placement of crushed aggregate base course was required to provide adequate support for the pavement structure at Park Lane parking lot, at a cost of \$41,726.13. The new contract value is \$370,685.73. Motion carried 6-0.

- (4) Discussion and Possible Action Re: Amendment No. 1 for Professional Services with Ayres Associates for Project ID 5796-10-00, Old CTH PB Branch Badger Mill Creek Bridge. Motion by Touchett, seconded by Diaz, to approve Amendment No. 1 for Professional Services with Ayres Associates for Project ID 5796-10-00, Old CTH PB Branch Badger Mill Creek Bridge. The amendment expands the scope of services to a separate agreement, increasing the cost by \$11,351.90. The new contract value is \$64,943.39. Motion carried 6-0.
- (5) Discussion and Possible Action Re: Resolution No. R-16-033 Relocation Order and Determination of Necessity for County Highway M/County Highway PD Intersection Project Contingent on the Environmental Document Being Signed. Motion by Touchett, seconded by Reekie, to approve Resolution No. R-16-033 Relocation Order and Determination of Necessity for County Highway M/County Highway PD Intersection Project Contingent on the Environmental Document Being Signed. This resolution approves the transportation project plat, allows City staff to work on acquisition of portions of the Endres and Midthun properties, acts as the City's relocation order for the project, and confirms that the project is necessary and for a public purpose. Staff will be bringing an additional relocation order related to the larger project to the Common Council for approval at a later date. Motion carried 6-0.
- (6) Discussion and Possible Action Re: Agreement for Land Transfer Due to Inadvertently Installed Storm Sewer at West End Development. Motion by Touchett, seconded by Diaz, to approve the Agreement for Land Transfer between the Verona Area School District, The West End, LLC, and the City of Verona, due to inadvertently installed storm sewer at West End Development. The West End, LLC inadvertently constructed a portion of storm water improvements on land owned by the Verona Area School District. By this agreement, the school district is deeding land to the city, so that all of the storm water improvements are located on city land that is dedicated for storm water purposes. The West End is paying the school district for this land. Motion carried 6-0.

Alder Touchett stated that tonight's Public Works Sewer & Water Committee meeting was the last meeting for retiring Director of Public Works, Ron Reider. Mayor Hochkammer stated that we wanted to recognize Mr. Reider tonight. He has been with us for a long time, and has done a great job for the City. He will be missed by everyone.

Touchett stated that during discovery processes of the downtown streetscape process, it was discovered that we will not be able to just remill the streets, as originally planned. Instead, we will have to replace the streets. This discovery delays the downtown streetscape project by another year. Mayor Hochkammer stated that elements of the streetscaping will be done this year. We feel it is proper to do it right the first time, rather than use a band-aid approach. Touchett stated the memorial and other aesthetic items will be completed this year.

C. Public Safety & Welfare Committee

- (1) Discussion and Possible Action Re: A Special Event Permit for Hop Haus Brewing Company, LLC, for a Charity Fundraiser on Saturday, July 23, 2016 from Phil Hoechst.

Motion by Stewart, seconded by Reekie, to approve a Special Event Permit for Hop Haus Brewing Company, LLC, for a Charity Fundraiser on Saturday, July 23, 2016, contingent upon proper proof of liability insurance listing the City of Verona as an additional insured, and adding a city police officer for the hours of 7 p.m. to 10 p.m. Diaz asked about the reason for adding a police officer. Chief Coughlin stated we try to do that for any event that involves the serving of alcohol. Motion carried 6-0.

- (2) Discussion and Possible Action Re: A Temporary Premise Description Amendment for the Hop Haus Brewing Company, LLC's Class "B" Beer and Reserve "Class B" Intoxicating Liquor Licenses. Motion by Stewart, seconded by Reekie, to approve a temporary premise description amendment for the Hop Haus Brewing Company, LLC's Class "B" Beer and Reserve "Class B" Intoxicating Liquor Licenses on Saturday, July 23, 2016 to include the business's front parking lot, located at 231 S. Main Street, contingent upon proper proof of liability insurance listing the City of Verona as an additional insured, and adding a city police officer for the hours of 7 p.m. to 10 p.m. Motion carried 6-0.
- (2) Discussion and Possible Action Re: Liquor License Application for Cahoot's, Inc. d/b/a Cahoot's, 102 Railroad Street, for the 2016-2017 Licensing Period. Motion by Stewart, seconded by Reekie, to grant the liquor license for Cahoot's, Inc., d/b/a Cahoot's, 102 Railroad Street, for the 2016-2017 licensing period, contingent upon correction of noted building inspection violations by July 10, 2016. Motion carried 5-1, with Alder McGilvray voting no.
- (4) Discussion and Possible Action Re: Cigarette/Tobacco License Application for Cahoot's, Inc., d/b/a Cahoot's, 102 Railroad Street, for the 2016-2017 Licensing Period. Motion by Stewart, seconded by Reekie, to grant the cigarette/tobacco license for Cahoot's, Inc., d/b/a Cahoot's, 102 Railroad Street, for the 2016-2017 licensing period, contingent upon correction of noted building inspection violations by July 10, 2016. McGilvray stated he would like to see the city set a policy requiring the inspections to be done earlier, so items such as these can be addressed before the license renewal date. Coughlin and Stewart agreed that looking at the operational aspect is a good idea. Motion carried 5-1, with Alder McGilvray voting no.

9. Old Business

- A. Discussion and Possible Action Re: Property Tax Litigation with Walgreens and Proposed Settlement, Walgreen Company v. City of Verona, Dane County Case No. 15-CV-1670. Motion by McGilvray, seconded by Touchett, to convene in closed session as authorized by Section 19.85(1)(g) of the Wisconsin Statutes for the purpose of conferring with legal counsel for the governmental body who is rendering oral or written advice concerning strategy to be adopted by the body with respect to litigation in which it is or is likely to become involved. The Common Council may reconvene in open session and discuss and take action on the subject matter discussed in closed session. On roll call: All Aye. The Council convened in closed session for this item at 7:48 p.m.

CLOSED SESSION

8:00 p.m. – Alderperson Linder now present.

The Common Council reconvened in open session at 10:02 p.m. There was no action taken in closed session.

- B. Discussion and Possible Action Re: City Administrator Position. Motion by McGilvray, seconded by Diaz, to go into closed session as authorized by Section 19.85(1)(c) of the Wisconsin Statutes for the purpose of considering employment, promotion, compensation or performance evaluation data of any public employee over which the governmental body has jurisdiction or exercises responsibility. The Common Council may reconvene in open session and discuss and take action on the subject matter discussed in closed session. On roll call: All Aye. The Council convened in closed session for this item at 7:49 p.m.

CLOSED SESSION

The Common Council reconvened in open session at 10:02 p.m. No action was taken in closed session.

10. New Business

- B. Discussion and Possible Action Re: Approval of Operator License Applications. Motion by Touchett, seconded by Reekie, to approve operator licenses for Felicia Diny at Cahoot's; Daniel Gonzalez and Christopher Zimmerman at Walgreens; Madelynn Revord, Kaylee Simon and Sarah Mondschein at Wisconsin Brewing Company; and Michaela Topitzes at Gray's Tied House.

11. Announcements: None

12. Adjournment:

Motion by Touchett, seconded by Reekie, to adjourn at 10:04 p.m. Motion carried 6-0.

Ellen Clark
City Clerk

ATTACHMENT A

RESOLUTION NO. R-16-032

RESOLUTION AUTHORIZING THE ISSUANCE AND SALE OF
\$9,755,000 GENERAL OBLIGATION PROMISSORY NOTES, SERIES 2016A

WHEREAS, the Common Council hereby finds and determines that it is necessary, desirable and in the best interest of the City of Verona, Dane County, Wisconsin (the "City") to raise funds for public purposes, including paying the cost of 2016 capital improvement projects such as space needs projects, public works transportation projects, public works equipment, project costs of Tax Incremental District No. 4 and water and sewer projects (the "Project"), and refunding certain outstanding obligations of the City, including interest on them, specifically, the General Obligation Corporate Purpose Bonds, Series 2005, dated July 1, 2005 which mature in the years 2017 through 2019 (the "Refunded Obligations") (hereinafter the refinancing of the Refunded Obligations shall be referred to as the "Refunding");

WHEREAS, the Common Council hereby finds and determines that the Project is within the City's power to undertake and therefore serves a "public purpose" as that term is defined in Section 67.04(1)(b), Wisconsin Statutes;

WHEREAS, the Common Council deems it to be necessary, desirable and in the best interest of the City to refund the Refunded Obligations for the purpose of achieving debt service cost savings;

WHEREAS, cities are authorized by the provisions of Section 67.12(12), Wisconsin Statutes, to borrow money and issue general obligation promissory notes for such public purposes and to refinance their outstanding obligations;

WHEREAS, the City has directed Ehlers & Associates, Inc. ("Ehlers") to take the steps necessary to sell the general obligation promissory notes (the "Notes") to pay the cost of the Project and the Refunding;

WHEREAS, Ehlers, in consultation with the officials of the City, prepared a Notice of Sale (a copy of which is attached hereto as Exhibit A, and incorporated herein by this reference) setting forth the details of and the bid requirements for the Notes and indicating that the Notes would be offered for public sale on June 27, 2016;

WHEREAS, the City Clerk (in consultation with Ehlers) caused a form of notice of the sale to be published and caused the Notice of Sale to be distributed to potential bidders offering the Notes for public sale on June 27, 2016;

WHEREAS, the City has duly received bids for the Notes as described on the Bid Tabulation attached hereto as Exhibit B and incorporated herein by this reference (the "Bid Tabulation"); and

WHEREAS, it has been determined that the bid proposal (the "Proposal") submitted by the financial institution listed first on the Bid Tabulation fully complies with the bid requirements set forth in the Notice of Sale and is deemed to be the most advantageous to the

City. Ehlers has recommended that the City accept the Proposal. A copy of said Proposal submitted by such institution (the "Purchaser") is attached hereto as Exhibit C and incorporated herein by this reference.

NOW, THEREFORE, BE IT RESOLVED by the Common Council of the City that:

Section 1A. Ratification of the Notice of Sale and Offering Materials. The Common Council of the City hereby ratifies and approves the details of the Notes set forth in Exhibit A attached hereto as and for the details of the Notes. The Notice of Sale and any other offering materials prepared and circulated by Ehlers are hereby ratified and approved in all respects. All actions taken by officers of the City and Ehlers in connection with the preparation and distribution of the Notice of Sale, and any other offering materials are hereby ratified and approved in all respects.

Section 1B. Authorization and Award of the Notes. For the purpose of paying the cost of the Project and the Refunding, there shall be borrowed pursuant to Section 67.12(12), Wisconsin Statutes, the principal sum of NINE MILLION SEVEN HUNDRED FIFTY-FIVE THOUSAND DOLLARS (\$9,755,000) from the Purchaser in accordance with the terms and conditions of the Proposal. The Proposal of the Purchaser offering to purchase the Notes for the sum set forth on the Proposal (as modified on the Bid Tabulation and reflected in the Pricing Summary referenced below and incorporated herein), plus accrued interest to the date of delivery, resulting in a true interest cost as set forth on the Proposal is hereby accepted. The Mayor and City Clerk or other appropriate officers of the City are authorized and directed to execute an acceptance of the Proposal on behalf of the City. The good faith deposit of the Purchaser shall be retained by the City Treasurer until the closing of the note issue, and any good faith deposits submitted by unsuccessful bidders shall be promptly returned. The Notes shall bear interest at the rates set forth on the Proposal.

Section 2. Terms of the Notes. The Notes shall be designated "General Obligation Promissory Notes, Series 2016A"; shall be issued in the aggregate principal amount of \$9,755,000; shall be dated July 26, 2016; shall be in the denomination of \$5,000 or any integral multiple thereof; shall be numbered R-1 and upward; and shall bear interest at the rates per annum and mature on June 1 of each year, in the years and principal amounts as set forth on the Pricing Summary attached hereto as Exhibit D-1 and incorporated herein by this reference. Interest shall be payable semi-annually on June 1 and December 1 of each year commencing on June 1, 2017. Interest shall be computed upon the basis of a 360-day year of twelve 30-day months and will be rounded pursuant to the rules of the Municipal Securities Rulemaking Board. The schedule of principal and interest payments due on the Notes is set forth on the Debt Service Schedule attached hereto as Exhibit D-2 and incorporated herein by this reference (the "Schedule").

Section 3. Redemption Provisions. The Notes maturing on June 1, 2024 and thereafter shall be subject to redemption prior to maturity, at the option of the City, on June 1, 2023 or on any date thereafter. Said Notes shall be redeemable as a whole or in part, and if in part, from maturities selected by the City and within each maturity, by lot, at the principal amount thereof, plus accrued interest to the date of redemption.

Section 4. Form of the Notes. The Notes shall be issued in registered form and shall be executed and delivered in substantially the form attached hereto as Exhibit E and incorporated herein by this reference.

Section 5. Tax Provisions.

(A) Direct Annual Irrepealable Tax Levy. For the purpose of paying the principal of and interest on the Notes as the same becomes due, the full faith, credit and resources of the City are hereby irrevocably pledged, and there is hereby levied upon all of the taxable property of the City a direct annual irrepealable tax in the years 2016 through 2025 for the payments due in the years 2017 through 2026 in the amounts set forth on the Schedule.

(B) Tax Collection. So long as any part of the principal of or interest on the Notes remains unpaid, the City shall be and continue without power to repeal such levy or obstruct the collection of said tax until all such payments have been made or provided for. After the issuance of the Notes, said tax shall be, from year to year, carried onto the tax roll of the City and collected in addition to all other taxes and in the same manner and at the same time as other taxes of the City for said years are collected, except that the amount of tax carried onto the tax roll may be reduced in any year by the amount of any surplus money in the Debt Service Fund Account created below.

(C) Additional Funds. If at any time there shall be on hand insufficient funds from the aforesaid tax levy to meet principal and/or interest payments on said Notes when due, the requisite amounts shall be paid from other funds of the City then available, which sums shall be replaced upon the collection of the taxes herein levied.

Section 6. Segregated Debt Service Fund Account.

(A) Creation and Deposits. There be and there hereby is established in the treasury of the City, if one has not already been created, a debt service fund, separate and distinct from every other fund, which shall be maintained in accordance with generally accepted accounting principles. Debt service or sinking funds established for obligations previously issued by the City may be considered as separate and distinct accounts within the debt service fund.

Within the debt service fund, there hereby is established a separate and distinct account designated as the "Debt Service Fund Account for \$9,755,000 General Obligation Promissory Notes, Series 2016A, dated July 26, 2016" (the "Debt Service Fund Account") and such account shall be maintained until the indebtedness evidenced by the Notes is fully paid or otherwise extinguished. The City Treasurer shall deposit in the Debt Service Fund Account (i) all accrued interest received by the City at the time of delivery of and payment for the Notes; (ii) any premium not used for the Refunding which may be received by the City above the par value of the Notes and accrued interest thereon; (iii) all money raised by the taxes herein levied and any amounts appropriated for the specific purpose of meeting principal of and interest on the Notes when due; (iv) such other sums as may be necessary at any time to pay principal of and interest on the Notes when due; (v) surplus monies in the Borrowed Money Fund as specified below; and (vi) such further deposits as may be required by Section 67.11, Wisconsin Statutes.

(B) Use and Investment. No money shall be withdrawn from the Debt Service Fund Account and appropriated for any purpose other than the payment of principal of and interest on the Notes until all such principal and interest has been paid in full and the Notes canceled; provided (i) the funds to provide for each payment of principal of and interest on the Notes prior to the scheduled receipt of taxes from the next succeeding tax collection may be invested in direct obligations of the United States of America maturing in time to make such payments when they are due or in other investments permitted by law; and (ii) any funds over and above the amount of such principal and interest payments on the Notes may be used to reduce the next succeeding tax levy, or may, at the option of the City, be invested by purchasing the Notes as permitted by and subject to Section 67.11(2)(a), Wisconsin Statutes, or in permitted municipal investments under the pertinent provisions of the Wisconsin Statutes ("Permitted Investments"), which investments shall continue to be a part of the Debt Service Fund Account. Any investment of the Debt Service Fund Account shall at all times conform with the provisions of the Internal Revenue Code of 1986, as amended (the "Code") and any applicable Treasury Regulations (the "Regulations").

(C) Remaining Monies. When all of the Notes have been paid in full and canceled, and all Permitted Investments disposed of, any money remaining in the Debt Service Fund Account shall be transferred and deposited in the general fund of the City, unless the Common Council directs otherwise.

Section 7. Proceeds of the Notes: Segregated Borrowed Money Fund. The proceeds of the Notes (the "Note Proceeds") (other than any premium not used for the Refunding and accrued interest which must be paid at the time of the delivery of the Notes into the Debt Service Fund Account created above) shall be deposited into a special fund separate and distinct from all other funds of the City and disbursed solely for the purposes for which borrowed or for the payment of the principal of and the interest on the Notes. Monies in the Borrowed Money Fund may be temporarily invested in Permitted Investments. Any monies, including any income from Permitted Investments, remaining in the Borrowed Money Fund after the purposes for which the Notes have been issued have been accomplished, and, at any time, any monies as are not needed and which obviously thereafter cannot be needed for such purposes shall be deposited in the Debt Service Fund Account.

Section 8. No Arbitrage. All investments made pursuant to this Resolution shall be Permitted Investments, but no such investment shall be made in such a manner as would cause the Notes to be "arbitrage bonds" within the meaning of Section 148 of the Code or the Regulations and an officer of the City, charged with the responsibility for issuing the Notes, shall certify as to facts, estimates, circumstances and reasonable expectations in existence on the date of delivery of the Notes to the Purchaser which will permit the conclusion that the Notes are not "arbitrage bonds," within the meaning of the Code or Regulations.

Section 9. Compliance with Federal Tax Laws. (a) The City represents and covenants that the projects financed by the Notes and by the Refunded Obligations and the ownership, management and use of the projects will not cause the Notes or the Refunded Obligations to be "private activity bonds" within the meaning of Section 141 of the Code. The City further covenants that it shall comply with the provisions of the Code to the extent necessary to maintain

the tax-exempt status of the interest on the Notes including, if applicable, the rebate requirements of Section 148(f) of the Code. The City further covenants that it will not take any action, omit to take any action or permit the taking or omission of any action within its control (including, without limitation, making or permitting any use of the proceeds of the Notes) if taking, permitting or omitting to take such action would cause any of the Notes to be an arbitrage bond or a private activity bond within the meaning of the Code or would otherwise cause interest on the Notes to be included in the gross income of the recipients thereof for federal income tax purposes. The City Clerk or other officer of the City charged with the responsibility of issuing the Notes shall provide an appropriate certificate of the City certifying that the City can and covenanting that it will comply with the provisions of the Code and Regulations.

(b) The City also covenants to use its best efforts to meet the requirements and restrictions of any different or additional federal legislation which may be made applicable to the Notes provided that in meeting such requirements the City will do so only to the extent consistent with the proceedings authorizing the Notes and the laws of the State of Wisconsin and to the extent that there is a reasonable period of time in which to comply.

Section 10. Designation as Qualified Tax-Exempt Obligations. The Notes are hereby designated as "qualified tax-exempt obligations" for purposes of Section 265 of the Code, relating to the ability of financial institutions to deduct from income for federal income tax purposes, interest expense that is allocable to carrying and acquiring tax-exempt obligations.

Section 11. Execution of the Notes; Closing; Professional Services. The Notes shall be issued in printed form, executed on behalf of the City by the manual or facsimile signatures of the Mayor and City Clerk, authenticated, if required, by the Fiscal Agent (defined below), sealed with its official or corporate seal, if any, or a facsimile thereof, and delivered to the Purchaser upon payment to the City of the purchase price thereof, plus accrued interest to the date of delivery (the "Closing"). The facsimile signature of either of the officers executing the Notes may be imprinted on the Notes in lieu of the manual signature of the officer but, unless the City has contracted with a fiscal agent to authenticate the Notes, at least one of the signatures appearing on each Note shall be a manual signature. In the event that either of the officers whose signatures appear on the Notes shall cease to be such officers before the Closing, such signatures shall, nevertheless, be valid and sufficient for all purposes to the same extent as if they had remained in office until the Closing. The aforesaid officers are hereby authorized and directed to do all acts and execute and deliver the Notes and all such documents, certificates and acknowledgements as may be necessary and convenient to effectuate the Closing. The City hereby authorizes the officers and agents of the City to enter into, on its behalf, agreements and contracts in conjunction with the Notes, including but not limited to agreements and contracts for legal, trust, fiscal agency, disclosure and continuing disclosure, and rebate calculation services. Any such contract heretofore entered into in conjunction with the issuance of the Notes is hereby ratified and approved in all respects.

Section 12. Payment of the Notes; Fiscal Agent. The principal of and interest on the Notes shall be paid by the City Clerk or City Treasurer (the "Fiscal Agent").

Section 13. Persons Treated as Owners; Transfer of Notes. The City shall cause books for the registration and for the transfer of the Notes to be kept by the Fiscal Agent. The person in

whose name any Note shall be registered shall be deemed and regarded as the absolute owner thereof for all purposes and payment of either principal or interest on any Note shall be made only to the registered owner thereof. All such payments shall be valid and effectual to satisfy and discharge the liability upon such Note to the extent of the sum or sums so paid.

Any Note may be transferred by the registered owner thereof by surrender of the Note at the office of the Fiscal Agent, duly endorsed for the transfer or accompanied by an assignment duly executed by the registered owner or his attorney duly authorized in writing. Upon such transfer, the Mayor and City Clerk shall execute and deliver in the name of the transferee or transferees a new Note or Notes of a like aggregate principal amount, series and maturity and the Fiscal Agent shall record the name of each transferee in the registration book. No registration shall be made to bearer. The Fiscal Agent shall cancel any Note surrendered for transfer.

The City shall cooperate in any such transfer, and the Mayor and City Clerk are authorized to execute any new Note or Notes necessary to effect any such transfer.

Section 14. Record Date. The fifteenth day of each calendar month next preceding each interest payment date shall be the record date for the Notes (the "Record Date"). Payment of interest on the Notes on any interest payment date shall be made to the registered owners of the Notes as they appear on the registration book of the City at the close of business on the Record Date.

Section 15. Utilization of The Depository Trust Company Book-Entry-Only System. In order to make the Notes eligible for the services provided by The Depository Trust Company, New York, New York ("DTC"), the City agrees to the applicable provisions set forth in the Blanket Issuer Letter of Representations previously executed on behalf of the City and on file in the City Clerk's office.

Section 16. Payment of Issuance Expenses. The City authorizes the Purchaser to forward the amount of the proceeds of the Notes allocable to the payment of issuance expenses to KleinBank, Chaska, Minnesota at Closing for further distribution as directed by Ehlers.

Section 17. Official Statement. The Common Council hereby approves the Preliminary Official Statement with respect to the Notes and deems the Preliminary Official Statement as "final" as of its date for purposes of SEC Rule 15c2-12 promulgated by the Securities and Exchange Commission pursuant to the Securities and Exchange Act of 1934 (the "Rule"). All actions taken by officers of the City in connection with the preparation of such Preliminary Official Statement and any addenda to it are hereby ratified and approved. In connection with the Closing, the appropriate City official shall certify the Preliminary Official Statement and any addenda. The City Clerk shall cause copies of the Preliminary Official Statement and any addenda to be distributed to the Purchaser.

Section 18. Undertaking to Provide Continuing Disclosure. The City hereby covenants and agrees, for the benefit of the owners of the Notes, to enter into a written undertaking (the "Undertaking") if required by the Rule to provide continuing disclosure of certain financial information and operating data and timely notices of the occurrence of certain events in accordance with the Rule. The Undertaking shall be enforceable by the owners of the Notes or

by the Purchaser on behalf of such owners (provided that the rights of the owners and the Purchaser to enforce the Undertaking shall be limited to a right to obtain specific performance of the obligations thereunder and any failure by the City to comply with the provisions of the Undertaking shall not be an event of default with respect to the Notes).

To the extent required under the Rule, the Mayor and City Clerk, or other officer of the City charged with the responsibility for issuing the Notes, shall provide a Continuing Disclosure Certificate for inclusion in the transcript of proceedings, setting forth the details and terms of the City's Undertaking.

Section 19. Redemption of the Refunded Obligations. The Refunded Obligations are hereby called for prior payment and redemption on August 1, 2016 at a price of par plus accrued interest to the date of redemption.

The City hereby directs the City Clerk to work with Ehlers to cause timely notice of redemption, in substantially the form attached hereto as Exhibit F and incorporated herein by this reference (the "Notice"), to be provided at the times, to the parties and in the manner set forth on the Notice. All actions heretofore taken by the officers and agents of the City to effectuate the redemption of the Refunded Obligations are hereby ratified and approved.

Section 20. Record Book. The City Clerk shall provide and keep the transcript of proceedings as a separate record book (the "Record Book") and shall record a full and correct statement of every step or proceeding had or taken in the course of authorizing and issuing the Notes in the Record Book.

Section 21. Bond Insurance. If the Purchaser determines to obtain municipal bond insurance with respect to the Notes, the officers of the City are authorized to take all actions necessary to obtain such municipal bond insurance. The Mayor and City Clerk are authorized to agree to such additional provisions as the bond insurer may reasonably request and which are acceptable to the Mayor and City Clerk including provisions regarding restrictions on investment of Note proceeds, the payment procedure under the municipal bond insurance policy, the rights of the bond insurer in the event of default and payment of the Notes by the bond insurer and notices to be given to the bond insurer. In addition, any reference required by the bond insurer to the municipal bond insurance policy shall be made in the form of Note provided herein.

Section 22. Conflicting Resolutions; Severability; Effective Date. All prior resolutions, rules or other actions of the Common Council or any parts thereof in conflict with the provisions hereof shall be, and the same are, hereby rescinded insofar as the same may so conflict. In the event that any one or more provisions hereof shall for any reason be held to be illegal or invalid, such illegality or invalidity shall not affect any other provisions hereof. The foregoing shall take effect immediately upon adoption and approval in the manner provided by law.

Adopted, approved and recorded June 27, 2016.


Jon H. Hochkammer
Mayor

ATTEST:


Ellen Clark
City Clerk



EXHIBIT A

Notice of Sale

To be provided by Ehlers & Associates, Inc. and incorporated into the Resolution.

(See Attached)

NOTICE OF SALE

\$9,890,000* GENERAL OBLIGATION PROMISSORY NOTES, SERIES 2016A CITY OF VERONA, WISCONSIN

Bids for the purchase of \$9,890,000* General Obligation Promissory Notes, Series 2016A (the "Notes") of the City of Verona, Wisconsin (the "City") will be received at the offices of Ehlers & Associates, Inc. ("Ehlers"), 3060 Centre Pointe Drive, Roseville, Minnesota 55113-1105, Municipal Advisors to the City, until 11:00 A.M., Central Time, and **ELECTRONIC PROPOSALS** will be received via **PARITY**, in the manner described below, until 11:00 A.M. Central Time, on June 27, 2016, at which time they will be opened, read and tabulated. The bids will be presented to the Common Council for consideration for award by resolution at a meeting to be held at 7:00 P.M., Central Time, on the same date. The bid offering to purchase the Notes upon the terms specified herein and most favorable to the City will be accepted unless all bids are rejected.

PURPOSE

The Notes are being issued pursuant to Section 67.12(12), Wisconsin Statutes for public purposes, including paying costs of 2016 capital improvement projects such as space needs projects, public works transportation projects, public works equipment, project costs of Tax Incremental District No. 4 and water and sewer projects and refunding certain outstanding obligations of the City. The Notes are general obligations of the City, and all the taxable property in the City is subject to the levy of a tax to pay the principal of and interest on the Notes as they become due which tax may, under current law, be levied without limitation as to rate or amount.

DATES AND MATURITIES

The Notes will be dated July 26, 2016, will be issued as fully registered Notes in the denomination of \$5,000 each, or any integral multiple thereof, and will mature on June 1 as follows:

<u>Year</u>	<u>Amount*</u>	<u>Year</u>	<u>Amount*</u>	<u>Year</u>	<u>Amount*</u>
2017	\$685,000	2021	\$1,000,000	2025	\$835,000
2018	1,325,000	2022	1,010,000	2026	855,000
2019	1,340,000	2023	1,030,000		
2020	990,000	2024	820,000		

ADJUSTMENT OPTION

* The City reserves the right to increase or decrease the principal amount of the Notes on the day of sale, in increments of \$5,000 each. Increases or decreases may be made in any maturity. If any principal amounts are adjusted, the purchase price proposed will be adjusted to maintain the same gross spread per \$1,000.

TERM BOND OPTION

Bids for the Notes may contain a maturity schedule providing for any combination of serial bonds and term bonds, subject to mandatory redemption, so long as the amount of principal maturing or subject to mandatory redemption in each year conforms to the maturity schedule set forth above. All dates are inclusive.

INTEREST PAYMENT DATES AND RATES

Interest will be payable on June 1 and December 1 of each year, commencing June 1, 2017, to the registered owners of the Notes appearing of record in the bond register as of the close of business on the 15th day (whether or not a business day) of the immediately preceding month. Interest will be computed upon the basis of a 360-day year of twelve 30-day months and will be rounded pursuant to rules of the Municipal Securities Rulemaking Board. **The rate for any maturity may not be more than 1.00% less than the rate for any preceding maturity. (For example, if a rate of 4.50% is proposed for the 2019 maturity, then the lowest rate that may be proposed for any later maturity is 3.50%.)** All Notes of the same maturity must bear interest from date of issue until paid at a single, uniform rate. Each rate must be expressed in an integral multiple of 5/100 or 1/8 of 1%.

BOOK-ENTRY-ONLY FORMAT

Unless otherwise specified by the purchaser, the Notes will be designated in the name of Cede & Co., as nominee for The Depository Trust Company, New York, New York ("DTC"). DTC will act as securities depository for the Notes, and will be responsible for maintaining a book-entry system for recording the interests of its participants and the transfers of interests between its participants. The participants will be responsible for maintaining records regarding the beneficial interests of the individual purchasers of the Notes. So long as Cede & Co. is the registered owner of the Notes, all payments of principal and interest will be made to the depository which, in turn, will be obligated to remit such payments to its participants for subsequent disbursement to the beneficial owners of the Notes.

OPTIONAL REDEMPTION

At the option of the City, Notes maturing on or after June 1, 2024 shall be subject to redemption prior to maturity on June 1, 2023 and on any date thereafter, at a price of par plus accrued interest.

Redemption may be in whole or in part of the Notes subject to prepayment. If redemption is in part, the selection of the amounts and maturities of the Notes to be redeemed shall be at the discretion of the City. If only part of the Notes having a common maturity date are called for redemption, then the City or Paying Agent, if any, will notify DTC of the particular amount of such maturity to be redeemed. DTC will determine by lot the amount of each participant's interest in such maturity to be redeemed and each participant will then select by lot the beneficial ownership interest in such maturity to be redeemed.

Notice of such call shall be given by sending a notice by registered or certified mail, facsimile or electronic transmission, overnight delivery service or in any other manner required by DTC, not fewer than 30 days but not more than 60 days prior to the date fixed for redemption to the registered owner of each Note to be redeemed at the address shown on the registration books.

DELIVERY

On or about July 26, 2016, the Notes will be delivered without cost to the winning bidder at DTC. On the day of closing, the City will furnish to the winning bidder the opinion of bond counsel hereinafter described, an arbitrage certification, and certificates verifying that no litigation in any manner questioning the validity of the Notes is then pending or, to the best knowledge of officers of the City, threatened. Payment for the Notes must be received by the City at its designated depository on the date of closing in immediately available funds.

LEGAL OPINION

An opinion as to the validity of the Notes and the exemption from federal taxation of the interest thereon will be furnished by Quarles & Brady LLP, Bond Counsel to the City, and will be available at the time of delivery of the Notes. The legal opinion will be issued on the basis of existing law and will state that the Notes are valid and binding general obligations of the City; provided that the rights of the owners of the Notes and the enforceability of the Notes may be limited by bankruptcy, insolvency, reorganization, moratorium, and other similar laws affecting creditors' rights and by equitable principles (which may be applied in either a legal or equitable proceeding).

STATEMENT REGARDING BOND COUNSEL PARTICIPATION

Bond Counsel has not assumed responsibility for this Preliminary Official Statement or participated in its preparation (except with respect to the section entitled "TAX EXEMPTION" in the Preliminary Official Statement and the "FORM OF LEGAL OPINION" found in Appendix B).

SUBMISSION OF BIDS

Bids must not be for less than \$9,791,100 nor more than \$10,384,500 plus accrued interest on the principal sum of \$9,890,000 from date of original issue of the Notes to date of delivery. A signed bid form must be submitted to Ehlers prior to the time established above for the opening of bids as follows:

- 1) In a sealed envelope as described herein; or
- 2) A facsimile submission to Ehlers, Facsimile Number (651) 697-8555; or
- 3) Electronically via **PARITY** in accordance with this Notice of Sale until 11:00 A.M. Central Time, but no bid will be received after the time for receiving bids specified above. To the extent any instructions or directions set forth in **PARITY** conflict with this Notice of Sale, the terms of this Notice of Sale shall control. For further information about **PARITY**, potential bidders may contact Ehlers or i-Deal LLC at 1359 Broadway, 2nd Floor, New York, New York 10018, Telephone (212) 849-5021.

Bids must be submitted to Ehlers via one of the methods described above and must be received prior to the time established above for the opening of bids. Each bid must be unconditional except as to legality. Neither the City nor Ehlers shall be responsible for any failure to receive a facsimile submission.

A cashier's check in the amount of \$197,800 may be submitted contemporaneously with the bid or, alternatively, a good faith deposit in the amount of \$197,800 shall be made by the winning bidder by wire transfer of funds to **KleinBank, 1550 Audubon Road, Chaska, Minnesota, ABA No. 091915654 for credit: Ehlers & Associates Good Faith Account No. 3208138**. Such good faith deposit ("Deposit") shall be received by Ehlers no later than two hours after the bid opening time. The City reserves the right to award the Notes to a winning bidder whose wire transfer is initiated but not received by such time provided that such winning bidder's federal wire reference number has been received by such time. In the event the Deposit is not received as provided above, the City may award the Notes to the bidder submitting the next best bid provided such bidder agrees to such award. The Deposit will be retained by the City as liquidated damages if the bid is accepted and the Purchaser fails to comply therewith. The Deposit will be returned to the Purchaser at the closing for the Notes.

The City and the winning bidder who chooses to so wire the Deposit hereby agree irrevocably that Ehlers shall be the escrow holder of the Deposit wired to such account subject only to these conditions and duties: 1) All income earned thereon shall be retained by the escrow holder as payment for its expenses; 2) If the bid is not accepted, Ehlers shall, at its expense, promptly return the Deposit amount to the winning bidder; 3) If the bid is accepted, the Deposit

shall be returned to the winning bidder at the closing; 4) Ehlers shall bear all costs of maintaining the escrow account and returning the funds to the winning bidder; 5) Ehlers shall not be an insurer of the Deposit amount and shall have no liability hereunder except if it willfully fails to perform or recklessly disregards, its duties specified herein; and 6) FDIC insurance on deposits within the escrow account shall be limited to \$250,000 per bidder.

No bid can be withdrawn after the time set for receiving bids unless the meeting of the City scheduled for award of the Notes is adjourned, recessed, or continued to another date without award of the Notes having been made.

AWARD

The Notes will be awarded to the bidder offering the lowest interest rate to be determined on a True Interest Cost (TIC) basis. The City's computation of the interest rate of each bid, in accordance with customary practice, will be controlling. In the event of a tie, the sale of the Notes will be awarded by lot. The City reserves the right to reject any and all bids and to waive any informality in any bid.

BOND INSURANCE

If the Notes are qualified for any bond insurance policy, the purchase of such policy shall be at the sole option and expense of the winning bidder. Any cost for such insurance policy is to be paid by the winning bidder, except that, if the City requested and received a rating on the Notes from a rating agency, the City will pay that rating fee. Any rating agency fees not requested by the City are the responsibility of the winning bidder.

Failure of the municipal bond insurer to issue the policy after the Notes are awarded to the winning bidder shall not constitute cause for failure or refusal by the winning bidder to accept delivery of the Notes.

CUSIP NUMBERS

The City will assume no obligation for the assignment or printing of CUSIP numbers on the Notes or for the correctness of any numbers printed thereon, but will permit such numbers to be printed at the expense of the winning bidder, if the winning bidder waives any delay in delivery occasioned thereby.

QUALIFIED TAX-EXEMPT OBLIGATIONS

The City will designate the Notes as qualified tax-exempt obligations for purposes of Section 265(b)(3) of the Internal Revenue Code of 1986, as amended.

CONTINUING DISCLOSURE

In order to assist the underwriters in complying with the provisions of Rule 15c2-12 promulgated by the Securities and Exchange Commission under the Securities Exchange Act of 1934, as amended, the City will enter into an undertaking for the benefit of the holders of the Notes. A description of the details and terms of the undertaking is set forth in Appendix D of the Preliminary Official Statement.

INFORMATION FROM WINNING BIDDER

The winning bidder will be required to provide, in a timely manner, certain information relating to the initial offering prices of the Notes necessary to compute the yield on the Notes pursuant to the provisions of the Internal Revenue Code of 1986, as amended.

PRELIMINARY OFFICIAL STATEMENT

Bidders may obtain a copy of the Preliminary Official Statement relating to the Notes prior to the bid opening by request from Ehlers at www.ehlers-inc.com by connecting to the link to the Bond Sales. The Syndicate Manager will be provided with an electronic copy and up to 10 printed copies upon request of the Final Official Statement within seven business days of the bid acceptance. Additional copies of the Final Official Statement will be available at a cost of \$10.00 per copy.

Information for bidders and bid forms may be obtained from Ehlers at 3060 Centre Pointe Drive, Roseville, Minnesota 55113-1105, Telephone (651) 697-8500.

By Order of the Common Council

Ellen Clark, Clerk
City of Verona, Wisconsin

EXHIBIT B

Bid Tabulation

To be provided by Ehlers & Associates, Inc. and incorporated into the Resolution.

(See Attached)

**EHLERS**

LEADERS IN PUBLIC FINANCE

BID TABULATION**\$9,890,000* General Obligation Promissory Notes, Series 2016A****City of Verona, Wisconsin****SALE: June 27, 2016****AWARD: MESIROW FINANCIAL, INC.****Rating: Moody's Investor's Service "Aa2"****BBi: 3.18%**
Bank Qualified

NAME OF BIDDER	MATURITY (June 1)	RATE	REOFFERING YIELD	PRICE	NET INTEREST COST	TRUE INTEREST RATE
MESIROW FINANCIAL, INC. Chicago, Illinois	2017	2.000%	0.650%	\$10,107,340.20	\$702,747.82	1.3669%
	2018	2.000%	0.750%			
	2019	2.000%	0.850%			
	2020	2.000%	0.950%			
	2021	2.000%	1.050%			
	2022	2.000%	1.210%			
	2023	2.000%	1.340%			
	2024	1.450%	1.460%			
	2025	1.550%	1.580%			
	2026	1.700%	1.700%			
BOSC, INC. Dallas, Texas	2017	2.000%		\$10,184,903.85	\$719,076.71	1.3884%
	2018	2.000%				
	2019	2.000%				
	2020	2.000%				
	2021	2.000%				
	2022	2.000%				
	2023	2.000%				
	2024	2.000%				
	2025	2.000%				
	2026	2.000%				

* Subsequent to bid opening the issue size was decreased to \$9,755,000.

Adjusted Price - \$9,965,767.15

Adjusted Net Interest Cost - \$691,076.50

Adjusted TIC - 1.3696%



NAME OF BIDDER	MATURITY (June 1)	RATE	REOFFERING YIELD	PRICE	NET INTEREST COST	TRUE INTEREST RATE
BAIRD Milwaukee, Wisconsin	2017	2.000%		\$10,171,273.35	\$732,707.21	1.4161%
	2018	2.000%				
	2019	2.000%				
	2020	2.000%				
	2021	2.000%				
	2022	2.000%				
	2023	2.000%				
	2024	2.000%				
	2025	2.000%				
	2026	2.000%				
FTN FINANCIAL CAPITAL MARKETS Memphis, Tennessee	2017	2.000%		\$10,159,764.20	\$744,216.36	1.4395%
	2018	2.000%				
	2019	2.000%				
	2020	2.000%				
	2021	2.000%				
	2022	2.000%				
	2023	2.000%				
	2024	2.000%				
	2025	2.000%				
	2026	2.000%				
NORTHLAND SECURITIES, INC. Minneapolis, Minnesota	2017	2.000%		\$10,144,408.10	\$759,572.46	1.4707%
	2018	2.000%				
	2019	2.000%				
	2020	2.000%				
	2021	2.000%				
	2022	2.000%				
	2023	2.000%				
	2024	2.000%				
	2025	2.000%				
	2026	2.000%				
WELLS FARGO BANK, NATIONAL ASSOCIATION Charlotte, North Carolina	2017	2.000%		\$10,384,500.00	\$773,776.39	1.4783%
	2018	2.000%				
	2019	3.000%				
	2020	3.000%				
	2021	3.000%				
	2022	3.000%				
	2023	3.000%				
	2024	2.000%				
	2025	2.000%				
	2026	2.000%				



EXHIBIT C

Winning Bid

To be provided by Ehlers & Associates, Inc. and incorporated into the Resolution.

(See Attached)

BID FORM

The Common Council
City of Verona, Wisconsin

June 27, 2016

RE: \$9,890,000* General Obligation Promissory Notes, Series 2016A
DATED: July 26, 2016

For all or none of the above Notes in accordance with the Notice of Sale and terms of the Global Bond Entry System (unless otherwise specified by the Purchaser) as stated in this Official Statement, we will pay you \$ 10,107,340.20 (not less than \$9,151,000 nor more than \$10,384,500) plus accrued interest to date of delivery for fully registered Notes bearing interest rates and maturities in the stated years as follows:

<u>2.00</u>	% for	<u>2017</u>	<u>2.00</u>	% for	<u>2018</u>	<u>1.55</u>	% for	<u>2019</u>
<u>2.00</u>	% for	<u>2019</u>	<u>2.00</u>	% for	<u>2020</u>	<u>1.70</u>	% for	<u>2021</u>
<u>2.00</u>	% for	<u>2019</u>	<u>2.00</u>	% for	<u>2022</u>			
<u>2.00</u>	% for	<u>2020</u>	<u>1.45</u>	% for	<u>2025</u>			

* Total amount of interest to be received by the successful bidder is based on the assumption that the interest rate for the period from the date of the bid opening to the date of the bid opening is 1.50%. If the actual interest rate for the period from the date of the bid opening to the date of the bid opening is higher than 1.50%, the interest rate for the period from the date of the bid opening to the date of the bid opening shall be the actual interest rate for the period from the date of the bid opening to the date of the bid opening.

The City retains maturity may not be more than 100% less than the rate for any preceding maturity. For example, if a rate of 4.50% is proposed for the 2017 maturity, then the lowest rate that may be proposed for any later maturity is 3.50%. The same rule shall apply to all other maturities. The City shall have the right to award the Notes to the bidder submitting the next best bid provided such bidder agrees to such award. If our bid is not accepted, said deposit shall be promptly returned to us. If the good faith deposit is when to such escrow account, we agree to the conditions and duties of Ehlers & Associates, Inc., as escrow holder of the good faith deposit, pursuant to the Notice of Sale. This bid is for prompt acceptance and is conditional upon delivery of said Notes to The Depository Trust Company, New York, New York, in accordance with the Notice of Sale. Delivery is anticipated to be on or about July 26, 2016.

We enclose our good faith deposit in the amount of \$197,600, to be held by you pending delivery and payment. Alternatively, if we are the winning bidder, we will wire our good faith deposit to KleinBank, 1550 Audubon Road, Chaska, Minnesota, ABA No. 091915654 for credit: Ehlers & Associates Good Faith Account No. 3208138. Such good faith deposit shall be received by Ehlers & Associates no later than two hours after the bid opening time. The City reserves the right to award the Notes to a winning bidder whose wire transfer is initiated but not received by such time provided that such winning bidder's federal wire reference number has been received. In the event the Deposit is not received as provided above, the City may award the Notes to the bidder submitting the next best bid provided such bidder agrees to such award. If our bid is not accepted, said deposit shall be promptly returned to us. If the good faith deposit is when to such escrow account, we agree to the conditions and duties of Ehlers & Associates, Inc., as escrow holder of the good faith deposit, pursuant to the Notice of Sale. This bid is for prompt acceptance and is conditional upon delivery of said Notes to The Depository Trust Company, New York, New York, in accordance with the Notice of Sale. Delivery is anticipated to be on or about July 26, 2016.

This bid is subject to the City's agreement to enter into a written undertaking to provide continuing disclosure under Rule 15c2-12 promulgated by the Securities and Exchange Commission under the Securities Exchange Act of 1934 as described in the Preliminary Official Statement for this issue.

We have reviewed and received the Official Statement and have submitted our requests for additional information or corrections to the Final Official Statement. As Syndicate Manager, we agree to provide the City with the offering price of the Notes within 24 hours of the bid opening.

As syndicate manager: Mesirow Financial, Inc.

As agent: _____

Award will be on a true interest cost basis. According to our independent verification controlling in the award, the total debt proceeds available for the sale of the Notes will be \$10,107,340.20. The net proceeds of the sale of the Notes will be \$702,747.82 and the net interest cost will be \$1,386,345.40.

The foregoing offer is hereby accepted by and on behalf of the Common Council of the City of Verona, Wisconsin, on June 27, 2016.

By _____

By _____

* Subsequent to bid opening the Issue size was decreased to \$9,755,000.

Adjusted Price - \$9,965,767.15 Adjusted Net Interest Cost - \$691,076.50

Adjusted TIC - 1.3696%

EXHIBIT D-1

Pricing Summary

To be provided by Ehlers & Associates, Inc. and incorporated into the Resolution.

(See Attached)

City of Verona, Wisconsin

\$9,755,000 General Obligation Promissory Notes, Series 2016A

Issue Summary

July 26, 2016 Winning Bidder Mesirow Financial, Inc.

Pricing Summary

Maturity	Type of Bond	Coupon	Yield	Maturity Value	Price	Dollar Price
06/01/2017	Serial Coupon	2.000%	0.650%	800,000.00	101.138%	809,104.00
06/01/2018	Serial Coupon	2.000%	0.750%	1,270,000.00	102.288%	1,299,057.60
06/01/2019	Serial Coupon	2.000%	0.850%	1,285,000.00	103.227%	1,326,466.95
06/01/2020	Serial Coupon	2.000%	0.950%	945,000.00	103.956%	982,384.20
06/01/2021	Serial Coupon	2.000%	1.050%	965,000.00	104.477%	1,008,203.05
06/01/2022	Serial Coupon	2.000%	1.210%	985,000.00	104.446%	1,028,793.10
06/01/2023	Serial Coupon	2.000%	1.340%	1,010,000.00	104.303%	1,053,460.30
06/01/2024	Serial Coupon	1.450%	1.460%	820,000.00	99.925%	819,385.00
06/01/2025	Serial Coupon	1.550%	1.580%	835,000.00	99.752%	832,929.20
06/01/2026	Serial Coupon	1.700%	1.700%	840,000.00	100.000%	840,000.00
Total	-	-	-	\$9,755,000.00	-	\$9,999,783.40

Bid Information

Par Amount of Bonds	\$9,755,000.00
Reoffering Premium or (Discount)	244,783.40
Gross Production	\$9,999,783.40
Total Underwriter's Discount (0.349%)	\$(34,016.25)
Bid (102.161%)	9,965,767.15
Total Purchase Price	\$9,965,767.15
Bond Year Dollars	\$49,764.65
Average Life	5.101 Years
Average Coupon	1.8122173%
Net Interest Cost (NIC)	1.3886895%
True Interest Cost (TIC)	1.3696607%

EXHIBIT D-2

Debt Service Schedule and Irrepealable Tax Levies

To be provided by Ehlers & Associates, Inc. and incorporated into the Resolution.

(See Attached)

City of Verona, Wisconsin

\$9,755,000 General Obligation Promissory Notes, Series 2016A

Issue Summary

July 26, 2016 Winning Bidder Mesirow Financial, Inc.

Debt Service Schedule

Date	Principal	Coupon	Interest	Total P+I	Fiscal Total
07/26/2016	-	-	-	-	-
06/01/2017	800,000.00	2.000%	156,153.65	956,153.65	-
12/01/2017	-	-	84,156.25	84,156.25	1,040,309.90
06/01/2018	1,270,000.00	2.000%	84,156.25	1,354,156.25	-
12/01/2018	-	-	71,456.25	71,456.25	1,425,612.50
06/01/2019	1,285,000.00	2.000%	71,456.25	1,356,456.25	-
12/01/2019	-	-	58,606.25	58,606.25	1,415,062.50
06/01/2020	945,000.00	2.000%	58,606.25	1,003,606.25	-
12/01/2020	-	-	49,156.25	49,156.25	1,052,762.50
06/01/2021	965,000.00	2.000%	49,156.25	1,014,156.25	-
12/01/2021	-	-	39,506.25	39,506.25	1,053,662.50
06/01/2022	985,000.00	2.000%	39,506.25	1,024,506.25	-
12/01/2022	-	-	29,656.25	29,656.25	1,054,162.50
06/01/2023	1,010,000.00	2.000%	29,656.25	1,039,656.25	-
12/01/2023	-	-	19,556.25	19,556.25	1,059,212.50
06/01/2024	820,000.00	1.450%	19,556.25	839,556.25	-
12/01/2024	-	-	13,611.25	13,611.25	853,167.50
06/01/2025	835,000.00	1.550%	13,611.25	848,611.25	-
12/01/2025	-	-	7,140.00	7,140.00	855,751.25
06/01/2026	840,000.00	1.700%	7,140.00	847,140.00	-
12/01/2026	-	-	-	-	847,140.00
Total	\$9,755,000.00	-	\$901,843.65	\$10,656,843.65	-

Yield Statistics

Bond Year Dollars	\$49,764.65
Average Life	5.101 Years
Average Coupon	1.8122173%
Net Interest Cost (NIC)	1.3886895%
True Interest Cost (TIC)	1.3696607%
Bond Yield for Arbitrage Purposes	1.2991011%
All Inclusive Cost (AIC)	1.5070800%

IRS Form 8038

Net Interest Cost	1.2927170%
Weighted Average Maturity	5.083 Years

EXHIBIT E

(Form of Note)

REGISTERED	UNITED STATES OF AMERICA	DOLLARS
	STATE OF WISCONSIN	
	DANE COUNTY	
NO. R- _____	CITY OF VERONA	\$ _____
	GENERAL OBLIGATION PROMISSORY NOTE, SERIES 2016A	

MATURITY DATE:	ORIGINAL DATE OF ISSUE:	INTEREST RATE:	CUSIP:
June 1, _____	July 26, 2016	_____ %	_____

DEPOSITORY OR ITS NOMINEE NAME: CEDE & CO.

PRINCIPAL AMOUNT: _____ THOUSAND DOLLARS
(\$ _____)

FOR VALUE RECEIVED, the City of Verona, Dane County, Wisconsin (the "City"), hereby acknowledges itself to owe and promises to pay to the Depository or its Nominee Name (the "Depository") identified above (or to registered assigns), on the maturity date identified above, the principal amount identified above, and to pay interest thereon at the rate of interest per annum identified above, all subject to the provisions set forth herein regarding redemption prior to maturity. Interest shall be payable semi-annually on June 1 and December 1 of each year commencing on June 1, 2017 until the aforesaid principal amount is paid in full. Both the principal of and interest on this Note are payable to the registered owner in lawful money of the United States. Interest payable on any interest payment date shall be paid by wire transfer to the Depository in whose name this Note is registered on the Bond Register maintained by the City Clerk or City Treasurer (the "Fiscal Agent") or any successor thereto at the close of business on the 15th day of the calendar month next preceding the semi-annual interest payment date (the "Record Date"). This Note is payable as to principal upon presentation and surrender hereof at the office of the Fiscal Agent.

For the prompt payment of this Note together with interest hereon as aforesaid and for the levy of taxes sufficient for that purpose, the full faith, credit and resources of the City are hereby irrevocably pledged.

This Note is one of an issue of Notes aggregating the principal amount of \$9,755,000, all of which are of like tenor, except as to denomination, interest rate, maturity date and redemption provision, issued by the City pursuant to the provisions of Section 67.12(12), Wisconsin Statutes, for public purposes including paying the cost of 2016 capital improvement projects such as space needs projects, public works transportation projects, public works equipment, project costs of

Tax Incremental District No. 4 and water and sewer projects and refunding obligations of the City, including interest on them, all as authorized by resolutions of the Common Council duly adopted by said governing body at meetings held on May 23, 2016 and June 27, 2016. Said resolutions are recorded in the official minutes of the Common Council for said dates.

The Notes maturing on June 1, 2024 and thereafter are subject to redemption prior to maturity, at the option of the City, on June 1, 2023 or on any date thereafter. Said Notes are redeemable as a whole or in part, and if in part, from maturities selected by the City and within each maturity, by lot (as selected by the Depository), at the principal amount thereof, plus accrued interest to the date of redemption.

In the event the Notes are redeemed prior to maturity, as long as the Notes are in book-entry-only form, official notice of the redemption will be given by mailing a notice by registered or certified mail, overnight express delivery, facsimile transmission, electronic transmission or in any other manner required by the Depository, to the Depository not less than thirty (30) days nor more than sixty (60) days prior to the redemption date. If less than all of the Notes of a maturity are to be called for redemption, the Notes of such maturity to be redeemed will be selected by lot. Such notice will include but not be limited to the following: the designation, date and maturities of the Notes called for redemption, CUSIP numbers, and the date of redemption. Any notice provided as described herein shall be conclusively presumed to have been duly given, whether or not the registered owner receives the notice. The Notes shall cease to bear interest on the specified redemption date provided that federal or other immediately available funds sufficient for such redemption are on deposit at the office of the Depository at that time. Upon such deposit of funds for redemption the Notes shall no longer be deemed to be outstanding.

It is hereby certified and recited that all conditions, things and acts required by law to exist or to be done prior to and in connection with the issuance of this Note have been done, have existed and have been performed in due form and time; that the aggregate indebtedness of the City, including this Note and others issued simultaneously herewith, does not exceed any limitation imposed by law or the Constitution of the State of Wisconsin; and that a direct annual irrepealable tax has been levied sufficient to pay this Note, together with the interest thereon, when and as payable.

This Note has been designated by the Common Council as a "qualified tax-exempt obligation" pursuant to the provisions of Section 265(b)(3) of the Internal Revenue Code of 1986, as amended.

This Note is transferable only upon the books of the City kept for that purpose at the office of the Fiscal Agent, only in the event that the Depository does not continue to act as depository for the Notes, and the City appoints another depository, upon surrender of the Note to the Fiscal Agent, by the registered owner in person or his duly authorized attorney, together with a written instrument of transfer (which may be endorsed hereon) satisfactory to the Fiscal Agent duly executed by the registered owner or his duly authorized attorney. Thereupon a new fully registered Note in the same aggregate principal amount shall be issued to the new depository in exchange therefor and upon the payment of a charge sufficient to reimburse the City for any tax,

fee or other governmental charge required to be paid with respect to such registration. The Fiscal Agent shall not be obliged to make any transfer of the Notes (i) after the Record Date, (ii) during the fifteen (15) calendar days preceding the date of any publication of notice of any proposed redemption of the Notes, or (iii) with respect to any particular Note, after such Note has been called for redemption. The Fiscal Agent and City may treat and consider the Depository in whose name this Note is registered as the absolute owner hereof for the purpose of receiving payment of, or on account of, the principal or redemption price hereof and interest due hereon and for all other purposes whatsoever. The Notes are issuable solely as negotiable, fully-registered Notes without coupons in the denomination of \$5,000 or any integral multiple thereof.

No delay or omission on the part of the owner hereof to exercise any right hereunder shall impair such right or be considered as a waiver thereof or as a waiver of or acquiescence in any default hereunder.

IN WITNESS WHEREOF, the City of Verona, Dane County, Wisconsin, by its governing body, has caused this Note to be executed for it and in its name by the manual or facsimile signatures of its duly qualified Mayor and City Clerk; and to be sealed with its official or corporate seal, if any, all as of the original date of issue specified above.

CITY OF VERONA,
DANE COUNTY, WISCONSIN

By: _____
Jon H. Hochkammer
Mayor

(SEAL)

By: _____
Ellen Clark
City Clerk

ASSIGNMENT

FOR VALUE RECEIVED, the undersigned sells, assigns and transfers unto

(Name and Address of Assignee)

(Social Security or other Identifying Number of Assignee)

the within Note and all rights thereunder and hereby irrevocably constitutes and appoints _____, Legal Representative, to transfer said Note on the books kept for registration thereof, with full power of substitution in the premises.

Dated: _____

Signature Guaranteed:

COPY

(e.g. Bank, Trust Company
or Securities Firm)

(Depository or Nominee Name)

NOTICE: This signature must correspond with the name of the Depository or Nominee Name as it appears upon the face of the within Note in every particular, without alteration or enlargement or any change whatever.

(Authorized Officer)

EXHIBIT F

NOTICE OF FULL CALL*

Regarding

CITY OF VERONA
DANE COUNTY, WISCONSIN
GENERAL OBLIGATION CORPORATE PURPOSE BONDS, SERIES 2005
DATED JULY 1, 2005

NOTICE IS HEREBY GIVEN that the Bonds of the above-referenced issue which mature on the dates and in the amounts; bear interest at the rates; and have CUSIP Nos. as set forth below have been called by the City for prior payment on August 1, 2016 at a redemption price equal to 100% of the principal amount thereof plus accrued interest to the date of prepayment:

<u>Maturity Date</u>	<u>Principal Amount</u>	<u>Interest Rate</u>	<u>CUSIP No.</u>
02/01/2017	\$340,000	3.70%	925088KE5
02/01/2018	355,000	3.75	925088KF2
02/01/2019	370,000	3.85	925088KG0

The City shall deposit federal or other immediately available funds sufficient for such redemption at the office of The Depository Trust Company on or before August 1, 2016.

Said Bonds will cease to bear interest on August 1, 2016.

By Order of the
Common Council
City of Verona
City Clerk

Dated _____

* To be provided by facsimile transmission, registered or certified mail, or overnight express delivery to The Depository Trust Company, Attn: Supervisor, Call Notification Department, 570 Washington Blvd., Jersey City, NJ 07310, not less than thirty (30) days nor more than sixty (60) days prior to August 1, 2016 and to the MSRB electronically through the Electronic Municipal Market Access (EMMA) System website at www.emma.msrb.org. Notice shall also be provided to MBIA Insurance Corporation, or any successor, the bond insurer of the Bonds.