George K. Baum & Company
Investment Bankers Since 1928

# CLOSING MEMORANDUM

LOGAN
CITY UNITED IN SERVICE

## $70,000,000 Taxable Sewer Treatment Revenue Bonds Series 2016

To: Distribution List

From: Matt Dugdale

Date: March 29, 2016

Re: Closing Instructions

### 1. Closing Time and Location

**Date.....Thursday, March 31, 2016**

Time .....11:30 A.M. (Mountain)

Location .....Ballard Spahr LLP
201 South Main Street, Suite 800
Salt Lake City, Utah 84111

### 2. Series 2016 Bonds Detail

Dated/Delivery Date .....March 31, 2016

Principal Due .....Annually on August 1, 2021 – 2040.

## 3. Document Execution

Ballard Spahr LLP ("Bond Counsel") will prepare one single bond certificate and will make arrangements with City officials to secure their signatures on the certificate as well as on the other closing documents prior to the day of closing. Bond Counsel will then deliver the certificate to the State of Utah Department of Environmental Quality, Water Quality Board (the "Purchaser").

## 4. Maturity Schedule of the Series 2016 Bonds

| Due (Aug. 1) | Principal | Coupon | Due (Aug. 1) | Principal | Coupon |
|---|---|---|---|---|---|
| 2021 | $ 3,257,000 | 0.75% | 2031 | $ 3,510,000 | 0.75% |
| 2022 | 3,282,000 | 0.75% | 2032 | 3,536,000 | 0.75% |
| 2023 | 3,306,000 | 0.75% | 2033 | 3,563,000 | 0.75% |
| 2024 | 3,331,000 | 0.75% | 2034 | 3,589,000 | 0.75% |
| 2025 | 3,356,000 | 0.75% | 2035 | 3,616,000 | 0.75% |
| 2026 | 3,381,000 | 0.75% | 2036 | 3,643,000 | 0.75% |
| 2027 | 3,406,000 | 0.75% | 2037 | 3,671,000 | 0.75% |
| 2028 | 3,432,000 | 0.75% | 2038 | 3,698,000 | 0.75% |
| 2029 | 3,458,000 | 0.75% | 2039 | 3,726,000 | 0.75% |
| 2030 | 3,484,000 | 0.75% | 2040 | 3,755,000 | 0.75% |

## 5. Delivery of Initial Incremental Advance

On the day of closing, the Purchaser will initiate a wire transfer to Zions Bank, a Division of ZB, National Association (the "Trustee") in the amount of **$869,000.00**, which represents a loan origination fee plus **$169,000.00** for costs of issuance. The Purchaser will use the following wire instructions:

**Zions Bank, A Division of ZB, National Association**
Routing: 124000054
Account: 080000433
Attn: Dan Ellison
Re: Logan Sewer Treatment Revenue Bonds 2016

## 6. Use of Funds Details

One the day of closing, the Trustee will apply the **$869,000.00** initial incremental advance as follows:

1. Payment of Loan Origination Fee.....$700,000.00
2. Payment of Costs of Issuance (see *Paragraph 7* below).....169,000.00

TOTAL .....$869,000.00

## 7. Costs of Issuance

The Trustee has agreed to pay the costs of issuance pursuant to the First Supplemental Indenture after receipt of an invoice and approval by the City.