

CERTIFICATE AS TO RESOLUTION AND ADOPTING VOTE

I, the undersigned, being the duly qualified and acting recording officer of the City of Billings, Montana (the "City"), hereby certify that the attached resolution is a true copy of Resolution No. 01-17679, entitled: "RESOLUTION RELATING TO SPECIAL IMPROVEMENT DISTRICT NO. 1351; CREATING THE DISTRICT FOR THE PURPOSE OF UNDERTAKING CERTAIN LOCAL IMPROVEMENTS AND FINANCING THE COSTS THEREOF AND INCIDENTAL THERETO THROUGH THE ISSUANCE OF SPECIAL IMPROVEMENT DISTRICT BONDS SECURED BY THE CITY'S SPECIAL IMPROVEMENT DISTRICT REVOLVING FUND AND ESTABLISHING COMPLIANCE WITH REIMBURSEMENT BOND REGULATIONS UNDER THE INTERNAL REVENUE CODE" (the "Resolution"), on file in the original records of the City in my legal custody; that the Resolution was duly adopted by the City Council of the City at a meeting on February 26, 2001, and that the meeting was duly held by the City Council and was attended throughout by a quorum, pursuant to call and notice of such meeting given as required by law; and that the Resolution has not as of the date hereof been amended or repealed.

I further certify that, upon vote being taken on the Resolution at said meeting, the following Councilmembers voted in favor thereof: unanimous

_____ ; voted
against the same: none ; abstained from
voting thereon: none ; or were absent: _____
Bradley

WITNESS my hand officially this 26th day of February.

Marita Herold
Marita Herold, CMC/AE CITY CLERK

RESOLUTION NO. 01-17679

RESOLUTION RELATING TO SPECIAL IMPROVEMENT DISTRICT NO. 1351; CREATING THE DISTRICT FOR THE PURPOSE OF UNDERTAKING CERTAIN LOCAL IMPROVEMENTS AND FINANCING THE COSTS THEREOF AND INCIDENTAL THERETO THROUGH THE ISSUANCE OF SPECIAL IMPROVEMENT DISTRICT BONDS SECURED BY THE CITY'S SPECIAL IMPROVEMENT DISTRICT REVOLVING FUND AND ESTABLISHING COMPLIANCE WITH REIMBURSEMENT BOND REGULATIONS UNDER THE INTERNAL REVENUE CODE.

BE IT RESOLVED by the City Council of the City of Billings (the "City"), Montana, as follows:

Section 1. Passage of Resolution of Intention. This Council, on January 22, 2001, adopted Resolution No. 17656 (the "Resolution of Intention"), pursuant to which this Council declared its intention to create a special improvement district, designated as Special Improvement District No. 1351 of the City, under Montana Code Annotated, Title 7, Chapter 12, Parts 41 and 42, as amended, for the purpose of financing the costs of certain local improvements described generally therein (the "Improvements") and paying costs incidental thereto, including costs associated with the sale and the security of special improvement district bonds drawn on the District (the "Bonds"), the creating and administration of the District, the funding of a deposit to the City's Special Improvement District Revolving Fund (the "Revolving Fund").

Section 2. Notice and Public Hearing. Notice of passage of the Resolution of Intention was duly published and mailed in all respects in accordance with the law, and on February 26, 2001, this Council conducted a public hearing on the creation or extension of the District and the making of the Improvements. The meeting of this Council at which this resolution was adopted is the first regular meeting of the Council following the expiration of the period ended 15 days after the first date of publication of the notice of passage of the Resolution of Intention (the "Protest Period").

Section 3. Protests. Within the Protest Period, 16.4% protest was filed with the City Clerk and not withdrawn by the owners of property in the District subject to assessment for 100% of the total costs of the Improvements or representing 100% of the area of the District to be assessed for the cost of the Improvements. **The protest represents 16.4% of the assessed cost.**

Section 4. Creation of the District; Insufficiency of Protests. The District is hereby created on the terms and conditions set forth in, and otherwise in accordance with, the Resolution of Intention. The protests against the creation or extension of the District or the making of the Improvements filed during the Protest Period, if any, are hereby found to be insufficient. The findings and determinations made in the Resolution of Intention are hereby ratified and confirmed.

Section 5. Reimbursement Expenditures.

5.01. Regulations. The United States Department of Treasury has promulgated final regulations governing the use of proceeds of tax-exempt bonds, all or a portion of which are to be used to reimburse the City for project expenditures paid by the City prior to the date of issuance of such bonds. Those regulations (Treasury Regulations, Section 1.150-2) (the "Regulations") require that the City adopt a statement of official intent to reimburse an original expenditure not later than 60 days after payment of the original expenditure. The Regulations also generally require that the bonds be issued and the reimbursement allocation made from the proceeds of the bonds within 18 months (or three years, if the reimbursement bond issue qualifies for the "small issuer" exception from the arbitrage rebate requirement) after the later of (i) the date the expenditure is paid or (ii) the date the project is placed in service or abandoned, but (unless the issue qualifies for the "small issuer" exception from the arbitrage rebate requirement) in no event more than three years after the date the expenditure is paid. The Regulations generally permit reimbursement of capital expenditures and costs of issuance of the bonds.

5.02. Prior Expenditures. Other than (i) expenditures to be paid or reimbursed from sources other than the Bonds, (ii) expenditures permitted to be reimbursed under the transitional provision contained in Section 1.150-2 (j) (2) of the Regulations, (iii) expenditures constituting preliminary expenditures within the meaning of Section 1.150-2 (f) (2) of the Regulations, or (iv) expenditures in a "de minimus" amount (as defined in Section 1.150-2 (f) (1) of the Regulations), no expenditures for the Improvements have been paid by the City before the date 60 days before the date of adoption of this resolution.

5.03. Declaration of Intent. The City reasonably expects to reimburse the expenditures made for costs for the Improvements out of the proceeds of Bonds in an estimated maximum aggregate principal amount of **\$131,000** after the date of payment of all or a portion of the costs of the Improvements. All reimbursed expenditures shall be capital expenditures, a cost of issuance of the Bonds or other expenditures eligible for reimbursement under Section 1.150-2 (d) (3) of the Regulations.

5.04. Budgetary Matters. As of the date hereof, there are not City funds reserved, allocated on a long-term basis or otherwise set aside (or reasonably expected to be reserved, allocated on a long-term basis or otherwise set aside) to provide permanent financing for the expenditures related to the Improvements, other than pursuant to the issuance of the Bonds. The statement of intent contained in this resolution, therefore, is determined to be consistent with the City's budgetary and financial circumstances as they exist or are reasonably foreseeable on the date hereof.

5.05. Reimbursement Allocations. The City's financial officer shall be responsible for making the "reimbursement allocations" described in the Regulations, being generally the transfer of the appropriate amount of proceeds of the Bonds to reimburse the source of temporary financing used by the City to make prior payment of the costs of the Improvements. Each allocation shall be evidenced by an entry on the official books and records of the City maintained for the Bonds or the Improvements and shall specifically identify the actual original expenditure being reimbursed.

PASSED AND ADOPTED by the City Council of the City of Billings, Montana, this 26th day of February 2001.



THE CITY OF BILLINGS:

BY Charles F. Tooley
Charles F. Tooley MAYOR

ATTEST:

BY Marita Herold
Marita Herold, CMC/AAE CITY CLERK

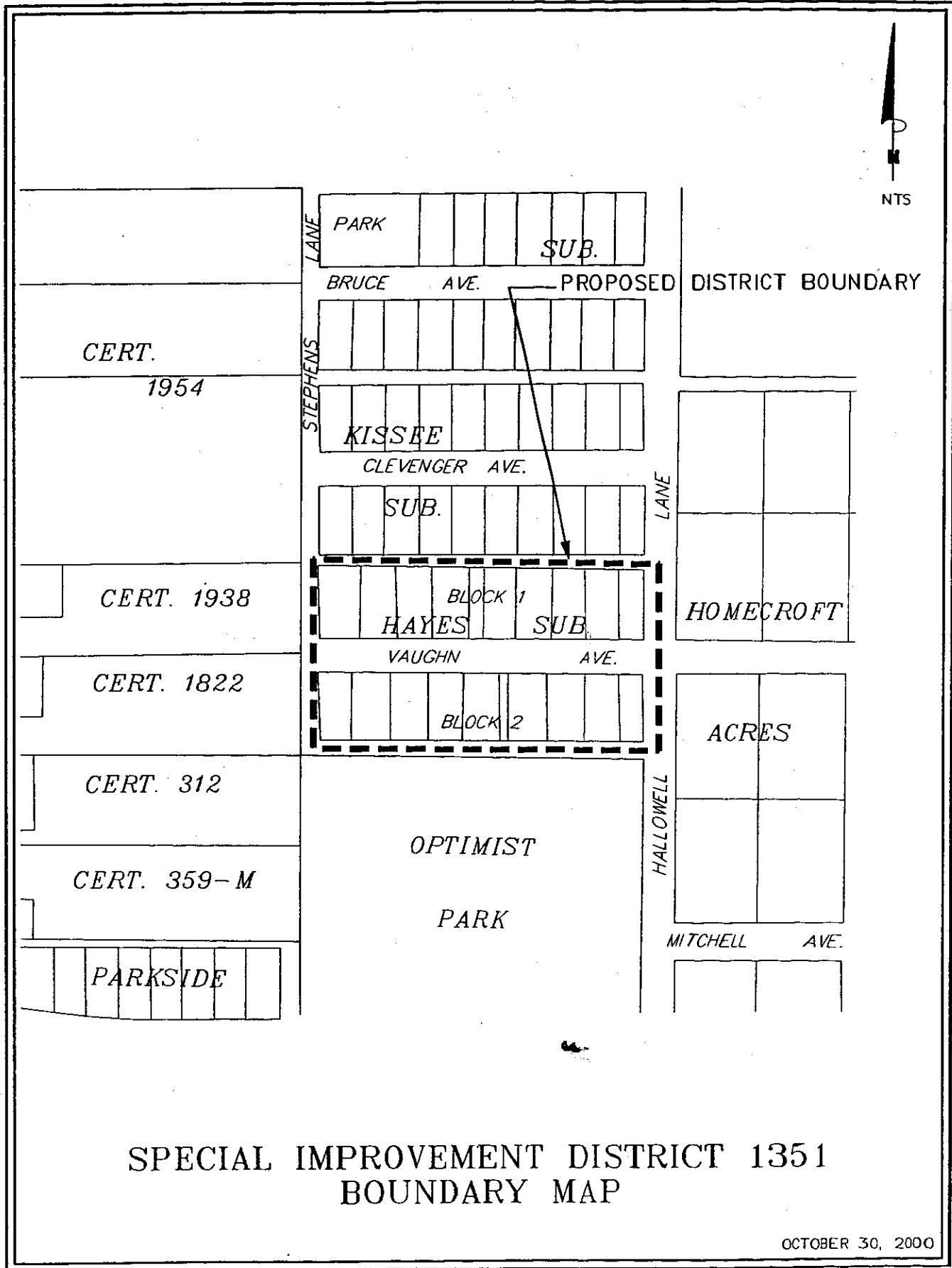
ENGINEER'S ANALYSIS OF PROBABLE CONSTRUCTION COST
 VAUGHN AVENUE IMPROVEMENTS
 SPECIAL IMPROVEMENT DISTRICT NO. 1351

I. SPECIAL IMPROVEMENT DISTRICT CONSTRUCTION COSTS

Project Element	Unit	Estimated Quantity	Unit Cost	Total Cost
Mobilization (5%)	L.S.	1	\$4,000.00	\$4,000.00
Taxes, Bonds & Insurance (5%)	L.S.	1	\$4,000.00	\$4,000.00
Curb and Gutter Removal	LF	1,200	\$2.50	\$3,000.00
Concrete Flatwork Removal	SY	170	\$7.00	\$1,190.00
New Curb and Gutter	LF	1,200	\$12.50	\$15,000.00
New Drive Approaches	SF	2,000	\$4.50	\$9,000.00
Excavate Existing Base Course - 15" Depth	SY	2,200	\$3.00	\$6,600.00
Crushed Base Course - 12" Depth	SY	2,200	\$5.00	\$11,000.00
Bituminous Surface Course - 3" Depth	SY	2,200	\$10.00	\$22,000.00
Concrete Valley Gutter (3' x 6")	SY	200	\$9.00	\$1,800.00
Adjust Existing Manholes to Grade	EA	3	\$400.00	\$1,200.00
Adjust Existing Valve Boxes to Grade	EA	1	\$200.00	\$200.00
Type A Surface Restoration - Asphalt	SY	100	\$25.00	\$2,500.00
Type B Surface Restoration - Lawn	SY	670	\$10.00	\$6,700.00
PCC Handicapped Pedestrian Ramps	EA	2	\$300.00	\$600.00
Subtotal				\$88,790.00
Contingency (10%)				\$8,900.00
Estimated Construction Cost				\$97,690.00



NTS



SPECIAL IMPROVEMENT DISTRICT 1351
BOUNDARY MAP

OCTOBER 30, 2000

LEGAL DESCRIPTION
VAUGHN AVENUE – STREET IMPROVEMENTS
SPECIAL IMPROVEMENT DISTRICT NO. 1351

BEING LOCATED IN THE NE $\frac{1}{4}$, SECTION 9, TOWNSHIP 1 SOUTH, RANGE 26 EAST, PRINCIPLE MERIDIAN OF MONTANA, YELLOWSTONE COUNTY, MONTANA.

A tract of land consisting of Block 1 and Block 2 of the Hayes Subdivision being more particularly described as following to wit:

Beginning at a point which is the Southeast corner of the SW $\frac{1}{4}$ NE $\frac{1}{4}$, Section 9, T.1S., R. 26 E., P.M.M.; thence N $89^{\circ} 39'$ W along the South line of said SW $\frac{1}{4}$ NE $\frac{1}{4}$, a distance of 661.5 feet; thence due North a distance of 330.66 feet to the South line of Kissee Subdivision; thence S $89^{\circ} 42'$ E along the South line of Kissee Subdivision a distance of 661.5 feet; thence due South along the East line of said SW $\frac{1}{4}$ NE $\frac{1}{4}$ a distance of 331.32 feet to the point of beginning, said tract is known and designated as Hayes Subdivision. Excepting from the above bounded area all public street and alley and alley rights-of-way as shown on the official plats on file in the Yellowstone County Courthouse.

DESCRIPTION OF IMPROVEMENTS
VAUGHN AVENUE IMPROVEMENTS
SPECIAL IMPROVEMENT DISTRICT NO. 1351

This project will construct street improvements consisting of curb and gutter, handicap accessible ramps and new base course and asphalt paving on Vaughn Avenue between Hallowell Lane and Stephens Lane. The improvements will serve the residential lots Blocks 1 and 2 in the Hayes Subdivision.

The subdivision was established in 1958. Curb-gutter and sidewalks have since been constructed, however, the street has never been paved. Poor drainage has caused the concrete curb and gutter to settle in numerous places requiring complete replacement. The poor drainage has also contributed to the deterioration of the existing gravel base course. The street becomes dusty when dry and numerous chuckholes fill with water when wet. The proposed improvements will bring the curbs at the intersection of Vaughn Avenue and Hallowell Lane into compliance with ADA requirements for handicapped access to sidewalks, reduce dust and/or muddy conditions and provide for better storm water drainage.

CITY OF BILLINGS - SPECIAL IMPROVEMENT DISTRICT ASSESSMENT DATA
PART I - OWNERSHIP INFORMATION

SID Number: 1351

SID Description: Vaughn Avenue Improvements

Date: November 2, 2000

TAX CODE NUMBER	OWNER AS OF LAST TAX ROLL MAILING ADDRESS	LEGAL DESCRIPTION (SUBDIVISION / LOT / BLOCK)	ASSESSMENT AREA (SQUARE FEET)
A-8582	Anton J. Ott 2526 Arlene Street Billings, MT 59102-1105	Hayes Subdivision Lots 1 & 2, Block 1	15,188
A-8583	Jace D. Henman 4213 Vaughn Lane Billings, MT 59101-5021	Hayes Subdivision Amnd. Lot 3A, Block 1	8,437
A-8583A	Marvin Beartusk Carla Beartusk 4219 Vaughn Lane Billings, MT 59101-5021	Hayes Subdivision Amnd. Lot 4A, Block 1	8,437
A-8584	Louis H. Plouffe Dorothy J. Plouffe 4229 Vaughn Lane Billings, MT 59101-5021	Hayes Subdivision The west 45 feet of Lot 5 and east 30 feet of Lot 6, Block 1	9,375
A-8585	Margaret L. Johnson 4249 Vaughn Lane Billings, MT 59101-5021	Hayes Subdivision Amnd. Lot 7A, Block 1	8,375

**CITY OF BILLINGS - SPECIAL IMPROVEMENT DISTRICT ASSESSMENT DATA
PART I - OWNERSHIP INFORMATION**

SID Number: 1351

SID Description: Vaughn Avenue Improvements

Date: November 2, 2000

TAX CODE NUMBER	OWNER AS OF LAST TAX ROLL MAILING ADDRESS	LEGAL DESCRIPTION (SUBDIVISION / LOT / BLOCK)	ASSESSMENT AREA (SQUARE FEET)
A-8586	Ervin T. Mettler Sharon L. Mettler 4263 Vaughn Lane Billings, MT 59101-5021	Hayes Subdivision Amnd. Lot 8A, Block 1	8,375
A-8587	Robert L. Morse Sandra D. Morse 4267 Vaughn Lane Billings, MT 59101-5021	Hayes Subdivision Amnd. Lot 9A, Block 1	8,375
A-8587A	Ronald J. Hudson 4273 Vaughn Lane Billings, MT 59101-5021	Hayes Subdivision Amnd. Lot 10A, Block 1	8,625
A-8588	Clarence Wandler, Trustee Kathryn K. Wandler, Trustee 1142 Nutter Blvd. Billings, MT 59105-2244	Hayes Subdivision Lots 1 & 2, Block 2	15,337
A-8588A	James W. Stensland Louise L. Stensland 4210 Vaughn Lane Billings, MT 59101-5020	Hayes Subdivision Amnd. Lot 3 and the east 15 feet of Lot 4, Block 2	9,458

**CITY OF BILLINGS - SPECIAL IMPROVEMENT DISTRICT ASSESSMENT DATA
PART I - OWNERSHIP INFORMATION**

SID Number: 1351

SID Description: Vaughn Avenue Improvements

Date: November 2, 2000

TAX CODE NUMBER	OWNER AS OF LAST TAX ROLL MAILING ADDRESS	LEGAL DESCRIPTION (SUBDIVISION / LOT / BLOCK)	ASSESSMENT AREA (SQUARE FEET)
A-85888B	Vera L. Brougher 4218 Vaughn Lane Billings, MT 59101-5020	Hayes Subdivision Amnd. The west 45 feet of Lot 4 and the east 35 feet of Lot 5, Block 2	10,086
A-85889	Nadimne Fischer 4226 Vaughn Lane Unit 1 Billings, MT 59101-5020	Hayes Subdivision Amnd. Optimist Park Townhomes, Unit 1 Lots 6A, 7A, 8A, Blk 2 (1/6) (W. 25' old lot 5 and lots 6 - 9)	4,094
A-8589A	Kama Morast 4228 Vaughn Lane Unit 2 Billings, MT 59101-5020	Hayes Subdivision Amnd. Optimist Park Townhomes, Unit 2 Lots 6A, 7A, 8A, Blk 2 (1/6) (W. 25' old lot 5 and lots 6 - 9)	4,094
A-8589B	Deborah A. Rudow RR #1, Box 35 Joliet, MT 59041-9703	Hayes Subdivision Amnd. Optimist Park Townhomes, Unit 3 Lots 6A, 7A, 8A, Blk 2 (1/6) (W. 25' old lot 5 and lots 6 - 9)	4,094
A-8589C	Maurice Propp 3107 S. 68th Street West Billings, MT 59106-4251	Hayes Subdivision Amnd. Optimist Park Townhomes, Unit 4 Lots 6A, 7A, 8A, Blk 2 (1/6) (W. 25' old lot 5 and lots 6 - 9)	4,094

CITY OF BILLINGS - SPECIAL IMPROVEMENT DISTRICT ASSESSMENT DATA
PART I - OWNERSHIP INFORMATION

SID Number: 1351

SID Description: Vaughn Avenue Improvements

Date: November 2, 2000

TAX CODE NUMBER	OWNER AS OF LAST TAX ROLL MAILING ADDRESS	LEGAL DESCRIPTION (SUBDIVISION / LOT / BLOCK)	ASSESSMENT AREA (SQUARE FEET)
A-8590	Gerald W. Barbula Cynthia M. Barbula 4262 Vaughn Lane Unit 5 Billings, MT 59101-5020	Hayes Subdivision Amnd. Optinist Park Townhomes, Unit 5 Lots 6A, 7A, 8A, Blk 2 (1/6) (W. 25' old lot 5 and lots 6 - 9)	4,094
A-8589D	Melinda K. Propp 425 V Street Port Townsend, WA 98368-3547	Hayes Subdivision Amnd. Optinist Park Townhomes, Unit 6 Lots 6A, 7A, 8A, Blk 2 (1/6) (W. 25' old lot 5 and lots 6 - 9)	4,094
A-8590A	Robin J. Robbins 4278 Vaughn Lane Billings, MT 59101-5020	Hayes Subdivision Amnd. Lot 9A, Block2	6,827
A-8590B	James R. Schaubert, Jr. Julie C. Schaubert 4282 Vaughn Lane Billings, MT 59101-5020	Hayes Subdivision Amnd. Lot 10, Block 2	7,570
Total Assessment Area			151,029

CITY OF BILLINGS
 SPECIAL IMPROVEMENTS DISTRICT
 VAUGHN AVENUE IMPROVEMENTS
 PART III - ASSESSMENT DATA

SID COSTS
 Estimated From Preliminary Plans
 Estimated From Bid Prices
 Final Per Actual Construction

Date: 11/28/00
 S.I.D. Number: 1351
 Completed By: Craig Canfield
 Consulting Firm: Interstate Engineering

Tax Code	Assessment No. 1 General Street Improvements			Assessment No. 2 Additional Curb and Gutter			Assessment No. 3 Drive Approach			Assessment No. 4 Water Service			Assessment No. 5 Additional Sidewalk			Assessment No. 6 Alley Improvements			Total Project Assessment
	Area (s.f.)	Unit Cost	Total Cost	Area (s.f.)	Unit Cost	Total Cost	Area (s.f.)	Unit Cost	Total Cost	Area (s.f.)	Unit Cost	Total Cost	Qty. (s.f.)	Unit Cost	Total Cost	Qty. (s.f.)	Unit Cost	Total Cost	
A-8882	16,186	\$0.86738309	\$13,173.81																\$13,173.81
A-8883	8,437	\$0.86738309	\$7,318.11																\$7,318.11
A-8883 A	8,437	\$0.86738309	\$7,318.11																\$7,318.11
A-8884	9,378	\$0.86738309	\$8,131.72																\$8,131.72
A-8885	8,375	\$0.86738309	\$7,264.38																\$7,264.38
A-8886	8,375	\$0.86738309	\$7,264.33																\$7,264.33
A-8887	8,376	\$0.86738309	\$7,264.33																\$7,264.33
A-8887 A	8,028	\$0.86738309	\$7,481.18																\$7,481.18
A-8888	16,337	\$0.86738309	\$13,303.05																\$13,303.05
A-8888 A	9,488	\$0.86738309	\$8,203.71																\$8,203.71
A-8888 B	10,086	\$0.86738309	\$8,748.43																\$8,748.43
A-8889	4,094	\$0.86738309	\$3,551.07																\$3,551.07
A-8889 A	4,094	\$0.86738309	\$3,551.07																\$3,551.07
A-8889 B	4,094	\$0.86738309	\$3,551.07																\$3,551.07
A-8889 C	4,094	\$0.86738309	\$3,551.07																\$3,551.07
A-8890	4,094	\$0.86738309	\$3,551.07																\$3,551.07
A-8890 D	4,094	\$0.86738309	\$3,551.07																\$3,551.07
A-8890 A	8,027	\$0.86738309	\$7,866.39																\$7,866.39
A-8890 B	7,570	\$0.86738309	\$6,668.09																\$6,668.09
TOTAL	151,029		\$131,000.00																\$131,000.00

**CITY OF BILLINGS
RECOMMENDED BONDING COST ANALYSIS
SPECIAL IMPROVEMENT DISTRICT NO. 1351**

Submitted By: Interstate Engineering, Inc.

Date: October 30, 2000

SID Costs: Estimated X
 As Bid

Special Improvement District No: 1351

Nature of Improvements: Construction of street improvements.

Locations: Vaughn Avenue in the Hayes Subdivision, Blocks 1 and 2, in the SW 1/4 NE 1/4 of Section 9, T1S, R26E, P.P.M. in Billings, Montana.

Bids Received: _____

Successful Bidder(s): _____

CONSTRUCTION

General Street Improvements	\$88,790.00	
Special Additions Requested by Property Owners	\$0.00	
Subtotal	<u>\$88,790.00</u>	
Contingency (10%)	\$8,900.00	
Total Construction Costs	<u>\$97,690.00</u>	
Less Project Contributions Other Funding Sources	\$0.00	
Total Construction Costs To Be Bonded		\$97,690.00

CITY AND PROFESSIONAL FEES

Creation Document Preparation	\$0.00	
Final Engineering and Contract Document Preparation	\$6,500.00	
Construction Administration	\$7,500.00	
Material Testing During Construction	\$1,600.00	
Public Works Administration Fee (2.5% of SID Construction)	\$2,442.00	
Finance Dept. Administration Fee (2.5% of SID Construction)	\$2,442.00	
Advance Costs (Bid Advertisement and Misc.)	\$1,000.00	
Subtotal City and Professional Fees	<u>\$21,484.00</u>	
Less Project Contributions Other Funding Sources	\$0.00	
Total City and Professional Fees To Be Bonded		\$21,484.00

CITY OF BILLINGS
 RECOMMENDED BONDING COST ANALYSIS
 SPECIAL IMPROVEMENT DISTRICT NO. 1351

BOND SALE COSTS

Bond Number $\{(Const. + Fees) / 0.915\} =$	130,245		
Bond Fee (Bond Number X 3.5%)		\$4,559.00	
Revolving Fund Contribution (Bond Number X 5%)		\$6,512.00	
	Subtotal Bond Sale Costs		\$11,071.00

SUMMARY OF PROJECT BONDING COSTS

SID Construction	\$97,690.00
City and Professional Fees	\$21,484.00
Bond Sale Costs	\$11,071.00
Subtotal	\$130,245.00
Roundoff	\$755.00
Recommended Bond Sale	\$131,000.00

Bonds Awarded To: _____

Interest Rate: _____

Date of Bonds: _____

Bonds: _____ at \$ _____

Total Issue: _____

Premium: _____

Bonds to be paid annually commencing on January 1, ____ and shall mature on January 1, ____.

Approved this _____ day of _____, 2000.

 Director of Finance

 City Engineer

 Engineer for the District

**CERTIFICATE OF CONSULTANT
SPECIAL IMPROVEMENT DISTRICT NO. 1351**

The undersigned, being the Consultant for the City of Billings (the City) for Special Improvement District No. 1351 (the District) and with respect thereto we have entered into a consulting agreement (the Agreement) with the City dated _____.

Pursuant to the Agreement and in our capacity as Consultant, we have prepared and provided to the City the following:

Exhibit A – Engineer's Analysis of Probable Construction Cost

Exhibit B - Special Improvement District Boundary Map

Exhibit C - Legal Description of the District

Exhibit D - Description of the Improvements

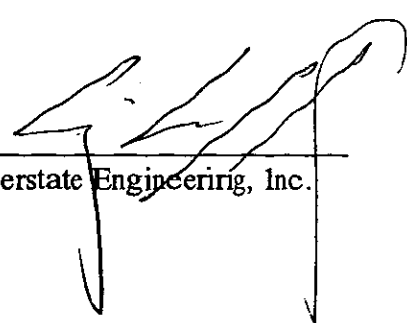
Assessment Data, Part I - A listing of each of the properties, by tax code number, proposed to be assessed for the improvements to be constructed in the District.

Assessment Data, Part II - A summary of the Special Improvement District assessment data.

Assessment Data, Part III - The estimated assessments for each property in the District.

With respect to the foregoing, we hereby certify as follows: i) the District Map accurately depicts all lots, parcels and tracts of land in the District thereof; ii) the boundaries of the District as reflected on the District Map correspond to the legal description of the District attached as Exhibit C; iii) the District includes only those properties that, in our professional judgment, derive a special benefit from the improvements; iv) the improvements to be constructed by the District are accurately described in Exhibit D; v) the Assessment Data, Part I lists the names and addresses of all property owners to whom notice of the intention to create the District must be mailed under Montana Code Annotated, Section 7-12-4106(2); vi) the Assessment Data, Part III enumerates by tax code number all lots, tracts and parcels of property in the District and accurately states the principal amount of the assessment estimated to be assessed thereupon, calculated in accordance with the method of assessment adopted in the resolution of intention to create the District.

Dated this 3 day of November, 2000


Interstate Engineering, Inc.

Page 1 of 1

**CITY OF BILLINGS
 RECOMMENDED BONDING COST ANALYSIS
 SPECIAL IMPROVEMENT DISTRICT NO. 1351**

Submitted By: Interstate Engineering, Inc.

Date: October 30, 2000

SID Costs: Estimated X
 As Bid

Special Improvement District No: 1351

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Special Additions Requested by Property Owners	\$0.00	
	Subtotal	\$88,790.00
	Contingency (10%)	\$8,900.00
	Total Construction Costs	\$97,690.00
Less Project Contributions Other Funding Sources	\$0.00	
	Total Construction Costs To Be Bonded	\$97,690.00

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Final Engineering and Contract Document Preparation	\$6,500.00	
Construction Administration	\$7,500.00	
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Public Works Administration Fee (2.5% of SID Construction)	\$2,442.00	
Finance Dept. Administration Fee (2.5% of SID Construction)	\$2,442.00	
Advance Costs (Bid Advertisement and Misc.)	\$1,000.00	
	Subtotal City and Professional Fees	\$21,484.00
Less Project Contributions Other Funding Sources	\$0.00	
	Total City and Professional Fees To Be Bonded	\$21,484.00

CITY OF BILLINGS
 RECOMMENDED BONDING COST ANALYSIS
 SPECIAL IMPROVEMENT DISTRICT NO. 1351

BOND SALE COSTS

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Bond Fee (Bond Number X 3.5%)			\$4,559.00
Revolving Fund Contribution (Bond Number X 5%)			\$6,512.00
		Subtotal Bond Sale Costs	<u>\$11,071.00</u>

SUMMARY OF PROJECT BONDING COSTS

SID Construction	\$97,690.00
City and Professional Fees	\$21,484.00
Bond Sale Costs	\$11,071.00
Subtotal	<u>\$130,245.00</u>
Roundoff	\$755.00
Recommended Bond Sale	<u>\$131,000.00</u>

Bonds Awarded To: _____

Interest Rate: _____

Date of Bonds: _____

Bonds: _____ at \$ _____

Total Issue: _____

Premium: _____

Bonds to be paid annually commencing on January 1, _____ and shall mature on January 1, _____.

Approved this _____ day of _____, 2000.

 Director of Finance

 City Engineer

 Engineer for the District