

★ Roll Call Number

Agenda Item Number

54

May 5, 2008

Date

RESOLUTION DIRECTING THE ADVERTISEMENT
FOR SALE OF \$24,055,000 GENERAL OBLIGATION
BONDS, SERIES 2008D, AND \$6,325,000 GENERAL
OBLIGATION BONDS, SERIES 2008E (URBAN
RENEWAL)

WHEREAS, the City of Des Moines, Iowa is in need of funds to pay costs of certain projects included within the 2008-2009 Capital Improvements Program budget of the City, including the construction, reconstruction, improvement and repair of bridges and viaducts; the acquisition of equipment for the Fire Department; the abatement of nuisances, including underground storage tank removal; the rehabilitation and improvement of City parks, including the construction, acquisition and improvement of recreational facilities, equipment, trails, buildings, and other park improvements, public space amenities or attractions located in City parks; the construction and repair of cemetery facilities and improvements; the construction, reconstruction and repair of sidewalks; the construction, reconstruction and repair of streets and related street, storm sewer and streetscape improvements and the acquisition of public rights of way for the same, including street widening, paving and intersection improvements; the acquisition, installation and repair of traffic control devices and signals; and the funding of programs to provide for or assist in the acquisition or restoration of housing, essential corporate purpose projects, and it is deemed necessary and advisable that the City issue general obligation bonds for said purposes as authorized by Section 384.25 of the City Code of Iowa;

WHEREAS, pursuant to notice published as required by Section 384.25, this Council has held a public meeting and hearing on April 21, 2008 upon the proposal to institute proceedings for the issuance of not to exceed \$20,740,000 in principal amount of general obligation bonds for the above described purposes, and all objections, if any, to such Council action made by any resident or property owner of said City were received and considered by the Council; and it is the decision of the Council that additional action be taken for the issuance of said bonds for such purposes, and that such action is considered to be in the best interests of said City and the residents thereof;

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WHEREAS, the City of Des Moines, Iowa also is in need of funds to pay costs of aiding in the planning, undertaking and carrying out of urban renewal project activities under the authority of Chapter 403 of the Code of Iowa and the Urban Renewal Plans for the Metro Center Urban Renewal Project Area and the Southeast Agribusiness Urban Renewal Area, including the acquisition, construction and equipping of a Fire Department Logistics and Training Facility, the improvement of Principal Park Stadium, and the construction, reconstruction and repair of street, streetscape and skywalk system improvements, including Downtown street restoration, High Street realignment, SE 6th Avenue widening, and Riverpoint West street improvements, essential corporate purpose projects, and it is deemed necessary and advisable that the City issue general obligation bonds for said purposes as authorized by Section 403.12 of the Code of Iowa;

WHEREAS, pursuant to notice published as required by Sections 403.12 and 384.24(3)(q), this Council has held a public meeting and hearing on April 21, 2008 upon the proposal to institute proceedings for the issuance of not to exceed \$6,425,000 in principal amount of general obligation bonds for the above described purposes; and no petition was filed in the manner provided by Section 362.4 of the City Code of Iowa, pursuant to the provisions of Section 403.12, and all objections, if any, to such Council action made by any resident or property owner of said City were received and considered by the Council;

WHEREAS, the City of Des Moines, Iowa also is in need of funds to pay costs of the equipping and improving of City library facilities, including library collection additions and replacements, general corporate purpose projects, and it is deemed necessary and advisable that the City issue general obligation bonds for said purposes as authorized by Section 384.26 of the City Code of Iowa;

WHEREAS, pursuant to notice published as required by Section 384.26(5), this Council has held a public meeting and hearing on April 21, 2008 upon the proposal to institute proceedings for the issuance of not to exceed \$620,000 in principal amount of general obligation bonds for the above described purposes; and no petition was filed in the manner provided by Section 362.4 of the City Code of Iowa, pursuant to the provisions of Section 384.26(5), and all objections, if any, to such Council action made

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by any resident or property owner of said City were received and considered by the Council; and it is the decision of the Council that additional action be taken for the issuance of said bonds for such purposes, and that such action is considered to be in the best interests of said City and the residents thereof;

WHEREAS, the City of Des Moines, Iowa also is in need of funds to pay costs of the improvement, repair and remodeling of Fire Station No. 4, and the acquisition and installation of enterprise resource planning system software programs for various City departments, general corporate purpose projects, and it is deemed necessary and advisable that the City issue general obligation bonds for said purposes as authorized by Section 384.26 of the City Code of Iowa;

WHEREAS, pursuant to notice published as required by Section 384.26(5), this Council has held a public meeting and hearing on April 21, 2008 upon the proposal to institute proceedings for the issuance of not to exceed \$475,000 in principal amount of general obligation bonds for the above described purposes; and no petition was filed in the manner provided by Section 362.4 of the City Code of Iowa, pursuant to the provisions of Section 384.26(5), and all objections, if any, to such Council action made by any resident or property owner of said City were received and considered by the Council; and it is the decision of the Council that additional action be taken for the issuance of said bonds for such purposes, and that such action is considered to be in the best interests of said City and the residents thereof;

WHEREAS, the City of Des Moines, Iowa also is in need of funds to pay costs of the improvement, repair and remodeling of City buildings and facilities, general corporate purpose projects, and it is deemed necessary and advisable that the City issue general obligation bonds for said purposes as authorized by Section 384.26 of the City Code of Iowa;

WHEREAS, pursuant to notice published as required by Section 384.26(5), this Council has held a public meeting and hearing on April 21, 2008 upon the proposal to institute proceedings for the issuance of not to exceed \$945,000 in principal amount of general obligation bonds for the above described purposes; and no petition was filed in

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the manner provided by Section 362.4 of the City Code of Iowa, pursuant to the provisions of Section 384.26(5), and all objections, if any, to such Council action made by any resident or property owner of said City were received and considered by the Council; and it is the decision of the Council that additional action be taken for the issuance of said bonds for such purposes, and that such action is considered to be in the best interests of said City and the residents thereof;

WHEREAS, the City of Des Moines, Iowa also is in need of funds to pay costs of the improvement of Blank Park Zoo and community centers, the repair and renovation of swimming pools and aquatic centers, and the construction of a clubhouse facility at Grandview Golf Course, general corporate purpose projects, and it is deemed necessary and advisable that the City issue general obligation bonds for said purposes as authorized by Section 384.26 of the City Code of Iowa;

WHEREAS, pursuant to notice published as required by Section 384.26(5), this Council has held a public meeting and hearing on April 21, 2008 upon the proposal to institute proceedings for the issuance of not to exceed \$800,000 in principal amount of general obligation bonds for the above described purposes; and no petition was filed in the manner provided by Section 362.4 of the City Code of Iowa, pursuant to the provisions of Section 384.26(5), and all objections, if any, to such Council action made by any resident or property owner of said City were received and considered by the Council; and it is the decision of the Council that additional action be taken for the issuance of said bonds for such purposes, and that such action is considered to be in the best interests of said City and the residents thereof;

WHEREAS, the City of Des Moines, Iowa also is in need of funds to pay costs of the acquisition and installation of system and equipment upgrades, extensions and enhancements to the City's enterprise communications and data management systems, including voice systems and data and communications infrastructure, general corporate purpose projects, and it is deemed necessary and advisable that the City issue general obligation bonds for said purposes as authorized by Section 384.26 of the City Code of Iowa;

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WHEREAS, pursuant to notice published as required by Section 384.26(5), this Council has held a public meeting and hearing on April 21, 2008 upon the proposal to institute proceedings for the issuance of not to exceed \$975,000 in principal amount of general obligation bonds for the above described purposes; and no petition was filed in the manner provided by Section 362.4 of the City Code of Iowa, pursuant to the provisions of Section 384.26(5), and all objections, if any, to such Council action made by any resident or property owner of said City were received and considered by the Council; and it is the decision of the Council that additional action be taken for the issuance of said bonds for such purposes, and that such action is considered to be in the best interests of said City and the residents thereof;

WHEREAS, pursuant to Section 384.28 of the City Code of Iowa, it is deemed appropriate that the general obligation bonds being issued for the purposes hereinabove described be combined for purposes of issuance and sale as two separate series of bonds (together, the "Bonds") in the aggregate principal amounts as hereinafter set forth; and

WHEREAS, a preliminary form of Official Statement has been prepared for the purpose of offering the Bonds for sale to the public; and

WHEREAS, it is appropriate that the form of the preliminary Official Statement be approved and deemed final and, upon completion of the same, that the preliminary Official Statement be used in connection with the offering of the Bonds for sale to the public; and

WHEREAS, the Council has received information from its Financial Consultant evaluating and recommending the procedure hereinafter described for electronic internet bidding to maintain the integrity and security of the competitive bidding process and to facilitate the delivery of bids by interested parties; and

WHEREAS, the Council deems it in the best interests of the City and the residents thereof to receive bids to purchase such Bonds by means of both sealed and electronic internet communication.

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Date

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF DES MOINES, IOWA:

Section 1. That the receipt of electronic bids for the Bonds through the PARITY[®] competitive bidding system described in the Notice of Bond Sale are hereby found and determined to provide reasonable security and to maintain the integrity of the competitive bidding process, and to facilitate the delivery of bids by interested parties in connection with the offering of the Bonds at public sale.

Section 2. That the preliminary Official Statement in the form presented to this meeting be and the same hereby is approved as to form and deemed final for purposes of Rule 15c2-12 of the Securities and Exchange Commission, subject to such revisions, corrections or modifications as the Finance Director/Treasurer, upon the advice of bond counsel and the City's financial consultant, shall determine to be appropriate, and is authorized to be distributed thereafter in connection with the offering of the Bonds for sale.

Section 3. That the Clerk be and is hereby directed to publish a notice of sale of said Bonds at least once, not less than four clear days nor more than twenty days before the date of the sale. Publication shall be made in The Des Moines Register, a legal newspaper, printed wholly in the English language, published within the county in which the Bonds are to be offered for sale or an adjacent county. Said notice shall be given pursuant to Chapter 75 of the Code of Iowa, and shall state that this Council, on the 4th day of June, 2008, at 4:30 o'clock P.M., will hold a meeting to receive and act upon bids for said Bonds; said notice to be in substantially the following form:

.....
Date May 5, 2008
.....

NOTICE OF BOND SALE

Time and Place of Sealed Bids: Sealed bids for the sale of Bonds of the City of Des Moines, Iowa, will be received at the office of the Finance Director/Treasurer, City Hall, 400 Robert D. Ray Drive, in the City of Des Moines, Iowa (the "Issuer") at 11:00 o'clock A.M., on the 4th day of June, 2008. The bids will then be publicly opened and referred for action to the meeting of the City Council as stated below.

Manner of Bidding: Open bids will not be received. Bids will be received in any of the following methods:

- Sealed Bidding: Sealed bids may be submitted and will be received at the office of the Finance Director/Treasurer, City Hall, Des Moines, Iowa
- Electronic Internet Bidding: Electronic internet bids will be received at the office of the Finance Director/Treasurer, Des Moines, Iowa. The bids must be submitted through the PARITY[®] competitive bidding system.

Consideration of Bids: After the time for receipt of bids has passed, the close of sealed bids will be announced. Sealed bids will then be publicly opened and announced. Finally, electronic internet bids will be accessed and announced.

Sale and Award: The sale and award of the Bonds will be held at the Council Chambers, City Hall, 400 Robert D. Ray Drive, Des Moines, Iowa, at a meeting of the City Council on the above date at 4:30 o'clock P.M.

The Bonds: The Bonds to be offered are the following:

GENERAL OBLIGATION BONDS, SERIES 2008D, in the amount of \$24,055,000, to be dated the date of delivery.

GENERAL OBLIGATION BONDS, SERIES 2008E (Urban Renewal), in the amount of \$6,325,000, to be dated the date of delivery.

(each of such series being referred to herein as the "Bonds").

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Official Statement: The Issuer has issued an Official Statement of information pertaining to the Bonds to be offered, including a statement of the Terms of Offering and an Official Bid Form for each series of Bonds, which is incorporated by reference as a part of this notice. The Official Statement may be obtained by request addressed to the Finance Director/Treasurer, City Hall, 400 Robert D. Ray Drive, Des Moines, Iowa 50309 (telephone: 515/283-4844) or the financial consultant to the City, Public Financial Management, Inc., 2600 Grand Avenue, Des Moines, Iowa 50312 (telephone: 515/243-2600).

Terms of Offering: All bids shall be in conformity with and the sale shall be in accord with the Terms of Offering as set forth in the Official Statement.

Legal Opinion: Said Bonds will be sold subject to the opinion of Ahlers & Cooney, P.C., Attorneys of Des Moines, Iowa, as to the legality and their opinion will be furnished together with the printed Bonds without cost to the purchaser and all bids will be so conditioned. Except to the extent necessary to issue their opinion as to the legality of the Bonds, the attorneys will not examine or review or express any opinion with respect to the accuracy or completeness of documents, materials or statements made or furnished in connection with the sale, issuance or marketing of the Bonds. The opinion will be printed on the back of the Bonds.

Rights Reserved: The right is reserved to reject any or all bids, and to waive any irregularities as deemed to be in the best interests of the public.

By order of the City Council of the City of Des Moines, Iowa.

City Clerk of the City of Des Moines, Iowa

Published in The Des Moines Register on _____, 2008.

(End of Notice)

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.....
 May 5, 2008
Date

Moved by: _____ to adopt.

Form approved: _____
 Deputy City Attorney

DCORNELL/ 576287.1 /MSWord\10387215

COUNCIL ACTION	YEAS	NAYS	PASS	ABSENT
COWNIE				
COLEMAN				
HENSLEY				
KIERNAN				
MAHAFFEY				
MEYER				
VLASSIS				
TOTAL				

CERTIFICATE

I, DIANE RAUH, City Clerk of said City hereby certify that at a meeting of the City Council of said City of Des Moines, held on the above date, among other proceedings the above was adopted.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed my seal the day and year first above written.

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MOTION CARRIED APPROVED

 Mayor

 City Clerk

PRELIMINARY OFFICIAL STATEMENT DATED MAY 15, 2008

New Issues

Ratings: Applications Made

Assuming compliance with certain covenants, in the opinion of Ahlers & Cooney, P.C., Bond Counsel, under present law 1) interest on the Bonds paid to the owners thereof is not included in gross income for purposes of present Federal income taxation to the extent and subject to such exceptions as more fully discussed in the section "Tax Exemption and Related Considerations" herein, and 2) interest on the Series 2008E Bonds paid to the owners thereof is not included in gross income for purposes of Iowa State personal and corporate (but not franchise) income taxes.

CITY OF DES MOINES, IOWA

\$24,555,000 General Obligation Bonds, Series 2008D

\$6,325,000 General Obligation Bonds, Series 2008E (Urban Renewal)

BIDS RECEIVED: Wednesday, June 4, 2008, 11:00 o'clock A.M., Central Time

AWARD: Wednesday, June 4, 2008, 4:30 o'clock P.M., Central Time

The \$24,555,000 General Obligation Bonds, Series 2008D (the "Series 2008D Bonds") and the \$6,325,000 General Obligation Bonds, Series 2008E (Urban Renewal) (the "Series 2008E Bonds") (collectively the "Bonds") are being issued pursuant to Division III of Chapter 384 and Section 403.12 of the Code of Iowa, and resolutions to be adopted by the City Council of the City of Des Moines, Iowa (the "City"). Proceeds of the Bonds will be used to finance various improvements listed within the City's recommended 2008/2009 through 2013/2014 Capital Improvements Program. The improvements include bridge and viaduct, fire protection, library, municipal buildings, park, sidewalks, street, traffic control and neighborhood and economic development. The Bonds will be general obligations of the City for which the City will pledge its power to levy direct ad valorem taxes to the repayment of the Bonds. It is anticipated that the debt service on the Series 2008E Bonds will be abated with annual tax increment revenues generated within the City's Urban Renewal Districts.

The Bonds will be issued as fully registered Bonds without coupons and, when issued, will be registered in the name of Cede & Co., as nominee of The Depository Trust Company ("DTC"). DTC will act as securities depository for the Bonds. Individual purchases may be made in book-entry form only, in the principal amount of \$5,000 and integral multiples thereof. Purchasers will not receive certificates representing their interest in the Bonds purchased. Principal and interest on the Bonds will be paid to DTC by the City Finance Director/Treasurer as Registrar and Paying Agent, which will in turn remit such principal and interest to its participants for subsequent disbursements to the beneficial owners of the Bonds as described herein.

Table with 2 main columns: SERIES 2008D BONDS and SERIES 2008E BONDS. Rows include DATE OF BONDS, MATURITY, INTEREST, REDEMPTION, MINIMUM BID, GOOD FAITH DEPOSIT, and TAX MATTERS. The maturity section contains two sub-tables with columns for Year and Amount.

The Bonds are offered, subject to prior sale, withdrawal or modification, when, as and if issued and subject to the legal opinion of Ahlers & Cooney, P.C., Bond Counsel, of Des Moines, Iowa, to be furnished upon delivery of the Bonds. It is expected that the Bonds will be available for delivery on or about June 23, 2008. This Official Statement will be further supplemented by offering prices, interest rates, aggregate principal amount, principal amount per maturity, anticipated delivery date and underwriter, together with any other information required by law, and shall constitute a "Final Official Statement" of the City with respect to the Bonds, as defined in Rule 15c2-12.

This Preliminary Official Statement and the information contained herein are subject to completion, amendment or other change without notice. The Bonds may not be sold nor may offers to buy be accepted prior to the time the Preliminary Official Statement is delivered in final form. Under no circumstances shall this Preliminary Official Statement constitute an offer to sell or the solicitation of an offer to buy, nor shall there be any sale of the Bonds in any jurisdiction in which such offer, solicitation or sale would be unlawful prior to registration or qualification under the applicable securities laws of any such jurisdiction.

COMPLIANCE WITH S.E.C. RULE 15c2-12

Municipal obligations (issued in an aggregate amount over \$1,000,000) are subject to General Rules and Regulations, Securities Exchange Act of 1934, Rule 15c2-12 Municipal Securities Disclosure.

Preliminary Official Statement: This Preliminary Official Statement was prepared for the City for dissemination to prospective bidders. Its primary purpose is to disclose information regarding the Bonds to prospective bidders in the interest of receiving competitive bids in accordance with the Notice of Bond Sale and Terms of Offering contained herein. Unless an addendum is received prior to the sale, this document shall be deemed the "Near Final Official Statement".

Review Period: This Preliminary Official Statement has been distributed to members of the legislative body and other public officials of the City as well as to prospective bidders for an objective review of its disclosure. Comments or omissions or inaccuracies must be submitted to Public Financial Management at least two business days prior to the sale. Requests for additional information or corrections in the Preliminary Official Statement received on or before this date will not be considered a qualification of a bid received. If there are any changes, corrections or additions to the Preliminary Official Statement, prospective bidders will be informed by an addendum at least one business day prior to the sale.

Final Official Statement: Upon award of sale of the Bonds, the legislative body will authorize the preparation of a Final Official Statement that includes the offering prices, interest rates, aggregate principal amount, principal amount per maturity, anticipated delivery date and other information required by law and the identity of the Syndicate Manager and Syndicate Members. Copies of the Final Official Statement will be delivered to the underwriter (Syndicate Manager) within seven business days following the bid acceptance.

REPRESENTATIONS

No dealer, broker, salesperson or other person has been authorized by the City to give any information or to make any representations, other than those contained in the Preliminary Official Statement. This Preliminary Official Statement does not constitute any offer to sell or the solicitation of an offer to buy, nor shall there be any sale of the Bonds by any person, in any jurisdiction in which it is unlawful for such person to make such offer, solicitation or sale. The information, estimates and expressions of opinion herein are subject to change without notice and neither the delivery of this Preliminary Official Statement nor any sale made hereunder, shall, under any circumstances, create any implication that there has been no change in the affairs of the City since the date hereof. This Preliminary Official Statement is submitted in connection with the sale of the securities referred to herein and may not be reproduced or used, in whole or in part, for any other purpose.

This Preliminary Official Statement and any addenda thereto were prepared relying on information of the City and other sources, which are believed to be reliable.

Bond Counsel has not participated in the preparation of this Preliminary Official Statement and is not expressing any opinion as to the completeness or accuracy of the information contained therein.

Compensation of Public Financial Management payable entirely by the City is contingent upon the sale of the issues.

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City of Des Moines, Iowa

Mayor/City Council

T.M. Franklin Cownie	Mayor
Christopher J. Coleman	Council Member – At Large
Michael Kiernan	Council Member – At Large
Thomas D. Vlassis	Council Member – Ward 1
Robert L. Mahaffey	Council Member – Ward 2
Christine Hensley	Council Member – Ward 3
Brian Meyer	Council Member – Ward 4

Administration

Richard A. Clark, City Manager
Merrill Stanley, Deputy City Manager
Allen McKinley, Finance Director/Treasurer
Diane Rauh, City Clerk

Corporation Counsel

Bruce E. Bergman

Bond Counsel

Ahlers & Cooney, P.C.
Des Moines, Iowa

Financial Advisor

Public Financial Management
Des Moines, Iowa

NOTICE OF BOND SALE

Time and Place of Sealed Bids: Sealed bids for the sale of bonds of the City of Des Moines, Iowa, will be received at the office of the Finance Director/Treasurer, City Hall, 400 Robert D. Ray Drive, in the City of Des Moines, Iowa (the "Issuer") at 11:00 o'clock A.M., on the 4th day of June, 2008. The bids will then be publicly opened and referred for action to the meeting of the City Council as stated below.

Manner of Bidding: Open bids will not be received. Bids will be received in any of the following methods:

- Sealed Bidding: Sealed bids may be submitted and will be received at the office of the Finance Director/Treasurer, City Hall, Des Moines, Iowa
- Electronic Internet Bidding: Electronic internet bids will be received at the office of the Finance Director/Treasurer, Des Moines, Iowa. The bids must be submitted through the PARITY[®] competitive bidding system.

Consideration of Bids: After the time for receipt of bids has passed, the close of sealed bids will be announced. Sealed bids will then be publicly opened and announced. Finally, electronic internet bids will be accessed and announced.

Sale and Award: The sale and award of the bonds will be held at the Council Chambers, City Hall, 400 Robert D. Ray Drive, Des Moines, Iowa, at a meeting of the City Council on the above date at 4:30 o'clock P.M.

The Bonds: The bonds to be offered are the following:

GENERAL OBLIGATION BONDS, SERIES 2008D, in the amount of \$24,555,000, to be dated the date of delivery.

GENERAL OBLIGATION BONDS, SERIES 2008E (Urban Renewal), in the amount of \$6,325,000, to be dated the date of delivery.

(each of such series being referred to herein as the "Bonds").

Official Statement: The Issuer has issued an Official Statement of information pertaining to the Bonds to be offered, including a statement of the Terms of Offering and an Official Bid Form for each series of Bonds, which is incorporated by reference as a part of this notice. The Official Statement may be obtained by request addressed to the Finance Director/Treasurer, City Hall, 400 Robert D. Ray Drive, Des Moines, Iowa 50309 (telephone: 515/283-4844) or the financial consultant to the City, Public Financial Management, Inc., 2600 Grand Avenue, Des Moines, Iowa 50312 (telephone: 515/243-2600).

Terms of Offering: All bids shall be in conformity with and the sale shall be in accord with the Terms of Offering as set forth in the Official Statement.

Legal Opinion: Said Bonds will be sold subject to the opinion of Ahlers & Cooney, P.C., Attorneys of Des Moines, Iowa, as to the legality and their opinion will be furnished together with the printed bonds without cost to the purchaser and all bids will be so conditioned. Except to the extent necessary to issue their opinion as to the legality of the Bonds, the attorneys will not examine or review or express any opinion with respect to the accuracy or completeness of documents, materials or statements made or furnished in connection with the sale, issuance or marketing of the Bonds. The opinion will be printed on the back of the Bonds.

Rights Reserved: The right is reserved to reject any or all bids, and to waive any irregularities as deemed to be in the best interests of the public.

By order of the City Council of the City of Des Moines, Iowa.

City Clerk of the City of Des Moines, Iowa

TERMS OF OFFERING

CITY OF DES MOINES, IOWA

In addition to the provisions of the official Notice of Bond Sale, this section sets forth the description of certain of the terms of the Bonds as well as the terms of offering with which all bidders and bid proposals are required to comply, as follows:

DETAILS OF THE SERIES 2008D BONDS

General Obligation Bonds, Series 2008D (the "Series 2008D Bonds"), in the principal amount of \$24,555,000 to be dated the date of delivery in the denomination of \$5,000 or multiples thereof, and to mature June 1, as follows:

<u>Year</u>	<u>Amount</u>	<u>Year</u>	<u>Amount</u>
2010	\$715,000	2020	\$1,295,000
2011	925,000	2021	1,355,000
2012	955,000	2022	1,420,000
2013	985,000	2023	1,490,000
2014	1,020,000	2024	1,565,000
2015	1,055,000	2025	1,645,000
2016	1,095,000	2026	1,730,000
2017	1,140,000	2027	1,820,000
2018	1,190,000	2028	1,915,000
2019	1,240,000		

DETAILS OF THE SERIES 2008E BONDS

General Obligation Bonds, Series 2008E (Urban Renewal) (the "Series 2008E Bonds"), in the principal amount of \$6,325,000 to be dated the date of delivery in the denomination of \$5,000 or multiples thereof, and to mature June 1, as follows:

<u>Year</u>	<u>Amount</u>	<u>Year</u>	<u>Amount</u>
2009	\$305,000	2017	\$425,000
2010	335,000	2018	445,000
2011	345,000	2019	465,000
2012	355,000	2020	490,000
2013	365,000	2021	510,000
2014	380,000	2022	535,000
2015	395,000	2023	565,000
2016	410,000		

OPTIONAL REDEMPTION

Series 2008D Bonds and Series 2008E Bonds (collectively the "Bonds") due after June 1, 2016 will be subject to call for prior redemption on said date or on any date thereafter upon terms of par plus accrued interest to date of call.

INTEREST

Interest on the Bonds will be payable on December 1, 2008 and semiannually on the 1st day of June and December thereafter. Interest will be computed on the basis of a 360-day year of twelve 30-day months and will be rounded pursuant to rules of the MSRB.

BOOK-ENTRY-ONLY SYSTEM

The Bonds will be issued by means of a book-entry-only system with no physical distribution of certificates made to the public. The Bonds will be issued in fully registered form and one certificate, representing the aggregate principal amount of the Bonds maturing in each year will be registered in the name of Cede & Co. as nominee of The Depository Trust Company ("DTC"), New York, New York, which will act as securities depository of the Bonds. Individual purchases of the Bonds may be made in the principal amount of \$5,000 or any multiple thereof of a single maturity through book entries made on the books and records of DTC and its participants. Principal and interest are payable by the City to DTC or its nominee as registered owner of the Bonds. Transfer of principal and interest payments to participants of DTC will be the responsibility of DTC; transfer of principal and interest payments to beneficial owners by participants will be the responsibility of such participants and other nominees of beneficial owners. The successful bidder, as a condition of delivery of the Bonds, will be required to deposit the certificates with DTC.

GOOD FAITH DEPOSITS

A Good Faith Deposit ("Deposit") in the form of a certified or cashier's check or a Financial Surety Bond in the amount of \$245,550 for the Series 2008D Bonds and \$63,250 for the Series 2008E Bonds, payable to the order of the City, is required for each bid to be considered. If a check is used, it must accompany each bid. If a Financial Surety Bond is used, it must be from an insurance company licensed to issue such a Financial Surety Bond in the State of Iowa, and such Financial Surety Bond must be submitted to the City or its financial advisor (the "Financial Advisor") prior to the opening of the bids. The Financial Surety Bond must identify each bidder whose Deposit is guaranteed by such Financial Surety Bond. If the Bonds are awarded to a bidder utilizing a Financial Surety Bond (the "Purchaser(s)"), then that Purchaser is required to submit its Deposit to the City in the form of a cashier's check (or wire transfer in such amount to the City as instructed by the City or its Financial Advisor) not later than 3:30 P.M. Central Time on the next business day following the award. If such Deposit is not received by that time, the Financial Surety Bond may be drawn by the City to satisfy the Deposit requirement. No interest on the Deposit will accrue to the Purchaser(s). The Deposit will be applied to the purchase price of each respective series of the Bonds. In the event the Purchaser(s) fails to honor its accepted bid, the City will retain the Deposit.

FORM OF BIDS AND AWARD

All bids shall be unconditional for each series of Bonds for a price not less than \$24,311,000 for the Series 2008D Bonds and \$6,261,750 for the Series 2008E Bonds plus accrued interest, and shall specify the rate or rates of interest in conformity to the limitations set forth under "RATES OF INTEREST" herein. Bids must be submitted on or in substantial compliance with the Official Bid Forms provided by the City. The Bonds will be awarded to the bidder(s) offering the lowest interest rate to be determined on a true interest cost (the "TIC") basis. The TIC shall be determined by the "present value method", i.e., by ascertaining the semiannual rate, compounded semi-annually, necessary to discount as of the dated date of the Bonds, the amount payable on each interest payment date and on each stated maturity date or earlier mandatory redemption, so that the aggregate of such amounts will equal the aggregate purchase prices offered therefore. The TIC shall be stated in terms of an annual percentage rate and shall be that rate of interest, which is twice the semiannual rate so ascertained (also known as the "Canadian Method"). The TIC shall be as determined by the Financial Advisor based on the Terms of Offering and all amendments, and on the bids as submitted. The Financial Advisor's computation of the TIC of each bid shall be controlling. In the event of tie bids for the lowest TIC, the Bonds will be awarded by lot.

RATES OF INTEREST

For each bid proposal, the rates of interest must conform to the following limitations:

1. For each respective series, each annual maturity must bear the same interest rate.
1. Rates of interest bid must be in multiples of one-eighth or one-twentieth of one percent.
2. For each respective series, each rate of interest specified for any annual maturity shall not be less than a rate of interest specified for any earlier maturity.

