

Draft – July 13, 2009

AN ABSTRACT OF PROCEEDINGS

STATE OF NEW MEXICO)
) ss.
COUNTY OF SANTA FE)

The City Council (the "Council") of the City of Santa Fe (the "City") in the County of Santa Fe, State of New Mexico, met in regular session in full conformity with law and ordinances and rules of the City, at City Hall, being the regular meeting place of the Council, at the hour of 7:00 p.m., on Wednesday, the 29th day of July, 2009.

Upon roll call the following were found to be present, constituting a quorum of the Council:

Mayor: _____

Members: Councilor _____

Councilor _____

Councilor _____

Councilor_____

Councilor _____

Councilor _____

Councilor _____

Councilor_____

Absent:

Thereupon the following proceedings, among others, were had and taken:

PUBLIC HEARINGS

CONSIDERATION OF BILL NO. 2009-35

ADOPTION OF ORDINANCE NO. 2009-__

Issuance of College of Santa Fe Lease/Subordinate Lien Gross Receipts Tax Revenue Bonds, Series 2009

Mr. David Millican, Finance Director and Treasurer, presented Bill No. 2009-35

CITY OF SANTA FE, NEW MEXICO
COUNCIL BILL NO. 2009-35
ORDINANCE NO. 2009-__

AN ORDINANCE AUTHORIZING THE ISSUANCE AND SALE OF THE CITY OF SANTA FE, NEW MEXICO COLLEGE OF SANTA FE LEASE/SUBORDINATE LIEN GROSS RECEIPTS TAX REVENUE BONDS, SERIES 2009 IN AN AGGREGATE PRINCIPAL AMOUNT NOT TO EXCEED \$30,000,000 FOR THE PURPOSE OF DEFRAYING THE COST OF ACQUIRING LAND, BUILDINGS AND OTHER PROPERTY FROM THE COLLEGE OF SANTA FE; PROVIDING THAT THE BONDS WILL BE PAYABLE AND COLLECTIBLE FROM LEASE AND INSTALLMENT PAYMENTS FROM THE LESSEE/PURCHASER OF THE PROJECT AND CERTAIN GROSS RECEIPTS TAX REVENUES DISTRIBUTED TO THE CITY; PROVIDING FOR THE DISPOSITION OF THE RECEIPTS DERIVED FROM LEASE AND INSTALLMENT PAYMENTS FROM THE LESSEE/PURCHASER AND THE GROSS RECEIPTS TAX REVENUES; ESTABLISHING THE FORM, MANNER OF EXECUTION AND OTHER DETAILS OF THE BONDS; AUTHORIZING THE EXECUTION AND DELIVERY OF A BOND PURCHASE AGREEMENT, AN OFFICIAL STATEMENT AND A CONTINUING DISCLOSURE UNDERTAKING IN CONNECTION WITH THE BONDS; PROVIDING THAT CERTAIN TERMS AND DETAILS OF THE BONDS WILL BE PROVIDED IN A SUBSEQUENT RESOLUTION OF THE COUNCIL; RATIFYING ACTION PREVIOUSLY TAKEN IN CONNECTION WITH THE BONDS; AND REPEALING ALL ORDINANCES IN CONFLICT HEREWITH.

Capitalized terms used in the following preambles have the same meaning as set forth in Section 1 of this Ordinance unless the context requires otherwise.

(1) WHEREAS, the City of Santa Fe, New Mexico (the "City") is a legally created, established, organized and existing incorporated home-rule municipality under the constitution and laws of the State of New Mexico; and

(2) WHEREAS, pursuant to Section 7-1-6.4 NMSA 1978 the City receives monthly State-Shared Gross Receipts Tax Revenues from the New Mexico Department of Taxation and Revenue equal to one and two hundred and twenty-five thousandths percent (1.225%) of the gross receipts of persons engaging in business within the City, as determined and adjusted under the Gross Receipts and Compensating Tax Act, Chapter 7, Article 9 NMSA 1978; and

(3) WHEREAS, pursuant to the Municipal Local Option Gross Receipts Taxes Act, Sections 7-19D-1 through 7-19D-12, NMSA 1978, and the One-Half Percent Municipal Gross Receipts Tax Ordinance, the City has imposed a municipal gross receipts tax on persons engaging in business in the City in the amount of one-half of one percent (.50%) and receives monthly One-Half Percent Municipal Gross Receipts Tax Revenues from the New Mexico Department of Taxation and Revenue. The One-Half Percent Municipal Gross Receipts Tax was

imposed by City Ordinance No. 1981-45 and is dedicated for capital improvements to City facilities and street and road construction and reconstruction as authorized by the Municipal Gross Receipts Tax Act. A one-fourth of one percent (.25%) Municipal Gross Receipts Tax is imposed by City of Santa Fe Ordinance No. 1983-7, but is not dedicated for any specific purpose and is currently used for general municipal purposes. A one-fourth of one percent (.25%) Municipal Gross Receipts Tax is imposed by City of Santa Fe Ordinance No. 1987-19 and is dedicated for placement in the general fund of the City. A one-fourth of one percent (.25%) Municipal Gross Receipts Tax is imposed by the City of Santa Fe Ordinance No. 1991-23 and is dedicated for a public bus system, general municipal operations and quality of life purposes; and

(4) WHEREAS, pursuant to Section 7-19D-11, NMSA 1978 and City Ordinance No. 1993-21, the City has imposed an infrastructure gross receipts tax on persons engaging in business in the City and receives monthly distributions of Infrastructure Gross Receipts Tax Revenues from the New Mexico Department of Taxation and Revenue equal to 1/16th of one percent (.0625%) of the gross receipts of persons engaging in business within the City, as determined and adjusted under the Municipal Local Option Gross Receipts Taxes Act and the Tax Administration Act. The Infrastructure Gross Receipts Tax is dedicated for purposes authorized by Section 7-19D-11, NMSA 1978; and

(5) WHEREAS, pursuant to Section 7-19D-10, NMSA 1978, and City Ordinance No. 1993-20, the City has imposed an environmental services gross receipts tax on persons engaging in business in the City and receives monthly distributions of Environmental Services Gross Receipts Tax Revenues from the New Mexico Department of Taxation and Revenue equal to 1/16th of one percent (.0625%) of the gross receipts of persons engaging in business within the City, as determined and adjusted under the Municipal Local Option Gross Receipts Taxes Act and the Tax Administration Act. The Environmental Services Gross Receipts Tax is dedicated for purposes authorized by Section 7-19D-10, NMSA 1978; and

(6) WHEREAS, pursuant to Ordinance No. 1997-30, passed and adopted by the Council on October 29, 1997, the City has issued its Gross Receipts Tax (Subordinate Lien)/Waste Water System Variable Rate Revenue Bonds, Series 1997B (herein the "Series 1997B Bonds") in the aggregate principal amount of \$20,800,000, payable from and constituting a subordinate (but not an exclusive subordinate) lien on the State-Shared Gross Receipts Tax Revenues, the One-Half Percent Municipal Gross Receipts Tax Revenues, the Infrastructure Gross Receipts Tax Revenues and Environmental Services Gross Receipts Tax Revenues (of which \$_____ of such Series 1997B Bonds remain outstanding); and

(7) WHEREAS, pursuant to Ordinance No. 2002-01, passed and adopted by the Council of the City on January 16, 2002, the City issued its "City of Santa Fe Gross Receipts Tax Improvement Revenue Bonds, Series 2002" (herein the "Series 2002 Bonds") in an aggregate principal amount of \$17,995,000, payable from and constituting a first (but not an exclusive first) lien on the State-Shared Gross Receipts Tax Revenues, the One-Half-Percent Municipal Gross Receipts Tax Revenues and the Infrastructure Gross Receipts Tax Revenues (of which \$_____ of such Series 2002 Bonds remain outstanding); and

(8) WHEREAS, pursuant to Ordinance No. 2004-1, passed and adopted by the Council of the City on January 14, 2004, the City issued its "City of Santa Fe Gross Receipts Tax Improvement Revenue Bonds, Series 2004" (herein the "Series 2004 Bonds") in an aggregate principal amount of \$18,660,000 payable from and constituting a first (but not an exclusive first) lien on the State-Shared Gross Receipts Tax Revenues, the One-Half-Percent Municipal Gross Receipts Tax Revenues and the Infrastructure Gross Receipts Tax Revenues (of which \$ _____ of such Series 2004 Bonds remain outstanding); and

(9) WHEREAS, pursuant to Ordinance No. 2004-30, passed and adopted by the Council of the City on August 29, 2004, the City has issued its "City of Santa Fe Gross Receipts Tax Refunding Revenue Bonds, Series 2004B" (herein, the "Series 2004B" Bonds) in an aggregate principal amount of \$8,470,000, payable from and constituting a first lien (but not an exclusive first lien) on the State-Shared Gross Receipts Tax Revenues, the One-Half Percent Municipal Gross Receipts Tax Revenues and the Infrastructure Gross Receipts Tax Revenues (of which \$ _____ of such Series 2004B Bonds remain outstanding) and;

(10) WHEREAS, pursuant to Ordinance No. 2004-08, passed and adopted by the Council on August 11, 2004, the City has entered into a Tax-Exempt Loan Agreement dated September 24, 2004 with the New Mexico Finance Authority in an aggregate principal amount of \$5,107,652 and a Taxable Loan Agreement dated September 24, 2004 with the New Mexico Finance Authority in an aggregate principal amount of \$579,025 (collectively herein, the "2004 Railyard Project Finance Authority Loan") payable from and constituting a subordinate (but not an exclusive subordinate) lien on the State-Shared Gross Receipts Tax Revenues, the One-Half Percent Municipal Gross Receipts Tax Revenues and the Infrastructure Gross Receipts Tax Revenues (of which \$ _____ of such 2004 Railyard Project Finance Authority Loan remains unpaid); and

(11) WHEREAS, pursuant to the Ordinance No. 2005-30, passed and adopted by the Council of the City on July 27, 2005, the City issued its "City of Santa Fe Municipal Recreation Complex/Subordinate Lien Gross Receipts Tax Refunding Bonds, Series 2005" (herein the "Series 2005 Bonds") in an aggregate principal amount of \$15,315,000 payable from and constituting a subordinate (but not an exclusive subordinate) lien on the State-Shared Gross Receipts Tax Revenues, the One-Half Percent Municipal Gross Receipts Tax Revenues and the Infrastructure Gross Receipts Tax Revenues (of which \$ _____ of such Series 2005 Bonds remain outstanding); and

(12) WHEREAS, pursuant to Ordinance No. 2006-04, passed and adopted by the Council of the City on February 14, 2006, the City has issued its "City of Santa Fe Gross Receipts Tax Improvement Revenue Bonds, Series 2006" (herein, the "Series 2006 Bonds") in an aggregate principal amount of \$17,710,000, payable from and constituting a first lien (but not an exclusive first lien) on the State-Shared Gross Receipts Tax Revenues, the One-Half Percent Municipal Gross Receipts Tax Revenues and the Infrastructure Gross Receipts Tax Revenues (of which \$ _____ of such Series 2006 Bonds remain outstanding); and

(13) WHEREAS, pursuant to Ordinance No. 2006-11, passed and adopted by the Council on February 22, 2006, the City has entered into a Loan Agreement dated March 28, 2006 with the New Mexico Finance Authority in an aggregate principal amount of \$14,986,587

(the "2006 Parking Structure Finance Authority Loan") payable from and constituting a subordinate (but not an exclusive subordinate) lien on the State-Shared Gross Receipts Tax Revenues, the One-Half Percent Municipal Gross Receipts Tax Revenues and the Infrastructure Gross Receipts Tax Revenues (of which \$ _____ of such 2006 Parking Structure Finance Authority Loan remains unpaid); and

(14) WHEREAS, pursuant to Ordinance No. 2006-27, passed and adopted by the Council of the City on July 31, 2006, the City has issued its "City of Santa Fe Gross Receipts Tax Refunding Revenue Bonds, Series 2006B (herein, the "Series 2006B Bonds") in an aggregate principal amount of \$15,160,000, payable from and constituting a first lien (but not an exclusive first lien) on the State-Shared Gross Receipts Tax Revenues, the One-Half Percent Municipal Gross Receipts Tax Revenues, the Infrastructure Gross Receipts Tax Revenues and the Environmental Services Gross Receipts Tax (of which \$ _____ of such Series 2006B Bonds remain outstanding); and

(15) WHEREAS, pursuant to Ordinance No. 2006-51, passed and adopted by the Council of the City on August 26, 2006, the City has issued its "City of Santa Fe Subordinate Lien Gross Receipts Tax/Wastewater System Improvement Revenue Bonds, Series 2006C (herein, the "Series 2006C Bonds") in an aggregate principal amount of \$9,780,000, payable from and constituting a subordinate lien (but not an exclusive subordinate) lien on the State-Shared Gross Receipts Tax Revenues, the One-Half Percent Municipal Gross Receipts Tax Revenues, the Infrastructure Gross Receipts Tax Revenues and the Environmental Services Gross Receipts Tax Revenues (of which \$ _____ of such Series 2006C Bonds remain outstanding); and

(16) WHEREAS, pursuant to Ordinance No. 2006-54, passed and adopted by the Council on September 13, 2006, the City has entered into a Tax-Exempt Loan Agreement dated October 20, 2006, with the New Mexico Finance Authority in an aggregate principal amount of \$7,642,231 and a Taxable Loan Agreement dated October 20, 2006 with the New Mexico Finance Authority in an aggregate principal amount of \$892,227 (collectively herein, the "2006 Railyard Project Finance Authority Loan") payable from and constituting a subordinate (but not an exclusive subordinate) lien on the State-Shared Gross Receipts Tax Revenues, the One-Half Percent Municipal Gross Receipts Tax Revenues and the Infrastructure Gross Receipts Tax Revenues (of which \$ _____ of such 2006 Railyard Project Finance Authority Loan remains unpaid); and

(17) WHEREAS, pursuant to Ordinance No. 2008-11, passed and adopted by the Council of the City on February 27, 2008, the City has issued its "City of Santa Fe Gross Receipts Tax Revenue Bonds, Series 2008" (herein, the "Series 2008 Bonds") in an aggregate principal amount of \$28,705,000, payable from and constituting a first lien (but not an exclusive first lien) on the State-Shared Gross Receipts Tax Revenues, the One-Half Percent Municipal Gross Receipts Tax Revenues and the Infrastructure Gross Receipts Tax Revenues (of which \$ _____ of such Series 2008 Bonds remain outstanding); and

(18) WHEREAS, pursuant to Ordinance No. 2008-35, passed and adopted by the Council on June 25, 2008, the City has entered into a Loan Agreement dated August 1, 2008, with the New Mexico Finance Authority in an aggregate principal amount of \$3,610,000 (herein,

the "2008 Land Acquisition Finance Authority Loan") payable from and constituting a subordinate (but not an exclusive subordinate) lien on the State-Shared Gross Receipts Tax Revenues, the One-Half Percent Municipal Gross Receipts Tax Revenues and the Infrastructure Gross Receipts Tax Revenues (of which \$ _____ of such 2008 Land Acquisition Finance Authority Loan remains unpaid); and

(19) WHEREAS, pursuant to Ordinance No. 2008-55, passed and adopted by the Council of the City on November 12, 2008, the City issued its "City of Santa Fe Gross Receipts Tax Refunding Revenue Bonds, Series 2008B" (herein the "Series 2008B Bonds") in an aggregate principal amount of \$22,760,000 payable from and constituting a first (but not an exclusive first) lien on the State-Shared Gross Receipts Tax Revenues, the One-Half-Percent Municipal Gross Receipts Tax Revenues and the Infrastructure Gross Receipts Tax Revenues (of which \$ _____ of such Series 2008B Bonds remain outstanding); and

(20) WHEREAS, except for the outstanding Series 1997B Bonds, the Series 2002 Bonds, the Series 2004 Bonds, the Series 2004B Bonds, the 2004 Railyard Project Finance Authority Loan, the Series 2005 Bonds, the Series 2006 Bonds, the 2006 Parking Structure Finance Authority Loan, the Series 2006B Bonds, the Series 2006C Bonds, the 2006 Railyard Project Finance Authority Loan, the Series 2008 Bonds, the 2008 Land Acquisition Finance Authority Loan and the Series 2008B Bonds, there are no obligations presently outstanding to which the State-Shared Gross Receipts Tax Revenues, the One-Half Percent Municipal Gross Receipts Tax Revenues, the Infrastructure Gross Receipts Tax Revenues or the Environmental Services Gross Receipts Tax Revenues have been pledged by the City; and

(21) WHEREAS, the Council hereby determines that issuance of the City of Santa Fe College of Santa Fe/Subordinate Lien Gross Receipts Tax Revenue Bonds, Series 2009" (the "Bonds" or the "2009 Bonds") in part to pay the cost of acquiring land, buildings and other property from the College of Santa Fe (the "Project"), will provide certain benefits to the City; and

(22) WHEREAS, the Bonds shall be issued pursuant to Sections 3-31-1 through 3-31-12, NMSA 1978, and with a subordinate (but not an exclusive subordinate) lien on the Pledged Tax Revenues and a first lien (but not an exclusive first) lien on the Pledged Lease Revenues; and

(23) WHEREAS, the City expects to receive an offer to purchase the Bonds from the Purchaser to purchase bonds pursuant to the Bond Purchase Agreement which will provide for an underwriter discount not to exceed 3% of the par amount of the Bonds and an original issue discount not to exceed 6% of the par amount of the Bonds; and

(24) WHEREAS, Section 3-31-6C, NMSA 1978, provides:

"C. Any law which authorizes the pledge of any or all of the pledged revenues to the payment of any revenue bonds issued pursuant to Sections 3-31-1 through 3-31-12, NMSA 1978, or which affects the pledged revenues, or any law supplemental thereto or otherwise appertaining thereto, shall not be repealed or amended or otherwise directly or indirectly modified in such a manner as to impair adversely any such outstanding revenue bonds, unless

such outstanding revenue bonds have been discharged in full or provision has been fully made therefor"; and

(25) WHEREAS, the Exchange Act permits a municipality, including the City, that has issued or proposes to issue bonds to enter into an agreement for an exchange of interest rates as provided therein; and

(26) WHEREAS, in connection with the Bonds or Parity Tax Obligations which may be issued in the future by the City, the Council may determine to enter into a Qualified Exchange Agreement for all or a portion of the Bonds or Parity Tax Obligations which may provide for the payment by the City of a Variable Exchange Rate or a Fixed Exchange Rate and the payment by the Qualified Counterparty of a Fixed Exchange Rate or Variable Exchange Rate; and

NOW, THEREFORE, BE IT ORDAINED BY THE GOVERNING BODY (THE CITY COUNCIL) OF THE CITY OF SANTA FE, NEW MEXICO:

Section 1. Definitions. The terms in this section are defined for all purposes of this ordinance and of any ordinance amendatory hereof or supplemental hereto, or relating hereto, and of any instrument or document appertaining hereto, except where the context by clear implication herein otherwise requires, shall have the following meanings:

A. "Act" means the general laws of the State, including Sections 3-31-1 through 3-31-12 NMSA 1978, as amended, and enactments of the Council relating to the issuance of the Bonds, including this Bond Ordinance.

B. "Authorized Officer" means the following officers of the City: Mayor, City Manager, Finance Director and Treasurer, or other officer of the City when designated by a certificate signed by the Mayor of the City from time to time, a certified copy of which shall be delivered to the Paying Agent and the Registrar.

C. "Bonds", "Series 2009 Bonds" or "2009 Bonds" means the "City of Santa Fe College of Santa Fe Lease/Subordinate Lien Gross Receipts Tax Revenue Bonds, Series 2009" which are authorized by this ordinance.

D. "Series 1997B Bonds" or "1997B Bonds" means the "City of Santa Fe Gross Receipts Tax (Subordinate Lien)/Waste Water System Variable Rate Revenue Bonds, Series 1997B" authorized by Ordinance No. 1997-30.

E. "Series 2002 Bonds" or "2002 Bonds" means the "City of Santa Fe Gross Receipts Tax Improvement Revenue Bonds, Series 2002" authorized by Ordinance No. 2002-01.

F. "Series 2004 Bonds" or "2004 Bonds" means the "City of Santa Fe Gross Receipts Tax Improvement Revenue Bonds, Series 2004" authorized by Ordinance No. 2004-01.

G. "Series 2004B Bonds" or "2004B Bonds" means the "City of Santa Fe Gross Receipts Tax Refunding Bonds, Series 2004B" authorized by Ordinance No. 2004-30.

H. "2004 Finance Authority Loan" means the Tax-Exempt Loan and Taxable Loan with the New Mexico Finance Authority, each dated September 24, 2004 and authorized by Ordinance No. 2004-08.

I. "Series 2005 Bonds" or "2005 Bonds" means the "City of Santa Fe Municipal Recreation Complex/Subordinate Lien Gross Receipts Tax Refunding Revenue Bonds, Series 2005" authorized by Ordinance No. 2005-30.

J. "Series 2006 Bonds" or "2006 Bonds" means the "City of Santa Fe Gross Receipts Tax Improvement Revenue Bonds, Series 2006" authorized by Ordinance No. 2006-04.

K. "2006 Parking Structure Finance Authority Loan" means the Loan with the New Mexico Finance Authority, dated March 28, 2006 and authorized by Ordinance No. 2006-11.

L. "Series 2006B Bonds" or "2006B Bonds" means the "City of Santa Fe Gross Receipts Tax Refunding Revenue Bonds, Series 2006B" authorized by Ordinance No. 2006-27.

M. "Series 2006C Bonds" or "2006C Bonds" means the "City of Santa Fe Subordinate Lien Gross Receipts Tax/Wastewater System Improvement Revenue Bonds, Series 2006C" authorized by Ordinance No. 2006-51.

N. "2006 Railyard Project Finance Authority Loan" means the Tax-Exempt Loan and Taxable Loan with the New Mexico Finance Authority, each dated October 20, 2006 and authorized by Ordinance No. 2006-54.

O. "Series 2008 Bonds" or "2008 Bonds" means the "City of Santa Fe Gross Receipts Tax Revenue Bonds, Series 2008" authorized by Ordinance No. 2008-11.

P. "2008 Land Acquisition Finance Authority Loan" means the Loan with the New Mexico Finance Authority, dated August 1, 2008 and authorized by Ordinance No. 2008-35.

Q. "Series 2008B Bonds" or "2008B Bonds" means the "City of Santa Fe Gross Receipts Tax Refunding Revenue Bonds, Series 2008B" authorized by Ordinance No. 2008-49.

R. "Bond Counsel" means an attorney or firm of attorneys nationally recognized for expertise in the area of municipal bonds and the exemption of interest on municipal bonds from federal income taxation.

S. "Bond Fund" or "Bond Service Fund" means the "City of Santa Fe College of Santa Fe/Subordinate Lien Gross Receipts Tax Revenue Bonds, Series 2009, Bond Service Fund", established in Section 20B hereof.

T. "Bond Insurance Policy" means, with respect to the Insured Bonds, the municipal bond insurance policy(s) issued by the Bond Insurer insuring the payment when due of the principal of and interest on the Insured Bonds as provided herein.

U. "Bond Insurer" means the issuer, if any, of the Bond Insurance Policy and the Reserve Fund Insurance Policy for the Bonds, and any successor thereto.

V. "Bond Purchase Agreement" means the bond purchase agreement between the City and the Purchaser.

W. "Business Day" means any day other than (i) a Saturday or Sunday, (ii) any day on which the following offices are authorized or required to remain closed: offices of the City and of banks located in the cities in which the principal offices of the Paying Agent, Registrar and Qualified Counterparty, if any, are located or (iii) a day on which the New York Stock Exchange is closed.

X. "City," "Municipal," or "Municipality" means the municipal corporation and body corporate and politic known as the City of Santa Fe, Santa Fe County, New Mexico.

Y. "Council" or "Governing Body" means the City Council of the City or any future successor governing body of the City.

Z. "Continuing Disclosure Undertaking" means the continuing disclosure undertaking with respect to the 2009 Bonds to be executed on the day of issuance and delivery of the 2009 Bonds to the Purchaser.

AA. "Costs of Issuance" means all costs relating to issuance of the 2009 Bonds, including, without limitation, costs of advertising and publication; costs of preparing the 2009 Bonds; legal fees and expenses of bond counsel; financial advisor fees and expenses; underwriter's counsel fees and expenses; expenses and counsel fees of the provider of any Credit Facility; fees and expenses of the Paying Agent and Registrar; premiums for the Bond Insurance Policy and the Reserve Fund Insurance Policy; costs of printing the Preliminary Official Statement and the Official Statement; rating fees; accounting fees and other reasonable and necessary fees and costs, including applicable gross receipts taxes, related to issuance of the 2009 Bonds.

AB. "Credit Facility" means a letter of credit, standby bond purchase agreement, line of credit, bond insurance policy or reserve account insurance policy, guaranty or similar agreement provided by a bank, insurer or other provider of a Credit Facility rated, at the time the Credit Facility is provided, "A" or better by Moody's and "A" or better by S&P (if such rating agencies are then rating the 2009 Bonds), including any substitute therefor, to provide support to pay the purchase price of, or the payment of the principal of and interest on, Obligations.

AC. "Cross-over Refunding Bonds" means bonds or obligations issued for the purpose of refunding Obligations if the proceeds thereof are irrevocably deposited in escrow to

secure repayment on an applicable redemption date or maturity date of the principal of and redemption premium on the related Obligations being refunded and the earnings on such escrow are required to be used to pay interest on the Cross-over Refunding Bonds.

AD. "Debt Service Forward Delivery Agreement" means an agreement, if any, between the City and a qualified provider of investments relating to the deposit and investment of moneys to be accumulated in the Bond Fund and used for the regularly scheduled payments of the Debt Service Requirements on the Bonds.

AE. "Debt Service Requirements" for any period means the sum of: (i) the amount required to pay the interest, or to make reimbursements for payments of interest, becoming due on the applicable Obligations during such period; plus (ii) the amount required to pay the principal or accreted value, or to make reimbursements for the payment of principal or accreted value, becoming due on the applicable Obligations during that period, whether at maturity, an accretion term date or upon mandatory sinking fund redemption dates, plus (iii) any net periodic payments on a notional amount required to be made by the City pursuant to a Qualified Exchange Agreement minus (iv) any net periodic payments on a notional amount to be received by the City pursuant to a Qualified Exchange Agreement.

(a) No payments required on the applicable Obligations shall be included in any computation of Debt Service Requirements for any computation period prior to the maturity or otherwise certain due dates thereof which may occur because of the exercise of an option by the City, or which may otherwise become due by reason of any other circumstance or contingency, including acceleration, which constitute other than regularly scheduled payments of principal, accreted value, interest or other regularly scheduled payments on the applicable Obligations.

(b) Debt Service Requirements required to be made pursuant to a Qualified Exchange Agreement shall be based upon the actual amount required to be paid by the City, if any, to the Qualified Counterparty. In determining that amount, any payments required to be made by either party to the Qualified Exchange Agreement at a Variable Exchange Rate shall be computed, in determining the obligation of the City under the Qualified Exchange Agreement, using the procedures set forth in the applicable sections of this ordinance.

(c) The computation of interest for the purposes of this definition shall be made without considering the interest rate payable pursuant to a Credit Facility, unless, at the time of computation of Debt Service Requirements, payments on Obligations are owed to, or Obligations are owned or held by, the provider of a Credit Facility pursuant to the provisions of that Credit Facility.

(d) The accreted value of capital appreciation bonds shall be included in the calculation of interest and principal only for the applicable year during which the accreted value becomes payable.

(e) In any computation of Debt Service Requirements relating to the issuance of additional Parity Tax Obligations:

(1) There shall be deducted from that computation (i) amounts on deposit in an escrow account related to an issue of Cross-over Refunding Bonds and (ii) proceeds of a series of Obligations deposited to the credit of an account for the payment of capitalized interest on Obligations included as part of the computation during the applicable period.

(2) There may be made the adjustment to the Debt Service Requirements applicable to Bond Anticipation Notes described in Section 23E.

(f) Except as provided in Section 23F, the purchase or tender price of Put Obligations resulting from the optional or mandatory tender or presentment for purchase of those Put Obligations shall not be included in any computation of Debt Service Requirements.

AF. "Depository" means any of the following registered securities depositories: (i) The Depository Trust Company, 711 Stewart Avenue, Garden City, New York 11530, Fax (516) 227-4039 or 4190; (ii) Midwest Securities Trust Company, Capitol Structures - Call Notification, 440 South La Salle Street, Chicago, Illinois 60605, Fax (312) 663-2343; and (iii) Philadelphia Depository Trust Company, Reorganization Division, 1900 Market Street, Philadelphia, Pennsylvania 19103, Attn: Bond Department, Fax (215) 496-5058; or, in accordance with then-current guidelines of the Securities and Exchange Commission, such other address and/or such other securities depositories as an Authorized Officer of the City may designate.

AG. "Environmental Services Gross Receipts Tax" means the environmental services gross receipts tax imposed pursuant to Section 7-19D-10 NMSA 1978 by City Ordinance No. 1993-20 on persons engaging in business in the City in the amount of 1/16th of one percent of the gross receipts of such persons.

AH. "Environmental Services Gross Receipts Tax Ordinance" means the City Ordinance No. 1993-20 imposing the Environmental Services Gross Receipts Tax, as amended.

AI. "Environmental Services Gross Receipts Tax Revenue Fund" means the "City of Santa Fe, New Mexico Environmental Services Gross Receipts Tax Revenue Fund," maintained by the City and continued by Section 19D of this ordinance, into which the City shall deposit the Environmental Services Gross Receipts Tax Revenues.

AJ. "Environmental Services Gross Receipts Tax Revenues" means the environmental services gross receipts tax revenues received by the City pursuant to Section 7-19D-10, NMSA 1978 and City Ordinance No. 1993-20.

AK. "Exchange Act" means Section 6-18-8.1, NMSA 1978, as amended and supplemented.

AL. "Exchange Termination Payment" means the net amount payable pursuant to a Qualified Exchange Agreement by the City or a Qualified Counterparty to compensate the other party for any losses and costs that such other party may incur as a result of the early

termination of the obligations, in whole or in part, of the parties under such Qualified Exchange Agreement.

AM. "Federal Securities" means direct obligations of, or obligations the principal of and/or interest on which are unconditionally guaranteed by the United States of America.

AN. "Fiscal Year" for the purposes of this ordinance means the twelve months commencing on the first day of July of any calendar year and ending on the last day of June of the next calendar year; but it may mean any other 12-month period which the City hereafter may establish.

AO. "Fixed Exchange Rate" means a fixed rate of interest payable by the City or a Qualified Counterparty pursuant to a Qualified Exchange Agreement.

AP. "Government Obligations" means direct obligations of, or obligations the principal of and interest on which are unconditionally guaranteed by, the United States of America or certificates or receipts established by the United States Government or its agencies or instrumentalities representing direct ownership of future interests or principal payments on direct obligations of, or obligations fully guaranteed by, the United States of America or any of its agencies or instrumentalities the obligations of which are backed by the full faith and credit of the United States.

AQ. "Guaranty Agreement" means the agreement by and between the City relating to the Reserve Fund Insurance Policy used to fund the Reserve Fund.

AR. "Historic Test Period" means any twelve consecutive calendar months designated by an Authorized Officer from time to time out of the eighteen-calendar months next preceding the date of adoption of the City ordinance authorizing the issuance of Parity Obligations without regard to any resolution or ordinance supplementing or amending the authorizing ordinance.

AS. "Independent Accountant" means (A) an accountant employed by the State of New Mexico and under supervision of the State Auditor of the State of New Mexico, or (B) any registered or certified public accountant or firm of such accountants duly licensed to practice and practicing as such under the laws of the State of New Mexico, appointed and paid by the City, who (1) is, in fact, independent and not under the domination of the City, (2) does not have any substantial interest, direct or indirect, with the City, and (3) is not connected with the Municipality as an officer or employee of the City, but who may be regularly retained to make annual or similar audits of the books or records of the City.

AT. "Infrastructure Gross Receipts Tax" means the infrastructure gross receipts tax imposed pursuant to Section 7-19D-11, NMSA 1978 by City Ordinance No. 1993-21 on persons engaged in business in the City in an amount of 1/16th of one percent of the gross receipts of such persons.

AU. "Infrastructure Gross Receipts Tax Ordinance" means City Ordinance No. 1993-21 imposing the Infrastructure Gross Receipts Tax, as amended.

AV. "Infrastructure Gross Receipts Tax Revenue Fund" means the "City of Santa Fe Infrastructure Gross Receipts Tax Fund", maintained by the City and continued by Section 19C of this ordinance, into which the City shall deposit the Infrastructure Gross Receipts Tax Revenues.

AW. "Infrastructure Gross Receipts Tax Revenues" means the infrastructure gross receipts tax revenues received by the City pursuant to Section 7-19D-11, NMSA 1978 and City Ordinance No. 1993-21.

AX. "Insured Bank" means any federally or state-chartered savings and loan association or federally or state-chartered commercial bank, the deposits of which are insured by the Federal Deposit Insurance Corporation and which has, or is the lead bank of a parent holding company which has (i) unsecured, uninsured and unguaranteed obligations which are rated Aa or better by Moody's and AA or better by S&P Corporation or (ii) combined capital, surplus and undivided profits of not less than \$10,000,000.

AY. "Minimum Reserve" means an amount that does not exceed the least of (i) ten percent of the proceeds of the 2009 Bonds as the term proceeds is used in Section 148(d)(1) of the Code, (ii) the maximum annual debt service on the 2009 Bonds, or (iii) 125% of the average annual debt service on the 2009 Bonds.

AZ. "Moody's" means Moody's Investors Service, its successors and their assigns, and, if such corporation is dissolved or liquidated or no longer performs the functions of a securities rating agency, any other nationally recognized securities rating agency designated by the City.

BA. "Obligations" means bonds, notes or any other instrument which evidences a borrowing or other obligation of the City, including Qualified Exchange Agreements, secured by Pledged Tax Revenues, issued or incurred for any purpose permitted by the Act or the Exchange Act, as amended from time to time.

BB. "One-Half Percent Municipal Gross Receipts Tax Ordinance" means the City of Santa Fe Ordinance No. 1981-45 imposing a one-half of one percent municipal gross receipts tax.

BC. "One-Half Percent Municipal Gross Receipts Tax Revenue Fund" means the "City of Santa Fe, New Mexico One-Half Percent Municipal Gross Receipts Tax Revenue Fund" maintained by the City and continued by Section 19B of this ordinance, into which the City shall deposit the One-Half Percent Municipal Gross Receipts Tax Revenues.

BD. "One-Half Percent Municipal Gross Receipts Tax Revenues" means those revenues received by the City pursuant to the Municipal Local Option Gross Receipts Taxes Act,

Sections 7-19D-1 through 7-19D-12 NMSA 1978, and the One-Half Percent Municipal Gross Receipts Tax Ordinance.

BE. "Parity Tax Obligations" or "Parity Obligations" means the Bonds, the 2008 Land Acquisition Finance Authority Loan, the 2006 Railyard Project Finance Authority Loan, the Series 2006C Bonds, the 2006 Parking Structure Finance Authority Loan, the Series 2005 Bonds, the Series 1997B Bonds, the 2004 Railyard Project Finance Authority Loan, scheduled periodic payments (but not Exchange Termination Payments) required to be made by the City pursuant to a Qualified Exchange Agreement, and any other Obligations hereafter issued or incurred payable from the Pledged Tax Revenues and issued with a lien on the Pledged Tax Revenues on a parity with the lien thereon of the Bonds.

BF. "Paying Agent" means Wells Fargo Bank, N.A., as agent for the City for the payment of the Bonds, the interest thereon and any prior redemption premium in connection therewith, and any successor.

BG. "Permitted Investments" means any of the following which at the time of such investment are legal investments for the City pursuant to adopted City investment policies and the laws of the State:

(a) Government Obligations;

(b) Obligations of, or obligations guaranteed as to principal and interest by any agency or instrumentality of the United States which are backed by the full faith and credit of the United States, including, but not limited to: General Services Administration--participation certificates; Government National Mortgage Association (GNMA)--GNMA guaranteed mortgage-backed securities and GNMA guaranteed participation certificates; U.S. Department of Housing & Urban Development--local authority bonds; and U.S. Export-Import Bank--all fully guaranteed obligations;

(c) Obligations of the following government-sponsored agencies: Federal Home Loan Mortgage Corporation--participation certificates and senior debt obligations; Farm Credit System (formerly: Federal Land Banks and Banks for Cooperatives)--consolidated system-wide bonds and notes; Federal Home Loan Banks--consolidated debt obligations; Federal National Mortgage Association--senior debt obligations and mortgage-backed securities (excluding stripped mortgage securities which are valued greater than par on the portion of unpaid principal); Student Loan Marketing Association--senior debt obligations (excluding securities that do not have a fixed par value and/or whose terms do not promise a fixed dollar amount at maturity or call date) and letter of credit backed issues; Financing Corporation--debt obligations; and Resolution Funding Corporation--debt obligations;

(d) Commercial paper (having original maturities of not more than 270 days) rated, at the time of purchase, "P-1" by Moody's and "A-1" or better by S&P;

(e) Bank time deposits evidenced by certificates of deposit and bankers acceptances issued by an Insured Bank, provided that such time deposits and bankers'

acceptances (1) do not exceed at any one time in the aggregate five percent (5%) of the combined total of the capital, surplus and undivided profits of such Insured Bank, or (2) are secured by obligations described in paragraphs (a), (b), (c) and (h) of this definition which obligations at all times have a market value (exclusive of accrued interest) at least equal to 102% of such time deposits so secured;

(f) Obligations, other than specified private activity bonds (as defined in Section 57(a)(5)(C) of the Code), the interest on which is excluded from gross income of the recipient for federal income tax purposes and any other instrument which does not constitute "investment property" under Section 148 of the Internal Revenue Code (excluding securities that do not have a fixed par value and/or whose terms do not promise a fixed dollar amount at maturity or call date), as amended from time to time, which is rated in the highest major Rating Category by S&P and Moody's (if such rating agency is then rating the 2009 Bonds);

(g) Money market instruments and other securities of commercial banks, broker-dealers or recognized financial institutions, which securities or instruments are rated in the highest Rating Category by S&P and Moody's, (if such rating agency is then rating the 2009 Bonds), or which securities are guaranteed by a person or entity whose long-term debt obligations are rated in the highest Rating Category by S&P and Moody's (if such rating agency is then rating the 2009 Bonds) including, without limitation, securities of, or other interests in, any open-end or closed-end management type investment company or investment trust registered under the provisions of 15 U.S.C. Sections 80(a)-1 *et seq.*, which invest only in, or whose securities are secured only by, obligations of the type set forth in paragraphs (a), (b), (c) and (h) of this definition;

(h) Stripped Securities: (1) U.S. Treasury STRIPS and (2) REFCORP STRIPS (stripped by Federal Reserve Bank of New York);

(i) Repurchase agreements involving the purchase and sale of, and guaranteed investment contracts, the par value of which is collateralized by a perfected first pledge of, or security interest in, or the payments of which are unconditionally guaranteed by, securities described in parts (a), (b), (c) and (h) of this definition, which collateral is held by the City, or for the benefit of the City, by a party other than the provider of the guaranteed investment contract or repurchase agreement, with a collateralized value of at least 102% of the par value of such repurchase agreement or guaranteed investment contract or 102% of the market value thereof, valued at intervals of no less than monthly and which collateral is not subject to any other pledge or security interest; and

(j) Such other investments as may be hereafter authorized as legal investments for the City by the legislature of the State under Section 6-10-10, NMSA 1978, or a similar statutory provision applicable to the City, provided that such investment is rated, at the time of purchase, "A" or better by Moody's and "A" or better by S&P (if such rating agency is then rating the 2009 Bonds).

BH. "Pledged Lease Revenues" means, for any given period, the revenue derived from the lease/installment sale of the property acquired with the proceeds of the Bonds.

BI. "Pledged Tax Revenues" means (1) the State-Shared Gross Receipts Tax Revenues; (2) the One-Half Percent Municipal Gross Receipts Tax Revenues; (3) the Infrastructure Gross Receipts Tax Revenues; (4) the portion of the gross receipts tax distribution to the City made pursuant to Section 7-1-6.46 NMSA 1978, which represents the amount of State-Shared Gross Receipts Tax Revenues, One-Half Percent Municipal Gross Receipts Tax Revenues, and Infrastructure Gross Receipts Tax Revenues that would have been remitted to the City but for the deductions (effective January 1, 2005) provided by Sections 7-9-92 and 7-9-93 NMSA 1978 and any similar distributions made to the City in lieu of State-Shared Gross Receipts Tax Revenues, One-Half Percent Municipal Gross Receipts Tax Revenues and Infrastructure Gross Receipts Tax Revenues pursuant to law; and (5) any other gross receipts tax revenues received by the City, whether from distribution by the State or pursuant to gross receipts taxes imposed by the City, and hereafter (i.e. after the adoption of this ordinance) pledged to the payment of the Bonds by affirmative act of the Council.

BJ. "Pledged Revenues" means the Pledged Lease Revenues and the Pledged Tax Revenues.

BK. "Preliminary Official Statement" and "Official Statement" mean the disclosure documents utilized by the Purchaser in connection with the offer and sale of the Bonds to investors.

BL. "Project" means the acquisition of land, buildings and other property from the College of Santa Fe, including but not necessarily limited to the payment of administrative and incidental costs pertaining to the Bonds and the payment of Costs of Issuance.

BM. "Purchaser" means the investment bank/bond underwriter to be designated in the Sale Resolution.

BN. "Put Obligations" means any Obligations which have put or similar features requiring the City to purchase such Obligations upon notice from the owners thereof.

BO. "Qualified Counterparty" means, with respect to a Qualified Exchange Agreement, any party whose senior long term debt obligations, or whose obligations under a Qualified Exchange Agreement are guaranteed by a party whose senior long term debt obligations, are rated (at the time of execution of the Qualified Exchange Agreement) in one of the top two Rating Categories by Moody's and S&P.

BP. "Qualified Exchange Agreement" means any financial arrangement between the City and a Qualified Counterparty which satisfies the requirements of the Exchange Act at the time the agreement is entered into.

BQ. "Rating Category" means a generic securities rating category, without regard, in the case of a long-term rating category, to any refinement or gradation of such long-term rating category by a numerical modifier or otherwise.

BR. "Registrar" means Wells Fargo Bank, N.A., as registrar and transfer agent for the Bonds, and any successor.

BS. "Regular Record Date" means the 15th day of the calendar month (whether or not a business day) preceding each regularly scheduled interest payment date on the Bonds.

BT. "Related Documents" means the Bond Purchase Agreement, the Continuing Disclosure Undertaking, the Guaranty Agreement, the Debt Service Forward Delivery Agreement and any other document or agreement containing an obligation of the City as may be required in connection with the issuance of the Bonds.

BU. "Reserve Fund" means the "City of Santa Fe College of Santa Fe/Subordinate Lien Gross Receipts Tax Revenue Bonds, Series 2009, Reserve Fund" established in Section 16B hereof.

BV. "Reserve Fund Insurance Policy" means the surety bond issued by the Bond Insurer guaranteeing certain payments into the Reserve Fund with respect to the 2009 Bonds as provided therein and subject to the limitations set forth therein and, in addition, means any policy of insurance, surety bond, letter of credit or other financial instrument issued to the City, the proceeds of which shall be used to prevent deficiencies in the payment of the principal of or interest on the Bonds resulting from insufficient amounts being on deposit in the Bond Fund to make the payment of principal of and interest on the Bonds as the same become due. Each policy shall be written by a bank, insurance company or any financial institution experienced in insuring or guaranteeing municipal bonds whose policies of insurance, surety bond, letter of credit or other financial instrument would not adversely affect the rating of the Bonds by Moody's and/or S&P to the extent that the Bonds are or are to be so rated and provided that at the time of the issuance of such policy such bank, insurance company or any financial institution shall have received the highest policy claims rating accorded insurers by the A.M. Best Company or any comparable service, if applicable to the provider of the Reserve Fund Insurance Policy, and either of the two highest Rating Categories of Moody's and S&P to the extent that each rating agency provides such a rating and is then rating the Bonds.

BW. "Sale Resolution" means a resolution to be adopted by the Council after sale of the Bonds which shall specify the exact aggregate principal amounts of the Bonds, the maturity dates, the amounts maturing on each maturity date, the interest rates, and the redemption features applicable to the Bonds and which shall approve the Bond Purchase Agreement, the Continuing Disclosure Undertaking, the Preliminary Official Statement, the form of the Official Statement and other documents and which may contain such other terms and provisions as the Council may determine; provided that in no event shall the Sale Resolution specify a net effective interest rate on the Bonds in excess of the statutory maximum of twelve percent (12%) per annum.

BX. "S&P" means Standard & Poor's Ratings Service, its successors and their assigns, and, if such entity is dissolved or liquidated or no longer performs the functions of a

securities rating agency, any other nationally recognized securities rating agency designated by the City.

BY. "Series Date" means the date of delivery of the Bonds to the Purchaser.

BZ. "Special Record Date" means a special date fixed to determine the names and addresses of registered owners of the Bonds for purposes of paying interest on a special interest payment date for the payment of defaulted interest thereon, all as further provided in Section 5B hereof.

CA. "State-Shared Gross Receipts Tax Revenues" means the revenues distributed to the City monthly by the New Mexico Department of Taxation and Revenue pursuant to Sections 7-1-6 and 7-1-6.4, NMSA 1978, at the rate authorized (currently 1.225% of the gross receipts of persons doing business within the City) from the proceeds of a state-wide gross receipts tax imposed pursuant to Chapter 7, Article 9, NMSA 1978.

CB. "State-Shared Gross Receipts Tax Revenue Fund" means the "City of Santa Fe, New Mexico State-Shared Gross Receipts Tax Fund" maintained by the City and continued by Section 19A of this ordinance, into which the City shall deposit the State-Shared Gross Receipts Tax Revenues.

CC. "Subordinate Tax Obligations" means any Exchange Termination Payments and any other Obligations hereafter issued or incurred payable from the Pledged Tax Revenues and issued with a lien thereon junior and inferior to the lien thereon of the Bonds.

CD. "Superior Tax Obligations" means the 2002 Bonds, the 2004 Bonds, the 2004B Bonds, the 2006 Bonds, the 2006B Bonds, the 2008 Bonds, the 2008B Bonds, and any additional bonds or other obligations hereafter issued payable from the Pledged Tax Revenues and issued with a lien on the Pledged Tax Revenues which is superior to the lien of the Bonds thereon.

CE. "Variable Exchange Rate" means a Variable Interest Rate payable by the City or a Qualified Counterparty pursuant to a Qualified Exchange Agreement.

CF. "Variable Interest Rate" means an interest rate which varies or fluctuates from time to time.

Any provision of this ordinance regarding the Bond Insurer shall be deemed to be of no effect if a Bond Insurance Policy or Reserve Fund Insurance Policy is not in effect or if the Bond Insurer is in default thereunder and no amount is due and owing to the Bond Insurer for payments made pursuant to a Bond Insurance Policy or Reserve Fund Insurance Policy.

Any provision of this ordinance regarding a Qualified Counterparty shall be deemed to be of no effect if no Qualified Exchange Agreement is in effect or if a Qualified Counterparty is in default in its obligations under a Qualified Exchange Agreement and no amount is due and owing under a Qualified Exchange Agreement.

Section 2. Ratification. All action heretofore taken (not inconsistent with the express provisions of this ordinance) by the Governing Body and officers of the City directed toward the Project, and toward the authorization, sale and issuance of the Bonds to the Purchaser herein authorized be, and the same hereby is ratified, approved and confirmed.

Section 3. Authorization of Project. The Project is hereby authorized at a total cost of \$30,000,000, excluding any such cost defrayed or to be defrayed by any source other than proceeds of the Bonds and the necessity thereof is hereby so declared.

Section 4. Authorization of Bonds. For the purpose of protecting the public health, conserving the property and advancing the general welfare of the citizens of the City, and for the purpose of defraying the cost of the Project, it is hereby declared that the interest and necessity of the City and the inhabitants of the City require the issuance by the City of its fully registered (i.e., registered as to payment of both principal and interest) revenue bonds without coupons to be designated "City of Santa Fe College of Santa Fe Lease/Subordinate Lien Gross Receipts Tax Revenue Bonds, Series 2009," in an aggregate principal amount not to exceed of thirty million dollars (\$30,000,000). The Series 2009 Bonds shall be payable and collectible, both as to principal and interest, solely from the Pledged Revenues. The Bonds shall be sold by a negotiated sale to the Purchaser pursuant to the Bond Purchase Agreement at the price to be established in the Sale Resolution.

Section 5. Bond Details.

A. Basic Details. The Bonds shall be dated the date of their issuance and delivery to the Purchaser (herein "Series Date"), and are issuable in the denomination of \$5,000 each or any integral multiple thereof (provided that no Bond may be in a denomination which exceeds the principal coming due on any maturity date and no individual Bond will be issued for more than one maturity). The Bonds shall be numbered consecutively from 1 upwards.

The Bonds shall bear interest from the Series Date, payable semi-annually on June 1 and December 1 each year, commencing on December 1, 2009, until their respective maturities and shall bear the rates of interest and shall mature on June 1 in each year as set in the Sale Resolution:

The net effective interest rate on the Bonds shall be less than the statutory maximum rate of twelve percent (12%) per annum.

B. Payment-Regular Record Date. The principal of and any prior redemption premium applicable to any Bond shall be payable to the registered owner thereof as shown on the registration books kept by Registrar which is hereby appointed as registrar (and transfer agent) for the Bonds, upon maturity or prior redemption thereof and upon presentation and surrender at the Paying Agent which also is hereby appointed as the paying agent for the Bonds. If any Bond shall not be paid upon such presentation and surrender at or after maturity or on a designated prior redemption date on which the City may have exercised its right to prior redeem any Bond pursuant to Section 6 hereof, it shall continue to draw interest at the rate borne by the Bond until

the principal thereof is paid in full. Payment of interest on any Bond shall be made to the registered owner of the Bond as of the Regular Record Date by check or draft mailed by the Paying Agent, on or before each interest payment date (or, if such interest payment date is not a Business Day, on or before the next succeeding Business Day), to the registered owner thereof on the Regular Record Date at his address as it last appears on the registration books kept by the Registrar on the Regular Record Date (or by such other arrangements as may be mutually agreed to by the Paying Agent and any registered owner on such Regular Record Date). All such payments shall be made in lawful money of the United States of America. The person in whose name any Bond is registered at the close of business on any Regular Record Date with respect to any interest payment date shall be entitled to receive the interest payable thereon on such interest payment date notwithstanding any transfer or exchange thereof subsequent to such Regular Record Date and prior to such interest payment date; but any such interest not so timely paid or duly provided for shall cease to be payable as provided above and shall be payable to the person in whose name any Bond is registered at the close of business on a Special Record Date fixed by the Registrar for the payment of any such defaulted interest. Such Special Record Date shall be fixed by the Registrar whenever moneys become available for defaulted interest, and notice of any such Special Record Date shall be given not less than ten days prior thereto, by first-class mail, to the registered owners of the Bonds as of a date selected by the Registrar, stating the Special Record Date and the date fixed for the payment of such defaulted interest.

C. Book-Entry. The 2009 Bonds may be issued or registered, in whole or in part, in book-entry form from time to time with no physical distribution of bond certificates made to the public, with a Depository acting as securities depository for the 2009 Bonds. A single certificate for each maturity date of the 2009 Bonds issued in book-entry form will be delivered to the Depository and immobilized in its custody. The book-entry system will evidence ownership of the 2009 Bonds in authorized denominations, with transfer of ownership effected on the books of the Depository and its participants ("Participants"). As a condition to delivery of the 2009 Bonds in book-entry form, the Purchaser will, immediately after acceptance of delivery thereof, deposit, or cause to be deposited, the 2009 Bond certificates with the Depository, registered in the name of the Depository or its nominee. Principal, premium, if any, and interest will be paid to the Depository or its nominee as the registered owner of the 2009 Bonds. The transfer of principal, premium, if any, and interest payments to Participants will be the responsibility of the Depository; the transfer of principal, premium, if any, and interest payments to the beneficial owners of the 2009 Bonds (the "Beneficial Owners") will be the responsibility of Participants and other nominees of Beneficial Owners maintaining a relationship with Participants (the "Indirect Participants"). The City will not be responsible or liable for maintaining, supervising or reviewing the records maintained by the Depository, Participants or Indirect Participants.

If (i) the 2009 Bonds are not eligible for the services of the Depository, (ii) the Depository determines to discontinue providing its services with respect to the 2009 Bonds or (iii) the City determines that a continuation of the system of book-entry transfers through the Depository ceases to be beneficial to the City or the Beneficial Owners, the City will either identify another Depository or certificates for the 2009 Bonds will be delivered to the Beneficial Owners or their nominees, and the Beneficial Owners or their nominees, upon authentication of 2009 Bonds and registration of those 2009 Bonds in the Beneficial Owners' or nominees' names,

will become the owners of the 2009 Bonds for all purposes. In that event, the City shall mail an appropriate notice to the Depository for notification to Participants, Indirect Participants and Beneficial Owners of the substitute Depository or the issuance of bond certificates to Beneficial Owners or their nominees, as applicable.

Authorized Officers of the City are authorized to sign agreements with Depositories relating to the matters set forth in this Section.

Notwithstanding any other provision of this ordinance, so long as all of the 2009 Bonds are registered in the name of the Depository or its nominee, all payments of principal, premium, if any, and interest on the 2009 Bonds, and all notices with respect to the 2009 Bonds, shall be made and given by the Paying Agent, Registrar or the City to the Depository as provided in this ordinance and by the Depository to its Participants or Indirect Participants and notices to the Beneficial Owners of the 2009 Bonds in the manner provided in an agreement or letter of the City to the Depository.

Section 6. Prior Redemption.

A. Redemption. The 2009 Bonds may be subject to optional or mandatory sinking fund redemption prior to their stated maturities at the redemption price(s) and on the dates established in the Sale Resolution.

B. Notice by City. At least 60 days prior to any date selected by the City for optional redemption of any of the Bonds, the City shall give written instructions to the Registrar with respect to the optional redemption. No notice of mandatory sinking fund redemption for Bonds from the City to the Registrar shall be required. The Registrar shall not be required to give notice of any optional redemption unless the Registrar has received written instructions from the City in regard thereto at least 60 days prior to such redemption date (unless such deadline is waived by the Registrar). Additionally, notice of optional redemption shall be given by the City by sending a copy of such notice by first-class, postage prepaid mail, not less than thirty days prior to the optional redemption date to the Paying Agent, if the Registrar is not the Paying Agent.

C. Notice by Registrar. Additionally, notice of redemption shall be given by the Registrar by sending a copy of such notice by first-class, postage prepaid mail, not more than 60 days and not less than 30 days prior to the redemption date to each registered owner of each Bond selected for redemption as shown on the registration books kept by the Registrar as of the date of mailing of notice. Failure to give such notice by mailing to the registered owner of any Bond, or any defect therein, shall not affect the validity of the proceedings for the redemption of any of the Bonds.

D. Other Redemption Details. The notice required by paragraph D of this Section shall specify the number or numbers of the Bond or Bonds or portions thereof to be so redeemed (if less than all are to be redeemed); and all notices required by this Section shall specify the date fixed for redemption, and shall further state that on such redemption date there will become and be due and payable upon each \$5,000 unit of principal so to be redeemed at the

Paying Agent the principal thereof, accrued interest, if any, to the redemption date, and the applicable prior redemption premium thereon (if any), and that from and after such date interest will cease to accrue. Accrued interest to the redemption date will be paid by check or draft mailed to the registered owner (or by alternative means if so agreed to by the Paying Agent and the registered owner). Notice having been given in the manner hereinbefore provided, the Bond or Bonds so called for redemption shall become due and payable on the redemption date so designated; and upon presentation thereof at the Paying Agent, the City will pay the Bond or Bonds so called for redemption and the applicable prior redemption premium (if any). In the event that only a portion of the principal amount of a Bond is so redeemed, a new Bond representing the unredeemed principal shall be duly completed, authenticated and delivered by the Registrar to the registered owner pursuant to Section 9 hereof and without charge to the registered owner thereof. The Registrar and Paying Agent shall comply with any other terms regarding redemption and notice of redemption as required by any applicable agreement with a Depository.

E. Conditional Redemption. If money or Government Obligations sufficient to pay the redemption price of the 2009 Bonds to be called for redemption are not on deposit with the Paying Agent prior to the giving of notice of redemption pursuant to paragraph D of this Section, such notice shall state such 2009 Bonds will be redeemed in whole or in part on the redemption date in a principal amount equal to that part of the redemption price received by the Paying Agent on the applicable redemption date. If the full amount of the redemption price is not received as set forth in the preceding sentence, the notice shall be effective only for those 2009 Bonds for which the redemption price is on deposit with the Paying Agent. If all 2009 Bonds called for redemption cannot be redeemed, the 2009 Bonds to be redeemed shall be selected in a manner deemed reasonable and fair by the City and the Registrar shall give notice, in the manner in which the original notice of redemption was given, that such money was not received and the information required by paragraph E of this Section. In that event, the Registrar shall promptly return to the Owners thereof the 2009 Bonds or certificates which it has received evidencing the part thereof which have not been redeemed.

Section 7. Negotiability. Subject to the provisions specifically made or necessarily implied herein, the Bonds shall be fully negotiable, and shall have all the qualities of negotiable paper, and the registered owner or owners thereof shall possess all rights enjoyed by the holders of negotiable instruments under the provisions of the Uniform Commercial Code.

Section 8. Execution.

A. Filing Manual Signatures. Prior to the execution and authentication of any Bond pursuant to Sections 6-9-1 through 6-9-6, both inclusive, NMSA 1978, the Mayor and City Clerk shall each forthwith file with the Secretary of State of New Mexico, his or her manual signature certified by him or her under oath; provided, that such filing shall not be necessary for any officer where any previous such filing may have legal application to the Bonds.

B. Method of Execution. Each Bond of the issue shall be signed and executed by the facsimile or manual signature of the Mayor under facsimile or manual imprint of the seal of the City, which shall be printed, stamped, engraved or otherwise placed thereon; each

Bond shall be executed and attested with the facsimile or manual signature of the City Clerk; and each Bond shall be authenticated by the manual signature by an Authorized Officer of the Registrar as hereafter provided. The Bonds bearing the facsimile or manual signature of the officers in office at the time of the authorization thereof shall be the valid and binding obligations of the City (subject to the requirement of authentication by the Registrar as hereinafter provided) notwithstanding that before the delivery thereof and payment therefor, or before the issuance thereof upon transfer or exchange, any or all of the persons whose facsimile signatures appear thereon shall have ceased to fill their respective offices. The Mayor and City Clerk of the City shall, by the execution of a signature certificate pertaining to the Bonds, adopt as and for their respective signatures the facsimiles thereof appearing on the Bonds; and, at the time of the execution of the signature certificate, the Mayor and City Clerk may each adopt as and for his or her facsimile signature the facsimile signature of his or her predecessor in office in the event that such facsimile signature appears upon any of the Bonds.

C. Certificate of Authentication. No Bond shall be valid or obligatory for any purpose unless the certificate of authentication, substantially in the form hereinafter provided, has been duly executed by the Registrar. The Registrar's certificate of authentication shall be deemed to have been duly executed by it if manually signed by an Authorized Officer of the Registrar, but it shall not be necessary that the same officer sign the certificate of authentication on all of the Bonds issued under this ordinance.

Section 9. Provisions Relating to Registration, Transfer, Replacement and Cancellation of and Registration Records for the Bonds.

A. Registration Books -- Transfer and Exchange -- Authentication. Books for the registration and transfer of the Bonds shall be kept by the Registrar. Upon the surrender for transfer of any Bonds at the Registrar, duly endorsed for transfer or accompanied by an assignment duly executed by the registered owner or his attorney duly authorized in writing, the Registrar shall authenticate and deliver in the name of the transferee or transferees a new Bond or Bonds of a like aggregate principal amount and of the same maturity, bearing a number or numbers not contemporaneously outstanding. Bonds may be exchanged at the Registrar for an equal aggregate principal amount of Bonds of the same maturity of other authorized denominations. The Registrar shall authenticate and deliver a Bond or Bonds which the registered owner making the exchange is entitled to receive, bearing a number or numbers not contemporaneously outstanding. Exchanges and transfers of Bonds as provided in this ordinance shall be without charge to the owner or any transferee, but the Registrar may require the payment by the owner of any Bond requesting exchange or transfer of any tax or other governmental charge required to be paid with respect to such exchange or transfer.

B. Times When Transfer or Exchange Not Required. The Registrar shall not be required (1) to transfer or exchange all or a portion of any Bond subject to prior redemption during the period of fifteen days next preceding the mailing of notice to the registered owners calling any Bonds for prior redemption pursuant to Section 6B of this ordinance or (2) to transfer or exchange all or a portion of a Bond after the mailing to registered owners of notice calling such Bond or portion thereof for prior redemption.

C. Payment - Registered Owners. The person in whose name any Bond is registered on the registration books kept by the Registrar shall be deemed and regarded as the absolute owner thereof for the purpose of making payment thereof and for all other purposes except as may otherwise be provided with respect to payment of defaulted interest as provided in Section 5B of this ordinance; and payment of or on account of either principal or interest on any Bond shall be made only to or upon the written order of the registered owner thereof or his legal representative, but such registration may be changed upon transfer of such Bond in the manner and subject to the conditions and limitations provided in this ordinance. All such payments shall be valid and effectual to discharge the liability upon the Bond to the extent of the sum or sums so paid.

D. Replacement Bonds. If any Bond shall be lost, stolen, destroyed or mutilated, the Registrar shall, upon receipt of such evidence, information or indemnity relating thereto as it may reasonably require, authenticate and deliver a replacement Bond or Bonds of a like aggregate principal amount and of the same subseries and maturity, bearing a number or numbers not contemporaneously outstanding. If such lost, stolen, destroyed or mutilated Bond shall have matured, the Registrar may direct the Paying Agent to pay such Bond in lieu of replacement.

E. Delivery of Bond Certificates to Registrar. The officers of the City are authorized to deliver to the Registrar fully executed but unauthenticated Bonds in such quantities as may be convenient to be held in custody by the Registrar pending use as provided in this ordinance.

F. Cancellation of Bonds. Whenever any Bond shall be surrendered to the Paying Agent upon payment of the Bond, or to the Registrar for transfer, exchange or replacement as provided in this ordinance, the Bond shall be promptly canceled by the Paying Agent or Registrar, and counterparts of a certificate of such cancellation shall be furnished by the Paying Agent or Registrar to the City.

Section 10. Successor Registrar or Paying Agent. If the Registrar or Paying Agent initially appointed under this ordinance shall resign or is prohibited by law from continuing as Registrar or Paying Agent, or if the City shall reasonably determine that the Registrar or Paying Agent has become incapable of fulfilling its duties under this ordinance, the City may, upon notice mailed to each registered owner of Bonds at the address last shown on the registration books, appoint a successor Registrar or Paying Agent, or both. Every such successor Registrar or Paying Agent shall be a bank or trust company located in and in good standing in the United States and having a shareholders equity (e.g., capital stock, surplus and undivided profits), however denominated, not less than \$10,000,000. It shall not be required that the same institution serve as both Registrar and Paying Agent hereunder, but the City shall have the right to have the same institution serve as both Registrar and Paying Agent hereunder.

Section 11. Special Limited Obligations. The Bonds and all payments of principal, premium, if any, and interest thereon (whether at maturity or on a redemption date), and the obligations of the City for all other payments, fees, costs, interest and expenses of the City under this ordinance and under the Related Documents, including all payments due from the City under

a Qualified Exchange Agreement, shall be special limited obligations of the City. The principal of, premium, if any, and interest on the Bonds and all obligations under the Related Documents shall be payable solely from the Pledged Revenues, after payment of any Superior Tax Obligations (and, in the case of Exchange Termination Payments, after payment of the Bonds and any Parity Obligations), which revenues are hereby pledged. However, the Bonds are also payable from accrued interest, if any, payable on the Bonds on the closing date, and any Insured Bonds are payable from proceeds of any Bond Insurance Policy.

Owners of the Bonds and the parties under the Related Documents, including a Qualified Counterparty, may not look to any general or other fund of the City for the payment of the principal of or interest on, or the fees, costs and expenses relating to, such obligations, except the designated special funds pledged therefor. Neither the Bonds nor the obligations of the City under the Related Documents shall constitute an indebtedness of the City within the meaning of any constitutional, charter or statutory prohibition or limitation, nor shall they be considered or held to be general obligations of the City, and the Bonds and any Qualified Exchange Agreement shall recite that they are payable and collectible solely out of the Pledged Revenues, after payment of any Superior Tax Obligations (and, in the case of Exchange Termination Payments, after payment of the Bonds and any Parity Tax Obligations), and from the other sources stated in this Section, and that the owners of the Bonds and the parties under the Related Documents, including a Qualified Counterparty, may not look to any general or other municipal fund for the payment of the principal or interest, as applicable, on the Bonds or for the payment of any amounts owed under the Related Documents.

Nothing herein shall prevent or prohibit the City from applying other funds of the City legally available therefor to the payment or redemption of the Bonds, in its sole discretion.

Section 12. Form of Bonds, Certificate of Authentication and Assignment. The 2009 Bonds, Registrar's Certificate of Authentication and Form of Assignment shall be in substantially the following forms, with such changes therein as are not inconsistent with this ordinance:

(Form of 2009 Bond)

UNITED STATES OF AMERICA
STATE OF NEW MEXICO
COUNTY OF SANTA FE

No. _____

\$ _____

CITY OF SANTA FE
COLLEGE OF SANTA FE/SUBORDINATE LIEN
GROSS RECEIPTS TAX REVENUE BOND
SERIES 2009

INTEREST RATE	MATURITY DATE	SERIES DATE	CUSIP
_____% per annum	_____, ____	_____, 2009	_____

REGISTERED OWNER: _____

PRINCIPAL AMOUNT: _____ DOLLARS

The City of Santa Fe (herein "City"), in the County of Santa Fe and State of New Mexico, for value received, hereby promises to pay upon presentation and surrender of this bond, solely from the special funds provided therefor as hereinafter set forth, to the registered owner named above, or registered assigns, on the Maturity Date specified above (unless this bond, if subject to prior redemption, shall have been called for prior redemption in which case on such redemption date), upon the presentation and surrender hereof at Wells Fargo Bank, N.A., Denver, Colorado, as paying agent, or its successor (herein the "Paying Agent"), the Principal Amount stated above, in lawful money of the United States of America, and to pay to the registered owner hereof as of the Regular Record Date (being the 15th day of the calendar month [whether or not a business day] preceding each regularly scheduled interest payment date as defined in Ordinance No. 2009-__, adopted July 29, 2009, referred to herein as the "Bond Ordinance"), by check or draft mailed to such registered owner, on or before each interest payment date as hereinafter provided (or, if such interest payment date is not a business day, on or before the next succeeding business day), at his address as it last appears on the Regular Record Date on the registration books kept for that purpose by Wells Fargo Bank, N.A., Denver, Colorado, as registrar (i.e., transfer agent) for the bonds, or its successor (herein the "Registrar") or by such other arrangement as may be agreed to by the Paying Agent and the registered owner hereof, interest on said sum in lawful money of the United States of America from the Series Date specified above or the most recent interest payment date to which interest has been fully paid or duly provided for in full (as more fully provided in the Bond Ordinance) until maturity at the per annum Interest Rate specified above, payable on December 1, 2009 and semiannually

thereafter on June 1 and December 1 in each year. Any such interest not so timely paid or duly provided for shall cease to be payable to the registered owner as of the Regular Record Date and shall be payable to the registered owner as of a Special Record Date (as defined in the Bond Ordinance), as further provided in the Bond Ordinance. If upon presentation and surrender to the Paying Agent at or after maturity or on a designated prior redemption date on which the City may have exercised its right to prior redeem this bond pursuant to the Bond Ordinance, payment of this bond is not made as herein provided, interest hereon shall continue at the rate herein designated until the principal hereof is paid in full. If the Bonds are issued in book-entry only form, an authorized officer of the City and the applicable securities depository ("Depository") may make other arrangements for the payments on the Bonds.

The bonds of the series of which this bond is a part maturing on and after June 1, 20__, are subject to prior redemption at the City's option in one or more units of principal of \$5,000 on and after June 1, 20__, in whole or in part at any time, in such order of maturities as the City may determine (and by lot if less than all of the Bonds of such maturity is called, such selection by lot to be made by the Registrar in such manner as he shall consider appropriate and fair), at a redemption price equal to the principal amount of the Bonds or portion thereof to be redeemed plus accrued interest, if any, to the redemption date.

The bonds of the series of which this bond is a part maturing on June 1, 20__ are subject to mandatory sinking fund redemption at a redemption price equal to 100% of the principal amount thereof plus accrued interest to the redemption date, if any, in the years and in the principal amounts stated below:

Year (June 1)	Amount Maturing
------------------	--------------------

Redemption shall be made upon mailed notice to each registered owner of each bond selected for redemption as shown on the registration books kept by the Registrar in the manner and upon the conditions provided in the Bond Ordinance.

The bonds of the series of which this is one are fully registered (i.e., registered as to payment of both principal and interest), and are issuable in the denomination of \$5,000 or any denomination which is an integral multiple of \$5,000 (provided that no bond may be in a denomination which exceeds the principal coming due on any maturity date and no individual bond will be issued for more than one maturity). Upon surrender of any of such bonds at the Registrar with a written instrument satisfactory to the Registrar duly executed by the registered owner or his duly authorized attorney, such bond may, at the option of the registered owner or his duly authorized attorney, be exchanged for an equal aggregate principal amount of such bonds of the same maturity of other authorized denominations, subject to such terms and conditions as set forth in the Bond Ordinance.

This bond is fully transferable by the registered owner hereof in person or by his duly authorized attorney on the registration books kept by the Registrar upon surrender of this bond together with a duly executed written instrument of transfer satisfactory to the Registrar. Upon such transfer a new fully registered bond of authorized denomination or denominations of the same aggregate principal amount and maturity will be issued to the transferee in exchange for this bond, subject to such terms and conditions as set forth in the Bond Ordinance. The City and the Registrar and Paying Agent may deem and treat the person in whose name this bond is registered as the absolute owner hereof for the purpose of making payment and for all other purposes.

This bond is one of a series of bonds designated "City of Santa Fe College of Santa Fe Lease Subordinate Lien Gross Receipts Tax Revenue Bonds, Series 2009," of like tenor and date, except as to interest rate, number and maturity, authorized for the purpose of refunding outstanding bonds of the City, all as set forth in the Bond Ordinance.

This bond is issued pursuant to and in strict compliance with the Constitution and laws of the State of New Mexico.

This bond does not constitute an indebtedness of the City within the meaning of any constitutional or statutory provision or limitation, shall not be considered or be held to be a general obligation of the City, and is payable and collectible solely out of the City's Pledged Tax Revenues and Pledged Lease Revenues pursuant to the pledge made by and as defined in the Bond Ordinance, which revenues are so pledged; and the holder of this bond may not look to any general or other fund for the payment of the principal and interest on this obligation, except the special funds pledged therefor. Payment of the bonds of the series of which this bond is one and the interest thereon shall be made solely from, and as security for such payment, there are pledged pursuant to the Bond Ordinance, special funds identified as the "One-Half Percent Gross Receipts Tax Revenue Fund," the "Infrastructure Gross Receipts Tax Revenue Fund" and the "State-Shared Gross Receipts Tax Revenue Fund" into which the City covenants to pay the Pledged Tax Revenues, and a special fund identified as the "Lease Revenue Fund" into which the City covenants to pay from the revenues derived from the lease/installment sale of the assets acquired with the proceeds of the Bonds (herein the "Pledged Lease Revenues"), subsequent to outstanding superior bonds and concurrently with outstanding parity bonds, which sums shall be sufficient to pay when due the principal of and the interest on the bonds of the series of which this bond is one. For a description of the funds, the nature and extent of the security afforded thereby for the payment of the principal of and interest on the bonds, and other details concerning the bonds, reference is made to the Bond Ordinance. The bonds of the series of which this bond is one are equally and ratably secured by a subordinate lien on the City's Pledged Tax Revenues; the Bonds constitute an irrevocable and subordinate lien, but not necessarily an exclusive subordinate lien, upon the Pledged Tax Revenues. Additional bonds and other obligations, in addition to the bonds of the series of which this bond is one, may be issued and made payable from the City's Pledged Tax Revenues having a lien thereon inferior and junior to the lien or, subject to designated conditions, having a lien thereon on a parity with, or superior to the lien of the bonds of the series of which this bond is one, in accordance with the provisions of the Bond Ordinance.

In addition, the bonds of the series of which this bond is one are equally and ratably secured by a lien on the City's Pledged Lease Revenues; the Bonds constitute an irrevocable first lien upon the Pledged Lease Revenues. No additional bonds or other obligations may be issued and made payable from the City's Pledged Lease Revenues, in accordance with the provisions of the Bond Ordinance.

The City covenants and agrees with the registered owner of this bond and with each and every person who may become the registered owner hereof that it will keep and perform all of the covenants of the Bond Ordinance.

This bond is subject to the conditions, and every registered owner hereof by accepting the same agrees with the obligor and every subsequent registered owner hereof that the principal of and the interest on this bond shall be paid, and this bond is transferable, free from, and without regard to any equities between the obligor and the original or any intermediate registered owner hereof for any setoffs or cross-claims.

It is further certified, recited and warranted that all the requirements of law have been fully complied with by the City Council and officers of the City in the issuance of this bond; and that it is issued pursuant to and in strict conformity with the Constitution and laws of the State of New Mexico, and particularly the terms and provisions of Sections 3-31-1 through 3-31-12, NMSA 1978, as amended, and all laws thereunto enabling and supplemental thereto.

This bond shall not be valid or obligatory for any purpose until the Registrar shall have manually signed the certificate of authentication herein.

IN WITNESS WHEREOF, the City of Santa Fe has caused this bond to be signed, subscribed, and executed, and attested with the facsimile signatures of its Mayor and its City Clerk, respectively and has caused the facsimile of its corporate seal to be affixed on this bond, all as of the Series Date.

CITY OF SANTA FE

(FACSIMILE SEAL)

By _____ (Facsimile Signature)
Mayor

ATTEST:

By _____ (Facsimile Signature)
City Clerk

(Form of Registrar's Certificate of Authentication)

REGISTRAR'S CERTIFICATE OF AUTHENTICATION

Date of Authentication: _____

This is one of the bonds described in the within-mentioned Bond Ordinance, and this bond has been duly registered on the registration books kept by the undersigned as Registrar for such Bonds.

Wells Fargo Bank, N.A.
Denver, Colorado, as Registrar

By _____
Authorized Officer

(End of Form of Registrar's Certificate of Authentication)

(Form of Assignment)

ASSIGNMENT

For value received, _____
hereby sells, assigns and transfers unto _____ the within bond and hereby
irrevocably constitutes and appoints _____ attorney, to transfer the same on the
books of the Registrar, with full power of substitution in the premises.

Signature Guaranteed:

Name and Address of Transferee

Dated: _____

Social Security Number or other
Tax Identification Number

(End of Form of Assignment)

(End of Form of 2009 Bond)

Section 13. [Intentionally Omitted]

Section 14. Delivery of Bonds and Initial Registration. When the Bonds have been duly executed, authenticated, registered and sold, the City Treasurer shall deliver them to the Purchaser on receipt of the agreed purchase price. The Registrar shall initially register the Bonds in the name of the Purchaser or in the names of such transferees as the Purchaser may designate by a writing or writings satisfactory to the Registrar, or any combination as directed by the Purchaser.

Section 15. Delegated Authority.

A. Delegated Authority and Execution of Documents. The officers, agents and employees of the City are authorized, empowered and directed to take all action required by this ordinance, and all such other action as may be necessary or appropriate to effectuate the provisions of this ordinance and other documents as may be necessary or appropriate to carry out and comply with the provisions of this ordinance.

The Mayor is authorized and directed to execute and the City Clerk is authorized and directed to affix the seal of the City to and attest where applicable, the final Official Statement, the Guaranty Agreement and the Continuing Disclosure Undertaking in a form not inconsistent with this ordinance and as shall be approved by the Mayor, his execution thereof to constitute conclusive evidence of his approval thereof. The Mayor is further authorized and directed to execute and the City Clerk is authorized and directed to affix the seal of the City to and attest where applicable, a Debt Service Forward Delivery Agreement in a form as shall be approved by the Mayor, his execution thereof to constitute conclusive evidence of his approval. From and after adoption of this ordinance and the execution and delivery of the Bond Purchase Agreement, the final Official Statement, the Guaranty Agreement, a Debt Service Forward Delivery Agreement, and the Continuing Disclosure Undertaking, the officers, agents and employees of the City are hereby authorized, empowered and directed to do all such acts and to execute all such documents as may be necessary to carry out and comply with the provisions of the Bond Purchase Agreement, the final Official Statement, the Guaranty Agreement, the Debt Service Forward Delivery Agreement and the Continuing Disclosure Undertaking as executed.

The Mayor, City Clerk, City Treasurer, any other officer or employee of the City and the Purchaser are authorized and directed to distribute the Preliminary Official Statement and an Official Statement related to the sale of the Bonds. The use and distribution of the Preliminary Official Statement and the Official Statement by the Purchaser in connection with the sale of the Bonds to the public is hereby authorized, approved and acknowledged.

Section 16. Disposition of Bond Proceeds. The proceeds, including accrued interest, from the sale of the Bonds shall be applied by the City simultaneously with the delivery of the Bonds to the Purchaser in the following manner and priority:

A. Accrued Interest. First, all moneys received as accrued interest from the sale of the Bonds shall be deposited into the Bond Fund, to be applied to the payment of interest next due on the Bonds.

B. Reserve Fund. Second, moneys or a Reserve Fund Insurance Policy in an amount equal to the Minimum Reserve, shall be deposited into the "City of Santa Fe College of Santa Fe/Subordinate Lien Gross Receipts Tax Revenue Bonds, Series 2009 Reserve Fund" which is hereby created and which is to be maintained by the City.

C. Acquisition Account. Third, an amount necessary to finance the Project from the proceeds derived from the sale of the Bonds shall be credited to the "City of Santa Fe, New Mexico College of Santa Fe/Subordinate Lien Gross Receipts Tax Revenue Bonds Acquisition Account" which is hereby created.

D. Use of Proceeds. Except as otherwise specifically provided in this ordinance, the proceeds derived from the sale of the Bonds shall be used and paid solely for the purpose of carrying out the Project.

Section 17. [Intentionally Omitted]

Section 18. Responsibility of Purchaser.

A. Purchaser Not Responsible. The validity of the Bonds is not dependent on nor affected by the validity or regularity of any proceedings related to the completion of the Refunding Project as defined in this ordinance. The Purchaser of the Bonds, and any subsequent owner of any Bonds, shall in no manner be responsible for the application or disposal by the City or by any officer or any employee or other agent of the City of the moneys derived from the sale of the Bonds or of any other moneys designated in this ordinance.

Section 19. Continuance of Funds. The City hereby continues the following special and separate trust funds:

A. State-Shared Gross Receipts Tax Revenue Fund. The "City of Santa Fe, New Mexico State-Shared Gross Receipts Tax Revenue Account of the General Fund of the City" to be maintained by the City and deposited in an Insured Bank, into which the City shall deposit the State-Shared Gross Receipts Tax Revenues.

B. One-Half Percent Municipal Gross Receipts Tax Revenue Fund. The "City of Santa Fe, New Mexico One-Half Percent Municipal Gross Receipts Tax Revenue Fund," to be maintained by the City and deposited in an Insured Bank, into which the City shall deposit the One-Half Percent Municipal Gross Receipts Tax Revenues.

C. Infrastructure Gross Receipts Tax Revenue Fund. The "City of Santa Fe, New Mexico Infrastructure Gross Receipts Tax Revenue Fund," to be maintained by the City and deposited in an Insured Bank, into which the City shall deposit the Infrastructure Gross Receipts Tax Revenues.

D. Environmental Services Gross Receipts Tax Revenue Fund. The "City of Santa Fe, New Mexico Environmental Services Gross Receipts Tax Revenue Fund" to be

maintained by the City and deposited in an Insured Bank, into which the City shall deposit the Environmental Services Gross Receipts Tax Revenues.

The amount of monthly deposits to be made into each of the funds described above in this Section 19 shall include the portion of the gross receipts tax distribution to the City to be made pursuant to Chapter 116, Section 1, Session Laws 2004, which represents the amount of State-Shared Gross Receipts Tax Revenues, One-Half Percent Municipal Gross Receipts Tax Revenues, and Infrastructure Gross Receipts Tax Revenues that would have been remitted to the City but for the deductions (effective January 1, 2005) provided by Sections 7-9-92 and 7-9-93 NMSA 1978 and any similar distributions made to the City in lieu of State-Shared Gross Receipts Tax Revenues, One-Half Percent Municipal Gross Receipts Tax Revenues and Infrastructure Gross Receipts Tax Revenues pursuant to law.

E. Lease Revenue Fund. The "City of Santa Fe, New Mexico Lease Revenue Fund" to be maintained by the City and deposited in an Insured Bank, into which the City shall deposit the Pledged Lease Revenues. So long as any of the Bonds are outstanding, the Pledged Lease Revenues shall be set aside and, on a monthly basis, deposited into the Lease Revenue Fund.

Section 20. Administration of Lease Revenue Fund and Pledged Tax Revenue Funds.

A. Administration of Lease Revenue Fund. So long as any of the Bonds shall be outstanding, the following payments shall be made from the Lease Revenue Fund:

(1) Bond Fund Payments. First, the following amounts shall be withdrawn from the Lease Revenue Fund and credited to the "City of Santa Fe, New Mexico College of Santa Fe/Subordinate Lien Gross Receipts Tax Revenue Bonds, Series 2009, Bond Service Fund" (the "Bond Fund") hereby created:

(a) Interest Payments. Monthly, commencing on the first day of the first month following the delivery of the Bonds, an amount in equal monthly installments necessary, together with any moneys therein and available therefor, to pay the next maturing installment of interest on the Bonds then outstanding and monthly thereafter commencing on each interest payment date, one-sixth (1/6th) of the amount necessary to pay the next maturing installment of interest on the outstanding Bonds, and

(b) Principal Payments. Monthly, commencing on the first day of the first month following delivery of the Bonds, an amount in equal monthly installments necessary, together with any moneys therein and available therefore, to pay the next maturing installment of principal on the Bonds and monthly thereafter commencing on each principal payment date, one-twelfth (1/12th) of the amount necessary to pay the next maturing installment of principal on the Bonds.

If prior to any interest payment date or principal payment date, there has been accumulated in the Bond Fund the entire amount necessary to pay the next maturing installment of interest or principal, or both, the payment required in subparagraphs A(1)(a) and A(1)(b)

(whichever is applicable) above, may be appropriately reduced and the required monthly amounts again shall be so credited to such account commencing on such interest payment date or principal payment date (whichever is applicable).

B. Administration of the Pledged Gross Receipts Tax Revenue Funds. So long as any of the Bonds are outstanding, the following payments shall be made from the Pledged Gross Receipts Tax Revenues:

(1) Firstly, as a first charge on the Pledged Tax Revenues, the amounts necessary to pay the Debt Service Requirements on Superior Tax Obligations now outstanding or hereafter issued, or to fund any reserve account as required by the terms of any ordinance authorizing the issuance of Superior Tax Obligations, shall be withdrawn first from the One-Half Percent Municipal Gross Receipts Tax Revenue Fund, and if funds therein are insufficient, then if pledged for such Superior Tax Obligations, from the Infrastructure Gross Receipts Tax Revenue Fund, and, if pledged for such Superior Tax Obligations, from the Environmental Services Gross Receipts Tax Revenue Fund, if funds therein are insufficient, then from the State-Shared Gross Receipts Tax Revenue Fund in that order or in such other order as permitted or required by the authorizing ordinances, at the time prescribed in such authorizing ordinances.

(2) Second, but subject to and after the withdrawals authorized by the preceding paragraph B(1), so long as any of the Bonds shall be outstanding, to the extent that any monthly payment required to be made into the Bond Fund has not been made from the Lease Revenue Fund or from any other legally available source, the following amounts shall be withdrawn from the One-Half Percent Municipal Gross Receipts Tax Revenue Fund, and from the Infrastructure Gross Receipts Tax Revenue Fund if the moneys in the One-Half Percent Municipal Gross Receipts Tax Revenue Fund are not sufficient, and, if such moneys are insufficient, then from the State-Shared Gross Receipts Tax Revenue Fund (unless the City determines that such amounts shall be withdrawn from such funds in some other order), and credited to the Bond Fund:

(a) Interest Payments. Monthly, commencing on the first day of the first month following the delivery of the Bonds, an amount in equal monthly installments necessary, together with any moneys therein and available therefor, to pay the next maturing installment of interest on the Bonds then outstanding and monthly thereafter commencing on each interest payment date, one-sixth (1/6th) of the amount necessary to pay the next maturing installment of interest on the outstanding Bonds, and

(b) Principal Payments. Monthly, commencing on the first day of the first month following the delivery of the Bonds, an amount in equal monthly installments necessary, together with any moneys therein and available therefore, to pay the next maturing installment of principal on the Bonds and monthly thereafter commencing on each principal payment date, one-twelfth (1/12th) of the amount necessary to pay the next maturing installment of principal on the Bonds.

(3) Thirdly, but concurrently with the payments required by paragraph B(2) of this section, funds remaining in the One-Half Percent Municipal Gross Receipts Tax

Revenue Fund, and if the funds therein are insufficient, then funds remaining in the Infrastructure Gross Receipts Tax Revenue Fund, and if the funds therein are insufficient, then funds remaining in the State-Shared Gross Receipts Tax Revenue Fund and, if pledged therefor, funds remaining in the Environmental Services Gross Receipts Tax Revenue Fund, shall be used by the City to pay the Debt Service Requirements of such additional Parity Tax Obligations, if any, hereafter authorized to be issued and payable from Pledged Tax Revenues.

If prior to any interest payment date or principal payment date, there has been accumulated in the Bond Fund the entire amount necessary to pay the next maturing installment of interest or principal, or both, the payment required in subparagraphs 2(a) and (b) (whichever is applicable) of this paragraph, may be appropriately reduced and the required monthly amounts again shall be so credited to such account commencing on such interest payment date or principal payment date (whichever is applicable).

C. Termination Upon Deposits to Maturity. No payment need be made into the Bond Fund or the Reserve Fund if the amount in such funds (excluding the amount of any Reserve Fund Insurance Policy credited to the Reserve Fund) totals a sum at least equal to the entire amount of Bonds then outstanding, both as to principal and interest to their respective maturities, and both accrued and not accrued, in which case, moneys in the Bond Fund and the Reserve Fund in an amount at least equal to such principal and interest requirements shall be used solely to pay such as the same accrue and any moneys in excess thereof in the Bond Fund and the Reserve Fund and any other moneys derived from the Pledged Revenues may be used in any lawful manner determined by the City.

D. Reserve Fund. Immediately upon the sale and delivery of the Bonds, a Reserve Fund Insurance Policy in an amount equal to the Minimum Reserve will be deposited into the Reserve Fund. The moneys in the Reserve Fund shall be maintained as a continuing reserve to be used, except as otherwise provided herein, only to prevent deficiencies in the payment of the principal of and interest on the Bonds resulting from failure to deposit into the Bond Fund sufficient funds to pay the principal and interest as the same accrue. If, on June 1 of any year, the amount on deposit in the Reserve Fund exceeds the amount of the Minimum Reserve, all amounts in excess of such Minimum Reserve may be transferred to the Bond Fund and used to pay principal of and interest on the Bonds.

The Minimum Reserve shall be funded from Bond proceeds, other legally available funds of the City or a Reserve Fund Insurance Policy. The City shall annually on or about June 1 of each year, commencing June 1, 2010, and at such other times as the City shall deem appropriate, establish the value of any Permitted Investment held in the Reserve Fund at current fair market value based on accepted industry standards. For purposes of determining the amount on deposit in the Reserve Fund, any Reserve Fund Insurance Policy held by, or the benefit of which is available to, the City as security for the 2009 Bonds shall be deemed to be a deposit in the face amount of the policy or the stated amount of the Credit Facility provided that, if the amount available under a Reserve Fund Insurance Policy has been reduced as a result of a payment having been made thereunder or as a result of the termination, cancellation or failure of such Reserve Fund Insurance Policy and not reinstated or another Reserve Fund Insurance Policy provided, then, in valuing the Reserve Fund, the value of such Reserve Fund Insurance Policy

shall be reduced accordingly. If, upon any valuation, the value of the Reserve Fund exceeds the Minimum Reserve, the excess amount shall be withdrawn and deposited into the Bond Fund; if the value is less than the applicable requirement, the City shall replenish such amounts from the first Pledged Revenues thereafter received not required to be otherwise applied or other monies legally available therefor.

At such time as the 2009 Bonds are paid in full or are deemed to be paid in full, moneys on deposit in the Reserve Fund may be used to pay the final installments of principal and interest on the 2009 Bonds and otherwise may be withdrawn and transferred to the City to be used for any lawful purpose, provided that, if such amounts are used for a purpose other than payment of the 2009 Bonds, there shall be delivered an opinion of nationally recognized bond counsel that the purpose for which such funds are to be used is a lawful purpose for which such proceeds may be used under the laws of the State of New Mexico and that such use shall not result in the inclusion of interest on any 2009 Bonds in gross income of the recipient thereof for federal income tax purposes.

If moneys have been withdrawn from the Reserve Fund or a payment has been made under a Reserve Fund Insurance Policy constituting all or a portion of the Reserve Fund, and deposited into the Bond Fund to prevent a default on the 2009 Bonds, then the City will pay, from Pledged Revenues or other monies legally available therefor, the full amount so withdrawn, together with interest, if any, required under the terms of the Reserve Fund Insurance Policy, or so much as shall be required to restore the Reserve Fund to the Minimum Reserve and to pay such interest, if any. Such repayment from Pledged Revenues shall be made as required by Paragraph E of this Section 20.

The City may in part, or in whole, replace moneys in the Reserve Fund with a Reserve Fund Insurance Policy if the City receives written notification from the rating agency providing the rating for the 2009 Bonds that such rating will be unaffected by the substitution.

E. Defraying Delinquencies in the Bond Fund and the Reserve Fund; Use of Moneys in Reserve Fund and Bond Fund. If amounts in the One-Half Percent Municipal Gross Receipts Tax Revenue Fund, the Infrastructure Gross Receipts Tax Revenue Fund and the State-Shared Gross Receipts Tax Revenue Fund are insufficient to make the payments required by paragraph B(2) of this Section 20, then an amount shall be paid into the Bond Fund from the Reserve Fund equal to the difference between (i) the amounts paid in from the Pledged Recreation Complex Revenue Fund, the One-Half Percent Municipal Gross Receipts Tax Revenue Fund, the Infrastructure Gross Receipts Tax Revenue Fund, and the State-Shared Gross Receipts Tax Revenue Fund and (ii) the stipulated amount. The money so used shall be replaced in the Reserve Fund (if necessary to maintain the amount on deposit therein in an amount equal to the Minimum Reserve) from the first Pledged Lease Revenues and Pledged Tax Revenues thereafter received not required to be otherwise applied. The moneys in the Reserve Fund shall be used solely as provided herein. The moneys in the Bond Fund shall be used solely and only for the purpose of paying the principal of and the interest on the Bonds issued under this ordinance; provided, however, that any moneys in the Bond Fund in excess of accrued and unaccrued principal and interest requirements to the respective maturities of the outstanding Bonds may be used in any lawful manner as provided in Paragraph C of this Section.

F. Payment of Additional Superior Tax Obligations, Parity Tax Obligations and Qualified Exchange Agreements. Second, either prior to, concurrently with or subsequent to the payments required by Paragraphs A and B of this Section 20, depending upon whether the additional Obligations are Superior Tax Obligations, Parity Tax Obligations or Subordinate Obligations as provided in this ordinance, the Pledged Revenues shall be used by the City for the payment of Debt Service Requirements on additional Obligations, if any, hereafter authorized to be issued and payable from the Pledged Revenues as the same accrue. In the event that such obligations are Parity Tax Obligations, the payments of Debt Service Requirements on such additional Obligations shall be made concurrently with the payments required by Paragraphs B and E of this Section 20 (provided that such payments may be made at any intervals as may be provided in the ordinance or resolution authorizing such additional Obligations). The following amounts required to be paid by the City shall be paid from Pledged Gross Receipts Tax Revenues with the same priority as other payments of Debt Service Requirements on Parity Tax Obligations:

(1) Any amount to reimburse or pay a bond insurer or reserve account insurer or guarantor, or to make payments or reimbursements pursuant to another Credit Facility, for payments of Debt Service Requirements made on Parity Tax Obligations; and amounts payable to a Qualified Counterparty under a Qualified Exchange Agreement, excluding Exchange Termination Payments, if such payments are designated in a City ordinance relating to that Qualified Exchange Agreement as having a lien on Pledged Revenues on a parity with the lien thereon of Parity Tax Obligations;

(2) Reimbursement of any reserve fund Credit Facility obtained for any issue of Parity Tax Obligations; and

(3) Cash deposits to any required reserve fund established with respect to any issue of Parity Tax Obligations.

Each payment of Debt Service Requirements on Parity Tax Obligations shall be transferred to the Paying Agent for payment of Parity Tax Obligations, or directly to a Qualified Counterparty, bond insurer, reserve account insurer or guarantor or other provider of a Credit Facility entitled to receive payments on Parity Tax Obligations, on or before the due date of such payment.

G. Payment of Expenses and Certain Obligations which are not Parity Tax Obligations. After and subject to the payments required, and provisions contained in, any of the preceding paragraphs of this Section, any remaining Pledged Gross Receipts Tax Revenues shall be used, to the extent necessary, for payment of: (i) any other amounts, expenses, fees and interest owed by the City relating to the issuance, delivery, servicing, payment, redemption and refunding of Parity Tax Obligations and (ii) other Obligations relating to Parity Tax Obligations owed by the City pursuant to the Related Documents, any Qualified Exchange Agreement (excluding Exchange Termination Payments), bond insurance policy, reserve fund insurance policy or similar documents which are not payable pursuant to any other prior paragraph of this Section.

H. Subordinate Obligations. After and subject to the payments required by, and provisions contained in, the preceding paragraphs of this Section, any remaining Pledged Revenues, shall be used, as necessary, by the City for the payment of the principal of, premium, if any, and interest on all Obligations with a lien on the Pledged Tax Revenues which is subordinate and junior to the lien of the Parity Tax Obligations on Pledged Tax Revenues, including without limitation, any Exchange Termination Payments.

I. Use of Surplus Revenues. After making the payments required to be made by Paragraphs A to H, both inclusive, of this Section, the remaining Pledged Revenues, if any, may be applied to any other lawful purposes. The One-Half Percent Municipal Gross Receipts Tax Revenues received by the City pursuant to the One-Half Percent Municipal Gross Receipts Tax Ordinance shall be used only for the purposes authorized by that ordinance. The Infrastructure Gross Receipts Tax Revenues received by the City pursuant to the Infrastructure Gross Receipts Tax Ordinance shall be used only for the purposes authorized by that ordinance. The Environmental Services Gross Receipts Tax Revenues received by the City pursuant to the Environmental Services Gross Receipts Tax Ordinance shall be used only for the purposes authorized in that ordinance.

J. Variable Interest Rate. In making the computations required by this Section, interest on Obligations which bear a Variable Interest Rate shall be computed: (i) at the actual Variable Interest Rate or Variable Exchange Rate for the computation period, if such rate can be computed exactly, or (ii) if the Variable Interest Rate or Variable Exchange Rate cannot be computed exactly, at the actual rate for the immediately preceding computation period.

Section 21. General Administration of Funds. The funds and accounts designated in Sections 16 to 20, both inclusive, of this ordinance shall be administered as follows:

A. Investment of Money. Any moneys in any fund designated in Sections 16 through 20 may be invested in any Permitted Investments. The obligations so purchased as an investment of moneys in a fund shall be deemed at all times to be part of the fund, and the interest accruing thereon and any profit realized therefrom shall be credited to the fund, and any loss resulting from each investment shall be charged to the fund. The City Treasurer shall present for redemption or sale on the prevailing market any obligations so purchased as an investment of moneys in the fund whenever it shall be necessary to do so in order to provide moneys to meet any payment or transfer from such fund.

B. Deposits of Funds. Except for direct investments in Permitted Investments allowed by Paragraph A of this Section 21, the moneys and investments comprising each of the funds and accounts hereinabove designated in Sections 16 to 20, both inclusive, of this ordinance shall be maintained and kept separate from all other funds and accounts in an Insured Bank or Insured Banks. The amounts prescribed shall be paid to the appropriate funds as specified in Sections 16 through 20. Each payment shall be made into the proper bank account and credited to the proper fund not later than the last day designated; provided that when the designated date is a Sunday or a legal holiday, then such payment shall be made on the next preceding secular day. Nothing in this ordinance shall prevent the establishment of one such

bank account or more (or consolidation with any existing bank account), for all of the funds and accounts in Sections 16 to 20, both inclusive, of this ordinance.

Section 22. Lien on Pledged Revenues. The Pledged Tax Revenues, the Pledged Lease Revenues, and the amounts and securities on deposit in the Bond Fund and the Reserve Fund, and the proceeds thereof, are hereby authorized to be pledged to, and are hereby pledged, and the City grants a security interest therein, for the payment of the principal of, premium, if any, and interest on the Bonds, subject to the uses thereof permitted by, and the priorities set forth in, this ordinance. The Bonds constitute an irrevocable and subordinate lien (but not necessarily an exclusive subordinate lien) on the Pledged Tax Revenues on a parity with the lien thereon of Parity Bonds but subordinate to the lien thereon of Superior Tax Obligations. The Bonds constitute an irrevocable and first lien on the Pledged Lease Revenues.

Section 23. Additional Bonds and Other Obligations.

A. Limitations Upon Issuance of Additional Obligations. No provision of this ordinance shall be construed in such a manner as to prevent the issuance by the City of additional Obligations payable from Pledged Tax Revenues and constituting a lien upon such revenues prior and superior to the lien of the Bonds. Before any additional Superior Tax Obligations are issued, the conditions, if any, set forth in the ordinances authorizing the issuance of Superior Tax Obligations must be satisfied.

Before any additional Parity Tax Obligations are actually issued (excluding Refunding Bonds the proceeds of which are used to refund Parity Tax Obligations, as provided in Section 24, but including Parity Tax Obligations which are Refunding Bonds which refund subordinate obligations), the following conditions shall be met:

- (i) The additional Parity Tax Obligations must be Obligations; and
- (ii) The City shall then be current in all of the deposits required to be made with respect to Parity Tax Obligations (including, if applicable, any obligation to fund any reserve account required by the terms of any ordinance authorizing the issuance of any such Obligations); and
- (iii) (a) No additional Parity Tax Obligations shall be issued unless Pledged Tax Revenues received for the Historic Test Period shall have been sufficient to pay an amount representing at least two hundred percent (200%) of the combined maximum annual Debt Service Requirements coming due in any subsequent Fiscal Year on the Bonds, on the then outstanding Superior Tax Obligations and Parity Tax Obligations, and the additional Parity Tax Obligations proposed to be issued (excluding any reserves therefor); and
- (b) In making the computations required by this subparagraph
- (iii) other gross receipts tax revenues, including without limitation, the Environmental Services Gross Receipts Tax Revenues, received by the City, whether from distribution by the State or pursuant to gross receipts taxes imposed by the City (other than State-Shared Gross Receipts Tax Revenues) pledged to the Superior Tax Obligations, Parity Tax Obligations (including without

limitation, the 1996B Bonds), and the Parity Tax Obligations proposed to be issued, may be included only to the extent such gross receipts tax revenues are pledged to a particular series of such outstanding obligations or proposed Parity Tax Obligations and only to the extent of the maximum annual Debt Service Requirements on such outstanding obligations or proposed Parity Tax Obligations.

B. Subordinate Obligations Permitted; Certain Obligations Prohibited. No provision of this ordinance shall be construed in such a manner as to prevent the issuance by the City of additional Obligations payable from the Pledged Tax Revenues with a lien thereon subordinate and junior to the lien of the Bonds thereon, nor to prevent the issuance of Obligations refunding all or part of the Bonds as permitted by Section 24.

The City shall not be permitted to issue additional Obligations payable from the Pledged Recreation Complex Revenues.

C. Variable Interest Rate. In making the computations required by this Section and Section 24, Obligations which bear a Variable Interest Rate shall be deemed to bear interest at the maximum rate permitted for those obligations.

D. Certificate of City Treasurer. A written certificate or opinion of the City Treasurer that the Pledged Tax Revenues for the applicable Historic Test Period are sufficient to pay the amounts required in this Section shall be required in making a determination that the requirements set forth in this Section have been satisfied and shall be conclusively presumed to be accurate in determining that such requirements have been satisfied.

E. Bond Anticipation Notes. Whenever the City shall have authorized the issuance of Superior Tax Obligations or Parity Tax Obligations under the Act and the City shall, at the time, be permitted by the laws of the State to issue notes representing loans in anticipation of the sale of such Superior Tax Obligations or Parity Tax Obligations ("Bond Anticipation Notes"), the City may by resolution or ordinance authorize the issuance of Bond Anticipation Notes in anticipation of the sale of such Superior Tax Obligations or Parity Tax Obligations, provided, however, that before any Bond Anticipation Notes are actually issued, the conditions of Section 23A shall be met. Bond Anticipation Notes shall not be issued in an amount exceeding the principal amount of the Superior Tax Obligations or Parity Tax Obligations in anticipation of the sale of which such notes are proposed to be issued.

For the purposes of determining compliance with this Section, as of the date of issuance of any Bond Anticipation Notes, the aggregate principal amount of all outstanding Bond Anticipation Notes (including such proposed Bond Anticipation Notes) shall never exceed the principal amount of a hypothetical issue of Superior Tax Obligations or Parity Tax Obligations which could be issued hereunder having an assumed final maturity of twenty (20) years, bearing an assumed rate of interest equal to the highest rate then borne by any Bond Anticipation Note then outstanding (or, if none, the interest rate borne by the proposed Bond Anticipation Notes to be issued) and having debt service due in each Fiscal Year in approximately equal amounts.

F. Put Obligations. In making the computations required by this Section and Section 24, the principal amount of any Put Obligations to be outstanding in the Fiscal Year when the combined maximum annual Debt Service Requirements come due shall be excluded from the maximum annual Debt Service Requirements only if the Credit Facility providing liquidity or standby purchase support for Put Obligations is rated, on the date the computations are made, "A" or better by Moody's or S&P (if such rating agencies are then rating the Bonds). If there is no Credit Facility for the Put Obligations or the rating requirement for the Credit Facility set forth in the preceding sentence is not satisfied, the principal amount of the Put Obligations to be outstanding in the Fiscal Year when combined maximum annual Debt Service Requirements come due shall be considered in computing maximum annual Debt Service Requirements.

Section 24. Refunding Bonds. The provisions of Section 23 hereof are subject to the following exceptions:

A. Privilege of Issuing Refunding Obligations. If at any time after the Bonds, or any part thereof, shall have been issued and remain outstanding, the City shall find it desirable to refund any outstanding Parity Obligations or other outstanding obligations payable from the said Pledged Revenues, said bonds or other obligations, or any part thereof, may be refunded (but only with the consent of the registered owner or owners thereof, unless the bonds or other obligations, at the time of their required surrender for payment, shall then mature, or shall then be callable for prior redemption at the City's option), regardless of whether the priority of the lien for the payment of the refunding obligations on the Pledged Revenues is changed (except as provided in paragraph A of Section 23 and in paragraphs B and C of this Section 24).

B. Limitations Upon Issuance of Refunding Obligations. No refunding bonds or other refunding obligations payable from the Pledged Revenues shall be issued on a parity with the Bonds herein authorized, unless:

(1) The lien on the Pledged Revenues of the outstanding obligations so refunded is on a parity with the lien thereon of the Bonds herein authorized; or

(2) The refunding bonds or other refunding obligations are issued in compliance with Paragraph A of Section 23 of this ordinance.

C. Refunding Part of an Issue. The refunding bonds or other obligations so issued shall enjoy complete equality of lien with the portion of any bonds or other obligations of the same issue which is not refunded, if any there be; and the registered owner or owners of such refunding bonds or such other refunding obligations shall be subrogated to all of the rights and privileges enjoyed by the registered owner or owners of the bonds or other obligations of the same issue refunded thereby.

D. Limitations Upon Issuance of any Refunding Obligations. Any refunding bonds or other refunding obligations payable from the Pledged Revenues shall be issued with such details as the City may by ordinance provide, subject to the inclusion of any such rights and privileges designated in Paragraph C of this Section 24, but without any impairment of any

contractual obligations imposed upon the City by any proceedings authorizing the issuance of any unrefunded portion of such outstanding obligations of any one or more issues (including but not necessarily limited to the issue herein authorized). If only a part of the outstanding bonds and any other outstanding obligations of any issue or issues payable from the Pledged Revenues is refunded, then such obligations may not be refunded without the consent of the registered owner or owners of the unrefunded portion of such obligations, unless:

(1) The refunding bonds or other refunding obligations do not increase any aggregate annual principal and interest requirements evidenced by such refunding obligations and by the outstanding obligations not refunded on and prior to the last maturity date of such unrefunded obligations, or

(2) The refunding bonds or other refunding obligations are issued in compliance with Paragraph A of Section 23 hereof, or

(3) The lien on the Pledged Revenues for the payment of the refunding obligations is subordinate to each such lien for the payment of any obligations not refunded.

E. Cross-over Refunding Bonds. If the refunding bonds to be issued are Cross-over Refunding Bonds, the ordinance providing for the issuance thereof shall provide (1) that until the date on which the principal portion of the related Obligations being refunded is to be paid or redeemed from the proceeds of such Cross-over Refunding Bonds, the Cross-over Refunding Bonds shall not be Parity Obligations and shall be payable solely from the escrow provided for in the related ordinance, and (2) a certificate of an Independent Accountant shall be prepared to demonstrate the sufficiency of the moneys and investments in the escrow to pay the principal of and interest on the Cross-over Refunding Bonds until the date on which the principal portion of the related Obligations being refunded is to be paid or redeemed and to pay or redeem the related Obligations being refunded.

Section 25. Equality of Bonds. The Bonds authorized to be issued hereunder and from time to time outstanding shall not be entitled to any priority one over the other in the application of the Pledged Revenues, regardless of the time or times of their issuance, it being the intention of the Governing Body that there shall be no priority among the Bonds regardless of the fact that they may be actually issued and delivered at different times.

Section 26. Protective Covenants. The City hereby covenants and agrees with each and every registered owner of the Bonds that:

A. Payment of Bonds Herein Authorized. The City will promptly pay the principal of and the interest on every Bond issued hereunder and secured hereby at the place, on the dates and in the manner specified herein and in the Bonds according to the true intent and meaning hereof. Such principal and interest are payable solely from the Pledged Revenues. Nothing in the 2009 Bonds, any Qualified Exchange Agreement or this ordinance shall be construed as obligating the City to pay principal, premium, if any, or interest on any of the 2009 Bonds from, and the holders of the 2009 Bonds and any Qualified Counterparty may not look to, any general or other fund of the City, except those specifically set forth herein.

B. Records. So long as any of the Bonds remain outstanding, proper books of record and account will be kept by the City, separate and apart from all other records and accounts, showing complete and correct entries of all transactions relating to the Pledged Tax Revenues and the Pledged Lease Revenues.

C. Audits. The City further agrees that it will, within 270 days following the close of each Fiscal Year, cause an audit of such books and accounts to be made by an Independent Accountant, showing the revenues and expenditures of the Pledged Revenues. The City agrees to furnish forthwith a copy of each of such audits and reports to the Purchaser upon request. Any such registered owner shall have the right to discuss, with the Independent Accountant or person making the audit, the report and the contents thereof and to ask for such additional information as he may reasonably require.

D. Extending Interest Payments. In order to prevent any accumulation of claims for interest after maturity, the City will not directly or indirectly extend or assent to extension of time for the payment of any claim for interest on any of the Bonds and it will not directly or indirectly be a party to or approve any arrangement for any such extension or for the purpose of keeping alive any of said interest; and in case the time for payment of any such interest shall be extended, such installment or installments of interest after such extension or arrangement shall not be entitled in case of default hereunder to the benefit or security of this ordinance except subject to the prior payment in full of the principal of all Bonds issued hereunder and then outstanding, and of matured interest on such Bonds the payment of which has not been extended.

E. Performing Duties. The City will faithfully and punctually perform all duties with respect to the Project and the Bonds required by the Constitution and laws of the State of New Mexico and the ordinances and resolutions of the City including but not limited to the proper segregation of the Pledged Revenues and their application of the respective funds.

F. Other Liens. Other than the outstanding Subordinate Obligations, the outstanding Parity Obligations and the Bonds as recited in this ordinance, there are no liens or encumbrances of any nature whatsoever on or against the Pledged Revenues.

G. City's Existence. The City will maintain its corporate identity and existence so long as any of the Bonds herein authorized remain outstanding unless another political subdivision by operation of law succeeds to the duties, privileges, powers, liabilities, disabilities, immunities and rights of the City and is obligated by law to receive and distribute the Pledged Revenues in place of the City, without affecting to any substantial degree the privileges and rights of any registered Owner of any outstanding Bonds.

H. Duty With Respect to Pledged Revenues. If the statutes or any ordinance which materially affects the Pledged Revenues or any part of said ordinances, shall ever be held to be invalid or unenforceable, it shall be the duty of the City, to the extent authorized by law, to immediately take any action necessary to produce sufficient Pledged Revenues to comply with the contracted obligations of this ordinance.

I. Impairment of Contract. The City agrees that any law or ordinance or resolution of the City in any manner affecting the Pledged Revenues or the Bonds, or otherwise appertaining thereto, shall not be repealed or otherwise directly or indirectly modified, in such a manner as to impair adversely any Bonds outstanding, unless such Bonds have been discharged in full or provision has been fully made therefor, or unless the consent of the required percentage of the registered owners of the then outstanding Bonds is obtained pursuant to Section 34 of this ordinance.

J. Limitation on Superior Tax Obligations or Parity Tax Obligations with Variable Interest Rates. The City shall not issue Superior Tax Obligations or Parity Tax Obligations with a Variable Interest Rate which, at the time of issuance, are assigned a lower rating than the rating then assigned to the Bonds by Moody's or S&P, unless the written consent of such rating agency to a lower rating is obtained prior to issuance of such Superior Tax Obligations or Parity Tax Obligations.

K. Notice of Qualified Exchange Agreements to Rating Agencies. The City shall not enter into a Qualified Exchange Agreement which is a Parity Tax Obligation or with respect to any Tax Parity Obligations without first providing notice of such Qualified Exchange Agreement to Moody's and S&P and without first receiving written confirmation from Moody's and S&P that entering into such Qualified Exchange Agreement, in and of itself, would not result in a reduction of the ratings then assigned to the Bonds by Moody's and S&P.

L. Continuing Disclosure Undertaking. Authorized Officers of the City are authorized to sign such documents with respect to the City's continuing disclosure obligations as are necessary or desirable to comply with the Continuing Disclosure Undertaking and requirements of Rule 15c2-12 promulgated by the Securities and Exchange Commission under the Securities Exchange Act of 1934, as amended.

Section 27. Defeasance. When all principal, any applicable prior redemption premium and interest in connection with the Bonds hereby authorized have been duly paid, the pledge and lien and all obligations hereunder shall thereby be discharged and the Bonds shall no longer be deemed to be outstanding within the meaning of this ordinance. There shall be deemed to be such due payment as to any Bond when the Governing Body has placed in escrow and in trust with a commercial bank located within or without the State of New Mexico and exercising trust powers, an amount sufficient (including the known minimum yield from Federal Securities in which such amount may initially be invested) to meet all requirements of principal, interest and any applicable prior redemption premium as the same become due to its maturity or designated redemption date as of which the City shall have exercised or obligated itself to exercise its option to call the Bond. The Federal Securities shall become due prior to the respective times on which the proceeds thereof shall be needed, in accordance with a schedule established and agreed upon between the Governing Body and such bank at the time of the creation of the escrow or the Federal Securities shall be subject to the redemption at the option of the holders thereof to assure such availability as so needed to meet such schedule. Federal Securities within the meaning of this Section shall include only direct obligations of, or obligations the principal of and interest on which are unconditionally guaranteed by the United States of America and which are not callable prior to maturity by the issuer of such obligations.

Notwithstanding anything herein to the contrary, in the event that the principal and/or interest due on the Bonds shall be paid by the Bond Insurer pursuant to the Bond Insurance Policy, the Bonds shall remain outstanding for all purposes, not be defeased or otherwise satisfied and not be considered paid by the City, and all covenants, agreements and other obligations of the City to the registered owners shall continue to exist and shall run to the benefit of the Bond Insurer, and the Bond Insurer shall be subrogated to the rights of such registered owners.

Section 28. Events of Default. Each of the following events is hereby declared an "event of default":

A. Nonpayment of Principal. If payment of the principal of any of the Bonds herein authorized to be issued shall not be made when the same become due and payable, either at maturity, or by proceedings for prior redemption, or otherwise; or

B. Nonpayment of Interest. If payment of any installment of interest shall not be made when the same becomes due and payable; or

C. Incapable to Perform. If the City shall for any reason be rendered incapable of fulfilling its obligations (but not including any obligation of the City under any Qualified Exchange Agreement) hereunder; or

D. Default of any Provision. If the City shall default in the due and punctual performance of its covenants or conditions, agreements and provisions contained in the Bonds or in this ordinance on its part to be performed (other than defaults described in Subparagraphs A, B and C of this Section 28), and if such default shall continue for 60 days after written notice specifying such default and requiring the same to be remedied shall have been given to the City by the registered owners of 25% in principal amount of the Bonds then outstanding. A default in the covenants relating to the Project shall not constitute, under any circumstance, an "event of default" hereunder so long as the City has paid the annual debt service due on the Bonds from other legally available funds or from Pledged Tax Revenues.

E. Bankruptcy or Insolvency of City. (1) The City shall (a) apply for or consent to the appointment of or the taking of possession by, a receiver, custodian, trustee, liquidator or the like of the City or of all or a substantial part of its property, (b) commence a voluntary case under the Federal Bankruptcy Code, or (c) file a petition seeking to take advantage of any other law relating to bankruptcy, insolvency, or reorganization, or (2) a proceeding or case shall be commenced, without application or consent of the City, in any court of competent jurisdiction seeking (a) the liquidation, reorganization, dissolution, winding-up or adjustment of debts of the City, (b) appointment of a trustee, receiver, custodian, liquidator or the like of the City or of all or a substantial part of its assets, or (c) similar relief in respect of the City under any law relating to bankruptcy, insolvency, reorganization, winding-up or adjustment of debts.

Section 29. Remedies of Defaults. Upon the happening and continuance of any of the events of default as provided in Section 28 of this Ordinance, then and in every case the

registered owner or owners of not less than 25% in principal amount of the Bonds then outstanding, including but not limited to a trustee or trustees, may proceed against the City, its Governing Body, and its agents, officers and employees to protect and enforce the rights of any registered owner of Bonds under this ordinance by mandamus or other suit, action or special proceedings in equity or at law, in any court of competent jurisdiction, either for specific performance of any covenant or agreement contained herein or award or execution of any power herein granted for the enforcement of any power, legal or equitable remedy as such registered owner or owners may deem most effectual to protect and enforce the rights aforesaid, or thereby to enjoin any act or thing which may be unlawful or in violation of any right of any registered owner, or to require the Governing Body of the City to act as if it were the trustee of an expressed trust, or any combination of such remedies. All such proceedings at law or in equity shall be instituted, had and maintained for the equal benefit of all registered owners of the Bonds then outstanding. The failure of any such registered owner so to proceed shall not relieve the City or any of its officers, agents or employees of any liability for failure to perform any duty. Each right or privilege of any such registered owner (or trustee thereof) is in addition and cumulative to any other right or privilege, and the exercise of any right or privilege by or on behalf of any registered owner shall not be deemed a waiver of any other right or privilege thereof.

Section 30. Duties Upon Default. Upon the happening of any of the events of default as provided in Section 28 of this Ordinance, the City, in addition, will do and perform all proper acts on behalf of and for the registered owners of the Bonds to protect and preserve the security created for the payment of the principal of and interest on said Bonds promptly as the same become due. All proceeds derived from the Pledged Revenues, so long as any of the Bonds herein authorized, either as to principal or interest, are outstanding and unpaid, shall be paid into the proper fund and used for the purposes therein provided. In the event the City fails or refuses to proceed as in this Section provided, the registered owner or registered owners of not less than 25% in principal amount of the Bonds then outstanding, after demand in writing, may proceed to protect and enforce the rights of the registered owners as hereinabove provided.

Section 31. Enforcement. Any registered owner of any one or more of said Bonds, may, either by law or in equity, by suit, action, mandamus or other appropriate proceedings in any court of competent jurisdiction enforce the payment of principal of , interest on, or any prior redemption premium due in connection with any Bond on or after the date on which such payment is due, and may by suit, action, mandamus or other appropriate proceeding or proceedings enforce and compel the performance of such payment in accordance with the provisions of this ordinance.

Section 32. Separability. If any section, paragraph, clause or provision shall be held to be valid or unenforceable, the invalidity or unenforceability of such section, paragraph, clause or provision shall not affect any of the remaining provisions of this ordinance.

Section 33. Repealer Clause. All ordinances or parts of ordinances inconsistent herewith are hereby repealed to the extent only of such inconsistency. This repealer shall not be construed to revive any ordinance or part of any ordinance heretofore repealed.

Section 34. Amendment.

A. Limitations upon Amendments. This ordinance may be amended or supplemented by ordinance or resolution of the Council without the consent of registered owners:

(1) To cure any ambiguity, or to cure, correct or supplement any defect or inconsistent provision contained in this ordinance;

(2) To grant to the registered owners any additional rights, remedies, powers or authority that may lawfully be granted to them;

(3) To obtain or maintain a rating on the 2009 Bonds from any rating agency which amendment, in the judgment of Bond Counsel, does not materially adversely affect the registered owners of the 2009 Bonds;

(4) To achieve compliance with federal securities or laws;

(5) To make any other changes in this ordinance which, in the opinion of Bond Counsel, is not materially adverse to the registered owners; and

(6) To make any other changes in this ordinance in connection with the execution of a Qualified Exchange Agreement, which changes do not adversely affect the rating(s) assigned to the 2009 Bonds by Moody's and S&P (if such rating agencies are then rating the Series 2009 Bonds) and do not adversely affect the registered owners.

B. Additional Amendments. Except as provided above, this ordinance may only be amended or supplemented by ordinance adopted by the Council in accordance with the laws of the State, without receipt by the City of any additional consideration, but with the written consent of the registered owners of a majority of the principal amount of the Outstanding 2009 Bonds which are affected by the amendment or supplement (not including 2009 Bonds which are then owned by or for the account of the City); provided, however, that, without first obtaining the consent of all registered owners of the Outstanding 2009 Bonds, no such ordinances shall have the effect of permitting:

(1) An extension of the maturity of any Series 2009 Bond; or

(2) A reduction in the principal amount of, premium, if any, or interest rate on any Series 2009 Bond; or

(3) A reduction of the principal amount of 2009 Bonds required for consent to such amendment or supplement.

C. Proof of Instruments. The fact and date of the execution of any instrument under the provisions of this Section may be proved by the certificate of any officer in any jurisdiction who by the laws of that jurisdiction is authorized to take acknowledgments of deeds within that jurisdiction that the person signing the instrument acknowledged before him the

execution of that instrument, or may be proved by an affidavit of a witness to the execution sworn to before such officer.

D. Proof of 2009 Bonds. The principal amount and numbers of 2009 Bonds owned by any person executing such instrument and the date of holding that instrument may be proved by a certificate executed by a bank or trust company showing that on the date mentioned that person had on deposit with the bank or trust company the 2009 Bonds described in the certificate.

Section 35. Ordinance Irrepealable. After any of the Bonds herein authorized are issued, this ordinance shall be and remain irrepealable until the Bonds and interest thereon shall be fully paid, canceled and discharged as therein provided, or there has been defeasance as provided in Section 27 hereof.

Section 36. Effective Date, General Summary for Publication.

A. Effective Date. Upon due adoption of this ordinance, the ordinance shall be recorded and preserved by the City Clerk, authenticated by the signature of the Mayor and City Clerk, and the seal of the City impressed hereon, and the title and general summary of the subject matter contained in this ordinance (set out below) shall be published in a newspaper which maintains an office and is of general circulation in the City and this ordinance shall be in full force and effect after its publication in accordance with law.

B. Publication. Pursuant to Section 3-17-5, NMSA 1978, as amended, the title and a general summary of the subject matter contained in this ordinance shall be published in substantially the following form:

(Form of Summary of Ordinance for Publication)

CITY OF SANTA FE, NEW MEXICO

NOTICE IS HEREBY GIVEN of the title and of a general summary of the subject matter contained in an ordinance duly adopted and approved by the City Council of the City of Santa Fe on July 29, 2009. A complete copy of the ordinance is available for public inspection during the normal and regular business hours of the City Clerk in the office of the City Clerk, City Hall, 200 Lincoln Avenue, Santa Fe, New Mexico.

The title of the ordinance is:

AN ORDINANCE AUTHORIZING THE ISSUANCE AND SALE OF THE CITY OF SANTA FE, NEW MEXICO COLLEGE OF SANTA FE LEASE/SUBORDINATE LIEN GROSS RECEIPTS TAX REVENUE BONDS, SERIES 2009 IN AN AGGREGATE PRINCIPAL AMOUNT NOT TO

EXCEED \$30,000,000 FOR THE PURPOSE OF DEFRAYING THE COST OF ACQUIRING LAND, BUILDINGS AND OTHER PROPERTY FROM THE COLLEGE OF SANTA FE; PROVIDING THAT THE BONDS WILL BE PAYABLE AND COLLECTIBLE FROM LEASE AND INSTALLMENT PAYMENTS FROM THE LESSEE/PURCHASER OF THE PROJECT AND CERTAIN GROSS RECEIPTS TAX REVENUES DISTRIBUTED TO THE CITY; PROVIDING FOR THE DISPOSITION OF THE RECEIPTS DERIVED FROM LEASE AND INSTALLMENT PAYMENTS FROM THE LESSEE/PURCHASER AND THE GROSS RECEIPTS TAX REVENUES; ESTABLISHING THE FORM, MANNER OF EXECUTION AND OTHER DETAILS OF THE BONDS; AUTHORIZING THE EXECUTION AND DELIVERY OF A BOND PURCHASE AGREEMENT, AN OFFICIAL STATEMENT AND A CONTINUING DISCLOSURE UNDERTAKING IN CONNECTION WITH THE BONDS; PROVIDING THAT CERTAIN TERMS AND DETAILS OF THE BONDS WILL BE PROVIDED IN A SUBSEQUENT RESOLUTION OF THE COUNCIL; RATIFYING ACTION PREVIOUSLY TAKEN IN CONNECTION WITH THE BONDS; AND REPEALING ALL ORDINANCES IN CONFLICT HERewith.

A general summary of the subject matter contained in the ordinance is set forth in the title.

COMPLETE COPIES OF THE ORDINANCE ARE ON FILE IN THE OFFICE OF THE CITY CLERK AT THE CITY HALL, 200 LINCOLN AVENUE, SANTA FE, NEW MEXICO, AND ARE AVAILABLE FOR INSPECTION AND/OR PURCHASE DURING REGULAR OFFICE HOURS. THIS NOTICE ALSO CONSTITUTES COMPLIANCE WITH SECTION 3-17-5 AND SECTIONS 6-14-4 THROUGH 6-14-7, NMSA 1978.

WITNESS my hand and the seal of the City on July 29, 2009.

CITY OF SANTA FE

(SEAL)

By _____
City Clerk

(End of Form of Ordinance for Publication)

PASSED, ADOPTED, SIGNED AND APPROVED THIS 29TH DAY OF JULY, 2009.

CITY OF SANTA FE

(SEAL)

By _____
Mayor

ATTEST:

By _____
City Clerk

APPROVED AS TO FORM:

By _____
City Attorney

After discussion, Councilor _____ moved for approval, with Councilor _____ seconding the motion. Bill No. 2009-35 passed upon the following roll call vote:

Those voting AYE:

Councilor _____

Councilor _____

Councilor _____

Councilor _____

Councilor _____

Councilor _____

Councilor _____

Councilor _____

Those voting NAY:

Those not present:

The presiding officer thereupon declared that at least a three-fourths majority of all the members of the Council having voted in favor of adoption of Bill No. 2009-35 the motion was carried and Ordinance No. 2009-__ was duly passed and adopted.

After consideration by the Council of other business the meeting was duly adjourned.

CITY OF SANTA FE

(SEAL)

By _____
Mayor

ATTEST:

By _____
City Clerk

[illegible]

I, Yolanda Y. Vigil, City Clerk of the City of Santa Fe, New Mexico, do hereby certify:

1. The foregoing pages constitute a full and correct copy of the record of the proceedings of the City Council of the City at a regular meeting thereof, held on July 29, 2009 taken from the official minutes of the City Council, a copy of which is set forth in the record of proceedings; the copy of that Ordinance as contained in the record of proceedings is a full, true and correct copy of the original of Ordinance No. 2009-__ as passed by the City Council at that meeting, and the original Ordinance has been duly authenticated by the signatures of the Mayor of the City and the City Clerk on that date, sealed with the corporate seal of the City, and recorded in my office in a book of ordinances kept for that purpose.

2. _____ () members of the City Council were present at that meeting, and the members of the City Council voted on the passage of that Ordinance as set forth in the record of proceedings.

3. Notice of the July 29, 2009 meeting of the City Council was duly given as required by the Open Meetings Act, Sections 10-15-1 through 10-15-4, NMSA 1978, and Resolution No. 2009-1 which is the current resolution of the City which establishes the reasonable notice policy of the City as required by the Open Meetings Act.

4. On July 13, 2009, a Notice of Public Hearing on Adoption of Bill No. 2009-35 was published in The Santa Fe New Mexican, a newspaper which maintains an office in and is of general circulation within the City. A true and correct copy of the affidavit of publication of the Notice of Public Hearing is attached hereto as Exhibit A.

5. On August __, 2009, a Notice of Adoption of Ordinance No. 2009-__ was published by title and summary of its subject matter in The Santa Fe New Mexican, a newspaper which maintains an office in and is of general circulation within the City. A true and correct copy of the affidavit of publication of the Notice of Adoption is attached hereto as Exhibit B.

6. No other business concerning that Ordinance was taken at that meeting.

IN WITNESS WHEREOF, I have hereunto set my hand and the seal of the City of Santa Fe, New Mexico this day of , 2009.

CITY OF SANTA FE

(SEAL)

By _____
City Clerk