SUMMARY OF CITY OF JUNCTION CITY, KANSAS
REFUNDING GENERAL OBLIGATION BONDS
SERIES 2011A, SERIES 2011B AND SERIES 2011C BONDS

• The City priced its Series 2011A, 2011B and 2011C refunding bonds on Thursday, July 7th with George K. Baum as the Underwriter

• Municipal bond supply has decreased substantially in 2011 and bond issuance was especially light last week as a result of the holiday which likely benefited the City's sale.

• The City was able to maintain their “A-“ rating and stable outlook from Standard & Poor's

• The refunding is one of the first steps in the City’s Recovery Plan and provides the City with the budgetary relief needed in fiscal year 2011

• The City's bonds priced competitively against the few comparable transactions in the market last week, producing a True Interest Cost of 4.84%

An illustration of the City's debt service before and after the refunding is presented below: