

RESOLUTION NO. 59-01

CITY OF CENTERVILLE, OHIO

SPONSORED BY COUNCILMEMBER Roger W. Krass ON
THE 16th DAY OF July, 2001.

A RESOLUTION DESIGNATING A PUBLIC DEPOSITORY AND AWARDING
PUBLIC MONIES.

WHEREAS, pursuant to Section 135.12 Ohio Revised Code, the Council of the City of Centerville, Ohio must meet in open session and designate a public depository, on the basis of written applications received, for deposit of inactive and/or active and/or interim funds for the period commencing August 23, 2001 and ending September 30, 2003.

WHEREAS, the Council of the City of Centerville, Ohio estimates the probable amount of public monies to be deposited in inactive deposits at the beginning of the period of designation to be up to Five Hundred Thousand Dollars (\$500,000.00), and the probable maximum amount to be so deposited at any one time during such period shall be up to Three Million Dollars (\$3,000,000.00).

WHEREAS, the Council of the City of Centerville, Ohio estimates the probable amount of public monies to be deposited in active deposits at the beginning of the period of designation to be up to Five Million Dollars (\$5,000,000.00), and the probable maximum amount to be so deposited at any one time during such period shall be up to Fifteen Million Dollars (\$15,000,000.00).

WHEREAS, the Council of the City of Centerville, Ohio estimates the probable amount of public monies to be deposited in interim deposits at the beginning of the period of designation to be up to Five Million Dollars (\$5,000,000.00), and the probable maximum amount to be so deposited at any one time during such period shall be up to Ten Million Dollars (\$10,000,000.00).

WHEREAS, written application has been received from KeyBank National Association, as follows:

For Active Deposits

Maximum of Fifteen Million Dollars (\$15,000,000)

For Interim Deposits

Maximum of Seven Million Dollars (\$7,000,000)

For Inactive Deposits

Maximum of Three Million Dollars (\$3,000,000)

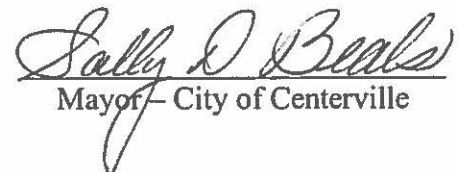
A copy of said application with a copy of the financial statement of said KeyBank National Association attached hereto, incorporated herein by reference, and marked Exhibit "A", and

WHEREAS, Council finds that the said KeyBank National Association applied for active, inactive, and interim deposits, and that the sureties and securities are proper, namely: Such collateral in the amount necessary to sufficiently cover the total deposits as enumerated in Section 135.181 O.R.C.

NOW THEREFORE, THE MUNICIPALITY OF CENTERVILLE HEREBY RESOLVES:

That deposit of active, inactive, and interim deposits of the City, up to the maximum amounts set forth herein, as determined by Council, be awarded to KeyBank National Association, which bank shall become a depository for the monies of the City for a period of two years and thirty-eight days by written Memorandum of Agreement to be executed by the City with said depository.

PASSED this 16th day of July, 2001.


Mayor - City of Centerville

ATTEST:


Clerk of the Council of the
City of Centerville, Ohio

CERTIFICATE

The undersigned, Clerk of Council of the City of Centerville, Ohio, hereby certifies the foregoing to be a true and correct copy of Resolution No. 59-01, passed by the Council of the City of Centerville, Ohio, on the 16th day of July, 2001.


Clerk of Council

Approved as to form, consistency
with existing ordinances, the charter
and constitutional provisions.

Department of Law
Robert N. Farquhar
Municipal Attorney

APPLICATION FOR ACTIVE, INTERIM AND/OR INACTIVE DEPOSITS

June 29, 2001

Mr. Mark Schlagheck
Finance Director
City of Centerville
100 W. Spring Valley Road
Centerville, OH 45458

Re: Depository Contract from August 23, 2001 – September 30, 2003

Dear Mr. Schlagheck:

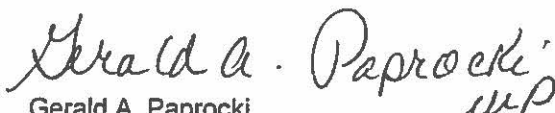
Our Banking Affiliate, KeyBank National Association ("KeyBank"), hereby applies for designation as a public depository for the Active, Interim and/or Inactive Deposits for the above period of designation, for an aggregate amount of \$25,000,000.00. Enclosed are your Depository Agreements in duplicate for the above period of designation. Please execute the agreements and return one signed copy to us for our files.

All deposits will be secured by the pledge of eligible securities required under Ohio's Uniform Depository Act. The terms and conditions are subject to all applicable state and federal laws and regulations; including, without limitations, the applicable provisions of the Ohio Uniform Depository Act and Regulations of the Board of Governors of the Federal Reserve System.

A certified Statement of Condition of the Bank and our current rates for Certificates of Deposit, Repurchase Agreements, and demand deposit accounts are attached.

We appreciate the opportunity to apply for your Active, Interim and Inactive deposits and look forward to strengthening your relationship with KeyBank and McDonald.

Sincerely,


Gerald A. Paprocki
Vice President



KEYBANK NATIONAL ASSOCIATION
Consolidated Statement of Condition
March 31, 2001

ASSETS	In thousands
Cash and balances due from depository institutions	\$ 2,572,093
U. S. Treasury securities	3,449
U. S. Government agency and corporation obligations	5,822,301
Securities issued by states and political subdivisions in the U.S.	318,814
Other debt and equity securities	157,774
Federal funds sold and securities purchased under agreements to resell	1,885,319
Loans and lease financing receivables, net of unearned income and allowance	59,793,507
Assets held in trading accounts	1,144,878
Premises and fixed assets	645,620
Other real estate owned	21,994
Customers' liability to this bank on acceptances outstanding	50,434
Intangible assets	543,850
Other assets	3,707,552
Total Assets	\$ 76,665,585
LIABILITIES	
Deposits	
Individuals, partnerships and corporations	\$ 39,832,578
U. S. Government	21,178
States and political subdivisions in the U.S.	1,057,522
Commercial banks in the U. S.	186,939
Banks in foreign countries	2,521
Foreign office	2,318,645
Total Deposits	43,428,381
Federal funds purchased and securities sold under agreements to repurchase	4,114,262
Trading liabilities	1,393,282
Other borrowed money	16,758,926
Bank's liability on acceptances executed and outstanding	50,434
Subordinated notes and debentures	2,291,331
Other liabilities	3,139,368
Total Liabilities	71,176,986
EQUITY CAPITAL	
Perpetual preferred stock and related surplus	-
Common stock	50,000
Surplus	977,138
Retained earnings	4,490,902
Accumulated other comprehensive income	(29,441)
Total Equity Capital	5,488,599
Total Liabilities and Equity Capital	\$ 76,665,585


I, Norman J. Malek, Vice President of KeyBank National Association, do hereby certify that the above financial statement reported to the Office of the Comptroller of the Currency of the United States of America, under the date of March 31, 2001, is true to the best of my knowledge and belief.


Norman J. Malek, Vice President

Member Federal Deposit Insurance Corporation
Member Federal Reserve System


I, Gerald A. Paprocki, First Vice President of McDonald Securities Inc. and KeyBank National Association ("KeyBank"), pursuant to Ohio Revised Code Section 135.33(B), hereby certify that, to the best of my knowledge and after reasonable investigation, that since March 31, 2001, the date of the latest report of KeyBank's financial condition filed with the Office of the Comptroller of the Currency, there has been no material adverse change in the condition (financial or other), business or results of operations of KeyBank, other than as set forth or contemplated in the Application.

STATE OF OHIO
COUNTY OF MONTGOMERY


Gerald A. Paprocki, First Vice President

IN WITNESS WHEREOF, I have hereunto signed my name and affixed my notary seal.

Dated: 3/16/01


Name

SEAL

DONNA J. POLAND, Notary Public
In and for the State of Ohio
My Commission Expires Feb. 9, 2005