

**To: Common Council
City of Menasha**

**Fr: Charles T. Forrest
Stern Brothers & Co.**

**Andrew R. Kintzinger
Hunton & Williams, LLC**

Date: July 3, 2009

**Re: Update on the June 18th Menasha Steam Utility Bondholder Meeting and
Call**

A Bondholder Meeting and Call was held in Milwaukee, WI on June 18th, 2009 between 1:00PM and 3:00PM with identified Bondholders, Hunton & Williams, a representative of RBC Capital Markets, the President of the Common Council and Stern Brothers. Attending by phone were identified Bondholders, the General Council of RBC Securities, and an Associate from Hunton & Williams and Stern Brothers.

The format consisted of a 1¼ hour presentation by Stern Brothers with comment from Hunton & Williams, a ¼ hour comment by RBC's representative and a 1½ hour question, answer and comment period by the bondholders, both present and on the phone.

Items discussed were the following:

- 1) Review of all Material Event Notices
- 2) Review of Stern Brothers Report to the Common Council of April 13, 2009
- 3) Review of Moody's Rating Action of June 4, 2009
- 4) Sonoco, Whiting, Alcan and SCA status update
- 5) Recommendation of Menasha Utility Commission
- 6) Report on non-action to-date by the Common Council on the recommendation to close the Steam Plant
- 7) Ability of Menasha Utilities to use surplus revenues or to restructure debt, both bond and loan, to issue subordinate bonds or in any way free up resources for use or to support the Steam Utility debt
- 8) Contact with the State of Wisconsin to determine their availability to assist with the work-out of the Steam Utility debt situation, and
- 9) Timing for the next Bondholder Meeting, Call or Communication