

**BUSINESS OF THE CITY COUNCIL
WINDSOR HEIGHTS, IOWA
AGENDA STATEMENT**

Item No. 12
For Meeting of 06/07/10

ITEM TITLE: Public hearing and consideration of resolution instituting proceedings to take additional action for the authorization of a loan agreement and the issuance of not to exceed \$350,000 General Obligation Capital Loan Notes to provide funds to pay costs of **refunding** and refinancing of certain outstanding City indebtedness (2010B)


CONTACT PERSON(S): Marketa George Oliver, City Administrator

SUMMARY EXPLANATION

The purpose of this item is to hold a public hearing and consider a resolution taking action to refund certain city debt. This action is expected to save the City interest over the remaining life of the bond. The public hearing was published pursuant to appropriate state code. At the time this statement was developed, the City had not received any written or oral comments.

The attached resolution institutes proceedings for the City to issue bonds for the purpose of paying costs of **refunding** and refinancing of certain outstanding City indebtedness, consisting of the Taxable General Obligation Bonds, Series 1997B. **(Please note this is NOT new debt or an extension of old debt, but the refunding of current debt projected to save money in debt service payments.)**

A proposed timeline would be to undertake necessary legislation that would enable bonds to be sold on July 12th. Please note that this would be a special meeting and would replace the July 5th meeting. The City would not have a meeting on July 5th because City Hall will be closed in observance of July 4th holiday. Typically, the City would simply hold the meeting on the following day, but it could be delayed to the following Monday. The City achieved approximately \$113,000 in savings last year from doing a bond refunding. I contacted Pooler earlier this year to see if any other refunding opportunities may be available. After review, Pooler found some 1997 issues that could be refunded. There was a tax-exempt issue and a taxed issue totaling around \$700,000 that could be refunded. The City's financial advisor anticipates a savings number of a total of \$27,000. \$7,000 of the savings would likely come in the next fiscal year. The savings estimate is a combination of both the refunding for the 1997A and 1997B issues, which would be accomplished by doing a 2010A and 2010B issue.

<input checked="" type="checkbox"/> Resolution _____ Ordinance ____ Contract _____ Other (Specify) _____
Funding Source _____ Bonds would be repaid with TIF funds. _____
 APPROVED FOR SUBMITTAL _____ City Administrator

STAFF RECOMMENDATION: Hold public hearing and approve resolution on a roll call vote.

COUNCIL ACTION:

(This Notice to be posted)

NOTICE AND CALL OF PUBLIC MEETING

Governmental Body: The City Council of the City of Windsor Heights, Iowa.
Date of Meeting: June 7, 2010.
Time of Meeting: 6 o'clock P.M.
Place of Meeting: Council Chambers, City Hall, 1133 - 66th Street, Windsor Heights, Iowa.

PUBLIC NOTICE IS HEREBY GIVEN that the above mentioned governmental body will meet at the date, time and place above set out. The tentative agenda for the meeting is as follows:

Not to exceed \$350,000 General Obligation Refunding Capital Loan Notes.

- Public hearing on the authorization of a Loan Agreement and the issuance of Notes to evidence the obligation of the City thereunder.
- Resolution instituting proceedings to take additional action.

Such additional matters as are set forth on the additional ___1___ page(s) attached hereto.

(number)

This notice is given at the direction of the Mayor pursuant to Chapter 21, Code of Iowa, and the local rules of the governmental body.



City Clerk, City of Windsor Heights, Iowa

June 7, 2010

The City Council of the City of Windsor Heights, Iowa, met in regular session, in the Council Chambers, City Hall, 1133 - 66th Street, Windsor Heights, Iowa, at 6 o'clock P.M., on the above date. There were present Mayor Sullivan in the chair, and the following named Council Members:

Diana Willits; Dave Jenison; Betty Glover; Steve Peterson;
Charlene Butz

Absent: _____

* * * * *

The Mayor announced that this was the time and place for the public hearing and meeting on the matter of the authorization of a Loan Agreement and the issuance of not to exceed \$350,000 General Obligation Refunding Capital Loan Notes in order to provide funds to pay costs of refunding and refinancing of certain outstanding City indebtedness, consisting of the General Obligation Bonds, Series 1997B, dated March 1, 1997, an essential corporate purpose, and that notice of the proposed action by the Council to institute proceedings for the authorization of the Loan Agreement and the issuance of the Notes, had been published pursuant to the provisions of Sections 384.24A and 384.25 of the City Code of Iowa, as amended.

The Mayor then asked the Clerk whether any written objections had been filed by any City resident or property owner to the proposal. The Clerk advised the Mayor and the Council that _____ written objections had been filed. The Mayor then called for oral objections to the proposal and _____ were made. Whereupon, the Mayor declared the time for receiving oral and written objections to be closed.

(Attach here a summary of objections received or made, if any)

Resolution No. 10-0607/

The Council then considered the proposed action and the extent of objections thereto.

Whereupon, Council Member _____ introduced and delivered to the Clerk the Resolution hereinafter set out entitled "RESOLUTION INSTITUTING PROCEEDINGS TO TAKE ADDITIONAL ACTION FOR THE AUTHORIZATION OF A LOAN AGREEMENT AND THE ISSUANCE OF NOT TO EXCEED \$350,000 GENERAL OBLIGATION REFUNDING CAPITAL LOAN NOTES", and moved:

that the Resolution be adopted.

Council Member _____ seconded the motion. The roll was called and the vote was,

AYES: _____

NAYS: _____

Whereupon, the Mayor declared the measure duly adopted.

Resolution No. 10-0607/

RESOLUTION INSTITUTING PROCEEDINGS TO TAKE
ADDITIONAL ACTION FOR THE AUTHORIZATION OF A LOAN
AGREEMENT AND THE ISSUANCE OF NOT TO EXCEED
\$350,000 GENERAL OBLIGATION REFUNDING CAPITAL LOAN
NOTES

WHEREAS, pursuant to notice published as required by law, this Council has held a public meeting and hearing upon the proposal to institute proceedings for the authorization of a Loan Agreement and the issuance of not to exceed \$350,000 General Obligation Refunding Capital Loan Notes, for the purpose of paying costs of refunding and refinancing of certain outstanding City indebtedness, consisting of the General Obligation Bonds, Series 1997B, dated March 1, 1997, and has considered the extent of objections received from residents or property owners as to the proposal and, accordingly the following action is now considered to be in the best interests of the City and residents thereof:

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF WINDSOR HEIGHTS, IOWA:

Section 1. That this Council does hereby institute proceedings and take additional action for the authorization of a Loan Agreement and issuance in the manner required by law of not to exceed \$350,000 General Obligation Refunding Capital Loan Notes, to evidence the obligation thereof for the foregoing purpose.

PASSED AND APPROVED this 7th day of June, 2010.

Jerry Sullivan, Mayor

ATTEST:

Marketa George Oliver, City Administrator/Clerk

