

CITY OF BURTON
SPECIAL COUNCIL MEETING MINUTES
MARCH 22, 1993/7:00 P.M., COUNCIL CHAMBERS

The Meeting was called to order by Tom Martinbianco, President, at 7:12 P.M.

MEMBERS PRESENT: Abbey, Cross, Hammon, Martinbianco, Walls and Zelenko.

MEMBERS ABSENT: Cox.

OTHERS PRESENT: Mayor Charles H. Smiley and W. Walworth, City Clerk.

PURPOSE OF THE MEETING: Discussion and Possible Action Regarding Refinancing
of the Building Authority Bond Issue.

PRESENTATION:

Mr. Becker advised the Council that the Building Authority took action on the refinancing of the bond issue at 5:00 p.m. today. He said that the bond market is at a twenty year low and that the Council should take action so that the Building Authority can save the City about \$40,000 after expenses by refinancing the bond issue.

Mr. Bendzinski reviewed the process to refinance the issue. He said that a savings can be made when there is at least a 2% difference in the interest rate. He said that if the Council approves the refinancing then the Building Authority can accept or reject the final bond savings. This should occur in about 4 to 6 weeks.

Mr. Becker noted that if the Building Authority approves the refinancing then the savings will be to the general fund since the payments come from the Police Budget each year.

AUDIENCE PARTICIPATION: None.

COUNCIL DISCUSSION:

Mr. Hammon asked if this was not just a simple issue of saving the City money in the Bond Issue. He was advised yes.

Mr. Cross asked how often this could be done. He was advised twice.

Mr. Martinbianco asked Mr. Bendzinski to go over the mechanics of the issue and having money in escrow to pay the debt service. Mr. Bendzinski said the old cost minus the new cost is the total savings of which the City should see about \$40,000.00.

COUNCIL ACTION:

Hammon moved and Cross supported the following motion:
Approve and authorize a refunding contract with the Burton Building Authority for the series 1987 Building Authority Bonds. Motion carried 6-0.

Meeting Adjourned at 7:20 P.M.

Respectfully Submitted,

William R. Walworth, City Clerk