CITY OF BURTON
SPECIAL COUNCIL MEETING MEETING
APRIL 26, 1993, 7:15 P.M., COUNCIL CHAMBERS

The Meeting was called to order by Tom Martinbianco, President at 7:18 P.M.

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

MEMBERS ABSENT: None.

OTHERS PRESENT: Mayor Charles H. Smiley; K. McArdle, Personnel Director; B. Becker, Treasurer/Controller; J. Major, DPW Director and W. Walworth, Clerk.

PURPOSE OF THE MEETING: Award the sale for $740,000.00 Limited Tax Bond Issue for the Special Assessment Districts - P-92-1 IVES AVENUE AND WAY STREET; P-92-2 ELLIS PARK DRIVE; P-92-3 DELANEY STREET; P-92-4 BRIAN CIRCLE LANE AND NATZKE COURT; P-92-5 RAYMOND AVENUE; P-92-7 AMY STREET SOUTH; P-92-8 BROOKWOOD DRIVE; P-92-9 PAWNEE DRIVE; P-92-10 MORRISH STREET; P-92-11 MORRIS AVENUE; AND P-92-14 SCHUMACHER AVENUE.

PRESENTATION:

Mr. Neiman, Bond Counsel, said the bids ranged from 4.81% to 5.21% and they were remarkable bids. He recommended the Council accept the bid.

Mr. Bendzinski, Financial Consultant, said the excellent bids are due to the confidence the banks have in the City. He said he hopes to finalize the bonds by May 18th. He said the charge on the assessment would be 5.81%.

Mr. Becker said they had set an 8% factor in the assessments.

Mr. Neiman said both Brad and Jeff had done an outstanding job on the special assessment bonds.

He said he wanted the Council to also know that the City has saved about $90,000 in refinancing the Building Authority Bonds. The savings are due in a large part to the work of Mr. Becker. He said Mr. Becker had done a superior job in the refinanced bonds.

AUDIENCE PARTICIPATION:

John Schmidt, 4402 Lapeer, expressed concern about the thickness of the asphalt in the paving projects.

COUNCIL DISCUSSION:

Mr. Martinbianco asked if there were any local bidders. He was advised that two of the three were local.

Mr. Hammon asked about the escrow account. Mr. Becker said they needed to put money aside as a safe guard, in case some of those expressing concern, officially file with the tax tribunal. Mr. Becker said the maximum possible exposure is covered in the escrow account.

COUNCIL ACTION:

Abbey moved and Cross supported the following motion:

1. Approve and authorize the acceptance of the low bid for the seven hundred forty thousand dollars ($740,000.00) 1993 Special Assessment Limited Tax Bonds for Special Assessment Districts P-92-1 Ives Avenue and Way Street; P-92-2 Ellis Park Drive; P-92-3 Delaney Street; P-92-4 Brian Circle Lane and Natzke Court; P-92-5 Raymond Avenue; P-92-7 Amy Street South; P-92-8 Brookwood Drive; P-92-9 Pawnee Drive; P-92-10 Morrish Street; P-92-11 Morris Avenue; and P-92-14 Schumacher Avenue to Roney & Co. with an effective interest rate of 4.813083%.

Motion carried 7-0.

Abbey moved and Zelenko supported the following motion:

2. Approve and authorize the sale of the seven hundred forty thousand dollars ($740,000.00) 1993 Special Assessment Limited Tax Bonds for Special Assessment Districts P-92-1 Ives Avenue and Way Street; P-92-2 Ellis Park Drive; P-92-3 Delaney Street; P-92-4 Brian Circle Lane and Natzke Court; P-92-5 Raymond Avenue; P-92-7 Amy Street South; P-92-8 Brookwood Drive; P-92-9 Pawnee Drive; P-92-10 Morrish Street; P-92-11 Morris Avenue; and P-92-14 Schumacher Avenue to Roney & Co. with an effective interest rate of 4.813083%.

Motion carried 7-0.

Walls moved and Zelenko supported the following motion:

3. Approve and authorize the establishment of an escrow account for the P-92-5, P-92-7 and P-92-10 Special Assessment Paving Districts and further authorize the transfer of $14,250.00 from Local Street-Contingency to be deposited therein.

Motion carried 7-0.

Meeting Adjourned at 7:38 P.M.

Respectfully Submitted,

William R. Walworth
Burton City Clerk

WRW/cml