

CITY OF BURTON
SPECIAL BUILDING AUTHORITY MEETING MINUTES
MAY 23, 2001, 5:00 P.M., CONFERENCE ROOM

BRAD BECKER CALLED THE MEETING TO ORDER AT 5:09 P.M.

MEMBERS PRESENT: Joseph Stimac, Brad Becker and Gayle Webster.

MEMBERS ABSENT: Karen Carr and Kathleen McKnight.

OTHERS PRESENT: None.

PURPOSE OF THE MEETING: PUBLIC HEARING TO DISCUSS THE PROPOSED 2001-2002 BURTON BUILDING AUTHORITY BUDGET.

PRESENTATION:

None.

AUDIENCE PARTICIPATION:

None.

COMMITTEE DISCUSSION:

Mr. Becker indicated that the proposed budget was similar to prior years. The Building Authority continues to receive lease payments from the City of Burton for the existing Police/Fire Facility. There is still seven years left on the bond issue that finances that facility. The principal and interest payments were identified with the sale of the bond and the lease payments offset those annual payments. The proposed budget is somewhat higher because our principal and interest payments were slightly increased. The existing financial picture is accurate. The main reason for this meeting was to allow for public input. The next regular meeting is scheduled for June 13, 2001 at 5:00 p.m., when we will approve the budget and last year's audit.

Mr. Stimac will not be in attendance at the next June meeting due to a conflict in his schedule.

Mr. Becker updated the board members on the City Hall expansion. Last year preliminary architectural plans were drawn up and the estimated cost of the project was \$1,300,000. At that time, the administration felt there was not enough funds to finance the bond issue. In April, the 2000 Census reflected an increased population of about 10%. As a result, our state shared revenue increased by about \$300,000-\$400,000 more a year. With the new revenues in mind, now the City Hall expansion is being considered. We anticipate money will be set aside in the City budget to make the bond payments and then the board will be able to move forward. There will be several meetings scheduled this summer to address this issue. Ultimately, the building authority will enter into another lease agreement with the City of Burton for the period of the bond issue. After the bond issue expires, we will deed the addition back to the City for a dollar. The market is fairly receptive as far as interest rates are concerned. With a \$1,500,000 expansion project, we will expect to pay an annual bond and interest payment of \$150,000. Board members will be contacted about future meeting dates.

Meeting Adjourned at 5:15 P.M.

Gayle Webster, CMC
City Clerk