

MINUTES OF THE PUBLIC WORKS AUTHORITY MEETING, OCTOBER 2, 2012

Minutes of the regular meeting of the Chairman and Trustees of the Clinton Public Works Authority of Clinton, Oklahoma, Custer County, held in the City Council Room, City Hall on Tuesday, October 2, 2012 at 5:30 P.M. A notice of this meeting with agenda was posted on the bulletin board in the lobby of Clinton City Hall on September 28, 2012.

Vice-Chairman Marcy called the meeting to order with the following present:

CHAIRMAN: Absent

TRUSTEES: Bob Marcy, Jason Hulin, Don Rodolph, Phyllis Smith

CITY MANAGER: Steve Hewitt

CITY CLERK: Lisa Anders

CITY TREASURER: Debra Blanchard

DEPUTY CLERK: Absent

CITY ATTORNEY: Ryan Meacham

NEWS MEDIA: Gerald Green and Mike Smith

OTHERS: Julie Menge, Mary Helen Jones, Jeremy Bush, Seth Adams, Stephen Jones, Dave Thorpe, Curtis Maloy, Bobby Hoffman, Ray Challis, Bill Strecker, Chris Gander, Mike Murley, K.D. Kappel and others.

Jim Westmoreland of the First Baptist Church opened the meeting with prayer and Trustee Phyllis Smith led the Pledge of Allegiance.

AGENDA ITEM NO. 3: CONSENT AGENDA

- A. Minutes of the Regular Meeting of September 4, 2012
- B. Consider Claims

Moved by Trustee Hulin and seconded by Trustee Smith, that Consent Agenda Item No. 3 (a-b) be approved.

Vice-Chairman put the motion to a roll call vote:

Aye: Hulin, Smith, Rodolph, Marcy

Nay: None

Vice-Chairman declared the motion carried.

AGENDA ITEM NO. 4. ACTION ITEMS

4A. CONSIDER PROPOSED REFINANCE OF 2003 BONDS

City Manager Steve Hewitt introduced Bill Strecker and Chris Gander of BOSC, Inc. to discuss the refinancing of a 2003 Public Works Authority bonds for the Clinton Water Line and sewer plant upgrades. He said there is an opportunity to save \$300,000.00.

Chris Gander said currently the interest rates for the bonds are 4.27% and with the proposed financing it would drop to 1.85%. He reviewed several different options regarding early pay-offs showing annual savings or back-end savings.

Vice-Chairman Bob Marcy asked about the refinancing costs.

Mr. Gander was it would be approximately 2 ½% which would total approximately \$100,000.00.

City Manager Steve Hewitt said he had negotiated the refinance fee with BOSC and had discussed this with Russ Meacham, city financial advisor. He said the decision would need to be made which option the City would like to take. He said this would determine when the City would recognize the savings. He said the City can continue to make the current payments. He asked if BOSC would have the underwriting ready to bring this back to the Authority in two weeks.

Mr. Gander said the process would take longer than that. He said after official authorization has been given, he could market the bonds in 30 days.

Trustee Hulin asked if the savings would really be \$300,000 even with the financing costs considered.

Mr. Gander said the fees had already been included so the saving would really be the \$300,000.00.

Curtis Maloy asked if there is a penalty for early pay-off.

Mr. Gander said there is no penalty.

Motion was made by Trustee Rodolph and seconded by Trustee Hulin to approve the refinancing of the 2003 Public Works Authority bonds using Option #2 as presented and have the pay-off one year early.

Vice-Chairman put the motion to a roll call vote:

Aye: Rodolph, Hulin, Smith, Marcy

Nay: None

Vice-Chairman declared the motion carried.

AGENDA ITEM NO .5: CITY MANAGER'S REPORT

City Manager Steve Hewitt said the test results from the water well on Haggard Road have been received. He said the wells is running twenty-four hours per day and another test will be taken with the results to be back in a couple of days. He said he would continue to work with the landowner.

Trustee Rodolph asked about having a private entity to analyze the water since the state had conducted the first analysis.

City Manager Steve Hewitt reported that Clinton Lake had received two inches of rain over the last several days. He said this is a step forward in being able to reduce the amount of water being purchased from Foss.

Trustee Hulin asked if there are future plans for work at Clinton Lake in the fall.

City Manager Steve Hewitt said a dredging plan would begin once there is water in the lake. He said it would take dredging for two year to get the lake back to its original state. He said there is not as much run off as in the past during due to the number of ponds above the lake.

AGENDA ITEM NO. 6: AUDIENCE PARTICIPATION

None

AGENDA ITEM NO. 7: ADJOURNMENT

Moved by Trustee Hulin and seconded by Trustee Rodolph that the meeting adjourn.

Vice-Chairman put the motion to a roll call vote:

Aye: Hulin, Rodolph, Smith, Marcy

Nay: None

Vice-Chairman declared the meeting adjourned at 5:50 pm.