

## COUNCIL MINUTES

January 24 2005

The City Council of the City of Mesa met in a Special Council Meeting in the lower level meeting room of the Council Chambers, 57 East 1st Street, on January 24, 2005 at 4:03 p.m.

### COUNCIL PRESENT

Mayor Keno Hawker  
Rex Griswold  
Kyle Jones  
Janie Thom  
Claudia Walters  
Mike Whalen

### COUNCIL ABSENT

Tom Rawles

### STAFF PRESENT

Mike Hutchinson  
Debbie Spinner  
Linda Crocker

1. Receive a report from the Financial Services Manager and Financial Consultant concerning the sale of Street and Highway User Revenue Refunding Bonds, Series 2005.

Financial Services Manager Bryan Raines expressed appreciation to the Council for attending today's meeting on such short notice. He also thanked Larry Given, from the firm of Peacock, Hislop, Staley & Given, Inc., the City's Financial Consultant, for his efforts to arrange these transactions on an expedited basis.

Mr. Given referred to the "Savings Report" in a document entitled "City of Mesa, Arizona Street & Highway User Revenue Refunding Bonds, Series 2005" and reported that the City is refinancing bonds that were issued in 2000, 2002 and the spring of 2004 at rates of approximately 5%. He explained that the City would refinance the bonds at a rate of 4% and thereby realize an approximate \$909,100.46 in savings for the City's Street Program for the next four fiscal years. Mr. Given stated that some restructuring occurred with regard to the Debt Service analysis in an effort to "force the savings up into the next four fiscal years" when the City would especially need such monies. He added that it is important to note that the Street Program savings can be used to directly fund street projects and are not required to be used for debt service on the Street Bonds.

Mr. Given briefly highlighted the "Debt Service Savings Report," which summarizes the savings not only on a nominal basis (\$909,100), but also on a present value basis (\$821,389), or a present value savings of 3.4%. He commented that the 3.4% exceeds the City's efficiency goal of 3% present value savings. Mr. Given stated that the Council's action today would authorize the issuance of the bonds through a Resolution, which would then allow his firm to close the issue next week.

2. Introduce, discuss and act on a resolution providing for the issuance and sale of City of Mesa Street and Highway User Revenue Refunding Bonds, Series 2005, and other matters related thereto – Resolution No. 8407.

It was moved by Councilmember Griswold, seconded by Vice Mayor Walters, that Resolution No. 8407 be adopted.

Discussion ensued relative to the financial mechanisms utilized to achieve the issuance and sale of the above-referenced bonds.

Upon tabulation of votes, it showed:

AYES - Hawker-Griswold-Jones-Thom-Walters-Whalen  
NAYS - None  
ABSENT - Rawles

Mayor Hawker declared the motion carried unanimously by those present and Resolution No. 8407 adopted.

3. Items from citizens present.

There were no items from citizens present.

4. Adjournment.

Without objection, the Special Council Meeting adjourned at 4:10 p.m.

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KENO HAWKER, MAYOR

ATTEST:

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BARBARA JONES, CITY CLERK

I hereby certify that the foregoing minutes are a true and correct copy of the minutes of the Special Council Meeting of the City Council of Mesa, Arizona, held on the 24<sup>th</sup> day of January 2005. I further certify that the meeting was duly called and held and that a quorum was present.

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BARBARA JONES, CITY CLERK