

MINUTES
SPECIAL COUNCIL MEETING
CITY OF NICEVILLE, FLORIDA
APRIL 22, 2014

The Niceville City Council met in special session at 6:00 PM, April 22, 2014 in the Council Chambers, 208 N Partin Drive. All Council members, except for Councilwoman Boudreaux, and the Mayor were present. Also present were City Manager Lannie Corbin; City Clerk, Dan Doucet; a member of the press, and visitors in the audience. Mayor Wise call the meeting to order at 6:00 PM.

PUBLIC HEARING:

Presentation – Mr Bill Fray, Fray Municipal Securities – Bank Loan Update

Mr Fray provided an overview of the bid process stating that 6 bids were submitted, one bid did not qualify and one bank withdrew their bid. Mr Fray stated that the working group made a decision today at noon to move to the second best bidder to seal the deal since the number one bidder withdrew their bid and did not want to consider further negotiations/considerations to seal the deal with the City. Discussion followed. Mr Fray stated that the second bidder's proposal provides for \$ 631,158 of present dollar savings which includes all related cost of the financing. He stated that through utilizing Water and Sewer sinking fund deposits for the June 1, 2014 payment of the outstanding Series 2005 bonds an additional \$ 271,642 can be deposited to the construction fund at closing for a total of \$ 902,800. He advised upon favorable consideration of the award resolution by the Council on April 22nd final steps of the transaction include: Pre-Closing, April 28th; Closing, April 29th; Notice of Redemption for the Series 2005 bonds, May 1st; Series 2005 bonds redemption, June 1st. Mr Fray passed out an analysis of the process for the council's review. Mr Fray's report covered (1) the refunding summary; (2) Debt service Schedule; (3) Debt Service Comparison (4) Pricing Summary; (5) Current Refunding Escrow (6) Summary of Bonds Refunded and Debt Service to Maturity and to call. The council asked several questions regarding the process. Discussion followed. Attorney Powell stated that he had spoken with Trustmark Bank Officials and they were very pleased to have the opportunity to be working with the City and look forward to establishing that relationship.

Resolution 14-04-01 - A resolution of the City Council of the City of Niceville, Florida, supplementing Ordinance 589; authorizing a bank loan to be evidenced by the issuance of not exceeding \$5,504,800 water and sewer revenue refunding notes, series 2014, to pay the cost of refunding outstanding water and sewer bonds and the cost of improvements to the water and sewer system; providing for the payment of said notes; making certain covenants and agreements in connection therewith; accepting a proposal for the purchase of such notes; fixing the date, maturities, interest rates and redemption provisions and other details of such notes; finding the necessity for a negotiated sale of the notes; authorizing city officials to take

necessary actions in connection with the issuance of the notes; and providing an effective date.

Mr Doucet read Resolution 14-04-01 by title. Councilman Rominger moved approval. Councilman Henkel seconded. Discussion followed. Council Vote: Henkel-yes; Schaetzle-yes; Nodjomian-yes; Rominger-yes. Motion passed.

The meeting adjourned at 6:20 PM.

MAYOR

ATTEST:

CITY CLERK