

**ABBREVIATED MINUTES
POCATELLO DEVELOPMENT AUTHORITY
Special Meeting July 27, 2000**

Members present: G. Anderson, S. Brown, R. Frasure, S. Hotchkiss, J. Ricks

Staff present: Dean Tranmer, City Attorney; Ray Burstedt and Char DeWall, Bannock Development

City staff present: Jerry Higgins, City Treasurer

1. Preliminary matters. The meeting was called to order at 11:07 a.m. by Chairman Hotchkiss. No conflicts were declared. Jim Wrigley, who will be presenting information for the CCC bond issue after preliminary matters are completed, was welcomed.

2. Schiess & Associates. The new Schiess & Associates contract has been prepared for signature; a final invoice for the previous work was presented (\$1,950.00). **It was MSC (Anderson, Brown)** to pay the final bill for the first contract (the Master Plan), authorize signature on the contract document presented, and make the first payment under that contract.

3. Consolidated Central Corridor bond documents. J. Wrigley distributed copies of the proposed bond ordinance authorizing up to \$6.5 million--\$6.255 is projected, but the "extra" needs to be authorized to handle any cost overruns, etc. Only the amount needed will be bonded, however. Moody's has not yet completed the rating report because they requested additional information and 10-year growth projections from R. Burstedt. Ray noted that the last few years have shown 4.5 – 5% increases, so in keeping with our conservative approach, he projected 3% . Even that small a figure will maintain our ability to debt service.

R. Frasure questioned whether bond could be paid off earlier. J. Wrigley responded that we are projecting for the 7th or 8th year for early call without penalty, but could do so earlier. Unfortunately, the earlier the call, the higher the interest rate, and the less attractive the bond is to prospective buyers. Current plan tries for "best of both worlds." Unlike Alvin Ricken Drive bonds, these have no language which restricts the type of funds that can be used for defeasance.

Comments and corrections on documents:

C. DeWall noted that the connector/crossing should be added to the list and that the wording "Main Street and Halliday" should be deleted in reference to the storm sewer project. Additionally, she requested that bond payments be made due March 1 and September 1 so that PDA will have the tax funds to do so.

S. Hotchkiss: Item J on p. 27 specifies restrictions on sale to tax-exempt entities—PDA doesn't have control over this so that wording may need to be altered.

G. Anderson: Need a copy of the end-of-year statement within 120 days.

R. Frasure: requested review of cash flow analysis which Wrigley provided

Thereafter, **it was MSC** (Frasure, Ricks) to approve the bond ordinance No. 2000-1, and all related financing and other documents necessary for the bonding procedure, with the changes as noted above. J. Wrigley will proceed with the bond issue and contact R. Burstedt to advise of the percentage rate and date of sale.

4 Adjournment. There being no further business, the meeting was adjourned at 12:10 p.m.