

CITY OF SHORELINE

**SHORELINE CITY COUNCIL
SUMMARY MINUTES OF SPECIAL MEETING**

Monday, July 29, 2009 – 2:00 p.m.
Shoreline City Hall
Room 305

PRESENT: Mayor Ryu, Councilmember Eggen, Councilmember Hansen,
Councilmember McConnell, and Councilmember McGlashan.

ABSENT: Deputy Mayor Scott and Councilmember Way

1. CALL TO ORDER

At 2:02 p.m., the meeting was called to order by Mayor Ryu, who presided.

2. ROLL CALL

Mayor Ryu led the flag salute. Upon roll call by the City Clerk, all Councilmembers were present with the exceptions of Deputy Mayor Scott and Councilmember Way.

Councilmember Hansen moved to excuse Deputy Mayor Scott and Councilmember Way. Councilmember McGlashan seconded the motion, which carried 5-0.

3. ACTION ITEMS: OTHER ORDINANCES, RESOLUTIONS, AND MOTIONS

- (a) Ordinance No. 556, Providing for the Issuance, Specifying the Maturities, Interest Rates, Terms and Covenants for \$22,145,000 par value Limited Tax General Obligation Bonds for the City Hall Project

Debbie Tarry, Finance Director, introduced Jane Towry, the underwriter from Piper Jaffray, Steve Gaidos, the City's Financial Advisor, and Hugh Spitzer, Bond Counsel from Foster Pepper, PLLC. She outlined the documents provided for the Council which included a redlined copy of Ordinance No. 556 showing the revisions from the previous Council meeting.

Mr. Gaidos shared the information from the sale of the bonds. He noted that almost all of the tax exempt bonds were sold and Piper Jaffray will purchase the remainder of them. He noted that the treasury market went up 10 points just after they established the price for the bonds, meaning that the debt service will be lower.

Ms. Towry noted that it was an exciting sale and she received a lot of calls and interest about the City's bond because of the City's great bond rating and lack of debt. She noted that the combined rate of interest was 3.9%.

Mr. Olander noted that the comparables are important because this is a negotiated bond sale. Ms. Tarry said the City will make sure people can see the spread in the City's Build America Bond (BAB) component versus what other cities are paying.

Mr. Gaidos pointed out that the excellent bond rating that the City has (AA+) makes a big difference in the interest payments; the better the bond rating, the lower the interest rate. He added that Piper Jaffray is both a taxable bond trader and municipal bond trader and the fact that they do both also has made this process smoother.

Councilmember Hansen moved to adopt Ordinance No. 556, providing for the Issuance, Specifying the Maturities, Interest Rates, Terms and Covenants for \$22,145,000 par value Limited Tax General Obligation Bonds for the City Hall Project. Councilmember McGlashan seconded the motion.

Councilmember Hansen noted that this will be a great facility. Mayor Ryu thanked everyone for their hard work and the presentation.

A vote was taken on the motion to adopt Ordinance No. 556, which carried 5-0.

Mr. Olander thanked everyone for the outstanding job they have done on this project.

4. ADJOURNMENT

At 2:23 p.m., Mayor Ryu declared the meeting adjourned.

Scott Passey, City Clerk