

## **Special Meeting of California Borough Council, September 7, 2019, 6:00 pm**

President Alfano called the meeting to order at 6:00 pm.

**ATTENDANCE:** Mr. Alfano, Mr. Bittner, Mr. Difilippo, Mr. Glab, Mr. Mariscotti, and Mayor Stetar

**ABSENT:** Mr. Encapera

### **PUBLIC COMMENT – Agenda Items**

No public comment at this time

### **2012 BOND REFINANCE**

Mr. McCaig, of RBC stated it is nice to see everyone again and a lot of work has been done since the last time he was here and he thanked Ms. Evans for working diligently to get it all done before the due dates. He stated we got an A2 rating from Moody's which is a very solid rating. He stated you have the rating report and Wayne will walk you through the Debt Ordinance prior to requesting approval. He stated since we were together last interest rates kind of bottomed out the end of August and beginning of September. He stated they are now fluctuating steadily up and down. He stated we are still at low levels for interest rates and it is still a good time to refinance. He reviewed a hand out that he prepared for council. He asked council how they would use the savings from the bond reissue and explained that council can use it to pay 2020 bond payments or take the money up front and use it toward a capital project and at today's interest rate that would be \$281,039.28 to deposit into a project fund the day of closing. Mr. Alfano stated the money would be used toward a capital project for sewage.

### **DEBT ORDINANCE**

Mr. Gearhold stated the debt ordinance is a 44 page documents and can be summarized in one minute. He stated it just authorizes the sell of the series 2019 bonds. He stated the reason why the dollar amount is significantly higher is that it is a debt act requirement. When we do prospective not to exceed you have to have enough extra in each of the maturities so you don't break through that maturity amount when you hold the bond sell. He stated Mr. Alfano and Ms. Evans are authorized to sign the purchase agreement. Basically, it authorizes Patsy and Shirley to execute the bond purchasing agreement on Wednesday. There are also provisions in there that are standard and required by the debt act and also there are provisions for tax code compliance, etc. He stated that summarizes the 44 pages and he will need a roll call vote. Mr. Alfano stated our solicitor has reviewed it also and is okay with it now.

Motion by Gutosky/Glab to approve the Debt Ordinance for the bond refinance duly carried on a roll call vote with all members present voting yes.

Motion by Difilippo/Mariscotti to adjourn carried with all members present stating aye.