

MINUTES OF SPECIAL TOWN COUNCIL MEETING HELD ON

APRIL 22, 1993 AT 2:00 PM

I. CALL TO ORDER AND ROLL CALL - A special Town Council Meeting was called to order by President Weinberg on April 22, 1993 at 2:00 PM who explained it was for the purpose of consideration of refinancing the Town's bonds. On roll call, the following Elected Officials were found to be in attendance: Mayor Ilyinsky, Council President Weinberg, President Pro Tem Wiener, Councilwomen Smith and Royal. Absent was Councilwoman Douthit. Also attending were Town Manager Doney, Town Attorney Randolph, Town Clerk Peters, Finance Administrator Crozier, Administrative Assistants to the Town Manager Elwell and Jakubiak, and Mrs. Kelly, from the Town Staff; Michael Hole of Smith, Barney; and Richard Miller of Mudge, Rose.

Roll Call

II. INVOCATION AND PLEDGE OF ALLEGIANCE: Invocation was given by Mrs. Peters. Pledge of Allegiance was led by Mayor Ilyinsky.

Invocation

III. APPROVAL OF AGENDA - Motion was made by Mrs. Royal, seconded by Mrs. Wiener to approve the agenda as published.

IV. RESOLUTION NO. 19-93 - 1993 GENERAL OBLIGATION REFUNDING BONDS - Attorney Randolph read the Resolution No. 19-93 by title:

Res. 19-93

A RESOLUTION OF THE TOWN COUNCIL OF THE TOWN OF PALM BEACH, FLORIDA, AMENDING AND SUPPLEMENTING TOWN RESOLUTION NO. 18-93 ENTITLED, "A RESOLUTION OF THE TOWN COUNCIL OF THE TOWN OF PALM BEACH, FLORIDA, AUTHORIZING THE ISSUANCE OF NOT EXCEEDING \$7,000,000 GENERAL OBLIGATION REFUNDING BONDS, SERIES 1993, OF THE TOWN OF PALM BEACH, FLORIDA FOR THE PURPOSE OF REFUNDING ALL OR A PORTION OF THE TOWN'S OUTSTANDING GENERAL OBLIGATION REFUNDING BONDS, SERIES 1986; PROVIDING THE FORM AND TERMS OF THE BONDS; PROVIDING FOR THE PAYMENT OF THE BONDS FROM A TAX ON ALL TAXABLE PROPERTY IN SAID TOWN; PROVIDING FOR THE RIGHTS, REMEDIES AND SECURITY OF THE HOLDERS OF THE BONDS; MAKING CERTAIN COVENANTS AND AGREEMENTS IN CONNECTION THEREWITH; PROVIDING FOR CERTAIN OTHER MATTERS DEEMED NECESSARY AND PROPER IN CONNECTION WITH THE ISSUANCE OF THE BONDS; AND PROVIDING FOR AN EFFECTIVE DATE"; AUTHORIZING THE NEGOTIATED SALE OF \$6,675,000 GENERAL OBLIGATION REFUNDING BONDS, SERIES 1993, OF THE TOWN OF PALM BEACH, FLORIDA TO REFUND THE TOWN'S OUTSTANDING GENERAL OBLIGATION REFUNDING BONDS, SERIES 1986; PROVIDING FOR THE TERMS AND OTHER DETAILS OF SUCH BONDS; APPOINTING A PAYING AGENT AND A REGISTRAR FOR SAID BONDS; APPOINTING AN ESCROW AGENT; APPROVING THE FORM OF AND AUTHORIZING THE EXECUTION AND DELIVERY OF AN OFFICIAL STATEMENT AND APPROVING, CONFIRMING AND RATIFYING THE PRIOR USE BY THE UNDERWRITERS OF THE PRELIMINARY OFFICIAL STATEMENT; APPROVING THE FORM OF AND AUTHORIZING THE EXECUTION AND DELIVERY OF A BOND PURCHASE CONTRACT TO EFFECT THE NEGOTIATED SALE OF THE BONDS; AUTHORIZING THE EXECUTION AND DELIVERY OF AN ESCROW DEPOSIT AGREEMENT RELATING TO THE PRIOR BONDS; AUTHORIZING PROPER OFFICIALS OF THE TOWN TO DO ALL OTHER THINGS DEEMED NECESSARY OR ADVISABLE IN CONNECTION WITH THE ISSUANCE, SALE AND DELIVERY OF SAID BONDS; AND PROVIDING AN EFFECTIVE DATE.

Mr. Doney reported yesterday Smith Barney indicated the market was right and they were going to enter the market, and this meeting was scheduled, with the newspapers being notified.

Mr. Michael Hole of Smith, Barney addressed the Council noting the Resolution read will lock in the interest rates and savings. He has talked about this for several months but wanted to make clear that this has been done as a service up to this point and there never was an obligation on the part of the Council to move forward, but the adoption of the Resolution will obligate the completion of the financing and lock in the savings. He recalled the target of savings was \$175,000 but what they have before them today is \$195,194 present value savings which is a little over \$18,000 per year and the total savings will be over \$239,000 or 3.30% of the amount of bonds they are refunding. He handed out an analysis of the Comparable Issue Yields with the comparison with the City of Winter Park and the City of Hollywood as well as the Florida Keys Aqueduct Authority and it shows how well the Town of Palm Beach's bonds do trade.

Mrs. Wiener moved for the adoption of Resolution No. 19-93. Seconded by Mrs. Smith. On roll call, the motion was carried unanimously.

Mr. Hole advised the closing is set for May 18 and the officials who need to do the signing of the final papers on May 17th.

V. ANY OTHER MATTERS - There were no other matters considered.

VI. ADJOURNMENT - Meeting was adjourned at 2:15 PM.

Adjournment

Grace T. Peters
Town Clerk