City of Chesterfield

RECORD OF PROCEEDING

MEETING OF THE CITY COUNCIL OF THE CITY OF CHESTERFIELD AT 690 CHESTERFIELD PARKWAY WEST

January 27, 2005

The meeting was called to order at 7 p.m.

Mayor Nations led everyone in the Pledge of Allegiance and followed with a moment of silent prayer.

A roll call was taken with the following results:

PRESENT	ABSENT
Mayor John Nations	Councilmember Jane Durrell
Councilmember Barry Flachsbart	
Councilmember Barry Streeter	
Councilmember Bruce Geiger	
Councilmember Dan Hurt	
Councilmember Mike Casey	
Councilmember Mary K. Brown	
Councilmember Connie Fults	

APPROVAL OF MINUTES

The minutes of the January 19, 2005, City Council meeting were submitted for approval. Councilmember Casey made a motion, seconded by Councilmember Geiger, to approve the City Council minutes. A voice vote was taken with a unanimous affirmative result and the motion was declared passed.

INTRODUCTORY REMARKS

Mayor John Nations announced that the next City Council meeting has been scheduled for February 7, 2005.

COUNCIL COMMITTEE REPORTS

Finance and Administration Committee

Councilmember Mary Brown, Chairperson of the Finance and Administration Committee, reported that Bill No. 2331 (Approves re-funding of the "R & S" debt) will be considered for adoption at this meeting.

Director of Finance and Administration Jeremy Craig stated that the purpose of this council meeting was to approve a cross-over refunding which would retire the 1997 and 1999 Street Bonds ("R & S" Bonds). Mr. Craig reported positive news in the market this date. He then called on Michelle Bock, Financial Advisor from Piper Jaffray to provide details. Ms. Bock reported that the net present value savings from the refunding was $820,000, or 4.6% of the par amount of the bonds that were refunded. The required contribution from the City is reduced from the last amount reported of $180,000 to about $57,000. Ms. Bock was still able to achieve annual savings for roads and streets beginning in 2007 and going through the remaining life of the bonds. After 2007, there will be about $120,000 savings for 6-plus years and then a savings of $80,000 or so thereafter. Ms. Bock thanked AG Edwards for underwriting the bonds. Ms. Bock next noted that because of the advance refunding, proceeds from the bonds are being escrowed until the call date of the old debt. Piper Jaffray purchases escrow securities and they have the opportunity between now and the closing of the bond issue, which is February 24, 2005, to perhaps better the required $57,000 to a lower amount.

BILL NO. 2331 — AUTHORIZES AND DIRECTS THE ISSUANCE, SALE AND DELIVERY OF $17,760,000* AGGREGATE PRINCIPAL AMOUNT OF GENERAL OBLIGATION REFUNDING BONDS, SERIES 2005, OF THE CITY OF CHETERFIELD, MISSOURI; PRESCRIBING THE FORM AND DETAILS OF SAID BONDS; AND AUTHORIZING CERTAIN OTHER DOCUMENTS AND ACTIONS IN CONNECTION THEREWITH. **(SECOND READING – FINANCE AND ADMINISTRATION COMMITTEE RECOMMENDS APPROVAL)**

Councilmember Brown made a motion, seconded by Councilmember Casey, for a second reading of Bill No. 2331. A voice vote was taken with a unanimous affirmative result and the motion was declared passed. Bill No. 2331 was read for the second time. A roll call vote was taken for passage and approval of Bill No. 2331, with the following results: Ayes – Geiger, Streeter, Casey, Fults, Flachsbart, Brown and Hurt. Nays - None. Whereupon, Mayor Nations declared Bill No. 2331 approved, passed it and it became **ORDINANCE NO. 2151.**

ADJOURNMENT

Mayor Nations adjourned the meeting at 7:09 p.m.

Mayor John Nations

ATTEST:

Martha L. DeMay, City Clerk