

**FINANCE/PURCHASING & BUILDING COMMITTEE**  
**January 28, 2020**

A meeting of the Finance/Purchasing & Building Committee was called to order at 4:00 pm by Chairperson Bacon in the Council Chambers, City Hall. Roll call: Alderpersons Bacon, Wiederanders and Williams were present. Also present: Alderperson Nault, City Administrator VanLieshout, Finance Director/City Treasurer Clarizio, Community Development Director Olejniczak, Robert W. Baird Managing Director Brad Viegut and Receptionist Metzger.

A motion was made by Alderperson Williams, seconded by Alderperson Wiederanders to adopt the following agenda:

1. Roll call.
2. Adoption of agenda.
3. Public comment on agenda items and other issues related to finance & purchasing.
4. Consideration of: TID #4 Debt Refinancing.
5. Review bills
6. Adjourn.

Carried.

No one spoke during public comment on agenda items and other issues related to finance & purchasing.

Consideration of: TID #4 Debt Refinancing:

Mr. Brad Viegut, Managing Director of Robert W. Baird explained that this is a refinancing of the March 30, 2017 taxable note anticipation note for TID 4, which comes due April 1, 2020. The borrowing will be broken into two debt issuances, taxable and tax exempt with the expensive debt paying off first. The tax exempt issuance is a general obligation refunding bond in the amount of \$2,140,000, with an anticipated interest rate of 2.62%, callable October 1, 2028. The taxable issuance is in the amount of \$1,240,000 is general obligation refunding bond with an anticipated interest rate of 2.34%. The initial approval of the resolution will be considered at the March 3, 2020 Common Council meeting. Mr. Viegut highlighted various points of the proforma analysis report. He informed the Committee that by 2021 there is an estimated shortfall that will continue, indicating that the City will need to have funds from a source other than the TIDS to cover debt payments, such as a separate tax levy, advances from the general fund, or advances from some other city fund. He stated based on current projection there is a deficit under \$2 million at the time the TID closes. Alderperson Williams stated that this will affect budgeting in the future for various projects such as roadway repairs etc. City Administration Van Lieshout stated that the City would not have this situation if it had the development to pay for it as it was originally intended.

Moved by Alderperson Williams, seconded by Alderperson Wiederanders to recommend to Common Council that the City proceed to work with Robert W. Baird to refinance the \$3,315,000 TID #4 Taxable Note Anticipation Notes dated March 30, 2017 with General Obligation Refunding Bonds, split into a non-taxable issue in the amount of \$2,140,000 and taxable issue in the amount of \$1,240,000 for a total bond issue in the amount of \$3,380,000. Carried.

Review bills

Moved by Alderperson Wiederanders, seconded by Alderperson Williams to approve the bills as presented and forward to the Common Council for payment. Carried.

Moved by Alderperson Bacon, seconded by Alderperson Williams to adjourn. Carried. The meeting 4:20pm.

Respectfully submitted,

Tricia Metzger