

Record of Proceedings

Special Meeting

June 28, 2017

Presiding Officer, Mayor Migliorini called the June 28, 2017 special meeting to order at 7:25pm

Present: Council members' Kevin Bilkie, David Engle, Sylvia Hanneken, Nicholas Molnar and Janet Tulley; Attorney Mark Guidetti and Council Clerk Josephine Arceci were also present.

Purpose:

ORD. NO. 57 -2017

AN ORDINANCE AUTHORIZING THE ISSUANCE AND SALE OF NOTES IN A MAXIMUM PRINCIPAL AMOUNT OF \$1,900,000, IN ANTICIPATION OF THE ISSUANCE OF BONDS, TO PAY THE COSTS OF CONSTRUCTING, RECONSTRUCTING, RESURFACING AND OTHERWISE IMPROVING CERTAIN ROADS AND STREETS IN THE CITY; AND DECLARING AN EMERGENCY was **offered** by Ms. Tulley who moved Council waive the requirement that it be read by title on three different days, instructing the Clerk to read it by **title only for all three readings**. Second by Mr. Molnar carried unanimously on a voice vote. [*Fiscal Officer Certificate previously presented to Council*]

Ms. Tulley moved, Ms. Hanneken seconded, **adopt ORD. NO. 57-2017** and post according to law.

Roll call: Ayes: Bilkie, Hanneken, Molnar and Tulley
Nays: Engle
The motion carried, **ORD. NO. 57-2017 declared adopted.**

Relative to ORD. NO. 57-2017 and during to roll call; Councilor Engle questioned Mayor Migliorini if this legislation is to be the only issuance for roads. Mr. Engle does not favor extending a financial burden “crippling the next generation financially” with debt even though a revenue stream has been created and dedicated to pay the cost of the roads. Mr. Engle would prefer that the City not be burdened with this level of continual and ongoing debt. In Mr. Engle’s opinion the income tax increase is already being “maxed-out.”

Mayor Migliorini agreed with Mr. Engle in part. For too many years Notes were staggered with no end in sight of ever getting caught up financially. However, that was then and this in now Mayor Migliorini stated because now a long term dedicated, purposeful revenue as been created. Mayor Migliorini explained from the beginning, when the income tax increase was initially proposed the intent was there would be to be a series of Note ordinances to finance the groups of road projects. Since all the roads could not possibly be repaired in this year, tonight’s issue is for Group 1 roads only, the list of just roads that can reasonably be completed this year. In the early part of 2018 bids will be entertained for the roads in Groups 2 & 3. Once all groups are complete the Notes for each will be rolled into one Bond. The decision to roll into Bonds will be predicated on interest rates at that time. The financing plan may change. That determination will be made as time goes on Mayor Migliorini added.

Councilor Hanneken asked the interest on this Note to which Finance Director Hall answered Huntington Bank quoted 1.8% and Fifth Third 1.55%, the latter obviously being the better quote and the bank for this issuance. The term of the Note is one-year. Ms. Hall reiterated what Mayor Migliorini had said, that the intent is to eventually combine the Notes relative to each group of roads.

Councilor Bilkie asked what costs are included in the \$1.9M Note to which Ms. Hall answered the actual cost of construction, the cost of Bond counsel and engineering costs. Eventually about \$8 million dollars worth of road work will be bonded Ms. Hall added. Ms. Hall reiterated the Notes relative to the three groups of road projects will be rolled into one Note in anticipation of a single Bond. The annual payment relative to final Note (Bond) is anticipated to be about \$700,000. Explaining further Ms. Hall stated that the annual collection from the ¼% percent income tax increase from the roads is anticipated to generate \$1.2 million annually. Minus the anticipated annual debt payment, the \$500,000 difference will be used for annual preventative maintenance of roads.

ORD. NO. 58 -2017

AN ORDINANCE CONFIRMING THE APPOINTMENT BY THE MAYOR OF LAURA WELSH TO POSITION OF PART-TIME ADMINISTRATIVE ASSSISTANT WITH THE CITY OF MACEDONIA FINANCE DEPARTMENT was **offered** by Mr. Bilkie and moved Council waive the requirement that it be read by title on three different days, instructing the Clerk to read it by **title only for all three readings**. Second by Mr. Molnar carried unanimously on a voice vote.

Record of Proceedings

Special Meeting

June 28, 2017

Mr. Bilkie moved, Mr. Molnar seconded and motion carried unanimously on a voice vote to adopt **ORD. NO. 58--2017** and post according to law. **ORD. NO. 58-2017 declared adopted.**

Relative to ORD. NO. 58-2017, Councilor Hanneken asked Ms. Hall why an additional employee is needed in the finance department to which Ms. Hall answered because current personnel must take personal time off that not related to vacation time.

MOTION

Mr. Molnar moved, Mr. Engle seconded and motion carried unanimously on a voice vote authorizing the ordering of and the future appropriation for the following vehicles and equipment: Six (6) Dodge Chargers and Four (4) Explorers for use by the Police Department; One (1) Gradall, Four Pick-Up Trucks and Four Plows (3-10ft & 1-12ft) for use by the Service Department and One (1) Pick-Up Truck and Three (3) Mowers for use by the Parks Department.

There being no further business, the special meeting adjourned at 7:40pm.