

CITY OF MACCLENNY
Special Meeting
September 23, 2014
6:00 p.m.

The City Commission met in a special session, Tuesday, September 23, 2014 with the following present: Mayor Gary Dopson, City Manager Phil Rhoden, Commissioners Floyd V. Bennett, Sam Kitching, and Cecil Horne Jr., Mark Bryant was absent.

Mayor Dopson called the meeting to order.

Mr. Mark T. Mustian, City Bond Council, presented **Resolution 14-13**, a resolution of the city commission of the City of Macclenny, Florida, amending and supplementing its Resolution 14-04 adopted February 11, 2014 with respect to its public improvement revenue bonds, series 2014; authorizing an increase in the principal amount of such bonds. Mr. Mustian stated this is required for the loan process for the new fire station. The cost was greater than anticipated and had to go back to rural development to get an approval for an increase; this is what the resolution is for. Commissioner Bennett made a motion to approve Resolution 14-13 and was seconded by Commissioner Kitching. Voting was unanimous.

Mr. Mark T. Mustian, City Bond Council, presented **Resolution 14-14**, a resolution of the City of Macclenny, Florida authorizing the issuance of its \$1,775,800 public improvement revenue bond anticipation note, series 2014, to provide interim financing for the City's fire station project; providing for the rights of the holder of such note; providing for the terms and details of such note; awarding said note. Mr. Mustian stated this resolution authorizes the bank loan with First Federal. There were bids sent out to banks and Mr. Will Weathers recommends First Federal with an interest rate of 1.03%. The banks requirement is for the City to continue using this account through the term of the loan, and have a balance of \$1.2 million in their accounts. Mr. Weathers stated there is no reason to do front funding because banks are not paying anything for deposit earnings and recommends the draw down method. There will be equal draws over 8-9 months. The bank council fee is \$3500.00 and estimated interest costs of \$9,145.00 which is in our budget of \$20,000.00 which leaves a little bit of contingency left. Commissioner Kitching made a motion to approve Resolution 14-14 and was seconded by Commissioner Bennett. Voting was unanimous.


Mr. Mark Mustian presented **Resolution 14-15**, a resolution of the City Council of the City of Macclenny authorizing and providing for the incurrence of indebtedness for the purpose of providing a portion of the cost of acquiring, constructing, enlarging, improving, and/or extending its fire station facility to serve an area lawfully within its jurisdiction to serve. Mr. Mark Mustian stated the City adopted a similar resolution for rural development when the project first started. When the dollar amount is raised rural development requires the City to do the same process again to increase the amount authorized by the resolution. Commissioner Bennett made a motion to approve Resolution 14-15 and was seconded by Commissioner Kitching. Voting was unanimous.

Mr. Will Weathers discussed the schedule and status of the interim process. He stated Mr. Frank Darabi and the architect are working on contract documents for the contractors and getting them submitted to Rural Development for approval, when approved, and then execute them. After all documents are approved a pre-construction conference will happen. Next a date will be set for closing and a notice to proceed. There will be no pre-payment penalty. A month before closing, Rural Development will do a dry run closing. The actual closing can be done through email or fax. As soon as this is done a new fire station can begin.

City Manager Rhoden stated that he spoke in June about the well the City is putting down at Wal-Mart. We are proceeding as an emergency purchase at this time. "I asked Mittauer Associates to review the specs and cost." Tim Norman responded "We find the price quote by Complete Services for the well to be reasonable. It is only 11% more than our original conceptual cost estimate with the bulk of the difference being in the cost for the aerator, handrail and for the ground storage tank. Recommend the City move forward with Complete Services' quote to get this project completed as soon as possible to mitigate the emergency situation with the well at the Ohio Street Water Treatment Plant." Mr. Rhoden said we are taking care of three

issues by putting in this well, one at Ohio St., expanded growth, and Wal-Mart needs. They have already cleared the land; we have to bring in fill dirt to stabilize the road. To complete the project will happen quickly within the next 5-6 months. Mayor Dopson asked if Wal-Mart spoke about placing a bigger water pipe into their facility. Manager Rhoden stated Wal-Mart is comfortable and feel what they have is sufficient for their needs. The City has had meetings, sent letters and gave their recommendations to place a bigger pipe. Wal-Mart was not interested. Chief Dugger stated both Wal-Marts were not permitted through the City and both of the facilities have serious fire issues. The only thing the City is contracted for is to provide water to both facilities.

With no further comments from the audience or Commissioners, Mayor Dopson adjourned the special meeting.


MAYOR GARY DOPSON

ATTEST: 
CITY MANAGER/ CLERK Phil Rhoden

