

City of Iron Mountain

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Special Meeting of the City Council, City of Iron Mountain, County of Dickinson, Michigan held on Monday, November 12, 2012 at 6:31 p.m. in the Council Room.

Presiding: Mayor Rosen

Present: Council Members Jacobetti, Moraska, Alessandrini, Corombos, Villa (*Entered 6:35 p.m.*) & Farragh

Absent: None

Also Present: City Manager Stanchina & Chief Financial Officer Bartolameolli

Public Comment

None

New Business

Discussion of Engagement Letter Re: Miller Canfield

Stanchina noted that the approval of the Resolution Authorizing Issuance of 2013 Limited Tax General Obligation Refunding Bonds authorizes the hiring of Miller Canfield and Great Lakes Capital Markets, LLC. Stanchina detailed the engagement letter from Miller Canfield. He relayed that the cost of Miller Canfield's services would be \$25,000.

It was moved by Corombos and supported by Rosen to hire Miller Canfield to provide the services as outlined in the October 25, 2012, Engagement Letter.

Motion Prevailed Unanimously

Approval of Financial Advisory Agreement Re: Great Lakes Capital Markets, LLC

Stanchina reviewed the proposed Financial Advisory Agreement. He stated that the word "Shall", located in the first sentence of section ten on page three, should be changed to "May" and that the venue for arbitration, as noted in section ten on page three, should be Dickinson County, in lieu of Oakland County. Rosen voiced his apprehension as to the assignment of liability in section seven on page three.

It was moved by Alessandrini and supported by Farragh to approve the Financial Advisory Agreement with Great Lakes Capital Markets, LLC, contingent upon the above noted corrections.

Motion Prevailed Unanimously

Approval of Resolution Re: Resolution Authorizing Issuance of 2013 Limited Tax General Obligation Refunding Bonds

Stanchina outlined the Resolution Authorizing Issuance of 2013 Limited Tax General Obligation Refunding Bonds, noting that the document summarizes the process that will be followed once the bonds have been issued. He presented the cost and benefit of each financing option.

Farragh exited at 7:12 p.m.

The City Council discussed the financial ramifications of each repayment scenario. It was concluded that it would be optimal to contribute a lump sum of \$295,000 and increase the annual debt service for the next fifteen years, resulting in significant savings due to early debt retirement.

It was moved by Rosen and supported by Moraska to approve the Resolution Authorizing Issuance of 2013 Limited Tax General Obligation Refunding Bonds utilizing 15 year financing, a lump sum payment of \$295,000, and a principal sum not to exceed \$3,950,000.00.

Motion Prevailed Unanimously

Public Comment

None

CITY OF IRON MOUNTAIN * CITY COUNCIL * NOVEMBER 12, 2012

Adjournment

It was moved by Rosen and supported by Alessandrini to adjourn.

Motion Prevailed Unanimously

Meeting adjourned at 7:30 p.m.

A handwritten signature in black ink that reads "Isaac P. Micheau". The signature is written in a cursive style with a large initial "I".

Isaac Micheau
Clerk-Treasurer