

MINUTES OF SPECIAL CALLED MEETING
OF THE CITY OF TUSCUMBIA
SPECIAL CALLED MEETING HELD ON JUNE 16, 2016

The Notice was posted on June 15, 2016 @10:00 a.m. and all members of the Council were duly notified. No members of the public or news media had registered with the City to receive notification.

I. CALL OF MEETING TO ORDER

Mayor Billy Shoemaker called the meeting to order on Thursday, June 16, 2016 @1:05 p.m.

II. ROLL CALL

Present,

Mayor Billy Shoemaker
Council Member Richard Coates
Council Member George Johnson, Sr.
Council Member Robert Mitchell
Council Member Martha Smith.
Council Member Randall Davis

Absent,

None

Administration: City Clerk JoAnn Armstead, and City Attorney Tom Heflin

III. BUSINESS

Discussion: Jeff Daniels of Compass Bank read an article in the Times Daily regarding the city seeking a bond to finance its capital projects and thought Compass Bank would provide the city with another option of financing. Marcus Castro, Compass Bank, did a presentation on the proposal of \$3,200,000 Non-Bank Qualified Term Loan Facility for the purpose of the proceeds to be used for various capital projects (construct a recreational vehicle park, make certain improvements to Spring Park and street paving and improvements). The term of the loan is 15 years with an interest rate of 2.93% if the city were to close within 30 days of June 8, 2016.

Council Member Coates expressed concern of how the funds will be used and asked Mr. Castro to change the language to “Capital Improvement and Maintenance Projects” to allow for future use if the council decided to waiver from the list that was presented. Council Member Davis explained the Bond Counsel will have to approve each project to make sure it is eligible for the tax exempt status and the interest rate will be whatever the market suggests at that given time. Mr. Castro requested that Mr. Coates and the other council members provide a list of their projects and he will present them to the Bond Counsel for acceptance.

IV. ADJOURNMENT

With no further business Council Member Davis made a motion to adjourn at 1:45 p.m.; seconded by Council Member Johnson. Motion Carried.