

**MINUTES OF THE SPECIAL COUNCIL MEETING
OF THE CITY OF PAOLA, KANSAS
12:45 P.M. – December 18, 2015**

**HELD AT THE PAOLA CITY HALL
19 E Peoria Street in Paola**

The Governing Body of the City of Paola, Kansas, met with Mayor Stuteville presiding.

Council Members present: Mayor Artie Stuteville and Council Members Jim Pritchard, Gee Gee Wilhoite, Leigh House and Aaron Nickelson.

Council Members absent: None.

Also present: City Manager Jay Wieland, City Clerk Dan Droste, Greg Vahrenberg with Piper Jaffray, and Brian McCauley with the Miami County Republic.

Agenda Item 1 – Call to Order: The special council meeting was called to order by Mayor Stuteville at 12:45 pm after the conclusion of the Paola, Kansas Public Building Commission meeting.

Agenda Item 2 – Roll Call: Mayor Stuteville and Council Members Pritchard, Wilhoite, House, and Nickelson were all present. No one was absent.

Agenda Item 3 - Consider an Ordinance approving the issuance of Paola, Kansas Public Building Commission refunding revenue bonds, Series 2016.

In the Paola, Kansas Public Building Commission meeting held immediately prior to this meeting, Mr. Greg Vahrenberg with Piper Jaffray reported that the sale of the refunding bonds was completed yesterday. He reported that the original 2007 PBC bonds had an average interest rate of 4.2% and the purpose of refinancing the bonds was to take advantage of lower interest rates and to extend the repayment term.

Mr. Vahrenberg reported that Standard and Poor’s provided the financial rating for the bond issue and their report reaffirmed a rating of “A+ / Stable Outlook” for both the City of Paola and the Paola, Kansas Public Building Commission.

Mr. Vahrenberg presented the final results of the sale of the refunding bonds noting that the final principal amount of the issue was \$2,185,000 with a “True Interest Cost” of 2.345%, a slight improvement over the pre-issue estimate \$2,190,000 with a “True Interest Cost” of 2.375%. If approved, the closing on the bond issue will take place on January 12, 2016.

Pursuant to that discussion, Council Member Wilhoite made a motion to approve AN ORDINANCE OF THE CITY OF PAOLA, KANSAS, APPROVING THE ISSUANCE OF \$2,185,000 AGGREGATE PRINCIPAL AMOUNT OF THE PAOLA, KANSAS PUBLIC BUILDING COMMISSION REFUNDING REVENUE BONDS, SERIES 2016 TO FOR

THE PURPOSE OF PROVIDING FUNDS FOR THE REFUNDING AND EARLY REDEMPTION OF THE COMMISSION'S REVENUE BONDS, SERIES 2007 (POLICE STATION); AUTHORIZING THE EXECUTION OF A LEASE OF THE FACILITIES BY THE CITY FROM THE PUBLIC BUILDING COMMISSION; AUTHORIZING THE EXECUTION OF A SITE LEASE OF THE LAND BY THE COMMISSION FROM THE CITY; AUTHORIZING THE EXECUTION OF A BOND PURCHASE AGREEMENT AND OTHER NECESSARY DOCUMENTS RELATED TO THE TRANSACTIONS AUTHORIZED HEREIN. Council Member Nickelson seconded the motion and all voted aye. The motion passed 4 to 0 and the Ordinance was assigned number 3089.

Agenda Item 4 – Adjournment.

With no additional business to come before the Council, Council Member Wilhoite made a motion to adjourn. Council Member Nickelson seconded the motion and all voted aye. The motion passed 4 to 0.

Artie Stuteville, Mayor

ATTEST: [seal]

Daniel G. Droste, City Clerk