

Fairmont Building Commission

Minutes of Special Meeting

May 26, 2020

Commissioners present: Jeff Wise, Chris Parr, Ray Logue

Commissioners absent: Jon Frantz

Others Present: Eddie Simmons, Fire Chief, Priscilla Hamilton, Finance Director

Joining Meeting via Phone: Tom Aman, Bond Counsel, Steptoe & Johnson, Valerie Means, City Manager

There being a quorum present, Chairman Wise called the meeting to order at 2:00 PM.

APPROVAL OF MINUTES

With no changes or additions Commissioner Logue made a motion to approve the minutes for November 12, 2019. Commissioner Parr seconded. Minutes were approved.

**COMMUNICATIONS, ANNOUNCEMENTS,
PUBLIC HEARINGS OR PENDING BUSINESS**

RE: CONSIDERATION OF BUSINESS

NEW BUSINESS

RE: ELECTION OF OFFICERS

Chairman Jeff Wise stated the board elected officers at the November 12, 2019 meeting but Tom Aman, Steptoe & Johnson advised that they require a current calendar year officer election in connection with Bond closings in order to avoid any ambiguity.

Chairman Wise called for a vote to reaffirm the election of officers made at the November 12, 2019 meeting. Chris Parr made a motion to reaffirm the members elected at the November 12, 2019 meeting as the 2020 Fairmont Building Commission Officers. Ray Logue seconded the motion; all were in favor.

Officers Calendar Year 2020

Jeff Wise, Chairman

Jon Frantz, Vice Chairman

Chris Parr, Secretary

RE: SUPPLEMENTAL RESOLUTION

Tom Aman, Steptoe & Johnson, spoke to the Supplemental Resolution:

The bid opening for the East Side Fire Station was held on April 29, 2020. Due to the BB&T merger with Sun Trust to become Truist Bank in December 2019 an inquiry was made to determine if the BB&T Commitment Letter dated June 5, 2019 was still a valid offer. Truist Bank extended the original commitment letter but offered a 3.18% Fixed Rate for 20 years, Debt Service estimated at \$16,909.54/monthly basis with a final pay in 2040, pre-payable without penalty after 10 years.

Valerie Means, City Manager stated the City administration supports this financing option.

Tom concluded; the commitment letter is still within the parameters for financing as approved in the Bond Ordinance dated August 7, 2019 with terms not to exceed \$3,000,000 at an interest rate not to exceed 4.50% and term not to exceed 25 years.

Bond counsel is asking for approval of the alternative offer and action on the supplemental resolution.

Tom Aman, Steptoe & Johnson read the supplemental resolution for the board:

Lease Revenue Bonds, Series 2020 - East Side Fire Station

SUPPLEMENTAL RESOLUTION APPROVING TERMS OF THE LEASE REVENUE BONDS, SERIES 2020 (EAST SIDE FIRE STATION), OF THE FAIRMONT BUILDING COMMISSION; APPROVING THE SALE AND DELIVERY OF SUCH BONDS TO TRUIST BANK, PURSUANT TO THE TERMS OF THE BANK'S COMMITMENT LETTER; DESIGNATING A REGISTRAR, PAYING AGENT AND DEPOSITORY BANK FOR THE BONDS; AND MAKING OTHER PROVISIONS AS TO THE BONDS.

Terms of Bonds

Amount: \$3,000,000
Term or Maturity Date: 20 years
Interest Rate: 3.18% Fixed
Payments: Estimated \$16,909.55/month or \$202,914.54/year

Chairman Wise called for a vote to approve the alternative offer and action on the supplemental resolution as modified from the previous resolution. Chris Parr made a motion to approve the alternative offer and the supplemental resolution as read. Ray Logue seconded the motion; all were in favor.

ADJOURNMENT

There being no further business, Chairman Jeff Wise called for a motion to adjourn, Commissioner Chris Parr made a motion to adjourn the meeting, Commissioner Ray Logue seconded the motion, all were in favor, meeting adjourned at 2:30 pm.

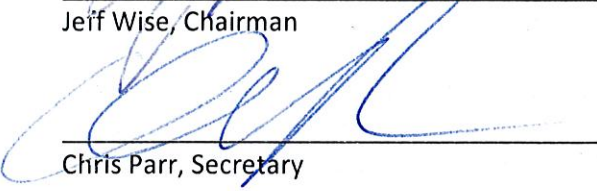
Approval of Minutes Dated May 26, 2020.



Jeff Wise, Chairman

11-10-2020

Date



Chris Parr, Secretary

12-7-2020

Date