

**CITY OF COPPERAS COVE
CITY COUNCIL SPECIAL MEETING MINUTES
JUNE 28, 2001 - 7:00 P.M.**

A. CALL TO ORDER

Mayor Rodney G. Nauert called the special meeting of the City Council of the City of Copperas Cove, Texas to order at 6:00 p.m.

B. ROLL CALL

ALSO PRESENT

Bradi D. Diaz
Ray Don Clayton
John F. Gallen
Charlotte Heinze
Fred Harris (Excused Absence)
Bud Owsley
Annabelle Smith (Excused Absence)

Richard Torres, City Manager
Pamela Russell, City Secretary

C. ACTION ITEM

1. Consideration and action on Ordinance No. 2001-27, providing for the issuance and sale of City of Copperas Cove, Texas, Combination Tax and Revenue Certificates of Obligation, Series 2001, not to exceed \$8,555,000; and ordaining other matters relating to the subject.
Steven Alexander, Finance Director

Council member John Gallen made the motion to approve Ordinance No. 2001-27. Council member Charlotte Heinze seconded the motion, and with a unanimous vote, the motion carried.

Mr. Kimball, from First Southwest Company, provided a pricing summary to the City Council regarding the 2001 Combination Tax and Revenue Certificates of Obligation and the 2001 General Obligation Refunding Bonds.

Mr. Kimball indicated the both Standard and Poor's and Moody's rating agencies affirmed the City's A- and A3 ratings on the debt issues respectively. Both agencies provided favorable rating reports on the City.

He went on to indicate that the market was good for issuing bonds. The City received an attractive interest rate of 4.98% on the 2001 Combination Tax and Revenue Certificates of Obligation. Additionally, the City received a lower interest rate than was originally anticipated at the onset of the bond issuance process.

The General Obligation Refunding Bonds are to be used to refinance \$2,045,000 of 1989 Revenue Bonds Mr. Kimball said. The old bonds to be refunded had an

interest rate of about 5.5% while the new refunding bonds have an interest rate of 4.187%. Refinancing the old Revenue Bonds eliminates the reserve funds that are required under the old bond covenants and reduces the City's annual debt service over the next nine years.

Finally, Mr. Kimball stated that Glenn Opel, from Vinson and Elkins, Bond Counsel for the City, was present and prepared to answer any questions regarding the ordinances issuing the Certificates or the General Obligation Refunding Bonds.

Council member Charlotte Heinze seconded the motion, and with a unanimous vote, the motion carried.

The caption reads as follows:

ORDINANCE NO. 2001-27

AN ORDINANCE PROVIDING FOR THE ISSUANCE AND SALE OF CITY OF COPPERAS COVE, TEXAS COMBINATION TAX AND REVENUE CERTIFICATES OF OBLIGATION, SERIES 2001, IN THE AGGREGATE PRINCIPAL AMOUNT OF \$8,555, 000; LEVYING A TAX IN PAYMENT THEREOF; APPROVING THE OFFICIAL SETTLEMENT; AND ENACTING OTHER PROVISIONS RELATING THERETO

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| <p>2. Consideration and action on Ordinance No. 2001-28, providing for the issuance and sale of City of Copperas Cove, Texas, General Obligation Refunding Bonds, Series 2001A, not to exceed \$1,895,000; and ordaining other matters to the subject. Steven Alexander, Finance Director</p> |
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Council member Bud Owsley made the motion to approve Ordinance No. 2001-28. Council member Ray Don Clayton seconded the motion, and with a unanimous vote, the motion carried.

The caption reads as follows:

ORDINANCE NO. 2001-28

AN ORDINANCE PROVIDING FOR THE ISSUANCE AND SALE OF CITY OF COPPERAS COVE, TEXAS, GENERAL OBLIGATION REFUNDING BONDS, SERIES 2001A, IN THE AGGREGATE PRINCIPAL AMOUNT OF \$1,895,000; LEVYING A TAX IN PAYMENT THEREOF; APPROVING THE OFFICIAL STATEMENT; AND ENACTING OTHER PROVISIONS RELATING THERETO

D. ADJOURNMENT

There being no further business, the meeting was adjourned at 6:20 p.m.

Rodney G. Nauert, Mayor

ATTEST:

Pamela J. Russell, TRMC City Secretary