

TOWN OF MEDARYVILLE
SPECIAL MEETING
October 24, 2019
3:30 pm (est)

Meeting was called to discuss with bakertilly for the financing of the water tower project.

Robert Schultz	Council President
Raymond Saltsman Sr.	Council Member
Judy Harwood	Clerk Treasurer
Jackie Hines	Deputy Clerk
Jeffrey Rowe, CPA	Bakertilly Advisor
Amber Lapaich	Town Attorney (phone conference)

Jeffrey Rowe submitted to the Council a packet of information regarding the preliminary rate study and a comparison of interest costs between an SRF loan and a loan from Lake City Bank. Town Attorney Lapaich asked why the town could not go with a 20 year SRF bond as they had done in the past. Mr. Rowe explained that it wasn't feasible because of the time frame required to obtain the funding. Town Attorney Lapaich explained to the Council that they will need to hire a bond Council and a Municipal Advisor for the funding of the SRF at a cost of about \$35,000.

After reviewing the differences in interest between the 2 loan options, the Council decided to pursue the SRF funding in the amount of \$350,000.

Council Member Saltsman Sr. made a motion to pursue the SRF funding in the amount of \$350,000, second by Council Member Robert Schultz.

Motion carried with a vote of 2 yes and 0 no.

Mr. Rowe explained that the price of water will increase from .0102 to .0133 per gallon. The minimum for 3,000 gallons of water will increase to \$39.98. This is an increase of \$9.38 plus tax. A minimum utility bill in 2020 will be \$101.98.

After discussing the water rate increases, the town council decided that they would hire bakertilly as the town's municipal advisor and for the water rate study. They also decided to hire Bose McKinney as the Bond Consultant with the SRF funding.

Council Member Saltsman Sr. made a motion to hire bakertilly as the town's municipal advisors for the water tower project funding and for them to do the water rate study, second by council member Schultz.

Motion carried with a vote of 2 yes and 0 no.

Council Member Saltsman Sr. made a motion to hire Bose McKinney as the town's bond consultant for the water tower project, second by Council Member Schultz.

Motion carried with a vote of 2 yes and 0 no.

Mr. Rowe explained that the town would need to introduce the new water rate ordinance and the bond ordinance in early November due to the time restraints. The town council decided that they would have a special meeting on November 4, 2019 at 3:30 p.m. to introduce the ordinances and to read them for the first and second times.

Mr. Rowe also explained that there will need to be a public hearing before the rate ordinance can be fully adopted. It will need to be advertised 10 days prior to the hearing. The notice will need to be mailed to property owners outside of town limits as well. The council decided that the public hearing will occur on November 20, 2019 at 6:00p.m. The council meeting will follow at 6:30p.m. with the third and final reading of the bond and rate ordinance. The new rates will be billed on January 1, 2020 for the December consumption.

With nothing further to discuss, Council Member Saltsman Sr. made a motion to adjourn the October 24th Special meeting, second by Council Member Schultz.

Motion was carried with a vote of 2 yes 0 no.

Robert Schultz, Council President

Suzanna Wilcoxon, Council Vice President

Raymond Saltsman Sr., Council Member

Attest: Clerk Treasurer, Judy Harwood