CITY OF MONTELLO

SPECIAL FINANCE COMMITTEE MEETING MINUTES

2-23-21

Meeting called to order by Mayor Jim Houdek at 6:30 PM.

Members Present: Mayor Houdek, Venise Mugler, Ken Streich, Barb Jordan

Others Present: Craig Corning, CPA, Dan Hintze, National Exchange Bank and Trust, Dawn Calnin

NEW BUSINESS:

1. DISCUSS, WITH POSSIBLE ACTION, RE-FINANCING CITY LOANS.

The following loans were up for discussion on possible re-financing with National Exchange Bank and Trust. Dan Hintze gave estimates on interest savings.

2007 GO CORP PURPOSE BOND: Current rate is 4.0%. Re-financing to 2.95% could save the City approximately $17,867.99.

2010 GO BUILD AMERICA BOND: Current rate is 5.0%. Re-financing to 2.95% could save the City approximately $94,512.68.

These two Bonds would need a Resolution approved by the full Council in order to proceed with re-financing.

**2016 Bank Note 703**: Current rate is 4.1%. Re-financing to 2.95% could save the City approximately $57,892.93.

**2019 Bank Note 706**: Current rate is 4.1%. Re-financing to 2.95% could save the City approximately $129,491.57.

These two Bank Notes do not need a Resolution because the Council has already approved Resolutions for these two notes. The only change would be the interest rate.

Motion by Houdek/Mugler to have National Exchange Bank and Trust re-finance Bank Note 703 to a lower interest rate of 2.95% for the remainder of the loan with payment date change from November to January. Motion Carried.

Motion by Houdek/Mugler to have National Exchange Bank and Trust re-finance Bank Note 706 to a lower interest rate of 2.95% for the remainder of the loan with payment date change from June to August. Motion carried.

Motion by Jordan/Streich to have National Exchange Bank and Trust re-finance 2010 GO Build America Bond to 2.95%, keeping the principal payments the same, with payment change from February to August. Motion carried.

Motion by Jordan/Streich to have National Exchange Bank and Trust re-finance 2007 GO CORP PURPOSE BOND to 2.95%, keeping the principal payments the same, with payment due in June. Motion carried.

Resolution 2021-01 and 2021-02 will be placed on the March 1, 2021 Council agenda.

Motion by Jordan/Streich to adjourn. Motion carried at 6:55 PM.

Minutes by Dawn Calnin