

**COMMISSIONERS' MINUTES
KITITAS COUNTY, WASHINGTON
COMMISSIONERS CONFERENCE ROOM
SPECIAL MEETING**

WEDNESDAY

1:30 P.M.

SEPTEMBER 22, 2010

Board members present: Chairman Mark McClain (by phone), Vice-Chairman Paul Jewell and Commissioner Alan Crankovich.

Others: Catherine Dunn, Deputy Clerk of the Board; Jerry Pettit, Auditor; Deanna Panattoni, Treasurer; Judy Pless, Budget and Finance Manager; Susan Musselmann, SDM Advisors, Financial Consultant and Cynthia Weed, K&L Gates LLP, (both by phone) and Catherine Clerf.

SPECIAL MEETING

BOND RESOLUTION

COMMISSIONERS

At 1:30 p.m. **Vice-Chairman Jewell** opened a special meeting to consider the Bond Sales Resolution from the sale of bonds earlier in the day.

Susan Musselman said the County had gone out for competitive sale of Limited Tax General Obligation and Refunding bonds and had published a Bond Statement and Notice of Sale prior to the sale. The total of the sale was \$10,735,000 for Capital projects and the refinance of a current 2001 bond. She said seven sealed bids were received electronically ranging from 3.16% to 3.4% interest with R. W. Baird of Wisconsin being the lowest bidder. She said the results were better than estimated because the County entered the market at a great time. The 2001 bond refinance of \$745,000 brings a net savings of \$54,000 which is \$10,000 over a five year period. **Ms. Musselman** said after taking the bids, the bond amount was adjusted to \$11,185,000.

Chairman McClain arrived at the meeting at 1:40 p.m.

Cynthia Weed, K&L Gates (formerly Preston, Gates and Ellis), bond legal counsel, said that before the Board was Resolution 2010-099. Drafts of the resolution had been prepared and circulated earlier for everyone's review. The Resolution is an action item accepting the bid of R. W. Baird, authorizing the bond and providing for escrow of the 2001 bond and remaining bond amount deposited to Treasurer's fund 302 for investment for use for capital projects. She said the funds would be available on September 30, 2010. She added that the Board of Commissioner shouldn't buy these bonds for their own personal portfolios.

APPROVED
10/5/2010

Judy Pless, Budget and Finance Manager asked if the interest earned on this amount need to be pro-rated and applied to each of the capital projects or could it be applied to just one of the projects? **Ms. Weed** said it could be applied to any of the capital projects. **Vice-Chairman Jewell** asked to go over Attachment E, the Final Term sheet. **Susan Musselman** explained the Pricing Summary and Final Term sheet.

Vice-Chairman Jewell asked her to explain the basis for the adjustments. **Ms. Musselman** said the bond sale was sized based on an estimate of bids. The County wanted to realize \$10.4 million and needed some for the \$780,000 refinance of the 2001 bond, as well as the costs of the bond sale. The adjustments make sure the County ends up with the amount needed for the capital projects.

Cynthia Weed reminded staff to be sure to file the information needed every year for disclosure.

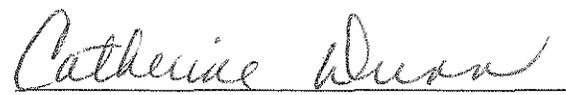
RESOLUTION 2010-099 GENERAL OBLIGATION/REFUNDING BOND COMMISSIONERS

Commissioner Crankovich moved to approve Resolution 2010-099 to authorize the issuance and sale of limited tax general obligation and refunding bonds of the County in the amount of \$11,185,000, to refund outstanding bonds and to finance acquisition and improvements to county facilities. **Vice-Chairman Jewell** seconded the motion. Motion carried, 3-0.

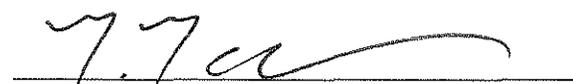
Vice-Chairman Jewell said he was exceptionally pleased with the process.

Meeting adjourned at 2:00 p.m.

DEPUTY CLERK OF THE BOARD


Catherine Dunn

KITTITAS COUNTY COMMISSIONERS
KITTITAS COUNTY, WASHINGTON


Mark McClain, Chairman