

**WORK SESSION AGENDA
WYOMING CITY COUNCIL MEETING
CITY COUNCIL CHAMBERS**

Monday, April 8, 2019, 5:30 P.M.

- 1) Call to Order**
- 2) Student Recognition**
- 3) Public Comment on Agenda Items (3 minute limit per person)**
- 4) Mission and Vision Statement Rollout**
- 5) 2019-20 Budget Review**
 - a. Community Services**
 - b. General Fund**
- 6) Redemption of Series 2009 Bonds**
- 7) Any Other Matters**
- 8) Acknowledgement of Visitors/Public Comment (3 minute limit per person)**

**CITY COUNCIL
CITY OF WYOMING
(Kent County, Michigan)**

RESOLUTION NO. _____

**RESOLUTION AUTHORIZING REDEMPTION OF MICHIGAN
TRANSPORTATION FUND BONDS AND REFUNDING BONDS, SERIES 2009**

Minutes of a regular meeting of the City Council of the City of Wyoming held in the Wyoming City Hall, 1155 28th Street SW, Wyoming, Michigan 49509, on April 15, 2019, at 7:00 p.m. local time.

PRESENT: Council Members: _____
ABSENT: Council Members: _____

Council Member _____, supported by Council Member _____, moved the following resolution:

WHEREAS, the City of Wyoming (the "City") issued its Michigan Transportation Fund Bonds and Refunding Bonds, Series 2009, dated April 30, 2009 (the "2009 Bonds"); and

WHEREAS, \$330,000 of the 2009 Bonds matures on June 1, 2019 and is not subject to optional redemption prior to maturity; and

WHEREAS, the following maturities of the 2009 Bonds remain outstanding and are subject to optional redemption prior to maturity:

\$340,000 maturing on June 1, 2020
\$355,000 maturing on June 1, 2021
\$375,000 maturing on June 1, 2022
\$395,000 maturing on June 1, 2023
\$415,000 maturing on June 1, 2024

WHEREAS the City has funds on hand sufficient to redeem the outstanding 2009 Bonds that are subject to optional redemption prior to maturity; and

WHEREAS, the outstanding 2009 Bonds maturing on and after June 1, 2020 are subject to optional redemption prior to maturity at the par amount thereof, plus accrued interest, without a premium on any date on or after June 1, 2019; and

WHEREAS the City has determined that it is in the best interest of the City to redeem prior to maturity all of the 2009 Bonds maturing on and after June 1, 2019.

NOW, THEREFORE, BE IT RESOLVED:

1. The City calls for redemption prior to maturity all of the 2009 Bonds maturing on and after June 1, 2019 on the earliest practical call date as determined by the Authorized Officer (defined below).
2. The City Manager, Assistant City Manager or Finance Director, or any one of them acting alone (the "Authorized Officers") are authorized to notify the paying agent, bond registrar and transfer agent (the

“Paying Agent”) for the 2009 Bonds of the City’s direction to call all of the 2009 Bonds maturing on and after June 1, 2019 prior to maturity.

3. In order to effectuate the redemption, the Authorized Officers are authorized to give irrevocable instructions to the Paying Agent to give such notices as may be required for the redemption of the 2009 Bonds maturing on and after June 1, 2019 and to approve the form of any notices.

4. The Authorized Officers are hereby authorized to execute all documents, agreements and certificates and to take all actions necessary to complete the redemption.

5. All resolutions or parts of resolutions in conflict herewith shall be and the same are rescinded.

YEAS: Council Members: _____

NAYS: Council Members: _____

ABSTAIN: Council Members: _____

CERTIFICATION

As the City Clerk of the City of Wyoming (Kent County, Michigan) I certify this is a true and complete copy of a resolution adopted by the City Council of the City of Wyoming at a meeting held on April 15, 2019, the original of which is on file in my office. Public notice of that meeting was given in compliance with applicable law.

Kelli A. VandenBerg, City Clerk
City of Wyoming

STAFF REPORT

Date: April 3, 2019

Subject: Redemption of Series 2009 Michigan Transportation Fund and Refunding Bonds

From: Rosa Ooms, Finance Director
Scott Smith, City Attorney

Meeting Date: April 8, 2019 City Council Work Session
April 15, 2019 City Council Regular Meeting

Background:

On April 30, 2009, the City issued Michigan Transportation Fund Bonds and Refunding Bonds, Series 2009, in the principal amount of \$7,285,000. Of that amount, \$2,710,000 was used to refund the outstanding principal of bonds issued in 1996 and \$4,600,000 was an additional amount borrowed for street improvements.¹

Using accumulated funds, it is now possible to fully redeem the \$1,880,000 principal balance of 2009 bonds that will be due after June 1, 2019.² Doing so will avoid paying about \$246,000 in interest.

Recommendation:

Adopt proposed Resolution Authorizing Redemption of Michigan Transportation Fund Bond and Refunding Bonds, Series 2009.

Sustainability Criteria:

Environmental Quality – Approval will not affect environmental quality.

Social Equity – Approval will not affect social equity.

Economic Strength – Approval will preserve economic strength by using accumulated funds to minimize interest expense.

Quality Customer Service – Approval will free up funds that would go to pay interest for application to other projects.

¹ Cash contributions, a difference between the principal amount and par amount of the refunded bonds, premiums to be paid on the refunding, and bond issuance costs make it so the 2009 bond issuance and the total of the amount paid off and additional amount borrowed do not exactly match.

² This is after the June 1, 2019 payment of principal (\$330,000) and interest (\$45,707) totaling \$375,707.