

Arkansas City Public Building Commission — Special Meeting Minutes

The Arkansas City Public Building Commission met in regular session at **5:15 p.m. Tuesday, September 15, 2020**, in the Commission Room at City Hall, 118 W. Central Ave., in Arkansas City.

Chairman **Mike Munson** called the meeting to order. Other commissioners present at roll call were Vice Chair **Angela Bruce** and Commissioners **Kanyon Ginger**, **Duane L. Oestmann**, **Scott Rogers**, **Charles Tweedy**, **Jay Warren**, and **Karen Welch**.

City employees present were City Manager **Randy Frazer**, City Clerk **Lesley Shook**, Public Information Officer **Andrew Lawson**, Management Assistant **Mike Crandall**, Finance Director **Kathy Cornwell**, Public Services Superintendent **Tony Tapia** and Principal Planner **Josh White**.

Ranson Financial Group LLC was represented by Municipal Consultant **Rose Mary Saunders**. Also in attendance was Arkansas City resident **Jim Sybrant**.

Minutes

June 25, 2019 Minutes

Commissioner Tweedy made a motion to approve the **June 25, 2019**, special meeting minutes as written. Commissioner Ginger seconded the motion. A voice vote was **unanimous** in favor of the motion. Chairman Munson declared the minutes **approved**.

Business

Elect New Officers

Commissioner Tweedy made a motion to reappoint **Chairman Mike Munson** as chair and **Vice Chair Angela Bruce** as vice chair for **2021**. Commissioner Ginger seconded the motion. A voice vote was **unanimous** in favor of the motion. Chairman Munson declared the motion **approved**.

PBC Refunding Revenue Bonds, Series 2019 Financial Update

Chairman Munson presented for discussion an update on **Public Building Commission Refunding Revenue Bonds, Series 2019**, for the purpose of paying the costs to refund certain bonds of the issuer that financed the costs to construct, furnish and equip South Central Kansas Medical Center (SCKMC), such health care facilities to be leased to the City; authorizing the execution and delivery of supplemental leases between the PBC and the City; authorizing the execution and delivery of a trust indenture by and among the PBC, the City, and Security Bank of Kansas City, as trustee; and making certain covenants and agreements with respect thereto.

Finance Director Cornwell provided a brief update on the first year of Series 2019 bond payments.

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Cornwell said that as of **August 31**, the balance held by the trustee currently totals slightly more than **\$2.8 million**. The next payment was scheduled for **September 1**, in the amount of **\$675,000**.

She said that should leave a balance with the trustee of about **\$2.16 million** after this payment.

Cornwell said the repayment is already ahead of projections, thanks to stronger-than-expected sales tax and compensating use tax collections even during the height of the COVID-19 pandemic lockdown period earlier this spring. Thanks to this, final bond payment could occur prior to **2032**.

Cornwell said sales tax is up **9 percent** year over year and compensating use tax is up **4 percent**.

She said the City of Arkansas City's bond rating is unchanged and remains at an "**A-stable**" rating.

Adjournment

Commissioner Rogers made a motion to adjourn the meeting. Commissioner Warren seconded the motion. A voice vote was **unanimous** in favor of the motion.

Chairman Munson declared the meeting adjourned at **5:19 p.m.**

**THE ARKANSAS CITY
PUBLIC BUILDING COMMISSION**

Mike Munson, Chairman

ATTEST:

Lesley Shook, Secretary

Prepared by:

Andrew Lawson, Public Information Officer