

PRUDENTIAL COMMITTEE FIRE DISTRICT #1
144 Newton Street
South Hadley, MA 01075

Prudential Committee REGULAR Meeting Notes

Meeting Date: June 25, 2018

Location: Fire District Headquarters, 144 Newton Street

This session is being recorded

Call to Order: 6:01 p.m.

Prudential Committee Members Present: Mike Wozniak, Chair (MIW)
Kevin Taugher, Clerk

Other attendees: Monica Walton (MW) David Eisenthal, Unibank

- The Chair recognized David Eisenthal.
- DE provided a status report on the pricing of the bonds for the permanent financing of the new ladder truck in the amount of \$1,195,000 (principal amount) of bonds, ranging in a series of interest rates from 3% to 5%.
 - Details on the payment schedule were presented. The total payments from the District, including interest, will be \$1,418,711.25.
 - For FY 2019, adjustments were made to use the budgeted amount for ladder truck debt. To almost \$11,838.75 towards the cost of issue. The District will spend \$176,000 of the \$177,000 budgeted in FY 2019.
 - The final, total cost of the ladder truck was \$1,191,125. \$8,825 was left over from the note issuance. The \$8,825 will go towards payment of the interest on the note, which was \$3,573.34. The remainder of the \$8,825 will go towards paying down the note.
 - \$1,830.81 will be left over, and will be available for expenditure in FY2020.
 - The pre-bid estimate of interest rate for these notes was 3.8%. The actual rate computes to 3.6703% for the "all-in TIC" which includes all of the financial advisor, bond counsel, etc. ("TIC" is True Interest Cost)
- KT made the motion, "I move that we approve the sale of the \$1,195,000 General Obligation Fire Equipment Bonds of the District dated July 2, 2018 (the "Bonds"), to Roosevelt & Cross, Incorporated ("Roosevelt & Cross"), at a price of \$1,224,240.40, and approve and confirm for the record that the Bonds shall be payable on June 15 of the years and in the principal amounts and bear interest at the respective rates, as follows: