

Mechanic Falls Town Council

September 10, 2018

MEMBERS PRESENT:

Cathy Fifield, Chair
Stephen Bolduc, Vice Chair
Nicholas Konstantoulakis
Wayne Hackett

STAFF PRESENT:

Zakk Maher – Town Manager
Miranda Hinkley – Town Clerk

OTHERS PRESENT:

NONE

1.0 Councilor Fifield called the meeting to order at 6:40pm.

2.0 We stood and saluted the flag.

3.0 Councilor Bennett absent

Councilor Bolduc moves to authorize the Chair and Treasurer of the Town of Mechanic Falls to issue up to \$724,500 in temporary financing on behalf of the Town, said Bond Anticipation Note to be awarded on such terms and conditions as the Chair and Treasurer determine to be in the best interest of the Town, and further, to authorize the Chair, Treasurer and Clerk to execute any and all documents necessary to issue said Note, and to make such Internal Revenue Code elections and take such other action as they may deem necessary to accomplish the issuance of said Note. This motion is to be a six-month extension of the current Bond Anticipation Note.

Seconded by Councilor Hackett. Following discussion ensued...

Funds borrowed previously include the Fire Truck purchase which was paid off in FY 2018, The Roads which have \$203,000 remaining and the current municipal building which will be paid off in 2023 at \$192,428. The current Municipal building Bond can not be paid off early. It was mentioned that since the voters approved to "pay down existing debt" which was not specified as the current building, and due to the fact that the current building bond can not be paid early, we could possibly pay off the Road bonds instead. This still poses the problem that we will not be able to get into the new Municipal Building for \$500,000. Councilor Hackett asked if the current note can be adjusted from 30-year payoff to 20-year payoff and what that loan would look like in terms of numbers. He also would like a definitive answer as to whether or not we can prepay the new financing without penalty. Regarding the additional amount needed for the new Municipal Building construction, the Town could sell property and possibly use funds from the General fund to complete the project.

With a motion and second in place, and all discussion completed, Council Chair asked for a vote to extend the financing as moved. All in favor, unanimous to approve.

Councilor Konstantoulakis motioned to adjourn, Seconded by Councilor Bolduc. All in favor, so voted. Meeting Adjourned 8:21pm.