

# MINUTES SPECIAL MEETING

OF THE BOARD OF HARBOR COMMISSIONERS MOSS LANDING HARBOR DISTRICT 7881 Sandholdt Road MOSS LANDING, CA 95039

Tuesday, July 2, 2013 3:00 p.m.

### A. OPEN SESSION CALL TO ORDER - PLEDGE OF ALLEGIANCE

President Jeffries called the meeting to Order at 3:08 pm. After the Pledge of Allegiance roll was called.

Commissioners present:

Russ Jeffries – President Vince Ferrante – Secretary Frank Gomes, Jr. – Commissioner Tony Leonardini - Commissioner Commissioners absent: Yohn Gideon, Vice President Staff present:

Linda G. McIntyre – General Manager Mike Rodriquez – District Counsel (attending by phone)

## **B. PRESIDENT'S REMARKS**

The President made no comments.

### C. PUBLIC COMMENTS

There were no public comments

### D. NEW BUSINESS

- 1. ITEM Consider authorizing the General Manager to execute documents with BBVA Compass Bank for refunding District debts.
  - a. Staff report GM McIntyre gave the report. The proposed contract from the bank had added some terms which had not been pre-approved by the Board, one of which asked for the District to agree to a liquidity covenant of \$600,000 for the life of the contract (18 years). The GM had negotiated this down to \$250K and sought Board approval for this amount to be on deposit with the BBVA Compass Bank. She was also seeking Board authorization of a dollar amount of interest savings per year that the Board would accept without having to return to the Board every time the interest rate changed prior to finalizing the transaction.
  - b. Public comment no public present, no public comments
  - c. Board discussion Commissioner Leonardini asked the GM to consider assigning a lease as the form of the \$250K reserve contingency. He also asked if Bond Counsel had approached any of our local banks. The GM said she would suggest a lease assignment but needed to be prepared to deposit cash in the event a lease assignment was not accepted; and she did not know if the local banks had been approached but would ask. The Board discussed the reasonableness of the \$250,000 liquidity requirement and discussed the lowest

savings amount they would accept without having to reconsider the entire transaction.

d. Board action: A motion was made by Commissioner Leonardini, seconded by Commissioner Ferrante, to accept the \$250,000 liquidity requirement. The motion passed unanimously.

A motion was made by Commissioner Ferrante, seconded by Commissioner Leonardini to accept annual interest savings of no less than \$17,500 without having to return to the Board for authorization. The motion passed unanimously.

# E. ADJOURNMENT President Jeffries adjourned the meeting at 3:52 p.m. Respectfully Submitted, Vince Ferrante, Secretary Board of harbor Commissioners ATTEST:

Linda G. McIntyre, Deputy Secretary Board of Harbor Commissioners