BEACHWOOD CITY COUNCIL MINUTES OF THE FINANCE AND INSURANCE COMMITTEE MEETING HELD AT BEACHWOOD CITY HALL, COUNCIL CHAMBERS, 25325 FAIRMOUNT BOULEVARD, ON MONDAY, DECEMBER 5, 2016 AT 6:00 P.M.

The meeting was called to order at 6:00 P.M. by Chairman Alec Isaacson.

ROLL CALL:	Present:	A. Isaacson, B.B. Janovitz, J. Pasch
	Absent:	B.Linick
	Also Present:	H.L. Jones, M. Kaplan, T. Turick

1. Mayor's Reports

Mayor Gorden stated the City Service Department is currently putting together an outdoor ice skating rink.

Mayor Gordon also stated that the City of Beachwood holiday lights are up and running.

2. Discussion regarding Debt Servicing

Mr. Isaacson introduced Matt Stewzinski who is the City of Beachwood Municipal Advisor.

Mr. Stewzinski will be speaking with the Committee about the City of Beachwood Debt Servicing and the City's current Debt Profile.

Mr. Stewzinski outlined several documents that are attached here for the official record.

Mr. Stewzinski stated that the City's debt profile was quite healthy. Eighty percent of the City's debt will be repaid within 10 years.

Mr. Stewzinski stated that the rating agency will consider current debt, funding, local economy, and City administration.

After Mr. Stewzinski discussed the documents presented, the Committee was asked if there were any questions.

Mr. Isaacson asked for clarification on the 5.5% income debt cap.

Mr. Stewzinski stated that the 5.5% is the total valuation of the City.

Mr. Isaacson asked what the amount of debt per capita was.

Mr. Stewzinski stated that the debt per capita is $1131.00. That is outlined in table B.

Mr. Stewzinski stated that he did want the Committee to be aware that overlapping debt is the County's debt.

Mayor Gorden stated that the City has no control over the overlapping debt.

Mr. Stewzinski stated that previously the City has paid cash for Capital projects such as roads and has issued debt for long use projects.

Mr. Stewzinski stated that the State of Ohio has strict regulations for issuing debt for "use for life projects."

Mr. Stewzinski stated that issuing debt for the proposed Fire Station #2 is a natural complement.

Mr. Jacobs asked if it is recommended to have a certain percentage of debt.

Mr. Stewzinski stated that a fire station is a good project to finance.

Mr. Jacobs asked if it is recommended to finance the full amount.

Mr. Stewzinski stated that it would depend on different circumstances.

Ms. Kaplan asked if the fire station's bid in January when should the City issue the debt.

Mr. Stewzinski stated that he would recommend three weeks.

At this time, Mr. Stewzinski asked if there were any further questions.

There were none.

Mayor Gorden stated that Mr. Stewzinski would be back to speak with Council.

Mr. Isaacson made a Motion for adjournment.

ADJOURNMENT

Moved by A. Isaacson seconded by J. Pasch at 6:55 P.M. to adjourn the Finance and Insurance Committee Meeting to the next regularly scheduled Council meeting.

ROLL CALL	Yes:	A. Isaacson, B.B. Janovitz, J. Pasch
	Abstain:	None.
	No:	None.
	Not Voting:	None.
		MOTION ADOPTED

Approved:

Merle S. Gorden

Merle S. Gorden, Mayor

Whitney M. Crook

Clerk of Council