



COMMUNITY DEVELOPMENT AUTHORITY

April 2, 2013

5:30 p.m.

Council Chambers

224 East Jefferson Street

1. ROLL CALL

The following commissioners were in attendance: Chairman Bil Scherrer, Mayor Bob Miller, Jim Spiegelhoff, Jack Eckola, Tom Wiemer and Judie Lemieux.

Also in attendance: City Administrator Kevin Lahner.

2. APPROVAL OF MINUTES FROM JANUARY 24, 2012

A motion to approve the minutes from August 14, 2012 was made by Eckola with a second by Spiegelhoff. With all in favor, the motion carried.

3. CITIZEN COMMENTS

None

4. REVIEW AND CONSIDERATION RESOLUTION 111 “A RESOLUTION TO APPROVE A COLLATERALIZATION ADDENDUM TO THE DEBT SERVICE RESERVE FORWARD DELIVERY AGREEMENT BETWEEN THE CDA, ASSOCIATED TRUST COMPANY, NATIONAL ASSOCIATION AND CITIGROUP FINANCIAL PRODUCTS, INC. FOR THE \$11,810,000 COMMUNITY DEVELOPMENT LEASE REVENUE BONDS, SERIES 2005”

- Chairman Scherrer introduced Resolution 111 to the CDA for consideration.
- Kevin Lahner stated as part of a bonds that were issued in 2005, Citigroup guaranteed to provide a certain interest rates to the CDA. Recently Citigroup’s bond rating went down and as a result Citigroup is required by the Investment Agreement to provide collateral to a third party trustee to secure the investment rate of return guaranteed to the CDA. The Collateralization Addendum is the document which would establish that collateralization account with Associated Trust Company, and the Collateral Account Control Agreement governs the relationship between Associated Trust Company and Citigroup with respect to the collateralization.
- Eckola questioned if it is a twenty year bond. Lahner replied it is. Lahner further stated the bond counsel has been watching the returns closely for the city.
- There were no further comments.

A motion was made by Miller with a second by Wiemer to approve Resolution. Roll Call Aye: Scherrer, Miller, Eckola, Spiegelhoff, Wiemer, Lemieux. Nay: None; Motion carried 6-0.

6. ADJOURNMENT

A motion was made by Miller with a second by Eckola to adjourn the meeting. With all in favor, the meeting adjourned at 5:35 p.m.

Recording Secretary
Megan E. Watkins
Director of Administrative Services