

**MINUTES
OF THE EDINA HOUSING AND REDEVELOPMENT AUTHORITY
HELD AT CITY HALL
NOVEMBER 2, 2009
7:05 P.M.**

ROLLCALL Answering rollcall were Commissioners Bennett, Brindle, Housh, Swenson and Chair Hovland.

CONSENT AGENDA APPROVED Motion made by Commissioner Brindle and seconded by Commissioner Housh for approval of the Edina Housing and Redevelopment Authority Consent Agenda as presented.

Rollcall:

Ayes: Bennett, Brindle, Housh, Swenson, Hovland

Motion carried.

***MINUTES OF THE REGULAR MEETING OF OCTOBER 20, 2009, APPROVED** Motion made by Commissioner Bennett and seconded by Commissioner Housh approving the Minutes of the Regular Meeting of the Edina Housing and Redevelopment Authority for October 20, 2009.

Motion carried on rollcall vote – five ayes.

RESOLUTION NOS. 2009-2 AND 2009-3 ADOPTED AUTHORIZING SALE OF BONDS SERIES 2009A AND 2009B Mark Ruff of Ehlers & Associates presented the two sales of HRA bonds. Series 2009A - the sale of \$2,595,000 Public Project Revenue Bonds sold by the HRA - were purchased by the City, which provided flexibility for prepayment and a good investment. The market interest rate of this bond was 4.07%.

Mr. Ruff highlighted the rating report statements indicating Edina had retained its coveted status as a premier high wealth suburb. He advised that both Moody's and Standard and Poors rated the bonds, as required by the State.

Mr. Ruff said Series 2009B would be a publicly sold Taxable Public Project Revenue Bond in the amount of \$6,125,000, and would be part of the Build America Bonds federal stimulus package. As part of this program, the City would be selling taxable debt and receive a subsidy every six months from the federal government equal to 35% of the interest payments for that debt.

Mr. Ruff noted that three bids were received for Series 2009B, with a rating just one notch less than an AAA. He presented an analysis of the bid tabulation and winning bid from Robert W. Baird & Company at an interest rate of 5.314%, just under a percent of what was anticipated. Mr. Ruff presented an analysis of the combined debt service payments, noting that after the 35% federal rebate, it was substantially less (\$70,000) in levy than preliminarily projected. He recommended the City reduce its levy for 2010.

City Manager Hughes advised staff was pleased with the ratings, with the complementary comments regarding Edina, and he recommended adoption of the resolutions selling the bonds.

The HRA asked questions of Mr. Ruff and staff about the proposed bond sale. Following discussion, **Commissioner Brindle made a motion, seconded by Commissioner Housh, to adopt Resolution No. 2009-2, relating to Public Project Revenue Bonds, Series 2009A (City of Edina annual appropriation lease obligations); authorizing the issuance, awarding sale, prescribing the form and details and providing for the payment thereof.**

Ayes: Bennett, Brindle, Housh, Swenson, Hovland

Motion carried unanimously.

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Commissioner Swenson made a motion, seconded by Commissioner Bennett, to adopt Resolution No. 2009-03, relating to Public Project Revenue Bonds, Series 2009B (City of Edina annual appropriation lease obligations) (Build America Bonds–Direct Payment); authorizing the issuance, awarding sale, prescribing the form and details and providing for the payment thereof.

Ayes: Bennett, Brindle, Housh, Swenson, Hovland

Motion carried unanimously.

There being no further business on the Edina Housing and Redevelopment Authority Agenda, Chair Hovland declared the meeting adjourned at 7:20 p.m.

Respectfully submitted,

Executive Director