



City of Naples

City Council Chambers
735 Eighth Street South
Naples, Florida 33940

-SUBJECT-	Ord.	Res.	Page
	No.	No.	
-APPROVE resolution indicating no objection by Council for the Airport Authority to refinance \$2-million plus bonds.		89-5813	1-2

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[illegible]

COUNCIL
MEMBERS

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take place. Usually, these bonds can be refunded after the callable date and in the case of advanced refunding, it can be done at any time, City Attorney Rynders said.

Then, Mayor Putzell asked what the interest rate for this issue would be to which Mr. Anderson explained that Barnett Bank had offered 8.35%; however, because of certain federal regulations they were unable to honor that price. Therefore, it has become necessary for the Authority to seek funding from other lending institutions, but it feels confident that a rate close to the one previously quoted by Barnett Bank can be obtained. The term of this bond is presupposed to be fixed, he further advised.

In response to Mayor Putzell, City Attorney Rynders advised the City Charter provision regarding such activity by the Authority was a result of litigation between the City and the Authority. Some time during the mid 1970's, the airport was considering proposals for a new airline terminal which was to house a five star restaurant. City Council took exception to this plan and began exercising its power over the Authority. Mr. Barnett pointed out that Council would only be acting in an advisory capacity today and regardless of its action, the Authority could proceed as planned.

Vice-Chairman Tiffany spoke briefly about his plan to acquire less than the \$2-million which would not require Council approval. He advised that a local bank had given the Authority a line of credit up to \$2-million which could free up the reserves from this refunding, thereby, decreasing the total amount of monies needed. In response to Councilman Muenzer, Mr. Tiffany said he believed the Airport's revenues sufficient to fund this activity.

Mayor Putzell suggested the resolution indicate that Council would not object to this refinancing, rather than it approves of such activity inasmuch as so many items still were not clear with regard to this issue.

MOTION: To APPROVE the resolution with the aforementioned amendment.

ADJOURN: 10:28 a.m.

Janet Cason

Edwin J. Putzell
EDWIN J. PUTZELL, Mayor

JANET CASON
CITY CLERK

Judie M. O'Driscoll
JUDIE M. O'DRISCOLL
DEPUTY CLERK

These minutes of the Naples City Council were approved on _____.

Anderson-
McDonald
Barnett
Crawford
Graver
Muenzer
Richardson
Putzell
(5-0)

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