

WAYNESBORO, VIRGINIA

CITY COUNCIL BUSINESS MEETING MINUTES



Council for the City of Waynesboro, Virginia held a Regular Business Meeting on Monday, March 26, 2018, at 7:00 p.m. in the Council Chambers of the Charles T. Yancey Municipal Building, 503 West Main Street, Waynesboro, Virginia, with Mayor Allen presiding and calling the meeting to order:

- PRESENT: Council Members: Bruce Allen, Mayor
Terry Short, Jr., Vice Mayor
Jeff Freeman, Councilman
Pete Marks, Councilman
Elzena Anderson, Councilwoman
- City Staff: James Shaw, Deputy City Manager
Julia Bortle, Clerk of Council
Luke Juday, Planning Director
Terri Marks, Finance Director
- School Staff: Dr. Jeffrey Cassell, School Superintendent
Ms. Kathryn Maneval, School Board Chair
- Outside Counsel: Mr. Jordan K. Bowman, Esq., Litten & Sipe, LLP
- Guest: Mr. Chris Kulp, Bond Council, Hunton and Williams LLP
- ABSENT: Michael G. Hamp II, City Manager

PLEDGE OF ALLEGIANCE TO THE FLAG OF THE UNITED STATES OF AMERICA:

Mayor Allen opened the meeting and asked the Deputy City Manager to lead everyone in the Pledge of Allegiance to the Flag of the United States of America.

CONSENT AGENDA:

Councilwoman Anderson moved to adopt the Consent Agenda as presented. Having been seconded, the motion was adopted 5:0 with affirmative votes from Council members Allen, Short, Freeman, Marks and Anderson.

- a) **Approval of Minutes:** Consider adopting the minutes for the March 12, 2018 Regular Business Meeting, and dispense with the reading of the minutes.
- b) **Conditional Use Permit – 2601 and 2611 West Main Street:** Second consideration/adoption of an ordinance granting a conditional use permit request by Carl Kerby, 3 Flag LTD, to allow townhouse or multifamily use in the H-B Highway Business District at an unimproved property on Village Drive, behind 2601 and 2611 West Main Street. (2018-17)

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- c) **Refund of Personal Property Tax Payment:** Consider approving a request from the Commissioner of the Revenue to refund \$82.40 plus interest to a taxpayer.

MATTERS FROM COUNCIL MEMBERS:

Councilman Marks stated he read a letter to the editor in the News Virginian from a citizen who wanted an update on the Florence Avenue Bridge repairs, and he asked the Deputy City Manager to provide that once again as had been done at several Council meetings. Mr. Shaw provided that update.

Vice Mayor Short congratulated the School Board and school system for a successful demolition of buildings on a parcel that is being readied for the high school renovation project. He also acknowledged and appreciated the work done by the Public Works staff during the recent snow event.

Councilman Freeman reminded citizens that his next opportunity to meet and discuss the City and local government is on Monday, April 2, from 8:00-9:00 a.m. at the Panera Bread Restaurant and from 7:00-8:00 p.m. at the Public Library.

WAYNESBORO SCHOOL BOARD FISCAL YEAR 2019 BUDGET PRESENTATION:

Dr. Jeffrey Cassell, School Superintendent, provided a presentation regarding the Waynesboro City School Board's approved Fiscal Year 2019 Budget, as attached to the official transcript of these minutes (*attachment 46-30*).

At the conclusion of the presentation, there was a brief question and answer exchange that included the possible impact on overall student grades and enrollments related to the renovated high school, school bus replacements, the financial strain caused by special education student enrollment increases, teacher compensation, the tutoring program at William Perry Elementary School, and the Community Eligibility Program offering free breakfasts and lunches for all students at Wayne Hills and Wenonah schools and possibly offered at Williams Perry School in the future.

GENERAL OBLIGATION DEBT FOR WAYNESBORO HIGH SCHOOL PROJECT:

At the February 13, 2018 meeting, City School Board adopted a resolution requesting City Council fund the \$21 million renovation of the Waynesboro High School. At the March 12, 2018 Council meeting, a public comment session was held, and an ordinance was introduced **AUTHORIZING THE ISSUANCE OF GENERAL OBLIGATION DEBT NOT TO EXCEED \$21.5 MILLION IN PRINCIPAL FOR THE WAYNESBORO HIGH SCHOOL RENOVATION PROJECT**. The ordinance was adopted on a roll call vote taken:

	<u>Response</u>
Mayor Bruce Allen	Aye
Vice Mayor Terry Short, Jr.	Aye
Councilman Jeff Freeman	Aye
Councilman Alvin Marks, Jr.	Aye
Councilwoman Elzena Anderson	Aye

Council was then asked to consider adopting a resolution providing for the issuance of General Obligation School Bonds of the City of Waynesboro, Virginia, in an aggregate principal amount not to

exceed \$21,500,000, to be sold to the Virginia Public School Authority detailing the maximum acceptable terms of the Council and the borrowing. Councilman Freeman moved to adopt the resolution:

RESOLUTION ^(R18-07)

PROVIDING FOR THE ISSUANCE OF GENERAL OBLIGATION SCHOOL BONDS OF THE CITY OF WAYNESBORO, VIRGINIA, IN AN AGGREGATE PRINCIPAL AMOUNT NOT TO EXCEED \$21,500,000, TO BE SOLD TO THE VIRGINIA PUBLIC SCHOOL AUTHORITY AND PROVIDING FOR THE FORM AND DETAILS THEREOF

WHEREAS, the City of Waynesboro School Board has, by resolution adopted on February 13, 2018, and amended on March 13, 2018, requested the Council (the "Council") of the City of Waynesboro, Virginia (the "City"), to authorize the issuance of general obligation school bonds and consented to the issuance of such bonds;

WHEREAS, the City held a public hearing, duly noticed, on March 12, 2018, on the issuance of general obligation school bonds in the estimated maximum principal amount of \$21,000,000 in accordance with the requirements of Section 15.2-2606, Code of Virginia of 1950, as amended (the "Virginia Code");

WHEREAS, on March 26, 2018, the Council adopted an ordinance (the "Ordinance") authorizing the issuance of general obligation school bonds in an aggregate principal amount not to exceed \$21,500,000;

WHEREAS, the Council has determined that it is necessary and expedient to issue a series of general obligation school bonds in an aggregate principal amount not to exceed \$21,500,000 (as further described herein, the "Local Bond") and use the proceeds thereof to finance certain capital projects for school purposes;

WHEREAS, the Virginia Public School Authority ("VPSA") has offered to purchase the Local Bond along with local school bonds of certain other localities with a portion of the proceeds of certain bonds issued by VPSA in the spring of 2018 (the "VPSA Bonds");

WHEREAS, the Bond Sale Agreement (as hereinafter defined) relating to the Local Bond shall indicate that \$21,000,000 is the amount of proceeds requested (the "Proceeds Requested") from VPSA in connection with the sale of the Local Bond;

WHEREAS, VPSA's objective is to pay the City a purchase price for the Local Bond that, in VPSA's judgment, reflects the market value of the Local Bond (the "VPSA Purchase Price Objective"), taking into consideration such factors as the amortization schedule the City has requested for the Local Bond relative to the amortization schedules requested by other localities, the purchase price to be received by VPSA for its bonds and other market conditions relating to the sale of VPSA's bonds; and

WHEREAS, such factors may result in the Local Bond having a purchase price other than par and consequently (i) the City may have to issue the Local Bond in a principal amount that is greater or less than the Proceeds Requested in order to receive an amount of proceeds that is substantially equal to the Proceeds Requested, or (ii) if the maximum authorized principal amount of the Local Bond set forth in Section 1 below does not exceed the Proceeds Requested by at least the amount of any discount, the purchase price to be paid to the City, given the VPSA Purchase Price Objective and market conditions, will be less than the Proceeds Requested.

NOW, THEREFORE, BE IT RESOLVED BY THE COUNCIL OF THE CITY OF WAYNESBORO, VIRGINIA:

