MINUTES
LAWTON INDUSTRIAL DEVELOPMENT AUTHORITY
SPECIAL MEETING
JUNE 10, 2014 - 5:00 P.M.
SECOND FLOOR CONFERENCE ROOM NEW CITY HALL

The meeting was called to order at 5:00 p.m. by Michael Tenis, Chairman. Notice of meeting and agenda were posted on the City Hall notice board as required by law.

ROLL CALL

PRESENT:	Haywood, Stanley; Tenis, Michael; Warren, Randy.
ABSENT:	Givens, Onreka.
OTHERS PRESENT:	Frank Jensen, City Attorney; Denise Ezell, City Clerks Office.

BUSINESS ITEMS:

2. Consider the Minutes of the May 13, 2014 meeting.

Motion by Haywood, **Second** by Warren, to approve minutes of May 13, 2014 as written. **Aye**: Haywood; Tenis; Warren. **Nay**: None. **Motion Passed**.

3. Consider adopting a resolution authorizing the refinancing of the Authority's Remodel of the Original Lawton High School Refunding Note, Series 2012, issued in the original principal amount of $2,500,000, with a new note entitled the Lawton Industrial Development Authority's Remodel of the Original Lawton High School Replacement Refunding Note, Series 2014, in the new principal amount of $415,000, including closing and related costs, and containing other provisions relating thereto.

Jensen stated the two (2) parcels at 67th and Rogers Lane did not sell for $2.5 million. The developer made contact with Long and stated the cost of the theatre project was much higher than anticipated. Initially they wanted us to absorb around $900,000 in a reduction. After Long had some discussion with them and Rogalski did a value of engineering they agreed to split the deficiency between the developer and the city. After further value of engineering the Council agreed to $2,131,892 as the purchase price. Long contacted Liberty Bank and has dealt with the issue of refinancing. Liberty Bank has been great to work with. They have agreed to refinance the difference, closing cost, realtor fees and legal fees in an amount of $415,000. The loan will be for a period of five (5) years at a 4.25% variable interest rate. Bush can tell you all the terms are the same except for a lower principal and a term of five (5) years. Tonight Council will shift the mortgage from these two (2) parcels to the two (2) unsold parcels and Liberty Bank will release the first mortgage and take a new mortgage on the unsold parcels. We hope to close on June 19th. Basically we are doing a refinancing. Once the two (2) unsold parcels sell that money would be earmarked to pay off this loan. Long will have to budget $92,000 per year for the next five (5) years for the payment of this loan.

Haywood asked what was the realtor percentage.

Jensen stated 2% on the final sell price for a total of $42,000 plus.

Motion by Haywood, **Second** by Warren, to adopt a resolution authorizing the refinancing of the Authority's Remodel of the Original Lawton High School Refunding Note, Series 2012, issued in the original principal amount of $2,500,000, with a new note entitled the Lawton Industrial Development Authority's Remodel of the Original Lawton High School Replacement Refunding Note, Series 2014, in the new principal amount of $415,000, including closing and related costs, and containing other provisions relating thereto. **Aye**: Tenis; Warren; Haywood. **Nay**: None. **Motion Passed**.

4. Adjournment

There being no further business the meeting adjourned at 5:06 p.m.

Motion by Tenis, **Second** by Warren, to adjourn. **Aye**: Tenis; Warren; Haywood. **Nay**: None. **Motion Passed**.