



**SPECIAL-CALLED BOARD MEETING
February 14, 2019, 7:30 AM
MINUTES**

I. CALL TO ORDER AND PLEDGE OF ALLEGIANCE

The Hoover City Board of Education met in a special-called session on Thursday, February 14, 2019. The meeting was called to order at 7:35 AM by President Craig Kelley. Mr. Kelley asked those who wished to participate to join in a moment of invocation or silence, then he led the Pledge of Allegiance.

II. ROLL CALL - ESTABLISHMENT OF A QUORUM

The record of those attending was made:

Mr. Craig P. Kelley President
Mrs. Deanna D. Bamman, Vice President
Mrs. Amy Tosney
Mr. Kermit L. Kendrick
Mrs. Amy S. Mudano
Dr. Kathy L. Murphy, Superintendent
Mrs. Peggy Winstead, Recording Secretary

III. ADOPTION OF AGENDA

Mr. Kelley called for a motion to adopt the agenda. A motion was made by Mrs. Bamman and seconded by Mr. Kendrick. The agenda was adopted by unanimous vote.

IV. ACTION ITEMS

A. Bond Refunding Proposal

Mr. Matt Adams, with Raymond James Company, and Mr. Heyward Hosch, with Maynard Cooper & Gale, provided a handout explaining the two restructuring scenarios

for consideration, including an explanation of fees and differences in plans. The difference in the overall cost of the two scenarios was described with Scenario #1 being a savings scenario of \$7.8 million over 20 years and Scenario #2 providing a stable and consistent level payment plan over the same period, but with an additional cost of \$8 million.

CSFO Tina Hancock was asked by the Board for her recommendation and she responded Scenario #2 for the benefit of stable, level payments which would be beneficial in planning and budgeting each year, but stated she would be able to work with either scenario.

Mr. Kelley allowed Mr. Arnold Singer, a citizen of Hoover, to address the Board. Mr. Singer expressed concerns that the public may confuse this with other financial discussions, i.e. the Lid Bill. He stated the Hoover public loves the school system and what the Board has accomplished, but that the way money is spent and/or saved can turn public opinion.

Michele McCay addressed the board with additional considerations. She explained the increase in principal payments will come from the reserve if revenues and expenditures remain the same and that a significant drop in the reserve can have a significant impact on our bond rating.

Mr. Heyward Hosch explained the resolution process.

Mr. Kelley asked if there were other questions or comments from employees or the public prior to asking for Dr. Murphy's recommendation. Dr. Murphy recommended Scenario #1, based on the savings of \$7.8 million over the life of the bond as the best option for the future of the district.

Mr. Kendrick made a motion to vote on Scenario #1 with Mrs. Mudano seconding the motion. By unanimous vote, the motion was passed.

Dr. Murphy thanked the Board and applauded their decision to save the district \$7.8 million over the life of the refunded 2010 Bond.

V. DATE OF NEXT BOARD MEETING

The next regular Board Meeting will be Tuesday, March 12, 2019, 5:30 PM.

VI. ADJOURNMENT

There being no further business, President Kelley called for a motion of adjournment. Mr. Kendrick made the motion, with Mrs. Bamman seconding. By unanimous vote, the motion carried. The meeting was adjourned at 8:20 AM.

Superintendent

Board President