

CITY OF PRESCOTT
MUNICIPAL PROPERTY
CORPORATION
BOARD OF DIRECTORS
THURSDAY, OCTOBER 16, 2014
PRESCOTT, ARIZONA

MINUTES OF THE ANNUAL MEETING OF THE MUNICIPAL PROPERTY CORPORATION BOARD OF DIRECTORS held on OCTOBER 16, 2014, in the CITY MANAGER'S CONFERENCE ROOM located at CITY HALL, 201 SOUTH CORTEZ STREET, Prescott, Arizona.

A. Call to Order

President Roecker called the meeting to order at 3:01 p.m.

B. Roll Call

Quorum Present:

Bob Roecker, President
Steve Burton, Vice President
Victor Pereboom, Member
Mark Woodfill, Secretary and Treasurer

Staff present:

Dana DeLong, City of Prescott City Clerk

C. Approval of Minutes of the City of Prescott Municipal Property Corporation meeting held April 2, 2014.

VICE PRESIDENT BURTON MOVED TO APPROVE THE MINUTES OF THE APRIL 2, 2014 MUNICIPAL PROPERTY CORPORATION MEETING; SECONDED BY MEMBER PEREBOOM; PASSED UNANIMOUSLY.

D. Review of Annual Financial Reports

Mr. Woodfill reviewed the financial statement for the fiscal year ending 2014. He talked about MPC2014-001 the bond that was approved in April and issued in May 2014. He provided information on the details of the bond. A discussion was held on the City's AA rating.

Mr. Woodfill continued the review of the financial statements for the corporation and talked about the normal debt service for the year along with the new issue. He said

there was not a lot of debt for the City's capacity. It was determined in April 2014 that there was a projected \$77 million worth of capacity left in the MPC.

E. Discussion of future Municipal Property Corporation issues

Mr. Woodfill said there were no Municipal Property Corporation issues for the Fiscal Year 2015 budget. He said in 2016 the rate study was calling for more water and wastewater debts. Mr. Woodfill said the next refundable debt to be considered would be the 2007 issue, which would be refundable with no penalty in 2017.

F. Discussion, consideration, and recommendation of candidates for appointment to the Municipal Corporation Board

President Roecker said there were two candidates for consideration, Kevin Lane and Ken Foote.

VICE PRESEIDENT BURTON MOVED TO RECOMMEND CITY COUNCIL APPOINTMENT OF KEN FOOTE AND KEVIN LANE TO THE CITY OF PRESCOTT MUNICIPAL PROPERTY CORPORATION BOARD OF DIRECTORS; SECONDED BY MEMBER PEREBOOM; PASSED UNANIMOUSLY.

G. Election of Officers

MEMBER PEREBOOM MOVED TO ELECT STEVE BURTON AS PRESIDENT, VICTOR PEREBOOM AS VICE-PRESIDENT, AND MARK WOODFILL AS SECRETARY / TREASURER OF THE MUNICIPAL PROPERTY CORPORATION; SECONDED BY PRESIDENT ROECKER; PASSED UNANIMOUSLY.

H. Adjournment

There being no further business to be discussed, the meeting adjourned at 3:47 p.m.



STEVE BURTON, President

ATTEST:



CITY CLERK

CITY OF PRESCOTT MUNICIPAL PROPERTY CORPORATION
INCOME STATEMENT

For the Fiscal Year Ending June 30, 2014

Unaudited

REVENUES			
Rent Paid to the Corporation by the City		\$	3,708,275
Proceeds from MPC 2014 bond issue			9,000,000
Premium on MPC 2014 bond issue			1,264,182
TOTAL REVENUES		\$	13,972,457
EXPENDITURES			
Principal Payment			
For Series:	2004 G	\$	310,000
	2007		280,000
	2010		785,000
	2011		426,000
			\$ 1,801,000
Interest Payment			
For Series:	2004 G	\$	494,850
	2007		225,760
	2010		849,214
	2011		337,451
			1,907,275
MPC 2014 Issuance			
	Refunding MPC 2004 G Principal	\$	10,100,000
	Bond issue cost MPC 2014		164,182
			10,264,182
TOTAL EXPENDITURES		\$	13,972,457
Net Excess (Deficiency) of Revenues			-
Beginning Fund Balance			-
Ending Fund Balance			\$ -



Kevin P. Lane

Kevin Lane is the founding principal of Lane Brothers & Company, Incorporated a fee-only registered investment advisory firm. Lane Brothers manages stock, bond and real estate portfolios for individuals, families and private foundations. Prior to the formation of his firm 25 years ago Kevin began his career on Wall Street with PaineWebber in 1980. He moved to Arizona in 1982 and has been a resident of Prescott since 1996.

Kevin in his community activities has served on the Board of Directors of Access 13, Past President of the Kiwanis Club of Prescott and Chairman of the Prescott Community Kiwanis Foundation. He presently serves on the Board of Directors of Tis Art Gallery on Cortez Street.

Kevin with two kids in college divides his time between Prescott, Phoenix and any nice beach worldwide.

1550 PLAZA WEST DRIVE PRESCOTT, ARIZONA 86303
Phone: (928) 776-8870 Fax: (928) 776-0828



Ken Foote

6195 Michele Lane
Prescott, AZ 86305

Email: Ken@FooteWork.com

Phone: (928) 771-9015

Personal Profile

Raised in Tucson, Arizona

Married to my wife Christy for 11 years and have two daughters, Brenna, 7 and Danielle, 5

Have lived in Prescott since 1994 and enjoy everything that is Prescott

Professional Profile

Chose to leave the corporate world in 1994, moved to Prescott to rejoin family. After a three year commitment in family business and then some travelling, created FooteWork Auto License & Title Service and have operated since 1998

Former Prescott Kiwanis President and Board member
Chairman, Arizona Motor Vehicle Providers Association
Chairman, Transportation Committee Prescott Arizona Skyfest

Experiences

U.S. Marine Corps veteran
Private pilot
Avid outdoors enthusiast
Extensive traveler

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Ending Fund Balance		\$	-

**CITY OF PRESCOTT MUNICIPAL PROPERTY CORPORATION
BALANCE SHEET**

As of June 30, 2014

Unaudited

ASSETS	
Rent Receivable from City of Prescott - Current	\$ 3,407,778
Rent Receivable from City of Prescott - Long Term	51,538,175
TOTAL ASSETS	\$ 54,945,953

LIABILITIES	
Deferred Revenue	\$ 54,945,953
TOTAL LIABILITIES	54,945,953
EQUITY	
Fund Balance - Bond Reserves	-
TOTAL EQUITY	-
TOTAL LIABILITIES AND EQUITY	\$ 54,945,953

GENERAL LONG TERM DEBT ACCOUNT GROUP

As of June 30, 2014

Unaudited

BONDS PAYABLE				
<u>Issue</u>	<u>Rate</u>	<u>Maturity Date</u>	<u>Project</u>	<u>Principal</u>
2004 G	4.62%	7/1/2034	Big Chino Water Ranch - Refunded MPC 2014	\$ -
2007	4.34%	7/1/2027	Fleet Maintenance Facility and Transfer Station Expansion	4,910,000
2010	3.63%	7/1/2029	89A and Granite Dells Parkway	15,165,000
2011	4.18%	7/1/2031	Williamson Valley Road & Golf Carts	7,678,000
2014	3.85%	7/1/2034	Refunding Bond - Big Chino Water Ranch	9,000,000
Total Bonds Payable				\$ 36,753,000