

PORT OF ANACORTES

Minutes-Special Meeting

October 29, 2009

The Port Commission of the Port of Anacortes held a Special Commission Meeting on October 29, 2009. The purpose of the meeting was hear a presentation from staff and bond consultants regarding the refinancing of the Port's 1998 Revenue bonds. No official action was taken.

In Attendance: Commission President Rubin, Commission Vice President Mooney, Commission Secretary Niver, Commissioner Hopley and Commissioner Short.

Also in attendance: Executive Director Hyde, Director of Finance & Administration Johnson, Director of Operations & Facilities Hachey, Accounting Manager Behan, and Administrative Coordinator Lindsey.

Others in attendance included bond consultant Scott Bauer of Dashen Musselman.

CALL TO ORDER

At 5:05 P.M. Port Commission President Rubin called the Special Meeting to order, announced the purpose of the Special Meeting and welcomed all in attendance. He observed there was no public comment for the special agenda discussion as it was not an action item, and that public comment on other topics would be heard later in the meeting.

SPECIAL AGENDA

Refinancing 1998 Revenue Bonds -

Executive Director Hyde noted that Port staff would be looking to the Commission for direction on whether or not to proceed with the refinancing of the Port's 1998 Revenue bonds and, if so, how they would like to see that accomplished. He introduced Director of Finance & Administration Johnson who reviewed the Port's outstanding bonds and the refunding proposal prepared by staff and bond consultants. Director Johnson reviewed the Port's Limited Tax General Obligation (LTGO) debt capacity.

Director Johnson introduced Scott Bauer, bond consultant with the firm of Dashen Musselman, who, along with Director Johnson, presented two options with five alternatives for refinancing the Revenue bonds. A copy of the presentation will be included with the approved version of these minutes. Director Johnson and Mr. Bauer responded to questions from the Commission throughout the presentation on several topics, including: the amount of interest saved by refinancing, unrestricted funds, future bonding for the replacement of E & F docks, debt capacity, market fluctuations, and staff's recommendation. At the conclusion of the discussion it was the consensus of the Commission that the preferred option for staff to pursue was Option 2b. Director

Johnson will bring an action item to approve a resolution for refinancing using Option 2b to the Commission at their December 3, 2009 meeting.

UPDATES

Executive Director Hyde reported that Pier 2 had its largest ship to date berthed overnight last Saturday; a tanker that was in for a warranty repair by shipyard tenant Dakota Creek Industries.

The groundbreaking ceremony for Anthony's is scheduled for November 13th at noon at the Boat Haven.

UPCOMING MEETINGS

Executive Director Hyde reviewed the Commission's schedule of upcoming meetings. The next regular Commission meeting will be held November 5, 2009 and will include a Public Hearing on the Port's proposed 2010 budget.

PUBLIC COMMENT PERIOD

Commissioner Rubin opened the floor for public comment pertaining to items not on the special agenda. Hearing no one desiring to address the Commission, the floor was closed.

ADJOURNMENT

With no further business to come before the Commission, Commissioner Mooney moved to adjourn, which was seconded by Commissioner Short. Commissioner Rubin called for the vote on the motion, which carried unanimously and at 5:38 P.M. the meeting adjourned.

Attest:

Keith Rubin, President

Pat D. Mooney, Vice President

Ray Niver, Secretary

William L. Short, Commissioner

Steve Hopley, Commissioner