

**TOWN OF RED RIVER  
SPECIAL MEETING  
JULY 12, 2016**

**1. CALL TO ORDER**

A special meeting was held at the Conference Center, Council Chambers. Mayor Calhoun called the meeting to order at 3:15 P.M.

**2. ROLL CALL**

Mayor Linda Calhoun	Present
Councilor George Woerndle	Present
Councilor Steve Cherry	Present
Councilor Ben Richey	Present
Councilor Dan Foley	Present

**3. APPROVE SELECTION OF UNDERWRITER**

Mayor Calhoun explained this is for the GO Bond for the person that will be selling the bonds. The Town received 4 bids and had a meeting with the Bond Insurance Company. The Town may or may not have to go with an insured company when going out to bid. The Financial Group has advised the Town to go with RBC. Mayor Calhoun requested to call Mark Valenzuela to explain the selection process to Council. Mayor Calhoun will move on to other items on the agenda until then.

**4. RESOLUTION 2016-15 16/17 COOP-LGRF PROGRAM**

Mayor Calhoun explained the Resolution 2016-15 16/ is a request of the NM Local Government Road Fund Cooperative Program for the 2017 fiscal year. This is for the design, engineering, construction, reconstruction, drainage improvements and pavement rehabilitation improvements of various local streets listed. Claim Jumper Street, North Mallette Road, North copper King Trail, South Bunker Hill Trail, South Jumping Jack Trail, Inferno Trail Bridge and pavement Maintenance on various streets within Red River City Limits.

Councilor George Woerndle made the motion to approve Resolution 2016-15 16/17 COOP-LGRF Program. Councilor Steve Cherry seconded the motion. Mayor Calhoun called roll call vote. Councilor Steve Cherry, aye. Councilor George Woerndle, aye. Councilor Dan Foley, aye. Councilor Ben Richey, aye. Motion carried.

**5. RFP#416 ENGINEERING SERVICES**

Mayor Calhoun explained RFP#416 is for advertisement of Engineering Services. Councilor Steve Cherry made the motion to approve RFP#416 advertisement of Engineering Services. Councilor Ben Richey seconded the motion. Mayor Calhoun called roll call vote. Councilor George Woerndle, aye. Councilor Dan Foley, aye. Councilor Ben Richey, aye. Councilor Steve Cherry, aye. Motion carried.

Mayor Calhoun recessed the meeting at 3:31 P.M. to go into the work session with P & Z. Mayor Calhoun will call meeting to order after Mark Valenzuela explains the Underwriter process. Councilor Steve Cherry made the motion to recess the Council. Meeting until Mark Valenzuela calls. Councilor George Woerndle seconded the motion. Motion carried.

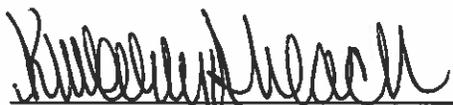
Mayor Calhoun called the meeting back from recess at 4:50 P.M all Council members were present. Councilor Richey made motion to go back in session from recess. Councilor Woerndle second the motion.

Mark Valenzuela called and explained the Town of Red River went out to bid and received four bids. The four firms are all very qualified and do business in NM and have done GO Bonds for Cities and School Districts in NM. From a capability stand point they are pretty much the same. The distinguishing characteristic of the proposals became that were that the price of each of the firms were willing to do the transactions at. Stifel came in at the most attractive which was \$1.50 per bond cheaper than the other firms, which is a substantial difference. However the second firm RBC they are a local firm located in Albuquerque and they have a presence in NM. Marks communication with Kelley and Mayor and Georgiana was that if the Council wants to work with a firm that is based in NM even though their price is higher than Stifel that would only be the dividing factor. Mayor Calhoun had questions about the notes (assumes no underwriters counsel fee if bond counsel provides a 10b5) Mark explained this is an opinion that will be written on the public offering document. The opinions are in the disclosure documents are made in the document are accurate and that there is no fraud. Councilor Woerndle wanted to know, what is the advantage of using RBC just because they are local and they are more expensive than Stifel. It is really a preference of the Council and would respect the Council of wanting to use a local banker. Stifel is based in St. Louis and have bankers who responded to our proposal out of Scottsdale, AZ. Mayor Calhoun stated the Town of Red River has a working relationship with RBC they have helped with our Revenue Bond. The prices on the proposal are the interest rate at the time they change daily. Mark stated the determining factor shouldn't be what is on this paper for the interest rate because market rates change daily. This was the rate for the day it was done.

Councilor Steve Cherry made the motion to approve RBC as the selection of Underwriter. Councilor Ben Richey seconded the motion. Mayor Calhoun called roll call vote. Councilor Dan Foley, aye. Councilor Steve Cherry, aye. Councilor George Woerndle, aye. Councilor Ben Richey, aye. Motion carried.

## 6. ADJOURNMENT

Mayor Calhoun adjourned the meeting at 5:00 P.M.

  
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Kimberly Leach, Deputy Clerk

  
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Linda Calhoun, Mayor