

SOUND TRANSIT SPECIAL BOARD MEETING
Summary Minutes
September 16, 2009

Call to Order

The meeting was called to order at 9:08 a.m. by Vice Chair Claudia Thomas, in the Ruth Fisher Boardroom, 401 South Jackson Street, Seattle, Washington.

Roll Call

Chair

(A) *Greg Nickels, City of Seattle Mayor*

Vice Chairs

(P) *Aaron Reardon, Snohomish County Executive*
(P) *Claudia Thomas, Lakewood Councilmember*

Boardmembers

(P) *Julie Anderson, Tacoma Deputy Mayor*
(P) *Mary-Alyce Burleigh, Kirkland Councilmember*
(P) *Fred Butler, Issaquah Deputy Council President*
(P) *Richard Conlin, Seattle Council President*
(A) *Dow Constantine, King County Council Chair*
(P) *David Enslow, City of Sumner Mayor*
(A) *Paula Hammond, WSDOT Secretary*
(P) *John Marchione, City of Redmond Mayor*

(P) *Joe Marine, City of Mukilteo Mayor*
(P) *Pat McCarthy, Pierce County Executive*
(P) *Julia Patterson, King County Councilmember*
(P) *Larry Phillips, King County Councilmember*
(P) *Paul Roberts, Everett Councilmember*
(P) *Kurt Triplett, King County Executive*
(P) *Peter von Reichbauer, King County Councilmember*

Ms. Marcia Walker, Board Administrator announced that a quorum of the Board was present at roll call.

Report of the Chair

- The purpose of the Special Board Meeting is for the Board to take action on two resolutions related to issuing Bonds, Resolution Nos. R2009-17 and R2009-18. A quorum is required throughout the Special Board Meeting.
- Vice Chair Thomas asked for a motion to allow Boardmembers Julie Anderson, Pat McCarthy, and Aaron Reardon to participate in the meeting by telephone.

It was moved by Boardmember Butler, seconded by Boardmember Conlin, and carried by the unanimous vote of all members present that Boardmembers Anderson, McCarthy, and Reardon be allowed to join the Board meeting by telephone.

- Tracy Butler, Treasurer, John Bonow from Public Financial Management, Jerry Bobo from CitiBank, and Nancy Neraas from Foster Pepper, PLLC acknowledged their presence on the phone.

Chief Executive Officer's Report

- Hugh Spitzer, bond counsel from Foster Pepper, announced that a lawsuit regarding the bond sale was served on Sound Transit by Will Knedlik. Desmond Brown, Executive Director General Counsel, and Mr. Spitzer reviewed the lawsuit and informed the Board that the lawsuit is likely meritless and may never be filed. Mr. Spitzer advised the Board that Sound Transit should proceed with the bond sale.

Action Items

Mr. Bonow announced and Ms. Walker verified that the rate for the bonds maturing in 2024 within Resolution No. R2009-17 is 4.845%. The rate for the bonds maturing in 2028 within Resolution No. R2009-17 is 5.145%. The rate for the bonds within Resolution No. R2009-18 is 5.491%. The net borrowing rate after the federal subsidy is 3.54%.

Brian McCartan, CFO, explained that the rates within Resolution R2009-17 are taxable rates and Sound Transit receives a separate subsidy of 35% of debt service from the federal government that reduces the tax-exempt rate to an effective rate of 3.54%.

Items not referred by Committee

Resolution No. R2009-18 – Providing for the sale and issuance of the Central Puget Sound Regional Transit Authority Sales Tax Bonds, Series 2009S-2T; specifying the amounts, maturities, interest rates or provision therefore and other terms of the bonds; and amending the Adopted 2009 Budget in connection therewith

It was moved by Boardmember Triplett and seconded by Boardmember Burleigh that Resolution No. R2009-18 be approved as presented.

Vice Chair Thomas asked Ms. Walker to conduct a roll call vote.

	<u>Ayes</u>	<u>Nays</u>
Julie Anderson	John Marchione	Aaron Reardon
Mary-Alyce Burleigh	Joe Marine	Paul Roberts
Fred Butler	Pat McCarthy	Claudia Thomas
Richard Conlin	Julia Patterson	Kurt Triplett
David Enslow	Larry Phillips	Pete von Reichbauer

The motion to approve Resolution No. R2009-18 was carried by the unanimous vote of 15 Boardmembers present.

Resolution No. R2009-17 – Authorizing the issuance and sale of sales tax and motor vehicle excise tax bonds, Series 2009P-1 and Series 2009P-2T to pay a portion of the cost of the Authority's Regional Transit System Plan and other specified purposes; to pay the cost of refunding a portion of the authority's outstanding sales tax bonds, Series 2005A and paying the administrative costs of such refunding; authorizing the execution of an agreement with the Bank of New York Mellon of New York, New York, as refunding trustee; providing for the call, payment and redemption of the outstanding bonds to be refunded; fixing the amounts, date, form, and terms of the bonds; and authorizing the sale of the bonds

It was moved by Boardmember Triplett, seconded by Boardmember Conlin, and carried by the unanimous vote of all Boardmembers present that Resolution No. R2009-17 be approved as presented.

Executive Session

None.

Other Business

None.


Next Meeting

Thursday September 24, 2009
1:30 to 4:00 p.m.
Ruth Fisher Boardroom

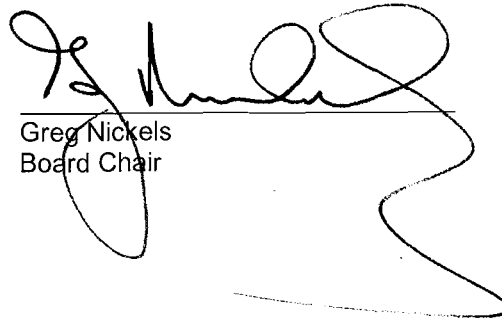
Adjourn

The meeting was adjourned at 9:29 a.m.

ATTEST:



Marcia Walker
Board Administrator



Greg Nickels
Board Chair