



# City of Jonesboro

900 West Monroe  
Jonesboro, AR 72401

## Meeting Minutes Finance & Administration Council Committee

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Thursday, November 6, 2008

6:00 PM

Huntington Building

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### Special Called Meeting

#### **1. Call To Order**

*Mayor Formon was also in attendance.*

**Present** 5 - Darrel Dover; John Street; Harold Perrin; Ann Williams and Jim Hargis

**Absent** 1 - Judy Furr

#### **2. New Business**

##### Discussion concerning Frito-Lay bonds

*Ms. Anne Parker with Mitchell Williams Law Firm explained the company foresees these bonds to be the last for Frito-Lay. She added the total amount of the all the bonds will be \$400 million. She further explained the City will hold the title to all assets and lease them to Frito-Lay until the bonds mature in 2027. She added the ordinance is for the issuances of the bonds and execution of the documents, a supplemental trust indenture between the City and Regions Bank as trustee of the bonds and a supplemental lease agreement between Frito-Lay and the City, which adds these assets to the lease. She stated the bonds will be financed internally, where the parent company, PepsiCo, will purchase the bonds at closing. She added this puts the City at no risk since the City has no financial obligation.*

*Ms. Parker discussed the project at Frito-Lay.*

*Mayor Formon asked City Attorney Phillip Crego if he had a problem with the ordinance. Mr. Crego answered no.*

*Councilman Harold Perrin asked Plant Finance Manager Buddy Carol if he could release the number of jobs this could create. Mr. Carol answered no. Ms. Parker explained Frito-Lay cannot release the number of new jobs because the number could change.*

*A motion was made by Councilman Harold Perrin, seconded by Councilman Darrel Dover, to set a public hearing for November 18, 2008, concerning the Frito-Lay bonds. All voted aye.*

#### **3. Adjournment**

**A motion was made by Councilman Harold Perrin, seconded by Councilman John Street, that this meeting be Adjourned. The motion CARRIED by a Voice Vote.**

**Aye:** 4 - Darrel Dover; John Street; Harold Perrin and Jim Hargis

**Absent:** 1 - Judy Furr