

MINUTES OF A SPECIAL MEETING OF CLINTON CITY COUNCIL, CLINTON PUBLIC WORKS AUTHORITY, CLINTON HOSPITAL AUTHORITY, CLINTON SOLID WASTE AUTHORITY, CLINTON RECREATIONAL AUTHORITY, CLINTON AIRPORT AUTHORITY AND CLINTON INDUSTRIAL AUTHORITY

MONDAY, MAY 23, 2016

Minutes of a special meeting of the Mayor/ Chairman and Council/Trustees of the City of Clinton, Oklahoma, Custer County, held at the Frisco Center on Monday, May 23, 2016, 5:30 P.M. A notice of this meeting with agenda was posted on the bulletin board in the lobby of the Clinton City Hall on May 17, 2016.

Mayor/Chairman Seth Adams called the meeting to order with the following present:

Trustee/ Council: Don Rodolph, Chuey Rosales, Jason Hulin, Lucas Martinez

City Manager: Mark Skiles

City Clerk: Lisa Anders

News Media: Rod Serfoss

Others: David Crabtree, Kris Wermey, Debra Blanchard, Barry Dehart, Shona Stermer, Donald Webb, Gene McCullough, Julie Menge, Kelly Somner, Kent Miller, David Berrong, Jimmy Arnold, Mustafa Sami, Scott Haggard, Kristy Ventimiglia, and others.

2. CONSIDER AND TAKE ACTION ON HEALTH INSURANCE PLAN

City Manager Mark Skiles introduced Kristy Ventimiglia who explained the process for bidding the City's health insurance. She said TML, the current carrier, quoted rates with a 20% rate increase and were unwilling to negotiate the premium rate. She said the plan had resulted in a 129% ratio for the year. She said most insurance companies had declined to quote on the policy. She reported that Blue Cross and Blue Shield has quoted a premium that resulted in a -3% renewal with a \$2000 deductible and HRA arrangements to be effective July 1, 2016.

Motion was made by Councilman Rodolph and seconded by Councilman Martinez to follow staff recommendation and approve the quote from Blue Cross and Blue Shield for health insurance for the City of Clinton with a \$5,000 deductible.

Mayor put the motion to a roll call vote:

Aye: Rodolph, Martinez, Hulin, Rosales, Adams

Nay: None

Mayor declared the motion carried.

3. CONSIDER AND TAKE ACTION ON 2016/2017 BUDGET

City Manager Mark Skiles explained that the economy affected the City's budget. He said that spending continues to erode into the City's reserves. He said that staff has stripped the

budget down and will continue to provide the same current services. He said that a hiring freeze had been implemented some three months ago. He said during the next twelve months, staff will be looking for ways to provide services without spending money.

City Treasurer Debra Blanchard explained that sales tax revenue has reduced by over 7% with the required payback on use tax has reduced the City's income. He reported that adjustments to the Management Fee paid by the Authorities to the General Fund have been recalculated. Previously 40% of the Management Fee was a cost to the General Fund and 60% to the other entities. Now, 70% will be charged to other entities and 30% will be a cost to the General Fund.

CAPITAL IMPROVEMENT

Various department had submitted request for capital items. The current budget contains \$200,000 for street overlay. It was decided to carryover that \$200,000 and budget another \$200,000 in the 2016/2017 budget so the current project in its entirety can be addressed.

PUBLIC WORKS

The Lincoln Addition waterline project will be completed. The City is producing water therefore, not having to purchase overage from Foss. The Water Treatment Plant will need to be finished. Money was received in the settlement for the damages to the building. The City's insurance company has been contacted regarding the decision to building a new structure or renovate the existing building.

Budget includes \$300,000 for radio read meters. This will purchase approximately 1200 meters and will help save on lost water.

Blanchard said that the wastewater is being run efficiently and is able to maintain itself.

The Consumer Price Index of 1.6% increase is being implemented based on previous resolution action.

SOLID WASTE

In the current fiscal year a roll-off truck has been purchased. The 2016/2017 request are for poly carts, power washer and big ceiling fan totaling \$45,000.00.

AIRPORT

Treasurer Blanchard said the revenue sources are hangar rental, fuel sales and royalties. The Capital projects for the year include a grant from the Oklahoma Aeronautics Commission for the apron sealing project and engineering cost for the FAA project in 2017/2018 for a Jet A fueling system.

RECREATIONAL AUTHORITY

Treasurer Blanchard said the revenues are slightly down. The budgeted subsidy of \$170,000 is included. The Capital Improvement request are included in the Capital Budget rather than in the Recreational Authority.

INDUSTRIAL AUTHORITY

Treasurer Debra Blanchard said one rebate of sales tax had been utilized for the full five years and is completed. She said that economic development funds are utilized on different projects.

Trustee Rodolph said he had been approached by an individual interested in purchase six lots in Robinson Addition for \$10,000 each. He suggested looking at the size of the lots. He said that would require replatting the addition. He said the sewer project needs to be rebid for a cheaper price.

Trustee Hulin said he opposing using sales tax dollars on a project where he doesn't see gain especially when no one is interested in the project.

Trustee Rodolph said the City cannot continue to be in limbo regarding the project. He suggested bidding the project just to see what the cost to finish the project would be.

Trustee Hulin said he understood the City is obligated to pay Mr. Robinson but he would like a chance to re-negotiate the agreement. He said this could give the City an opportunity to save the tax payers and see if the property is sellable to a developer.

City Manager Skiles said it would like 21 days to get bids out in order to see the price.

Treasurer Debra Blanchard said the City has received an EDA grant for the Commerce Industrial Center and the City is committed to \$935,000.00. When EDA approves the plans, the project will be put out to bid.

FRISCO CENTER

Treasurer Debra Blanchard said capital request of \$9,650 has been included in the budget. She reported that the Conference Center uses funding generated from the Lodging Tax and capital request for the Conference Center are related to technology/internet updates.

CENTRAL GARAGE

Blanchard explained that this fund is a pass through for parts and labor on city vehicles and equipment.

HOSPITAL AUTHORITY

Blanchard said the lease payments are being received monthly with only interest earnings eligible to be spent.

DTF/DRUG SEIZURE FUNDS

Treasurer Debra Blanchard said the funds are from seizures and the forfeitures are determined by court orders. The funds can be used for Police Department equipment.

HOPE HOUSING

Blanchard reported that the budget provides for apartment rentals and repairs.

There was discussion regarding public notices and public hearing to confirm the budget approval.

4 CONSIDER AND TAKE ACTION ON STAFF RECOMMENDATION REGARDING BIDS FOR TYPE C ASPHALT OVERLAY PROJECT

Trustee Rodolph said the bids opened at the last regular meeting came in at approximately \$241,000 from Circle S Paving. He said that Circle S would not be able to get to the work until after July 1, 2016 so he suggested carrying over the \$200,000 in the budget until the 2016/2017 budget which includes another \$200,000.00 He said this would eliminate having to only do a portion of the list of streets in the bid. He said this would also be a better fit for the contractor.

Motion was made by Trustee Rodolph and seconded by Trustee Martinez to award the contract to Circle S Paving and carryover the budgeted \$200,000 from the 2015/2016 budget to the 2016/2017 budget.

Chairman put the motion to a roll call vote:

Aye: Rodolph, Martinez, Hulin, Rosales, Adams

Nay: None

Chairman declared the motion carried.

Trustee Hulin asked about the plans for repairs to South 7th Street.

Public Works Director Donald Webb said repairs would be completed before July 1, 2016.

5. ADJOURN

Motion was made by Councilman Hulin and seconded by Councilman Martinez to adjourn the meeting.

Mayor put the motion to a roll call vote:

Aye: Hulin, Martinez, Rodolph, Rosales, Adams

Nay: None

Mayor declared the meeting adjourned at 6:45 p.m.