

Special Council Meeting 08/17/17
Minutes taken by Paula Tryon, City Clerk

Meeting: Time: 7:00 pm Presiding officer: Mayor Fulton

Council present: Fulton, Ryan, Poley, Hinck, Lister & Sitz

Council Absent: None

Employees: Reynolds, DeVoe, & Tryon.

Visitors: Heather Garrison, Alice Smith, Kandy Hinck, Brandon & Traci Smith, Mike Reynolds, Amy Craig, Pat Barr, Sherry Sullivan, Kandy Hinck, Sue Anderson, Gina Reynolds, Linnie Lee, Chris Cunningham (TreanorHL Architects) Rick Ensz (Cooper, Malone, McClain, Inc.), Edie Freund, Doreen Weekley, Edie Freund & Garrett Nordstrom (GAS)

Meeting called to order by Mayor Fulton at 7pm. Due to large audience meeting was moved to community room. Meeting back in order @ 7:08pm. This Work Session was for the clarification of information needed for the **Library Building project.**

Garrett Nordstrom (GAS) spoke first explaining the process of application for the CDBG grant and the rules that apply. This is a grant for \$400,000.00 for use for actual building construction expense only. No furnishings can be purchased with these funds. The grant is due at the end of October and awarded Jan 15-Mar 15, 2018. There is a two-year time period to complete the project. The city must guarantee that they will match a minimum of the grant funds. There are two chances to be awarded the grant, if not awarded either time there is a five-year waiting period. Final architecture can be made after the grant is awarded.

Ryan asked Chris Cunningham how much the actual building would be, he noted that it would be approximately 1.2 million dollars for the building only and \$400,000.00 for furnishings & books.

Rick Ensz, securities broker, noted that the City must have a commitment letter (resolution of intent) ready to cover the project with or without the grant. (This does not purchase the bonds). All donations are subtracted from the architect's project maximum expense to know how much is needed in bonds. Pledges cannot be counted in this, only the funds that are in the account. Any funds that still come in after the project is completed can be used for the project payments or necessities.

A public hearing must be held.

A mill levy change would be about 13 mills or \$75.00 per year on a \$50,000.00 house. The current mill levy maximum is 6.5.

If PBC revenue bonds have a valid protest of 5% of registered voters it may be forced to go to an election to issue PBR bonds. Protest is against the issuance of PBR bonds. The City would pay for the election. If this fails the City could start the process again or try GO Bonds.

GO Bonds must have an election- this applies to the City debt limit. (30% to assessed value).

City pays for this election also unless a general election is already going on.

A 2nd chance for a protest is if the payments would come from a tax lid, all bonds are exempt except PBC Bonds after 7/1/16.

Questions were fielded from the attendees of the meeting.

No decisions were made.

The meeting was closed at 8:36 pm.