

Mayor Grenke called the recessed June 15th meeting to order at 7:00 p.m.

Roll Call: Aldermen Don Bormann, Jerry Hensley, Paul Million, Jessica Orsini, Jerry Parmeley and Catherine Simmons answered roll call.

Also present were City Administrator Lynn P. Behrns, City Attorney Merritt Beck, Mike Forsee, Heidi Chick, Jim Enlow and Guard Reporter James Smith.

Pledge of Allegiance:

Mayor Grenke led everyone in the pledge of allegiance.

Presentation of Audit Report:

Heidi Chick with Williams-Keepers LC presented the results of the 2009 fiscal year audit. The auditor's report was a clean opinion and the city has consistently received a clean opinion over the years. There were no problems in performing the audit. Audit is performed on a modified accrual basis so there is a lot of backing out of entries and adding entries by staff. Heidi Chick distributed an outline to explain the governmental financial statements to the board and how to review the statements. Everything was fairly stated in all material aspects. The management discussion and analysis was prepared by Mr. Behrns forming a summary of what happened in the past fiscal year as compared to last year. The restricted assets increased due to the park rec center lease purchase. The lease payable represents the lease payable for the rec center. The management letter included comments about the lease purchase transaction as the disbursement activity was not recorded throughout the year and this was reported as a material weakness. Financial statements are the responsibility of the city to prepare but due to the size of staff, the auditors prepare them but it must be noted in the audit as such. The auditors also noted the need for documented user manuals for software applications and a written disaster plan as well as recommendations for network access. Mr. Behrns has asked for a template from other cities to assist in preparing a disaster preparedness plan. Alderman Simmons made the motion to accept the 2009 fiscal year audit as presented by Williams-Keepers, LC. Alderman Orsini seconded the motion. On a call by the Mayor for ayes and nays, the motion passed unanimously. Alderman Parmeley requested items in the management letter be discussed at a future meeting.

Heidi Chick left the meeting at 7:33 p.m.

ORDINANCE: Authorizing the City to Enter into a Lease Purchase Transaction with the Missouri Association of Municipal Utilities for the Purpose of Financing Certain Public Improvements for the City of Centralia, Missouri, and Authorizing and Approving Certain Actions in Connection with the Execution and Delivery of Said Lease Purchase Transactions.

Mr. Behrns reported the lease purchase structure would be similar to the rec center. The city worked with the same legal council, Gilmore and Bell but the funds will come from the public utility alliance – MAMU. The funds would be backed by a tax free bond issue issued two years ago at a very low rate. The actual paying agent will be UMB Bank. The estimated fixed interest rate is 3.6% to 3.7%. The lease purchase agreement has been calculated at approximately \$1,637,000 with payments to be made monthly. All loans will be tax exempt under federal regulations. Mr. Behrns expects the debt service to be lower than budgeted. The target date for the substation to go on-line is September 2010.

Alderman Orsini presented a bill marked and designated as bill no. 2476 to create an ordinance entitled "AN ORDINANCE AUTHORIZING THE CITY OF CENTRALIA, MISSOURI, TO ENTER INTO A LEASE-PURCHASE TRANSACTION WITH THE MISSOURI ASSOCIATION OF MUNICIPAL UTILITIES FOR CERTAIN PUBLIC IMPROVEMENTS FOR THE CITY OF CENTRALIA, MISSOURI; AND AUTHORIZING AND APPROVING CERTAIN ACTIONS IN CONNECTION WITH THE EXECUTION AND DELIVERY OF SAID LEASE-PURCHASE TRANSACTION." Alderman Orsini moved that it be placed on its first reading by title only. Before the bill was introduced copies of the bill were made available for public inspection. Motion was seconded by Alderman Hensley and motion carried unanimously. The bill was then read by title only. Alderman Orsini moved the bill be placed on its second reading. Motion was seconded by Alderman Simmons and motion carried unanimously. The bill was then read the second time by title only. The Mayor then called for discussion on the bill and after some discussion Alderman Orsini moved the final passage of the bill. Alderman Simmons seconded the motion. The Mayor called for a roll call vote and the ordinance passed with the following vote. Aldermen voting FOR: Bormann, Hensley, Million, Orsini, Parmeley and Simmons. Voting AGAINST: None. The Mayor declared the bill passed and thereupon signed the same as passed. The bill was approved by the Mayor and signed by the Mayor as approved and was returned to the City Clerk who attested to the signature of the Mayor, affixed the city seal and the Ordinance was designated as Ordinance 2570.

Park and Rec Center Proclamation:

Mayor Grenke opted to move an "As May Arise item" up on the agenda to recognize Jim Enlow and the fabulous job that has been done with the rec center. Mayor Grenke has witnessed families coming together and older folks working with younger folks. He thought it would be fitting to declare the month of July as Parks and Rec Month. Mayor Grenke then read a proclamation officially designating July as Parks and Rec Month. Parks Director Jim Enlow reported the rec center has had a positive response from the community with 905 members as of today. All the ball parks have been busy and have had 1600 swimmers at the pool. Even during the hot weather the rec center has had good attendance. The Board commended Mr. Enlow and the Park Board on the success of the rec center and the parks system overall.

Mr. Enlow left the meeting.

ORDINANCE: Approving Contract with Burns and McDonnell Engineering Co. for Services Relating to Rehabilitation of Water Well No. #3

Mr. Behrn reported the proposed ordinance is for the engineering design, permit approval process, bidding and every thing up to bid signing for the rehabilitation of well #3. The cost for this contract is not to exceed \$34,000. An additional contract will be required for the contract management.

Alderman Million presented a bill marked and designated as bill no. 2477 to create an ordinance entitled "AN ORDINANCE AUTHORIZING AND DIRECTING THE MAYOR AND CITY CLERK OF THE CITY OF CENTRALIA, MISSOURI, TO EXECUTE AN AGREEMENT WITH BURNS & MCDONNELL ENGINEERING COMPANY, INC. OF ST. LOUIS, MISSOURI TO PROVIDE ENGINEERING SERVICES RELATED TO THE DESIGN AND BIDDING OF THE REHABILITATION, WELL HOUSE REPLACEMENT, AND ELECTRICAL UPGRADES FOR CENTRALIA WATER WELL NO. 3 IN THE CITY OF CENTRALIA, MISSOURI." Alderman Million moved that it be placed on its first reading by title only. Before the bill was introduced copies of the bill were made available for public inspection. Motion was seconded by Alderman Orsini and motion carried unanimously. The bill was then read by title only. Alderman Million moved the bill be placed on its second reading. Motion was seconded by Alderman Orsini and motion carried unanimously. The bill was then read the second time by title only. The Mayor then called for discussion on the bill and after some discussion Alderman Million moved the final passage of the bill. Alderman Simmons seconded the motion. The Mayor called for a roll call vote and the ordinance passed with the following vote. Aldermen voting FOR: Hensley, Ladwig, Million, Orsini, Simmons, and Skirvin. Voting AGAINST: None. The Mayor declared the bill passed and thereupon signed the same as passed. The bill was approved by the Mayor and signed by the Mayor as approved and was returned to the City Clerk who attested to the signature of the Mayor, affixed the city seal and the Ordinance was designated as Ordinance 2571.

PURCHASING:

Substation Transformer:

Mr. Behrns reported low bid as recommended by BHMGM for the substation transformer is \$348,500 from Virginia Transformer Company of Kansas City, Kansas with an estimated delivery of 22 weeks. Alderman Simmons made the motion to approve the bid of \$348,500 from Virginia Transformer Company of Kansas City, Kansas for the substation transformer. Alderman Orsini seconded the motion. On a call by the Mayor for ayes and nays, the motion passed unanimously.

Metalclad Switchgear:

Mr. Behrns reported the low bid as recommended by BHMGM is \$308,300 from H K Scholz Company for the metal clad switchgear. Alderman Parmeley made the motion to approve the bid of \$308,300 from H K Scholz Company for the metal clad switchgear. Alderman Bormann seconded the motion. On a call by the Mayor for ayes and nays, the motion passed unanimously.

Circuit Switcher:

Mr. Behrns reported BHMGM is recommending the only bid received for the circuit switchgear in the amount of \$70,201 from H D Supply Company (S&C Electric) of Mattoon, Illinois. Alderman Parmeley made the motion to approve the purchase of circuit switchgear from H D Supply Company of Mattoon, Illinois in the amount of \$70,201. Alderman Million seconded the motion. On a call by the Mayor for ayes and nays, the motion passed unanimously.

BHMGM reported the cumulative total is \$727,001 and the electrical system study projected the cost to be \$805,000 so the project is starting under budget. Mr. Behrns will communicate to Mr. Parks with BHMGM the bid approvals. The vendors will provide shop drawings for BHMGM to prepare the design.

As May Arise:

Mayor Grenke requested the approval for the re-appointment of Denny Rusch to the Board of Adjustment with a 5-year term to expire in 2013. Alderman Orsini made the motion to approve the re-appointment of Denny Rusch to the Board of Adjustment with a term to expire in 2013. Alderman Million seconded the motion. On a call by the Mayor for ayes and nays, the motion passed unanimously.

Mayor Grenke commended the Centralia Fire Department for their dedication to duty for the July 4th fireworks display, especially considering the weather. It was a good crowd even with less than optimal weather conditions. The fire department has asked for the board to consider having the city display on July 3rd in the future so the firemen could spend the 4th with their families and possibly attend other communities' displays. No further discussion was held on the request.

Mayor Grenke reported he and Mr. Behrns had a meeting with Carrie Dozier (a representative from Representative Blaine Luetkemeyer's office) two weeks ago. Also in attendance at the meeting was John Hinten, Steve Rinehart, and Steve Oberman. The topic was handicapped accessibility. Mr. Hinten was invited to the meeting tonight to discuss the matter further. Ms. Dozier commented to the group that our city is far ahead of following ADA compliance laws than other communities. Ms. Dozier had indicated her office is mainly responsible for the northern Boone County area. Her office would assist in locating grants that would be available for our city to apply for. Mayor Grenke also stated a few weeks ago Jennette Skirvin presented the plan by the Centralia Accessibility Committee to widen some of the handicapped spaces. Some of these spaces have already been widened and others are in process. Mayor Grenke requested Mr. Behrns check on the cost to make the city hall front door automatically open.

City of Centralia
Board Minutes – July 6, 2009

Alderman Parmeley asked if the city could ask a potential business to submit a 3-5 year business plan when applying for their business license. Mr. Beck stated he did not think the city would have the authority to do this.

There being no further business to discuss, Alderman Parmeley made the motion to adjourn the meeting. Alderman Bormann seconded the motion. On a call by the Mayor for ayes and nays the motion carried unanimously.

Meeting adjourned at 8:15 p.m.



Kathy Colvin, City Clerk