



SPECIAL CITY COUNCIL MEETING THURSDAY, AUGUST 22, 2013 at 6:30 P.M.

KRUM CITY HALL – 146 W. McCART STREET

Terri Wilson, Mayor
Paul Meine, Councilmember - PI.1
Bert Witherspoon, Councilmember - PI.3
Lance Vanzant, City Attorney

Joe Beall, Councilmember - PI.2
Michael B. Wilkes, Mayor Pro-Tem
Christine Rodriguez, Councilmember - PI.5
Andrea Dzioba, City Secretary

MINUTES

A. CALL TO ORDER

Mayor Terri Wilson called the meeting to order at 6:32 p.m.

B. QUORUM PRESENT

Those present were Mayor Terri Wilson and Councilmembers Christine Rodriguez, Michael Wilkes, Paul Meine, and Joe Beall. Councilmember Bert Witherspoon was absent. Also present were City Attorney Lance Vanzant, Director of Finance Chris Speights, Director of Public Works Adam Farguson, Fire Chief Ken Swindle, Police Chief Dennis Bassinger, and City Secretary Andrea Dzioba.

C. INVOCATION/PLEDGE OF ALLEGIANCE

Councilmember Joe Beall gave the invocation.

Mayor Wilson led the pledges to the United States Flag and the Texas Flag.

D. CITIZEN'S AGENDA: In accordance with the Open Meetings Act, Council is prohibited from acting on or discussing (other than factual responses to specific questions) any items brought before them at this time. Per City of Krum Ordinance #0034-09-2006 each and every citizen who wishes to address the council shall be afforded three (3) minutes.

Mr. Chris Bohrer, 141 W. Britton, spoke about harassment by the Krum Police Department.

E. CONSENT AGENDA: All matters listed under the Consent Agenda are considered to be routine and will be enacted in one motion. If discussion is desired by the Mayor or a Councilmember then that item will be removed from the Consent Agenda and will be considered separately.

Regular agenda item number 9 was moved to the Consent agenda.

1. Discuss, consider and take action on approval of the Written Procedures Relating to Continuing Compliance with Federal Tax Covenants.
2. Discuss, consider and take action on a letter of engagement with Auldrige Griffin, PC for audit services for Fiscal Year 2012-2013.
3. Discuss, consider and take action a letter of engagement with McCall, Parkhurst & Horton L.L.P.

9. **Discuss, consider and take action on a RESOLUTION OF THE CITY COUNCIL OF THE CITY OF KRUM, TEXAS, ESTABLISHING THAT THE CELEBRATE KRUM EVENT ON OCTOBER 5, 2013 SERVES A PUBLIC PURPOSE AND AUTHORIZING ENTERING INTO AN AGREEMENT WITH THE TEXAS DEPARTMENT OF TRANSPORTATION FOR THE CLOSURE OF PORTIONS OF FM 1173 AND FM 156 IN THE CITY LIMITS OF THE CITY OF KRUM, TEXAS.**

Councilmember Rodriguez made a motion to approve the consent agenda items numbers 1 through 3 and number 9 as presented with a second by Councilmember Meine.

The following votes were cast:

Ayes: Rodriguez, Wilkes, Meine, Beall
Nays: None
Absent: Witherspoon

The motion carried unanimously.

Regular agenda item number 9 was moved to the Consent agenda.

F. **REGULAR AGENDA ITEMS**

The following agenda items appear with their original item numbers but in the order in which they were considered during the meeting:

4. **Consider and take action on an ordinance authorizing the issuance of the City's General Obligation Bonds, Series 2013; approving the use of a paying agent/registrars agreement; engaging bond; providing for the pledge of funds for the payment of the Bonds; and enacting other provisions relating to the issuance and sale of the Bonds.**

Marti Shew, Vice President, and W. Boyd London Jr., Managing Director of First Southwest, made a presentation regarding the schedule related to the issuance of the City's General Obligation Bonds, Series 2013. Discussion was held by City Council.

Councilmember Rodriguez made a motion to adopt an ordinance authorizing the issuance of the City's General Obligation Bonds, Series 2013 and approving all other matters incident thereto with a second by Councilmember Wilkes.

The following votes were cast:

Ayes: Rodriguez, Wilkes, Meine, Beall
Nays: None
Absent: Witherspoon

The motion carried unanimously.

5. **Discuss, consider and take action related to options for issuing Certificates of Obligation.**

Marti Shew, Vice President of First Southwest, made a presentation relating to options for issuing Certificates of Obligation. Discussion was held by City Council. No action was taken.

10. **Discuss, consider and take action on accepting the bids and recommend that the Texas Department of Transportation (TxDOT) award the Krum Safe Routes to Schools Project (SRTS) to Northstar Construction, Inc.**

Eddy Daniel, Daniel & Brown, gave a presentation related to the bids received for the Krum Safe Routes to Schools Project (SRTS). Discussion was held by City Council.

Councilmember Rodriguez made a motion to approve accept the bids and recommend that the Texas Department of Transportation (TxDOT) award the Krum Safe Routes to Schools Project (SRTS) to Northstar Construction, Inc. with a second by Councilmember Meine.

The following votes were cast:

Ayes: Rodriguez, Wilkes, Meine, Beall
Nays: None
Absent: Witherspoon

The motion carried unanimously.

7. Discuss, consider and take action on an Application for Business Incentive/Krum Downtown Renovation Application from Drake Holding Company, Inc. related to 202 W. McCart, Suite 160.

Cecil Drake provided information to the City Council regarding the Application for Business Incentive/Krum Downtown Renovation Application and the location of the structure in relation to the right-of-way.

Councilmember Rodriguez made a motion to approve the Application for Business Incentive/Krum Downtown Renovation Application for a 50% match in an amount not to exceed \$2,250.00 with a second by Councilmember Beall.

The following votes were cast:

Ayes: Rodriguez, Wilkes, Meine, Beall
Nays: None
Absent: Witherspoon

The motion carried unanimously.

6. Discuss, consider and take action related to calling a bond election to be held in November 2013 and items that would be included on the ballot.

The City Council discussed several options related to what propositions might be considered by the voters in November and how they could be presented. Director of Public Works Adam Farguson and Fire Chief Ken Swindle provided information regarding their individual projects. Discussion was held by the City Council.

Councilmember Beall made a motion to schedule a special meeting for Monday, August 26, 2013 to take action on a resolution calling a bond election with a second by Councilmember Wilkes.

The following votes were cast:

Ayes: Rodriguez, Wilkes, Meine, Beall
Nays: None
Absent: Witherspoon

The motion carried unanimously.

At 7:45 p.m., Mayor Wilson called for a five (5) minute recess. The meeting was called back to order at 8:00 p.m.

8. Discuss, consider and take action to accept the bid from DHS Automation, Inc. for the rehabilitation of the County Barn Lift Station and authorize the Mayor to execute all contract documents regarding same on behalf of the City of Krum.

Councilmember Beall made a motion to accept the bid from DHS Automation, Inc. for the rehabilitation of the County Barn Lift Station and authorize the Mayor to execute all contract documents regarding same on behalf of the City of Krum with a second by Councilmember Wilkes.

The following votes were cast:

Ayes: Rodriguez, Wilkes, Meine, Beall
Nays: None
Absent: Witherspoon

The motion carried unanimously.

11. Discuss, consider and take action on City Council recommendations for the Fiscal Year 2013 – 2014 budget.

This regular agenda item was considered both before and after executive session.

Finance Director Chris Speights addressed the City Council and reiterated that she included as many items as she could as requested by the Directors but that it ultimately will be the decision of the City Council which items they would like to include or remove.

Councilmember Rodriguez spoke and provided her thoughts about how the City Council does appreciate the City employees and there have been salary increases or lump sums provided to employees over the past five (5) years. She reiterated that the City Council hasn't asked for any staff cuts or increases in employee contributions towards medical coverage.

Clarification was provided by Finance Director Chris Speights regarding the inclusion of step increases noted in the proposed budget and how they would be merit based and not automatic.

Director of Public Works Adam Farguson discussed what was included in the budget related to the lift stations. Police Chief Dennis Bassinger spoke regarding his budget requests – specifically the need for an additional police vehicle and an additional police officer. Finance Director Chris Speights provided information related to a planning and zoning/code enforcement position and the benefits related to employing an individual for that dual role position.

Discussion was held by City Council. Finance Director Chris Speights was asked to find a way to include an additional police vehicle in the budget.

G. EXECUTIVE SESSION

Mayor Wilson announced that the City Council would convene in executive session at 9:05 p.m.

12. Section 551.072, Texas Government Code – Deliberate the purchase, exchange, lease or value of real property.

- a. Approximately .2581 acres of land out of the O T Krum, Abstract SK0020A, Denton County, Texas.

13. Adjourn into Open Meeting.

The City Council reconvened into the open meeting at 9:12 p.m.

14. Action on Executive Session Items if necessary.

Councilmember Beall made a motion to approve authorize the Krum Economic Development Corporation (EDC) to make an offer on certain real property located at Lots 4, 5, 6 Block 11 Original Town of Krum with a second by Councilmember Wilkes.

The following votes were cast:

Ayes: Rodriguez, Wilkes, Meine, Beall
Nays: None
Absent: Witherspoon

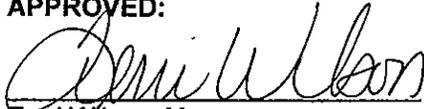
The motion carried unanimously.

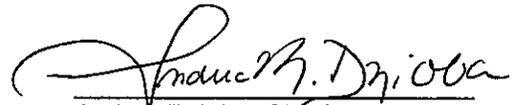
H. ADJOURN

There being no further business, Mayor Terri Wilson adjourned the meeting at 9:29 p.m.

Pursuant to the Open Meetings Act, Chapter 551, Texas Government Code, Sections 551.071 (Consultation with Attorney), 551.072 (Deliberations Regarding Real Property), 551.074 (Deliberations Regarding the Appointment, Duties, Discipline or Termination of Personnel) and 551.087 (Deliberation Regarding Economic Development Negotiations). Executive Session may be held under these exceptions and at any time during the meeting that a need arises for the City Council to seek advice from the City Attorney as to the posted subject matter of this City Council Meeting.

APPROVED:


Terri Wilson, Mayor


Andrea Dzioba, City Secretary