



**SPECIAL CITY COUNCIL MEETING
THURSDAY, SEPTEMBER 4, 2014 at 5:30 P.M.**

KRUM CITY HALL – 146 W. McCART STREET

Terri Wilson, Mayor
Nick Vincent, Councilmember - PI.1
Justin Diviney, 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 Pro Tem Michael Wilkes called the meeting to order at 5:38 p.m.

B. QUORUM PRESENT

Those present were Councilmembers Michael Wilkes, Nick Vincent, Joe Beall, Justin Diviney, and Christine Rodriguez. Also present were Police Chief Terry Hargis, Fire Chief Ken Swindle, Public Works Director Mark Patterson, City Engineer Gabe Johnson, Assistant City Attorney Trey Sargent and City Secretary Andrea Dzioba.

Mayor Terri Wilson arrived at 5:45 p.m.

C. INVOCATION/PLEDGE OF ALLEGIANCE

Councilmember Joe Beall gave the invocation.

Mayor Pro Tem Michael Wilkes 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.

Ms. Sue Tejml, Mayor of Copper Canyon, spoke in support of Mr. Jim Carter being appointed by the City of Krum to the Board of Managers of the Denco Area 9-1-1 District.

Items appear in the order in which they were considered.

F. PRESENTATION

2. Proclamation – “Live United Month”

Police Chief Terry Hargis read the proclamation which was then presented to Mr. Gary Henderson, President and Chief Executive Officer of United Way of Denton. Ms. Ashley Bagley, a Krum resident and United Way volunteer spoke about the efforts and good that the United Way does for the communities that it serves. Mr. Teddy Yan was also present.

E. INTRODUCTION

1. Introduction of the new Police Officer, Municipal Court/Planning and Zoning Clerk, Chief of Police, and Finance/Human Resources Director.

Police Chief Terry Hargis introduced the new Police Officer Jeffrey Oliver. Officer Oliver spoke briefly about his experience and background. Mayor Terri Wilson introduced the new Municipal

Court/Planning and Zoning Clerk Magda Luna. Ms. Luna spoke briefly about her previous experience with the City of Denton. Mayor Terri Wilson introduced new Police Chief Terry Hargis. Police Chief Terry Hargis gave a brief overview of upcoming events that will be coming up in the next couple of months. Mayor Terri Wilson introduced new Finance/Human Resource Director Clayton Gray. Mr. Gray gave a brief summary of his previous experience.

G. DISCUSSION

- 3. Engineering Update – Gabe Johnson, Johnson Civil Engineering – Emergency Force Main Replacement update; Oil and Gas Mineral Leases; and Fire Station, PW Building and Public Library RFQ.**

Gabe Johnson, Johnson Civil Engineering, made a presentation and provided an engineering update related to the Oil and Gas Mineral Leases and advised that they are still working with the City Attorney who is reviewing the language of the contracts. He advised that they are still working with Vantage related to a temporary water line and water purchase agreement. Mr. Johnson advised that the RFQs had been shortlisted to five and that they hope to narrow it down to two after the interviews have been completed. Mr. Johnson advised that Phase I of the Safe Routes to School Project is approximately 90% complete and advised of some additional items that are being addressed. He spoke briefly about what might be expected for the Safe Routes to School Project along Lake Street. He added that they may have a change order or a new contract in the future related to adding sidewalks along Huffman also. Mr. Johnson also spoke about the Park entry road design and the easement in conflict and how they will be resolving the issue and moving forward.

- ## **H. 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.

- 4. Discuss, consider and take action on a request from the neighbors on Meadow Lane for a temporary closure of portion of Meadow Lane for an Aspen Park Community Party to be held on Saturday, September 7, 2014.**
- 5. Discuss, consider and take action on approval of a contract with the North Texas Library Consortium (“NTLC”) for the Krum Public Library.**

City Secretary Andrea Dzioba advised that the date on Item No. 4 should have read “Saturday, September 6, 2014”.

Councilmember Rodriguez made a motion to approve the consent agenda with the date change to Item No. 4 as noted with a second by Councilmember Vincent.

The following votes were cast:

Ayes:	Vincent, Beall, Diviney, Wilkes, Rodriguez
Nays:	None
Absent:	None

The motion carried unanimously.

I. REGULAR AGENDA ITEMS

- 6. Hold a public hearing on a proposal to consider a tax rate, which will exceed the lower of the rollback rate or the effective tax rate and will increase total tax revenues from properties on the tax roll in the preceding tax year by 12.74%.**

Mayor Wilson opened the public hearing. There were no individuals present to speak during the public hearing.

Mayor Wilson closed the public hearing.

Councilmember Nick Vincent asked for clarification of the 12.74% figure. Councilmember Rodriguez explained the 12.74% calculation.

7. Hold a public hearing to receive community input on the FY 2014-2015 Proposed Budget.

Mayor Wilson opened the public hearing. There were no individuals present to speak during the public hearing.

Mayor Wilson closed the public hearing.

8. Discuss, consider and take action to approve the repair of failed storm gutters (bird baths) located in the Aspen Park Subdivision.

Public Works Director Mark Patterson made a presentation related drainage issues on North Point and the possible future installation of a concrete flume. He advised that the railroad has requested an engineering plan and that he will have a time line available to the City Council at the next City Council meeting.

Mr. Patterson also made a presentation related to the failed storm gutters (bird baths) located in the Aspen Park Subdivision. He would like to use street finds in the \$7,000 to \$9,000 range to repair the failed storm gutters.

Mr. Gary Bowman, 5106 Mountain View Drive, read a letter from Tim Schoendorf of Coldwell Banker related to failed storm gutters in the Aspen Park Subdivision. He expressed his concerns about the constant standing water.

Mr. Lucas Bailey, 5108 Mountain View Drive, showed the City Council on his phone of a photo taken earlier that day.

Discussion was held by the City Council related to the standing water in the Aspen Park Subdivision as well as the drainage issues on North Point.

Councilmember Beall made a motion to approve an amount not to exceed \$10,000 for the repair of failed storm gutters (bird baths) located in the Aspen Park Subdivision with a second by Councilmember Rodriguez.

The following votes were cast:

Ayes: Vincent, Beall, Diviney, Wilkes, Rodriguez
Nays: None
Absent: None

The motion carried unanimously.

9. Discuss, consider and take action on a RESOLUTION OF THE CITY COUNCIL OF THE CITY OF KRUM, TEXAS, APPOINTMENT ONE MEMBER TO THE BOARD OF MANAGERS OF THE DENCO AREA 9-1-1 DISTRICT.

Mr. Jim Carter, nominated by the Town of Copper Canyon for appointment to the Board of Managers of the Denco Area 9-1-1 District, spoke about his background and qualifications to serve on the Board of Managers of the Denco Area 9-1-1 District.

Councilmember Vincent made a motion to approve a RESOLUTION OF THE CITY COUNCIL OF THE CITY OF KRUM, TEXAS APPOINTING ONE MEMBER TO THE BOARD OF MANAGERS OF THE DENCO AREA 9-1-1 DISTRICT and appoint Mr. Jim Carter to the Board of Managers of the Denco Area 9-1-1 District with a second by Councilmember Wilkes.

The following votes were cast:

Ayes: Vincent, Beall, Diviney, Wilkes, Rodriguez
Nays: None
Absent: None

The motion carried unanimously.

10. Discuss, consider and take action on approval of an Interlocal Agreement with the City of Denton for the purchase of a 1999 KME Fire Truck and authorize the Mayor to execute all agreement documents regarding same on behalf of the City of Krum.

Fire Chief Ken Swindle made a presentation related to the Interlocal Agreement with the City of Denton for the purchase of a 1999 KME Fire Truck and provided some background information related to the 1999 KME Fire Truck and how it would benefit the City of Krum. He also provide information related to the 1972 American La France that would be given to the City of Denton as well as funds in the amount of \$12,500.00.

Councilmember Diviney made a motion to approve an Interlocal Agreement with the City of Denton for the purchase of a 1999 KME Fire Truck and authorize the Mayor to execute all agreement documents regarding same on behalf of the City of Krum with a second by Councilmember Rodriguez.

The following votes were cast:

Ayes: Vincent, Beall, Diviney, Wilkes, Rodriguez
Nays: None
Absent: None

The motion carried unanimously.

11. Discuss, consider and take action on a proposed oil and gas lease from Vantage Fort Worth Energy, LLC.

Councilmember Vincent made a motion to approve a proposed oil and gas lease from Vantage Fort Worth Energy, LLC with a second by Councilmember Wilkes.

The following votes were cast:

Ayes: Vincent, Beall, Diviney, Wilkes, Rodriguez
Nays: None
Absent: None

The motion carried unanimously.

12. Discuss, consider and take action on a proposed oil, gas, and mineral lease from EagleRidge Energy, LLC.

Councilmember Vincent made a motion to approve a proposed oil and gas lease from EagleRidge Energy, LLC with a second by Councilmember Wilkes.

The following votes were cast:

Ayes: Vincent, Beall, Diviney, Wilkes, Rodriguez
Nays: None
Absent: None

The motion carried unanimously.

Councilmember Rodriguez requested a short break. Mayor Wilson called a recess at 6:41 p.m. The meeting was called back to order at 6:54 p.m.

13. Discuss and review the FY 2014-15 Proposed Budget.

Councilmember Rodriguez advised that there were just some changes to the Administration budget based on information provided by City Secretary Andrea Dzioba. She advised that she looked again at the salary survey and removed Celina, Heath and Roanoke from the formulas. Councilmember Diviney suggested that maybe we should think about taking out the three lowest paying cities from the averages also.

Councilmember Rodriguez also looked at the cities that provided a range and recalculated with the midpoint instead of the minimum values given. Individuals on the right side of the spreadsheet would be given a 2% raise and individuals on the left side were given an amount to move them closer to the average. Councilmember Rodriguez advised that she took the differences by position and divided by five years. She has still provided a balanced budget because none of the recurring increases are paid from one-time funds.

Discussion was held by the City Council.

J. EXECUTIVE SESSION

At the request of Fire Chief Swindle, Mayor Wilson announced that the City Council would convene in executive session at 7:10 p.m.

After determining a quorum is present, the City Council will convene in executive session pursuant to Texas Government Code, Section 551.074 – Deliberate the appointment, employment, evaluation, reassignment, duties, discipline, or dismissal of a public officer or employee.

a. Fire Chief

After determining a quorum is present, the City Council will reconvene into regular session and take any action necessary pursuant to Texas Government Code Section 551.074.

The City Council reconvened into the open meeting at 7:55 p.m. No action was taken.

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.

I. REGULAR AGENDA ITEMS (continued)

13. Discuss and review the FY 2014-15 Proposed Budget.

Councilmember Diviney stated that if the Directors do not feel that the pay increases that have been included in the budget are sufficient then the Directors need to go back over their items and see if they have any funds that could be re-allocated towards salaries. Fire Chief Ken Swindle had concerns that some departments may not have funds available to move among their general ledger accounts. Mayor Wilson advised that the Library was able to locate funds to move to salaries within their budget.

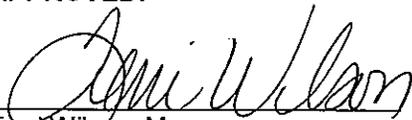
Extensive discussion was held by the City Council. City Council advised that the bottom line numbers on this proposed budget for each department are the parameters that need to be worked within.

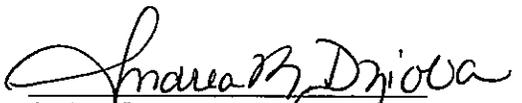
Department Heads were advised that they needed to get any information back to Councilmember Rodriguez so that she can include that information in the next proposed budget for the next meeting to be held on Monday, September 15, 2014.

K. ADJOURN

There being no further business, Mayor Terri Wilson adjourned the meeting at 8:12 p.m.

APPROVED:


Terri Wilson, Mayor


Andrea Dzioba, City Secretary