

BOARD OF ALDERMEN
SPECIAL MEETING MINUTES
December 1, 2016

The Board of Aldermen of the City of Marshfield, Missouri, met in a special session on Thursday, December 1, 2016, in Council Chambers at Marshfield City Hall.

CALL TO ORDER – Mayor Robert Williams called the meeting to order at 7:00 p.m.

ROLL CALL - Answering roll call were Mayor Robert Williams, East Ward Alderman Rob Foster and Jeremy Loftin and West Ward Aldermen Vicki Montgomery and Champ Herren.

MINUTES - Alderman Foster made a motion to approve the minutes of November 17, 2016. Alderman Loftin seconded the motion. The motion passed with four ayes. Voting aye: Foster, Loftin, Montgomery and Herren. Nay: None.

EXPENDITURES: Alderman Herren made a motion to approve expenditures. Alderman Montgomery seconded the motion. The motion passed with four ayes. Voting aye: Foster, Loftin, Montgomery and Herren. Nay: None.

BUDGET PRESENTATION - City Administrator John Benson stated the budget addresses the current and future needs of the community by addressing the critical needs to city operations that will allow the city to continue to provide quality services to our residents while also providing funding to plan for future services and infrastructure in the community. The budget builds upon past efforts by increasing the city's reserve funds that will help to ensure the city will be able to meet and address needs that may unexpectedly occur in the future.

BILL NO. 2016-51 AN ORDINANCE ADOPTING AN ANNUAL BUDGET FOR THE FISCAL YEAR BEGINNING ON JANUARY 1, 2017, AND APPROPRIATING FUNDS PURSUANT THERETO - Attorney Chuck Replogle read by title the proposed Ordinance adopting an annual budget for the fiscal year beginning on January 1, 2017, and appropriating funds pursuant thereto.

Alderman Herren made a motion to approve the reading of the proposed Ordinance. Alderman Montgomery seconded the motion. The motion passed with a roll call vote. Voting aye: Foster, Loftin, Montgomery and Herren. Nay: None.

Alderman Foster made a motion to approve the reading of the proposed Ordinance. Alderman Montgomery seconded the motion. The motion passed with a roll call vote. Voting aye: Foster, Loftin, Montgomery and Herren. Nay: None.

ESTABLISH BUDGET FOR ACTIVITY CENTER PROJECT – City Administrator John Benson stated the City has consulted with Joe Kinder from George K. Baum on the financing of this project. Based upon discussions with Mr. Kinder, it is proposed that the project be financed through the issuance of Certificates of Participation (COP). To help establish a project budget Mr. Kinder has prepared six financing scenarios for the Board of Aldermen to review. The following are the scenarios:

Scenario 1: \$290,000 Annual Debt Service (110% D.S. Coverage) with 20-year Amortization

- Construction & Design Funding: \$3,867,072
- Estimated Annual Remaining Funds for Operation and Maintenance Costs: \$360,000

Scenario 2: \$290,000 Annual Debt Service (110% D.S. Coverage) with 25-year Amortization

- Construction & Design Funding: \$4,375,016
- Estimated Annual Remaining Funds for Operation and Maintenance Costs: \$360,000

Scenario 3: \$325,000 Annual Debt Service with 20-year Amortization

- Construction & Design Funding: \$4,358,976
- Estimated Annual Remaining Funds for Operation and Maintenance Costs: \$325,000

Scenario 4: \$325,000 Annual Debt Service with 25-year Amortization

- Construction & Design Funding: \$5,153,340
- Estimated Annual Remaining Funds for Operation and Maintenance Costs: \$325,000

Scenario 5: \$400,000 Annual Debt Service with 20-year Amortization

- Construction & Design Funding: \$5,461,801
- Estimated Annual Remaining Funds for Operation and Maintenance Costs: \$250,000

Scenario 6: \$400,000 Annual Debt Service with 25-year Amortization

- Construction & Design Funding: \$6,329,841
- Estimated Annual Remaining Funds for Operation and Maintenance Costs: \$250,000

The Board of Aldermen agreed that Scenario #4 would be a good option.

APPROVAL OF I-44 STUDY LOCATION - The I-44 Study Committee met on November 21, 2016 to review the I-44 interchange location study and made a recommendation to the Board of Aldermen to approve the report and use the recommended location of Marshall Street corridor as the next interchange location.

Alderman Herren made a motion to approve the recommendation of the I-44 Study Committee. Alderman Montgomery seconded the motion. The motion passed with three ayes. Voting aye: Herren, Loftin and Montgomery. Nay: None. Abstain: Foster.

APPROVAL OF PAYMENT IN LIEU OF TAXES (PILOT) FOR WATER AND WASTE

WATER – City Administrator John Benson stated some cities in the State of Missouri have adopted a payment in lieu of taxes (PILOT) fee that is assessed to their respective city provided utilities. The PILOT proposed would apply to the city's water and waste water utilities. If adopted the water and waste water utilities would be required to collect Payment-in-Lieu-of-Tax (PILOT), an amount equal to the taxes that would be charged for utilities if the water and waste water utilities were privately owned. These funds would then be transferred to the City of Marshfield's General Fund to be used for police, fire and other services provided by the General Fund.

The PILOT proposed is based upon the City's franchise fees, which range from 3% for electric and 5% for gas and telephone. Staff is recommending a 5% PILOT of the Water and Waste Water services.

Alderman Herren made a motion to approve the PILOT of 5% for water and waste water services. Alderman Foster seconded the motion. The motion passed with four ayes. Voting aye: Foster, Loftin, Montgomery and Herren. Nay: None.

BILL NO. 2016-52 AN ORDINANCE ADDING A CHAPTER 726 TO THE CITY OF MARSHFIELD'S CODE BEING A SECTION ESTABLISHING A PAYMENT IN LIEU OF TAXES TO THE GENERAL FUND FROM THE MUNICIPAL WATER AND SEWER DEPARTMENTS AND ESTABLISHING THE EFFECTIVE DATE THEREOF - Attorney Chuck Replogle read by title the proposed Ordinance adding a Chapter 726 to the City of Marshfield's code being a section establishing a payment in lieu of taxes to the general fund from the municipal water and sewer departments and establishing the effective date thereof.

Alderman Herren made a motion to approve the reading of the proposed Ordinance. Alderman Loftin seconded the motion. The motion passed with a roll call vote. Voting aye: Foster, Loftin, Montgomery and Herren. Nay: None.

Alderman Loftin made a motion to approve the reading of the proposed Ordinance. Alderman Foster seconded the motion. The motion passed with a roll call vote. Voting aye: Foster, Loftin, Montgomery and Herren. Nay: None.

CLOSED SESSION – PURSUANT TO SECTION 610.021.2 OF THE REVISED STATUTES OF THE STATE OF MISSOURI PERTAINING TO LEASING, PURCHASE OR SALE OF REAL ESTATE

- Alderman Herren made a motion to enter into closed session Pursuant to Section 610.021.2 of the Revised Statutes of the State of Missouri pertaining to leasing, purchase or sale of real estate at 8:47 p.m. Alderman Loftin seconded the motion. The motion passed in a roll call vote with four ayes. Voting aye: Foster, Loftin, Montgomery and Herren. Nay: None.

Discussion was held. No action was taken.

Alderman Montgomery made a motion to enter regular session at 8:58 p.m. Alderman Loftin seconded the motion. The motion passed in a roll call vote. Voting aye: Foster, Loftin, Montgomery and Herren. Nay: None.

ADJOURN – With no other business appearing before the Board of Aldermen, Alderman Herren made a motion to adjourn the meeting at 8:59 p.m. Alderman Loftin seconded the motion. The motion passed with four ayes. Voting aye: Foster, Loftin, Montgomery and Herren. Nay: None.

Robert Williams, Mayor

ATTEST:

Karen Rost, City Clerk