

REGULAR MEETING

LOUDON CITY COUNCIL

July 16, 2012

The regular meeting of the Loudon City Council was held on July 16, 2012 in the Council Meeting Room. The meeting was called to order at 7:30 P.M. Those present were: Mayor Judy Keller, Council Members Mike Cartwright, Judy Jones, Lynn Millsaps and Jimmy Parks. Also present were City Attorney Joe Ford, City Manager Lynn Mills and City Recorder Stephanie Putkonen. The press was represented by Vicky Newman with the *News Herald*. Stephanie Smallen video recorded the meeting for LCTV3. There were nineteen people present.

Mayor Keller held the invocation. Councilmember Cartwright led the Pledge of Allegiance to the Flag of the United States of America.

Mayor Keller asked if council members had a chance to review the minutes of the regular meeting held on June 18, 2012. **A motion was made by Councilmember Cartwright, seconded by Councilmember Parks and unanimously passed to approve as written the minutes of the regular meeting held on June 18, 2012.**

Council considered the administrative approval of the purchase of gasoline (\$2.5987 per gallon) and diesel fuel (\$2.721 per gallon) on June 28, 2012 from the low bidder Rogers Petroleum. **A motion was made by Councilmember Millsaps, seconded by Councilmember Cartwright and unanimously passed to administratively approve the purchase of gasoline (\$2.5987 per gallon) and diesel fuel (\$2.721 per gallon) on June 28, 2012 from Rogers Petroleum Company.**

Mayor Keller welcomed the visitors and asked if anyone had anything to bring before council that did not appear on the agenda. There were no comments or questions.

Mayor Keller presented an ordinance for first reading to approve an amendment to the intergovernmental agreement continuing the Planning Office for fiscal year 2011-2012. A motion was made by Councilmember Millsaps, seconded by Councilmember Parks that the following ordinance be passed on first reading:

**APPROVING AMENDMENT TWO TO THE INTERGOVERNMENTAL
AGREEMENT CONTINUING THE PLANNING AND COMMUNITY
DEVELOPMENT DEPARTMENT**

Upon a vote, the AYES were: Millsaps, Parks, Cartwright, Jones and Keller. There were no NAY votes. Mayor Keller declared the ordinance passed on first reading.

Mayor Keller presented an ordinance for first reading to approve an amendment to the intergovernmental agreement continuing the Planning Office for fiscal year 2012-2013. A motion was made by Councilmember Cartwright, seconded by Councilmember Jones that the following ordinance be passed on first reading:

**APPROVING AMENDMENT THREE TO THE INTERGOVERNMENTAL
AGREEMENT CONTINUING THE PLANNING AND COMMUNITY
DEVELOPMENT DEPARTMENT**

Upon a vote, the AYES were: Cartwright, Jones, Millsaps, Parks and Keller. There were no NAY votes. Mayor Keller declared the ordinance passed on first reading.

Mayor Keller presented a resolution to amend the Debt Management Policy by adding a statement concerning the refunding of variable rate debt. A motion was made by Councilmember Jones, seconded by Councilmember Cartwright that the following resolution be passed:

RESOLUTION NO. 2012-25

**RESOLUTION AMENDING THE DEBT MANAGEMENT POLICY
OF THE CITY OF LOUDON**

Upon a vote, the resolution was unanimously passed.

Mayor Keller presented a resolution authorizing the issuance of refunding bonds in an amount not to exceed \$7,500,000. Manager Mills said that the letter from the Comptroller's Office of State and Local Finance as well as the report from the Director of the Office of State and Local Finance must be included as Exhibit A to the resolution. A motion was made by Councilmember Cartwright, seconded by Councilmember Parks that the following resolution be passed:

RESOLUTION NO. 2012-26

A RESOLUTION AUTHORIZING THE ISSUANCE OF GENERAL OBLIGATION REFUNDING BONDS IN THE AGGREGATE PRINCIPAL AMOUNT OF NOT TO EXCEED \$7,500,000 OF THE CITY OF LOUDON, TENNESSEE; MAKING PROVISION FOR THE ISSUANCE, SALE AND PAYMENT OF SAID BONDS; ESTABLISHING THE TERMS THEREOF AND THE DISPOSITION OF PROCEEDS THEREFROM AND PROVIDING FOR THE LEVY OF TAXES FOR THE PAYMENT OF PRINCIPAL OF, PREMIUM, IF ANY, AND INTEREST ON THE BONDS.

Upon a vote, the resolution was unanimously passed.

Council considered authorizing the repair of the roof on the post office building. Manager Mills explained that the insurance company had the roof inspected. It was determined it had been damaged by storms and the insurance company authorized its replacement. He said the insurance company would select the contractor. The insurance payment would be issued to the city and the city would have to pay the contractor. A motion was made by Councilmember Millsaps, seconded by Councilmember Jones that the following resolution be passed:

RESOLUTION NO. 2012-27

AUTHORIZING THE ROOF REPAIR FOR THE LOUDON POST OFFICE BUILDING

Upon a vote, the resolution was unanimously passed.

Council considered approving Patty Construction, Inc. to repair and pave a portion of Roberts Road. The contract amount was \$41,850. (The other proposal received was from Rogers Group in the amount of \$42,450.) A motion was made by Councilmember Parks, seconded by Councilmember Cartwright that the following resolution be passed:

RESOLUTION NO. 2012-28

APPROVING THE REPAIR AND PAVING OF A PORTION OF ROBERTS ROAD

Upon a vote, the resolution was unanimously passed.

Manager Mills asked for direction from the mayor and council concerning the replacement of the 2006 Mack garbage truck. He said this was the truck used to dump commercial and residential dumpsters. He said the net cost of its replacement would be between \$135,000 and \$145,000. The 2006 model could be sold or traded to offset some of the cost. The funding would have to come from fund balance as it was not included in the budget.

He added that other options to consider were: the establishment of garbage collection fees, getting out of dumpster collections or continue funding out of the tax rate.

The mayor and council concurred that they wanted to stay in the business and to start the process to purchase a new truck.

There was a discussion regarding whether to continue to provide the two School Resource Officers (SRO) for the county schools located within the city limits. Manager Mills explained that he contacted Director of Schools Jason Vance at the first of the year with the request of \$60,000 (a \$30,500 increase). He added that the city's cost for the two officers was approximately \$157,000. He did not receive a response from Vance until June and it was for an increase of \$3,500 per year for three years. He said the School Board Chairman had presented a counter proposal to fund one officer at Loudon High School with secondary responsibilities at Loudon Elementary and Ft. Loudoun Middle Schools for \$33,000.

After considerable discussion, a motion was made by Councilmember Millsaps, seconded by Councilmember Jones to not supply School Resource Officers unless 100% of the cost was reimbursed.

Upon a vote, the AYES were Millsaps and Jones, the NAYS were Cartwright, Parks and Keller.

Mayor Keller declared the motion failed.

Mayor Keller asked School Board Member Van Shaver to tell the Board that she would not support continuing to provide the SRO officers unless the county or the school board is willing to pay the \$60,000 that was requested.

Mayor Keller recommended Dr. Bud Guider and Amy Millsaps be reappointed to the Recreation Advisory Committee. **A motion was made by Councilmember Millsaps, seconded by Councilmember Parks and unanimously passed to reappoint Dr. Bud Guider (term expires 6/30/2015) and Amy Millsaps (term expires 6/30/2014) to the Recreation Advisory Committee.**

Mayor Keller scheduled the public hearing for amendment two to the intergovernmental agreement continuing the Planning and Community Development Department for 7:20 P.M. and at 7:25 for amendment three. Both hearings will be held prior to the regular meeting scheduled for August 20, 2012.

Manager Mills reported that as a result of the 2010 census, the City of Loudon is now part of the Knox Regional Planning Area. There may be some funds available for street projects.

Manager Mills reported that Cody Hudson had asked to repurchase a piece of property on Elizabeth Lee Parkway. The property consists of approximately .38 acres. She currently owns the property behind it and has access via an easement. After some discussion, it was the consensus of the council that the land was not needed and to base the sale price on the recent price per acre paid by Tennessee Packaging, which would be \$5,778. Formal action was deferred.

There being no further business, Mayor Keller adjourned the meeting at 9:05 P.M.

Recorder

Mayor