

MINUTES OF
REGULAR COUNCIL MEETING
OCTOBER 17, 1989

CALL TO ORDER:

The Regular Meeting of the Galena City Council was called to order Tuesday, October 17, 1989 at 7:00 P.M. in the Council Chambers with Thomas Y. Allen, Mayor, presiding.

ROLL CALL:

Roll Call indicated the following council members present; Poelma, Hayes, King, Moran, Fitzer, Tipton, Miller.

ABSENT: Little, Qualls, Byrd

MINUTES:

Moved by Poelma, seconded by Hayes to approve and place on file the minutes of the Regular Council Meeting of October 3, 1989. Motion declared carried.

ABSTAIN: Fitzer

SR CITIZENS MINUTES:

Mayor Allen noted that the minutes of the Sr. Citizens Board were not submitted by Edith Abbey as typed on the copies but by the Sr. Citizen Board.

Moved by Poelma, seconded by King to place on file the minutes of the Sr. Citizens Board meeting of October 5, 1989 as amended. Motion declared carried.

PLANNING & ZONING MINUTES:

Moved by Poelma, seconded by Miller to place on file the minutes of the Planning & Zoning Commission meeting of October 3, 1989. Motion declared carried.

NAY: King

PLANNING & ZONING APPOINTMENTS:

Moved by King, seconded by Poelma to accept the recommendation of the Planning & Zoning Commission and appoint Jim Montee to a 3 year term on the Planning and Zoning Commission. Motion declared carried.

Moved by King, seconded by Poelma to accept the recommendation of the Planning & Zoning Commission and appoint Albert Anderson to a 3 year term on the Planning and Zoning Commission. Motion declared carried.

Moved by King, seconded by Miller to accept the recommendation of the Planning & Zoning Commission and appoint Dena Douffet to a 3 year term on the Planning & Zoning Commission. Motion declared carried.

2ND PUBLIC HEARING FOR CDBG FOR ECONOMIC DEVELOPMENT:

Mayor Allen opened the public hearing for public comment on the city applying for grant funds for economic development under the Small Cities CDBG program. He explained that these funds are available for the city to loan to companies who are interested in starting a business or expanding. He asked if there was anyone present who had a comment or a question.

Duane Snapp of Tri State Recycling and Transfer requested the city apply for a grant for a loan to his company to construct a recycling and transfer plant on the East city limits just North of Old Highway 66. He is requesting a \$300,000 loan with his company proving the balance of the funds. He would construct a 35,000 square foot building of concrete and

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steel building which when complete would have a value of \$2.2 million. It would be constructed on 22 acres of land. He would employ 18 to 20 people and have a payroll of \$250,000 to \$300,000 annually. He gave council members copies of his proposal.

Mayor Allen asked if anyone else had a request for this round of grant funds or any questions concerning this company or the grants. He also asked for any comments.

There being no further questions or comments, Mayor Allen closed the public hearing.

CDBG APPLICATION:

Moved by Fitzer, seconded by Miller to apply for a \$300,000 CDBG to be loaned to Tri State Recycling. Motion declared carried.

RESOLUTION 89-22:

Moved by King, seconded by Miller to approve Resolution 89-22 authorizing the filing of an application for funding the 1989 Small Cities Economic Development Grant Program under the Housing and Community Development Act. Motion declared carried.

RESOLUTION 89-23:

Moved by King, seconded by Poelma to approve Resolution 89-23 pledging residential anti-displacement and a relocation assistance plan as required pursuant to section 104(d) of the Housing and Community Development Act of 1974, as amended. Motion declared carried.

TRI STATE RECYCLING LOAN TERMS:

Joan Cleland of the Institute for Economic Development who is assisting Tri State Recycling and the city in the preparation of the CDBG application presented information on the repayment terms of the loan should the application be accepted.

Moved by Miller, seconded by Fitzer, to accept her recommendation of a 15 year term loan with a 13½ year amortization schedule. Interest to be due as the money is drawn and is escrowed for 18 months until principal payments begin. Interest at 8% per annum with a 2nd on Real Estate as collateral. The repayment and interest will be returned to KDOC. Motion declared carried.

VACATION:

Moved by Poelma, seconded by King to approve vacation for Rex Gandy from November 13 through November 17. Motion declared carried.

FALL CLEAN UP DAYS:

Moved by King, seconded by Poelma to have special trash route on October 28 and November 4 for Fall Clean Up. Motion declared carried.

RESIGNATION:

Chief Collins was unable to attend the meeting as he was in school. Officer Hentz read a letter from Chief Collins informing the council of the resignation of Diane Hagerman and recommending the appointment of Debra Webb as dispatcher.

Moved by King, seconded by Miller to accept the resignation of Diane Hagerman as dispatcher effective October 13, 1989. Motion declared carried.

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DISPATCHER APPOINTMENT:

Moved by King, seconded by Poelma to elevate Debra Webb from relief dispatcher to dispatcher. Motion declared carried.

VACUUM CLEANER:

Byrd was unable to attend this meeting. Tom Noe, building custodian, was asked to address Mr. Byrd's item on the agenda.

Mr. Noe stated the city was needing a new vacuum cleaner which would clean the carpeting more thoroughly. He has not obtained any prices but recommended a Kirby.

Mr. Noe to obtain prices and report back to the next regular meeting.

CLERK'S SCHOOL:

Moved by Fitzer, seconded by Miller to allow the City Clerk to attend Clerk's School November 5 through 12 and pay her expenses. Motion declared carried.

LEAK ADJUSTMENT ON WATER:

Poelma asked the council if leak adjustments could be made on water bills for persons who were affected by the major leak in Spring Grove and on South Wood Street. It was several days after the leak was repaired before the water cleared and did not have to be run to clear before use.

It was decided this would set a precedence and should not be done.

WATER TOWER:

MidWest Tank had photographed the water tower both inside and outside. The estimate for repairing and cleaning the tank inside and out was approximately \$50,000. This was tabled until next council meeting.

FHA MEETING:

Mayor Allen reminded the council members of the meeting at 10:00 A.M. on October 18 with FHA, Mid Kansas Engineering, and Regional Planning. He had contacted Jim Ellis of KDHE and he could see no objection to the city using the CDBG funds already approved to build the smaller lift station and also to continue working with FHA to obtain a grant/loan for the replacement of sewer lines. and to solve the inflow/infiltration problem. This would allow the city to use the grant funds and complete this project before delays would cause loss of the funds. He asked if the council had any objections to proceeding along this plan. There was none.

509 GALENA AVE:

The city inspector stated that work is progressing on this property. He is working with Mr. Atkins on this.

AMBULANCE BARN:

The ambulance association requests property just North of City Hall, 100 by 100 for a building which would be 60 by 30 by 60 feet.

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Moved by Fitzer, seconded by Miller to grant the Ambulance Association a lot 100 X 100 feet with a clause that the property reverts back to the city should the ambulance service cease using it and to start core drilling on the property. Motion declared carried.

ABSTAIN: King

APPROPRIATION ORDINANCE 89-10: Moved by King, seconded by Hayes to approve Appropriations Ordinance 89-10 in the amount of \$43,443.99. Motion declared carried.

PAYROLL ORDINANCE 89-23: Moved by Poelma, seconded by Hayes to approve Payroll Ordinance 89-23 in the amount of \$8,056.60 plus \$605.05 FICA. Motion declared carried.

PAYROLL ORDINANCE 89-23A: Moved by Miller, seconded by Poelma to approve Payroll Ordinance 89-23A in the amount of \$9,032.98 plus \$678.40 FICA. Motion declared carried.

ADJOURNMENT: Moved by Hayes, seconded by Poelma to adjourn the Regular Meeting of the Galena City Council. Motion declared carried.

Thomas Y. Allen.

 Thomas Y. Allen, Mayor

ATTEST:

Jeanie Holstrom

 Jeanie Holstrom, City Clerk

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