

MINUTES OF  
GALENA CITY COUNCIL  
SPECIAL MEETING  
TUESDAY, MARCH 13, 1990

CALL TO ORDER:

The Special Meeting of the City Council was called to order by Mayor Thomas Y. Allen at 5:00 P.M. on Tuesday, March 13, 1990 in the Council chambers. The purpose of the meeting being to discuss sewer project funding.

ROLL CALL:

Roll Call indicated the following Councilmembers present: Poelma, Hayes, Little, King, Fitzer, Tipton, Miller. Absent: Qualls, Byrd, Moran.

SEWER PROJECT:

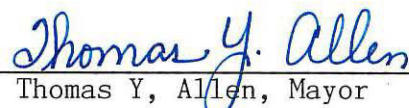
Mayor Allen discussed need to make repairs on sewer to stop a bypass which is not acceptable to State. Bypass has existed approximately 10-11 years. Present at the meeting were Rick Baer from Mid Kansas Engineering, Dave Malone representing the bonding company of Cooper, Malone, McClain, Inc., Dale Yeager representing FmHA and Rex Heape representing KDHE.

Baer presented 2 projects for the council to consider. Project #1 would be to install a pump station, force main and modify lagoons and replace older lines in the system in the downtown area. Total cost of project being \$3,183,639.00. Project # 2 would be installation of a larger lift station only at a total cost of \$1,173,480.00. Baer then discussed ways of funding the project including grants and loans. Using a rate increase on sewer charges to repay bonds.

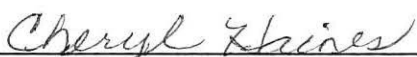
Motion was made by King, seconded by Miller to approve Project #1 which would be to replace old sewer lines as needed, install another pump station force main and modify lagoons at a cost of \$3.1 million, and to fund it with a grant from FmHA for \$1,057,000.00 and a revenue bonds for \$1,854,3000.00 which would be repaid by a sewer rate increase with a variable rate of \$4.00 plus \$1.03 per 1,000 gallons based on water usage. Roll Call vote indicated 5 yeas- Little, King, Fitzer, Tipton, & Miller. 2 nays- Poelma & Hayes. 3 absent. Byrd, Qualls, & Moran. Mayor Allen indicated he would vote yes. Motion declared carried.

Dave Malone requested consideration to come back to discuss a financial advisory contract with the council for the Revenue Bonds.

Moved by Miller, seconded by Poelma to adjourn the special meeting of the City Council. Motion declared carried.

  
Thomas Y, Allen, Mayor

ATTEST:

  
Cheryl Haines, Asst. City Clerk

(SEAL)