

March 1, 2004
Council Chambers
City Hall
Tipton, Iowa

The City Council of the City of Tipton, Cedar County, Iowa, met in Regular Session at 7:00 p.m. Mayor Young called the meeting to order. Upon roll being called the following named council members were present: Eaton, Kepford, McGlaughlin, Starr, Stonerook. Also present Schrad and Foley. Visitors: Hakeman, Fletcher, Hembry, Boldt, Packwood and the press.

AGENDA: Motion by Eaton, seconded by Stonerook to approve the agenda as presented. Motion carried by the following vote:

Aye: Eaton, Kepford, McGlaughlin, Starr, Stonerook
Nay: None

CONSENT AGENDA: Motion by Kepford, seconded by Eaton to approve the following:

1. Minutes from the previous meeting.
2. Monthly water Report.
3. Following list of claims.

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|--------------------------|----------|
| ABC FIRE PROTECTION | 22.27 |
| ACTION SEWER & SEPTIC | 490.00 |
| BURBACH AQUATICS | 96244.37 |
| CEDAR COUNTY AUTO PARTS | 408.61 |
| CENTRAL IA TRAINING | 25.00 |
| CITY PETTY CASH | 43.64 |
| ELECTRONIC ENGINEERING | 32.35 |
| ELLIOTT EQUIPMENT | 29.78 |
| FINANCIAL ADJUSTMENT | 175.06 |
| FLETCHER-REINHARDT | 902.83 |
| FOSTER COACH SALES | 130.00 |
| FRIENDS OF THE ANIMALS | 300.00 |
| G&K SERVICES | 79.62 |
| GORTON COMMUNICATIONS | 281.88 |
| GOVCONNECTIONS INC. | 165.00 |
| GRAINGER, INC. | 822.92 |
| HEALTH CONSULTANTS | 248.28 |
| JOHNSON COUNTY AMBULANCE | 150.00 |
| LAWSON PRODUCTS | 131.59 |
| MEC CONSTRUCTION | 525.00 |
| MIDWEST WHEEL | 207.36 |
| NATIONAL WATERWORKS | 7822.50 |
| OFFICE DEPOT | 56.36 |
| PITNEY BOWES | 88.22 |
| PRAXAIR DISTRIBUTION | 36.78 |
| PRICE OIL/WILTON | 1111.67 |
| SADLER POWER TRAIN | 27.72 |
| SKARSHAUG TESTING | 81.20 |
| SORIS FINANCIAL | 49.65 |
| SPHAN & ROSE | 80.43 |
| TIPTON STRUCTURAL | 128.20 |
| WALMART COMMUNITY | 127.13 |
| WASTE MANAGEMENT | 595.00 |

WENDLING QUARRIES
XEROX CORPORATION

625.69
1061.57

Motion carried by the following vote:

Aye: Eaton, Kepford, McGlaughlin, Starr, Stonerook
Nay: None

PUBLIC HEARING: Mayor Young opened the Public Hearing on the FY2004-2005 City Budget. City Manager Schrad gave a brief presentation to those in attendance. With no oral or written objections, Mayor Young closed the Public Hearing. Motion was made by Eaton and seconded by Starr to adopt the FY2004-2005 Tipton City Budget and certify it with the County Auditor as required by law. Upon roll call the vote was:

Aye: Eaton, Kepford, McGlaughlin, Starr, Stonerook
Nay: None

ANNUAL 1% ELECTRIC RATE ADJUSTMENT: In a letter from Electric Superintendent Packwood to City Manager Schrad, Packwood states, that according to Title II Public Services, that this Title provides for an annual 1% rate increase. Packwood says the effect of this 1% increase to the average residential customer ranges from \$0.47 per month in the fall to \$0.84 per month in the summer. The total average increase for residential customers would be \$7.11.

Packwood recommends that the Council allow the automatic 1% rate increase to be implemented as provided by ordinance effective April 1, 2004. Council was in agreement.

ANNUAL ELECTRIC PURCHASE PRICE ADJUSTMENT(PPA): In another letter from Electric Superintendent Packwood to City Manager Schrad, Packwood states that also according to Title II Public Services that this Title mandates a review of the Cost of Purchased Power Index at this time each year with any PPA to be come effective with the first billing cycle in April.

The new PPA is an increase of \$.00146 over the April 1, 2003 PPA. The primary reason for this increase was the unscheduled outage of Louisa Generating Station during April and May of 2003 resulting in higher maintenance costs, and lost production.

The effect of this higher PPA to the average residential customer ranges from \$0.78 per month in the spring to \$1.36 per month in the summer. The total average annual increase for residential customers would be \$12.20. Packwood is recommending a PPA of \$0.00551 to be implemented April 1, 2004. Council was in agreement.

PAYMENT NO.8, GENERAL CONSTRUCTORS: Motion by Kepford, seconded by Stonerook to approve contract payment No.8 in the amount of \$88,800.88 to General Constructors for work completed on Tipton Wastewater Improvements. Motion carried by the following vote:

Aye: Eaton, Kepford, McGlaughlin, Starr, Stonerook
Nay: None

PAYMENT NO.3, CONNOLLY CONSTRUCTION: Motion by Stonerook, seconded by Starr to approve contract payment No.3 in the amount of \$61,039.63 to Connolly Construction for work completed on the Division 1, Northwest Sewer Extension. Motion carried by the following vote:

Aye: Eaton, Kepford, McGlaughlin, Starr, Stonerook
Nay: None

CHANGE ORDER NO.2, CONNOLLY CONSTRUCTION: Motion by Starr, seconded by McGlaughlin to approve Change Order No.2 to Connolly Construction for work being performed on the Division 1, Northwest Sewer Extension. The amount of the change order is a decrease of \$8319.10. Motion carried by the following vote:

Aye: Eaton, Kepford, McGlaughlin, Starr, Stonerook
Nay: None

COUNCIL MEETING CHANGE: The next regularly scheduled Tipton City Council meeting will be Monday, March 22, 2004 at 7:00 p.m.

ADJOURN: With no further business to come before the council, motion was made by Starr and seconded by Stonerook to adjourn. Motion carried by the following vote:

Aye: Eaton, Kepford, McGlaughlin, Starr, Stonerook
Nay: None

Mayor

ATTEST: _____
City Clerk

REVENUE RECEIVED – JANUARY 2004

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|---------------------------|-----------|
| PROPERTY TAXES | 4613.49 |
| LICENSES & PERMITS | 294.00 |
| USE OF MONEY AND PROPERTY | 24780.03 |
| INTERGOVERNMENTAL | 20322.33 |
| CHARGE FOR SERVICE | 529968.89 |
| MISCELLANEOUS | 67998.68 |
| TOTAL | 647977.42 |