

May 5, 2008
Council Chambers
City hall
Tipton, Iowa

The City Council of the City of Tipton, Cedar County, Iowa, met in Regular Session at 5:30 p.m. Mayor Kepford called the meeting to order. Upon roll call the following named council members were present: Anderson, McGlaughlin, Johnson, Klemme. Absent: Wethington. Also present: Boldt, Foley, Nash, Hakeman, Smith, Fletcher, Penrod, Alden. Visitors: Several visitors and the press were also in attendance.

AGENDA: Motion by McGlaughlin, seconded by Johnson to approve the agenda as presented. Upon roll call the vote was:

Aye: Anderson, McGlaughlin, Johnson, Klemme
Nay: None
Absent: Wethington

COMMUNICATIONS:

Unscheduled – None

CONSENT AGENDA: Motion by Anderson, seconded by Klemme to approve the consent agenda which included Minutes from the previous meeting. Upon roll call the vote was:

Aye: McGlaughlin, Johnson, Klemme, Anderson
Nay: None
Absent: Wethington

RESOLUTION CALLING FOR ELECTION: City Manager Boldt gave a brief summary on the proposal that the fire department has presented for the construction of the new fire station in the amount of \$1,900,000. Boldt also presented the council with three proposed General Obligation Fire Station Bonds that could be considered by the council if the bond referendum passes. After further discussion between Boldt and the council, the Mayor asked for approval of Resolution No. 050508A. It was moved by Anderson and seconded by Johnson to approve Resolution No. 050508A which is a Resolution calling an election on the proposition to enter into a loan agreement and borrow money in an amount not exceeding the amount of \$1,900,000 for the purposes of paying the cost, to that extent, of constructing, furnishing and equipping a new fire station. Upon roll call the vote was:

Aye: Johnson, Klemme, Anderson, McGlaughlin
Nay: None
Absent: Wethington

CLAIMS LIST: Motion by Klemme, seconded by Anderson to approve the following list of claims:

ABC FIRE PROTECTION	45.13
ALBAUGH PHC	68.32
ALCOPRO	73.00
ALL AMERICAN CONCRETE	7500.00
ALLIANT ENERGY	195.50
ANDREW JENKINS CONSTRUCTION	500.00
ARAMARK	143.62
BOWIE EQUIPMENT	78.00

CITY ELECTRIC SUPPLY	406.11
CLIFTON GUNDERSON	1620.00
D&N FENCE	570.00
DENDINGER, ATTORNEY	285.00
ENERGY ECONOMICS	43.31
ETS DEVELOPMENT GROUP	1065.90
FARM PLAN CORPORATION	763.93
FINANCIAL ADJUSTMENT BUREAU	556.88
FLETCHER-REINHARDT	77.04
FRIENDS OF ANIMALS	450.00
GREAT WESTERN SUPPLY	817.00
HOLIDAY INN	321.00
IOWA ASSOCIATION	105.00
IOWA PRISION INDUSTRIES	96.00
KOBER ELECTRIC	4000.00
LYNCH'S EXCAVATING	5371.48
M&K ELECTRIC	62.80
MATT PARROTT	898.08
MIDWEST SAFETY CONSELORS	13.78
MISC. VENDOR	20.00
MUNICIPAL SUPPLY	6620.00
NORTHWEST MECHANICAL	350.00
OLDEROG WHOLESALE	2018.58
PRAXAIR DISTRIBUTION	47.96
RADIO COMMUNICATIONS	680.90
RESCO	697.06
RK DIXON	17.09
RVM LANDSCAPING	975.00
SCHIMBERG	518.45
SEATASEA WATERSPORTS	175.00
SENECA COMPANIES	3200.00
SPAHN & ROSE	679.59
TERRY DURIN CO.	1611.23
TIPTON CONSERVATIVE	10.00
TIPTON GREENHOUSE	108.80
UNIFORM DEN	156.05
UTILITY EQUIPMENT	719.20
WALMART COMMUNITY	78.35
WENDLING QUARRIES	679.83
CITY ONE CARD PURCHASES	6895.63

Upon roll call the vote was:

Aye: Klemme, Anderson, McGlaughlin, Johnson
Nay: None
Absent: Wethington

PAY APPLICATION-PATH CONSTRUCTION: Motion by Anderson, seconded by McGlaughlin to approve pay application number 3 in the amount of \$27,480.65 to Path Construction for work completed on new airport hanger. Upon roll call the vote was:

Aye: Anderson, McGlaughlin, Johnson, Klemme
Nay: None
Absent: Wethington

YARD WASTE BAGS: In a memo to the council, Public Works Director Nash said that when the city last ordered yard waste bags in 2005, the cost per bag was \$0.47. Nash now says it costs \$0.82 per bag resulting in a 75% increase per bag. Nash also said the difference between the city's cost of the bags and the retail sale of the bags is what used to cover the cost of the yard waste service. After further discussion, Nash said he would like to propose that the cost of the bags be set at \$1.50. This would enable the city to recoup half the costs of the service. Motion by Johnson, seconded by McGlaughlin to raise the cost of yard waste bags to \$1.50 per bag. Upon roll call the vote was:

Aye: McGlaughlin, Johnson, Klemme, Anderson
Nay: None
Absent: Wethington

HIGHWAY 38 RECONSTRUCTION: Council received a letter from Garden & Associates and a memo from City Manager Boldt concerning the concepts for the reconstruction of Highway 38 from 7th to 11th Street. The project is scheduled to start in the summer of 2009. In the memo from Boldt, the original plans were to do the reconstruction in concrete, but the difficulty of an extended detour will not meet the approval from the DOT. So by default, the project will be constructed in asphalt, staged and constructed one lane at a time.

The estimated cost to the city for the project is \$416,266 and will be paid out of the Road Use Tax Fund. The city will be responsible for everything outside the 24 feet of the traveled part of the road. This portion would include curb and gutter, storm sewer work, sidewalks, driveway approaches and utility work. This cost also includes the 100 block of East 7th Street. After a brief discussion, motion was made by McGlaughlin and seconded by Anderson to proceed with the Highway 38 Reconstruction Project. Upon roll call the vote was:

Aye: Johnson, Klemme, Anderson, McGlaughlin
Nay: None
Absent: Wethington

TAX INCREMENT FINANCING – BRAND NEW ENGINES: City Manager Boldt presented the council with a Financial Incentive Matrix for Brand new Engines located at 601 West South Street. The business moved from Iowa City to Tipton a few months ago. Boldt said the company qualifies for the 4 year 60% level of incentive based on the qualification model that Boldt also gave the council.

Jeff Meyer of TEDCO also gave some brief information to the council. With improvements to the existing building, property assessed value will be \$375,000. He said \$5,164 of tax increment funding would be available per year for 4 years. Total TIF value would be \$20,657, leaving \$12,394 in total TIF Funds available.

After a brief discussion, motion was made by Anderson and seconded by Klemme to approve the recommendation from TEDCO which is recommending Tax Increment Financing Incentive for Brand New Engines. Upon roll call the vote was:

Aye: Klemme, Anderson, McGlaughlin, Johnson
Nay: None
Absent: Wethington

DEVELOPMENT AGREEMENT-BRAND NEW ENGINES: With the approval of Tax Increment Financing Incentive for Brand New Engines, motion was made by Klemme and seconded by Johnson to authorize City Manager Boldt to contact Dorsey & Whitney to prepare Development Agreement for Brand New Engines. Upon roll call the vote was:

Aye: Anderson, McGlaughlin, Johnson, Klemme
Nay: None
Absent: Wethington

BUDGET AMENDMENT-DATE FOR PUBLIC HEARING: City Manager Boldt advised the council that the FY07-08 city budget needs to be amended. Boldt explained that the Community and Economic Development Funds have exceeded its expenditures because of the purchase of 10 additional acres for the industrial park and for drainage work on the north end of the park yet to be done. Boldt also said the Cultural & Recreation fund is anticipated to exceed its expenditures due to the painting of the pool and because of the restoration work being done at the Library. Motion by Anderson, seconded by Johnson to set a date of Public Hearing on May 19, 2008 at 5:30 p.m. for FY 07-08 Budget Amendment. Upon roll call the vote was:

Aye: McGlaughlin, Johnson, Klemme, Anderson
Nay: None
Absent: Wethington

RAGBRAI UPDATE: Travis Alden gave a brief summary on the following:

1. Rolling out the Red Carpet T-Shirts are selling very well.
2. Planning a town meeting during the week of May 12th in the Library.
3. Executive committee meeting with owners of local restaurants & drinking establishments.
4. Came to an agreement with the Cedar County Fair Board for the use of the Fairgrounds for camping.
5. Net profits after the event will be donated to civic groups and charitable causes.

POLICE DEPARTMENT: Police Chief Hakeman advised the council his department is purchasing two bicycles to be mainly utilized in the downtown business area and on special events. He has contacted local civic organizations for donations and has received very favorable responses.

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

Aye: Anderson, McGlaughlin, Johnson, Klemme
Nay: None
Absent: Wethington

Mayor

ATTEST: _____
City Clerk

