

BOARD OF MAYOR AND ALDERMEN

August 8, 2011

A regular meeting of the Board of Mayor and Aldermen was held on August 8, 2011 at 6:00 p.m. in the Council Chambers of the Municipal Center.

Mayor Sharon Goldsworthy was present and presiding.

The following Aldermen were present: Mark Billingsley, Ernest Chism, John Drinnon, Greg Marcom and Mike Palazzolo. Staff present: Patrick Lawton, Tom Cates, George Brogdon, Andy Pouncey, Chief Richard Hall, Chief John Selberg, Michael Stoll, Pam Beasley, Pat McConnell, Bo Mills and Dotty Johnson.

Call to Order

The Mayor called the meeting to order at 6:00 p.m.

Invocation

Public Services Director Bo Mills gave the invocation.

Pledge of Allegiance

Alderman John Drinnon led the Pledge of Allegiance.

Approval of Agenda

The agenda was approved as printed.

Motion by Mr. Marcom, seconded by Mr. Drinnon, to approve the agenda as amended.

ROLL CALL: Marcom–yes, Drinnon–yes, Palazzolo–yes, Billingsley–yes, Chism–yes. Motion approved.

Approval of Minutes

The minutes were approved as read.

Motion by Mr. Palazzolo, seconded by Mr. Billingsley, to approve the minutes of the Board of Mayor and Aldermen meeting held July 25, 2011.

ROLL CALL: Marcom–yes, Drinnon–yes, Palazzolo–yes, Billingsley–yes, Chism–yes. Motion approved.

Proclamation – International Festival Day

Mayor Goldsworthy read a proclamation declaring August 20, 2011 as Germantown International Festival Day. This festival is presented by the Rotary Club of Germantown and the area citizens of diverse heritage and ethnicity. The festival provides opportunities for people of all ages and all backgrounds to come together to learn, celebrate, appreciate and respect the ethnic and cultural diversity that abounds within and beyond the community.

Citizens to be Heard

No citizens came forward.

Board of Mayor and Aldermen

August 8, 2011

Page 2

BEER BOARD

PUBLIC HEARING – Beer Permit - Tao Asian Eatery Inc. – 2072 West St.

City Administrator Patrick Lawton stated this was an application for a permit to sell beer on-premise. The new owner of the restaurant Sin Piu Lam had completed the necessary paper work and the police department's record check had found nothing to discredit the owner.

Mayor Goldsworthy opened the public hearing. Having no one come forward, the public hearing was closed.

Motion by Mr. Billingsley, seconded by Mr. Marcom, to approve the request from Sin Piu Lam, owner of Tao Asian Eatery, for a permit to sell beer for on-premise consumption at 2072 West Street.

ROLL CALL: Marcom–yes, Drinnon–yes, Palazzolo–yes, Billingsley–yes, Chism–yes. Motion approved.

BOARD OF MAYOR AND ALDERMEN

Resolution 11R11 – Initial Authorizing Bond Resolution

Finance and General Services Division Director Kristen Geiger came forward and explained that the City proposes to issue up to \$6,025,000 of General Obligation Bonds, Series 2011, to provide financing for capital improvement projects that are planned in the current and 2013 fiscal years. These bond-funded capital improvements include, but are not limited to, the roadway extension of Wolf River Blvd. between Farmington and Kimbrough, the construction of a new vehicle maintenance facility, the installation of a mono-pole antenna with other telecommunication infrastructure for the new public safety radio system, and the necessary professional design and engineering work related to the various projects.

Motion by Mr. Billingsley, seconded by Mr. Drinnon, to approve Resolution 11R11 authorizing the issuance of up to \$6,025,000 General Obligation Bonds, Series 2011, of the City of Germantown, Tennessee pursuant to state law under Title 9, Chapter 21, Tennessee Code Annotated, for the purpose of financing costs of public works projects related to the City's facilities, its roadways, and its telecommunications infrastructure and to direct staff to publish the prescribed notice about this resolution in a newspaper having general circulation in the City.

ROLL CALL: Marcom–yes, Drinnon–yes, Palazzolo–yes, Billingsley–yes, Chism–yes. Motion approved.

Resolution 11R12 – Authorizing Resolution for General Obligation Bonds

Risk Manager Michael Stoll introduced Resolution 11R12 to authorize the City's issuance of up to \$6,025,000 million of general obligation bonds. He explained that the purpose of the lengthy 29-page resolution was to provide all the legal, financial and regulatory details and parameters necessary to sell the municipal bond debt in the public financial markets. Mr. Stoll briefly described various details from the resolution authorizing the new debt including the bond maturity schedule over the 20-year term, the maximum interest rate not to exceed five percent, and the use of the City's general fund revenues to repay the debt in future years. Further, Mr. Stoll noted that following the end of the public notice period, the bonds will be sold at public sale (through an Internet bidding service) to the lowest and best bidder whose proposal to purchase all of the bonds results in the lowest true interest cost.

Motion by Mr. Billingsley, seconded by Mr. Drinnon, to approve Resolution 11R12 authorizing the issuance of not to exceed \$6,025,000 General Obligation Bonds, Series 2011, of the City of Germantown, Tennessee pursuant to state law Title 9, Chapter 21, Tennessee Code Annotated, for the purpose of financing the costs of public works projects related to the City's facilities, its roadways and its telecommunications infrastructure, subject to the terms and interest rate limitations specified therein.

ROLL CALL: Marcom–yes, Drinnon–yes, Palazzolo–yes, Billingsley–yes, Chism–yes. Motion approved.

Board of Mayor and Aldermen

August 8, 2011

Page 3

Fund Balance Policy

Finance Director Ralph Gabb stated the Governmental Accounting Standards Board (GASB) is the rule setting board that sets generally accepted accounting principles (GAAP) for local and state governments and GASB has defined a new way local and state governments classify fund balances.

The 5 new classifications will be:

1. Non-spendable – Amounts that cannot be spent because they are either in a (a) non-spendable form, including items not expected to be converted to cash, inventories, prepaid amounts and long-term portion of loans
2. Restricted – Constrains that have been put on by external parties, constitutional provision or enabling legislation (State Street Aid, Federal Grants, Drug Fund)
3. Committed – Amounts constrained to be used for specific purposes as per action by the Board of Mayor and Aldermen (Automated Enforcement, Recreation)
4. Assigned – Amounts intended to be used by the City for specific purpose but are not restricted or committed (Pickering Center)
5. Unassigned – All other amounts

The adoption of the Fund Balance Policy will improve the financial report by providing fund balance categories and classifications that will be more easily understood and make the fund balance more transparent.

Motion by Mr. Billingsley, seconded by Mr. Drinnon, to adopt the “Fund Balance Policy” which is consistent with GASB No. 54.

ROLL CALL: Marcom–yes, Drinnon–yes, Palazzolo–yes, Billingsley–yes, Chism–yes. Motion approved.

CONSENT

Employee Uniforms

In FY06 Paramount Uniforms was awarded the contract for the uniform rental contract and continues to provide the rental uniforms and required services utilized in the past contract. The rental agreement including the laundry services will assure that tall personnel will be properly dressed and presentable to the public. Eleven sets of uniforms per person will be furnished for approximately 100 employees.

MOTION: To authorize a four-year uniform rental contract, including laundry and repair service, with Paramount Uniforms for the approximate amount of \$24,045.32 for the first year, \$24,826.88 for the second year, \$25,583.27 for the third year and \$26,295.46 for the fourth year.

Motion by Mr. Marcom, seconded by Mr. Drinnon, to accept the consent agenda as read.

ROLL CALL: Marcom–yes, Drinnon–yes, Palazzolo–yes, Billingsley–yes, Chism–yes. Motion approved.

ADJOURNMENT

There being no further business to be brought before the Board, the regular meeting was adjourned.