

**MINUTES OF THE REGULAR MEETING OF THE CITY COUNCIL OF THE CITY OF
LUFKIN, TEXAS HELD ON THE 5TH DAY OF APRIL, 2005**

On the 5TH day of April 2005, the City Council of the City of Lufkin, Texas convened in a Regular Meeting in the Council Chambers of City Hall with the following members, thereof to wit:

Louis Bronaugh	Mayor
Rose Faine Boyd	Mayor pro tem
R. L. Kuykendall	Councilmember, Ward No. 1
Lynn Torres	Councilmember, Ward No. 3
Don Langston	Councilmember, Ward No. 4
Dennis Robertson	Councilmember, Ward No. 6
Paul L. Parker	City Manager
Renee Thompson	City Secretary
Robert Flournoy	City Attorney
Keith Wright	City Engineer
Kenneth Williams	Public Works Director
David Koonce	Director of Human Resources
Larry Brazil	Police Chief
Don Hannabas	Parks and Leisure Services Director
Beauford Chapman	Director of Inspection Services
Scott Marcotte	Asst. Police Chief
Doug Wood	Director of Accounting
Pete Prewitt	Fire Chief
Steve Poskey	Street Department, Superintendent

being present, and

Jack Gorden, Jr. Councilmember, Ward No. 5

being absent, when the following business was transacted:

1. The meeting was opened with prayer by Reverend Eddie Ballard, First Baptist Kelty's.
2. Mayor Louis Bronaugh welcomed visitors present. Mayor Bronaugh also recognized Boy Scout Troop 134 who were attending the Council meeting and working on their merit badges. Councilmember Lynn Torres recognized LHS students who were present satisfying their government class requirement.

3. **APPROVAL OF MINUTES**

Minutes of the Regular Meeting on March 15, 2005 and the Emergency Meeting on March 18, 2005 were approved on a motion by Councilmember R. L. Kuykendall, and seconded by Councilmember Rose Faine Boyd. A unanimous affirmative vote was recorded.

OLD BUSINESS:

4. **SECOND READING OF AN ORDINANCE DECLARING UNOPPOSED CANDIDATES FOR WARDS NUMBER FIVE (5) AND SIX (6) IN THE MAY 07, 2005 GENERAL CITY ELECTION, - APPROVED - ELECTED TO OFFICE; CANCELING THE ELECTION; PROVIDING A SEVERABILITY CLAUSE, AND PROVIDING AN EFFECTIVE DATE**

Mayor Louis Bronaugh stated that the next item for consideration was the Second Reading of an Ordinance declaring unopposed candidates for Wards Number Five (5) and Six (6) in the May 07, 2005 General City Election, elected to office; canceling the election; providing a severability clause, and providing an effective date.

Councilmember Lynn Torres moved to approve on Second Reading the Ordinance declaring unopposed candidates for Wards Number Five (5) and Six (6) in the May 07, 2005 General City Election, elected to office; canceling the election; providing a severability clause, and providing an effective date. Councilmember Dennis Robertson seconded the motion. A unanimous affirmative vote was recorded.

NEW BUSINESS:

5. **PRESENTATION BY AXLEY & RODE, LLP AND THE FINANCE COMMITTEE CONCERNING THE FY2005 COMPREHENSIVE ANNUAL FINANCIAL REPORT**

Mayor Louis Bronaugh stated that the next item was a presentation by Axley & Rode, LLP and the Finance Committee concerning the FY2005 Comprehensive Annual Financial Report. City Manager Paul Parker asked the Axley & Rode, LLP representative to state his name, firm name and then the audit report for the record.

Eric Carver, the auditor in charge, with Axley & Rode, LLP introduced himself along with Linda Milford, also with Axley & Rode, LLP. Mr. Carver explained that Ms. Milford was the partner in charge of the audit this year. Mr. Carver explained that he would highlight the report as a more detailed explanation was given to the Finance Committee earlier that day. Mr. Carver stated that Axley & Rode, LLP was issuing a clean and unqualified opinion, which is the highest opinion that could be assessed. Mr. Carver added that Axley and Rode's opinion is the Financial Statements present, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Lufkin, Texas as of September 30, 2004, and the respective changes in financial position and cash flows, where applicable, thereof for the year ended in conformity with accounting principles generally accepted in the United States of America.

Mr. Carver explained that included in the report was the management's discussion and analysis that was prepared by the management of the City of Lufkin. Mr. Carver added that Axley and Rode reviews the information to make sure that it is in agreement with the financial information and added that the report is consolidated into a five or six page format that discusses the past and future and has some comparative information that is not available in other forms of the report. Mr. Carver encouraged the Council to read the report. Mr. Carver pointed out the financial statements to the Council. Mr. Carver explained that financial statements that take all of the funds of the City and consolidate them into a single statement format could be found on pages twenty-three (23) and twenty-four (24) of the report. Mr. Carver added that the fund level statements could be found on pages twenty-five (25) and twenty-six (26) of the report. Mr. Carver explained that the "Notes to the Financial Statements" could be found beginning on page forty-one (41) and that there were no significant changes to the notes than on prior years with the exception of page sixty-one (61). Mr. Parker pointed out in the subsequent events the citizens of Lufkin voted to create a 4B economic development corporation (EDC) effective October 1, 2004. Mr. Carver also pointed out that on December 21, 2004, the City of Lufkin issued \$8,200,000 of certificates of obligation bonds to finance street, drainage, water and sewer lines as part of the City of Lufkin's 1999 Capital Improvement Program.

Mr. Carver stated that beginning on page sixty-nine (69) that Council would find the disaggregated individual fund information. Mr. Carver explained that this would be what Council would utilize for budgetary purposes, planning and the management of the City of Lufkin. Mr. Carver added that on page one hundred fifteen (115) that Council would find the reports of compliance of internal controls and compliance regarding federal programs. Mr. Carver explained that as a result of their testing that Axley and Rode found no instances of non-compliance that are required to be reported. Mr. Carver explained that there were some internal control items that were pointed out to staff, but were not considered to be material weaknesses. Mr. Carver explained that these were some opportunities to improve some controls in the City.

Mr. Carver stated that in the major program and internal control over compliance, Axley and Rode found no problems with any of the federal programs that were examined. Mr. Carver added that Axley and Rode appreciated the opportunity to work with the City of Lufkin and the Finance Department and thanked them for their cooperation.

Mayor Bronaugh then called on the Finance Committee for their report. City Manager Paul Parker was appointed to give the report. City Manager Parker stated that the Finance Committee went through the audit with Axley and Rode with considerable detail. City Manager Parker added that there were two items concerning bank reconciliation and property and equipment records that were addressed in the letter and would be resolved in the future. City Manager Parker highlighted that one item that the Council and Staff needs to concentrate on in the budget process this year would be the Civic Center Fund. City Manager Parker added that the Civic Center Fund currently carries a balance of a little less than \$5,000 and if the City continues to contribute the same ratio to entities, the fund would require supplementation by the General Fund. City Manager Parker added that possibly the Council should appoint a couple of members to look at the Civic Center Fund and make recommendations for the future of this fund before the budget process is completed. City Manager Parker explained that these were the items that the Finance Committee wanted to highlight and added that as Eric Carver had previously explained, the City of Lufkin is in good shape as far as financials, reporting and records.

6. PRESENTATION BY KEITH WRIGHT, CITY ENGINEER CONCERNING THE DOWNTOWN STREET OVERLAY PROJECT

Mayor Louis Bronaugh stated that the next item for consideration was a presentation by Keith Wright, City Engineer, concerning the Downtown Street Overlay Project.

City Engineer Keith Wright explained that Council had requested at the last Council meeting to be brought up to date on the Downtown Project. Mr. Wright explained that Council would have before them the financial report and also a map showing what has been completed, what is still under construction and what remains to be started. Mr. Wright then explained the chart that Council had at their respective places.

Mr. Wright stated that the General Fund Contingency Fund would continue to drop due to the conditions in the field. Mr. Wright added that on almost every street that had been constructed, there had been sub-grade problems. Mr. Wright explained that the asphalt price has increased due to some of the parking lot and driveway tie-ins that were not included in the original estimates.

Mr. Wright stated that based on what had been completed to date, the engineers expect the City of Lufkin to be approximately \$100,000 short at the end of the project. Mr. Wright explained that he thinks that the City can finish the project with the contingency that is left. Mr. Wright added that the City has made changes in the way they are handling the sub-grade and are discussing the process with the contractor.

Mr. Wright then explained the map and went over the streets to clarify what had been completed, what is under construction and the areas that have not currently been started. Mr. Wright then presented a slide show to familiarize the Council with the streets in the downtown area at this point in the construction process.

Mr. Wright stated that the phasing plan had been changed due to how the utilities are tied in and as the City moves around to accommodate the different businesses concerns. Mr. Wright explained that First Street would be the last street for the reconstruction project. Mr. Wright stated that the expected completion date would be approximately March 2006.

Councilmember Don Langston asked what percentage is currently completed. Mr. Wright stated that based on money paid out; the completion is at seventy-four percent (74%). Councilmember Langston asked if the City's portion of the work is calculated into the report. Mr. Wright explained that only the materials are included.

7. BIDS FOR A DVR RECORDING SURVEILLANCE SYSTEM – APPROVED - FOR THE POLICE DEPARTMENT

Mayor Louis Bronaugh stated that the next item for consideration was awarding the bid for a DVR Recording Surveillance System for the Police Department. City Manager Parker stated that this DVR Recording Surveillance System would upgrade the ability in the Police Department for surveillance in the City Hall, Police Department, and surrounding parking lots. City Manager Parker explained that this system would display and record existing video camera activity and the upgrade will be funded through the Municipal Court Security Fund. City Manager Parker added that the low bidder is DP Solutions of Lufkin, Texas in the amount of \$17,823 and that Staff recommends the award of contract to DP Solutions of Lufkin, Texas.

Councilmember Rose Faine Boyd moved to approve awarding the bid for a DVR Recording Surveillance System for the Police Department. Councilmember Lynn Torres seconded the motion. A unanimous affirmative vote was recorded.

8. BIDS FOR THE INSTALLATION OF A 200 KW GENERATOR – APPROVED - FOR THE POLICE DEPARTMENT

Mayor Louis Bronaugh stated that the next item for consideration was awarding of the bid for the installation of a 200 kw Generator for the Police Department. City Manager Paul Parker stated that the Council had recently awarded the bid for the purchase of this generator and that this bid would be for the installation of the generator. City Manager Parker added that the low bidder was Weisinger Electric, Inc. in the amount of \$18,663 and that Staff recommended that Council award the bid to Weisinger Electric, Inc.

Councilmember Don Langston asked how the City was doing with the funds for Homeland Security. Councilmember Langston asked if the funds were almost spent or if there was still money in the fund. Public Works Director Kenneth Williams explained that there was still money in the Homeland Security Grant Funds. Mr. Williams added that the City Staff had recently purchased some smaller generators that would be used for the IT Department and have also purchased some items for the Fire Department. Mr. Williams stated that there are funds being set aside for equipment for the proposed Emergency Operations Center. Mr. Williams added that the City of Lufkin had originally been awarded about \$200,000 in this grant and have currently spent about one-half (1/2) of that amount.

Councilmember Lynn Torres moved to approve awarding the bid to Weisinger Electric, Inc. for the installation of a 200 kw Generator for the Police Department. Councilmember Don Langston seconded the motion. A unanimous affirmative vote was recorded.

9. **BID FOR THE PURCHASE OF THREE (3) ¾ TON UTILITY TRUCKS AND ONE (1) ½ TON PICKUP – APPROVED - FOR THE WATER DISTRIBUTION DEPARTMENT**

Mayor Louis Bronaugh stated that the next item for consideration was awarding the bid for the purchase of three (3) ¾ Ton Utility Trucks and One (1) ½ Ton Pickup for the Water Distribution Department. City Manager Parker stated that the next two items had the same explanation and dollar amounts for the purchase of the utility and pickup trucks. City Manager Parker explained that the only difference was they were for two separate departments. City Manager Parker added that these trucks were all budgeted in the 2004/2005 Budget and could be purchased through the Texas Local Government Purchasing Cooperative or HGAC. City Manager Parker explained that the bid for the three (3) ¾ ton Utility Trucks would be \$65,103.78 and the one (1) ½ ton pickup would be \$17,328.00 and were budgeted in the City's Replacement Fund.

Councilmember Don Langston asked if the City of Lufkin has a vehicle replacement policy. City Manager Parker explained that the City has a policy, but added that due to the budget constraints the City had postponed the purchase of several vehicles. City Manager Parker stated that due to the high costs of repair and the age of some of the current vehicles the Staff felt it was now time to replace them and should help the City get back on schedule for the replacement of vehicles. City Manager Parker added that whenever a vehicle is replaced it may possibly be moved to another department if there is some value left in the vehicle. City Manager Parker explained that if this occurs there is an older vehicle removed from that department so the department does not continuously grow its fleet. City Manager Parker added that any vehicles that are removed are then auctioned. Councilmember Langston asked for a copy of this policy.

Councilmember Dennis Robertson asked about the funding of these vehicles. Councilmember Robertson added that the memo reflected that the funding would be from the City's General Fund. City Manager Parker stated that this was a typo and that these vehicles would be coming out of the Utility Vehicle Replacement Fund. Mr. Parker explained that this mistake would be corrected.

Councilmember Dennis Robertson moved to approve awarding the bid to HGAC for the purchase of three (3) ¾ Ton Utility Trucks and One (1) ½ Ton Pickup for the Water Distribution Department. Councilmember Rose Faine Boyd seconded the motion. A unanimous affirmative vote was recorded.

10. **BID FOR THE PURCHASE OF THREE (3) ¾ TON UTILITY TRUCKS AND ONE (1) ½ TON PICKUP – APPROVED - FOR THE SEWER REHAB DEPARTMENT**

Mayor Louis Bronaugh stated that the next item for consideration was awarding the bid for the purchase of three (3) ¾ Ton Utility Trucks and One (1) ½ Ton Pickup for the Sewer Rehab Department. City Manager Parker stated as he just previously explained, these vehicles are at the same price and same explanation as the previous trucks and would come out of the Utility Depreciation Fund.

Councilmember Lynn Torres moved to approve awarding the bid for the purchase of three (3) ¾ Ton Utility Trucks and One (1) ½ Ton Pickup for the Sewer Rehab Department. Councilmember Dennis Robertson seconded the motion. A unanimous affirmative vote was recorded.

11. **BID FOR THE RECONSTRUCTION OF SIX (6) DRIVEWAY APPROACHES, APRONS, AND PORTIONS OF DRIVEWAYS AT 327, 402, 425, 429, 433, AND 601 MARTIN LUTHER KING DRIVE AND A RESOLUTION AUTHORIZING AN AMENDMENT TO THE 2004/2005 OPERATING BUDGET (BUDGET AMENDMENT NO. 15), - APPROVED - PROVIDING FOR THE SUPPLEMENTAL APPROPRIATION OF FUNDS IN THE GENERAL STREET CONSTRUCTION FUND; AND PROVIDING AN EFFECTIVE DATE**

Mayor Louis Bronaugh stated that the next item for consideration was awarding the bid for the reconstruction of Six (6) Driveway Approaches, Aprons, and Portions of Driveways at 327, 402, 425, 429, 433, and 601 Martin Luther King Drive and a Resolution authorizing an Amendment to the 2004/2005 Operating Budget (Budget Amendment No. 15), providing for the supplemental appropriation of funds in the General Street Construction Fund; and providing an effective date. City Manager Paul Parker stated that this is the second phase of the driveway replacement on Martin Luther King Drive. City Manager Parker explained that when the City prepared the budget last year, the City thought there were four (4) driveways needing repair and the number grew to six (6). City Manager Parker stated that Staff recommended awarding the bid to Slabs on Grade, Inc. for \$21,610 and added that would include the transfer of \$14,500 from the Columbine Drainage Project to complete the project.

Councilmember Don Langston commented that he was under the impression that last year the City would replace three (3) driveways. City Manager Parker explained that there were three (3) driveways repaired in last year's budget and four (4) appropriated for in this year's budget, but the number then grew to six (6) driveways. City Manager Parker added that the number could still grow as citizens see their neighbor's driveways being repaired and begin to complain. Councilmember Don Langston asked where the additional money would be used that is stated in the Resolution request.

Councilmember Langston stated that the bid was for \$21,610 and the Resolution stated that the budget would be increased from \$13,000 to \$36,250. Councilmember Langston asked for the explanation of the difference in these two amounts. Councilmember Langston also asked for Staff to also identify the engineering fees for this project.

Mayor Louis Bronaugh requested that Staff research this information and the item be delayed to later in the Council meeting.

12. AUTHORIZED STAFF TO APPLY FOR THE 2005 FIREACT GRANT – APPROVED - FOR FIREFIGHTER SAFETY AND ACCOUNTABILITY EQUIPMENT

Mayor Louis Bronaugh stated that the next item for consideration was to authorize Staff to apply for the 2005 FIREACT Grant for firefighter safety and accountability equipment. City Manager Paul Parker stated that the Fire Department was asking Council to approve the application for the 2005 FIREACT Grant in the amount of \$145,950. City Manager Parker explained that the City's ten percent (10%) match would be \$14,595 and could be obtained from funds within the Fire Department Operational Budget without having to appropriate additional dollars.

Councilmember Lynn Torres moved to authorize Staff to apply for the 2005 FIREACT Grant for firefighter safety and accountability equipment. Councilmember Rose Faine Boyd seconded the motion. A unanimous affirmative vote was recorded.

13. AUTHORIZED WORKING CAPITAL ADVANCE – APPROVED - FOR THE TEXAS CIVIC CENTER FUND (HOTEL/MOTEL FUND)

Mayor Louis Bronaugh stated that the next item for consideration was to consider a Working Capital Advance for the Texas Civic Center Fund (Hotel/Motel Fund). City Manager Paul Parker stated that the Civic Center Fund has been having cash flow issues in recent months. City Manager Parker added that the City receives quarterly payments from the Hotel/Motel Tax Fund but some of the money is paid to certain entities at the beginning of the quarter while the money is being received by the City at the end of the quarter. City Manager Parker explained that this advance would not need additional funds for the Civic Center Fund but simply allow the City to utilize up to \$75,000 to assist with the cash flow in this fund.

Councilmember Dennis Robertson stated that during the Finance Committee meeting it was discussed that the Civic Center Fund may be inappropriately named the "Civic Center Fund" due to several entities drawing money from the fund. Councilmember Robertson suggested that Council consider renaming the fund and also consider the distribution of the money. Councilmember Robertson suggested that Council should possibly give advice to the Lufkin Board of Development about how the money would be distributed and consider utilizing the General Fund if needed to subsidize the Civic Center Fund. Councilmember Don Langston suggested that the Civic Center should be self-supporting, while realizing that this is a difficult goal to achieve. City Manager Parker stated that most Centers such as the Civic Center have to be subsidized and added that the rentals from the Civic Center would not support the needed maintenance for the facility.

Councilmember Don Langston moved to authorize a Working Capital Advance for the Texas Civic Center Fund (Hotel/Motel Fund). Councilmember Dennis Robertson seconded the motion. A unanimous affirmative vote was recorded.

14. RESOLUTION OF SUPPORT OF THE CITY COUNCIL OF THE CITY OF LUFKIN, TEXAS AUTHORIZING SUBMISSION OF AN APPLICATION TO THE TEXAS DEPARTMENT OF HOUSING AND COMMUNITY AFFAIRS FOR HOME INVESTMENT PARTNERSHIPS PROGRAM FUNDS; - APPROVED - AND AUTHORIZING THE MAYOR TO ACT AS THE CITY'S CHIEF EXECUTIVE OFFICER AND AUTHORIZED REPRESENTATIVE IN ALL MATTERS PERTAINING TO THE CITY'S PARTICIPATION IN THE PROGRAM

Mayor Louis Bronaugh stated that the next item for consideration was a Resolution of Support of the City Council of the City of Lufkin, Texas authorizing submission of an application to the Texas Department of Housing and Community Affairs for Home Investment Partnerships Program Funds; and authorizing the Mayor to act as the City's Chief Executive Officer and authorized representative in all matters pertaining to the City's participation in the Program. City Manager Paul Parker stated that this is a request to apply to the Texas Department of Housing and Community Affairs 2005 HOME Grant Program. City Manager Parker added that this Resolution would be for matching funds in the amount of \$62,500 that has been appropriated in the current budget. Councilmember Don Langston asked if the City Staff was asking for \$62,500 in matching funds and an additional \$62,500 for cash reserve. Inspection Department employee Kara Atwood explained that the \$62,500 for cash reserve would be for cash flow purposes and would not be an additional amount needed in the request.

Councilmember Dennis Robertson moved to approve a Resolution of Support of the City Council of the City of Lufkin, Texas authorizing submission of an application to the Texas Department of Housing and Community Affairs for Home Investment Partnerships Program Funds; and authorizing the Mayor to act as the City's Chief Executive Officer and authorized representative in all matters

pertaining to the City's participation in the Program. Councilmember R. L. Kuykendall seconded the motion. A unanimous affirmative vote was recorded.

15. RESOLUTION AUTHORIZING AN AMENDMENT TO THE 2004/2005 OPERATING BUDGET (BUDGET AMENDMENT NO. 16), - APPROVED - PROVIDING FOR THE SUPPLEMENTAL APPROPRIATION OF FUNDS IN THE GENERAL FUND; AND PROVIDING AN EFFECTIVE DATE. THIS BUDGET ADJUSTMENT IS FOR USE AT KIWANIS PARK FOR AN ENHANCEMENT PROJECT AS A RESULT OF THE DONATION FROM THE COMMUNITY'S CINCO DE MAYO

Mayor Louis Bronaugh stated that the next item for consideration was a Resolution authorizing an Amendment to the 2004/2005 Operating Budget (Budget Amendment No. 16), providing for the supplemental appropriation of funds in the General Fund; and providing an effective date. This Budget Adjustment is for use at Kiwanis Park for an enhancement project as a result of the donation from the Community's Cinco de Mayo. City Manager Paul Parker stated that this Resolution would allow City Staff to accept the donation of \$1,000 to be used at Kiwanis Park for an enhancement project. City Manager Parker added that this would basically be money in and then money out and that this donation would be appropriated in next year's budget.

Councilmember Rose Faine Boyd moved to approve the Resolution authorizing an Amendment to the 2004/2005 Operating Budget (Budget Amendment No. 16), providing for the supplemental appropriation of funds in the General Fund; and providing an effective date. Councilmember Dennis Robertson seconded the motion. A unanimous affirmative vote was recorded.

16. FIRST READING OF AN ORDINANCE ESTABLISHING MAXIMUM SPEEDS OF MOTOR VEHICLES - APPROVED - IN CERTAIN AREAS AS DESIGNATED ON FM HIGHWAY 819

Mayor Louis Bronaugh stated that the next item for consideration was the First Reading of an Ordinance establishing maximum speeds of motor vehicles in certain areas as designated on FM Highway 819. City Manager Paul Parker stated that this item was initiated by Angelina College to slow the traffic on FM 819. City Manager Parker explained that the Texas Department of Transportation studied the proposal and recommended that Council make the changes as recommended by TXDOT. City Manager Parker added that the major change will be to reduce the speed limit near the College from fifty (50) miles per hour to forty-five (45) miles per hour. City Manager Parker stated that Staff reviewed the request and recommendations and proposes Council approve the Ordinance reducing speed limits on College Drive (FM 819).

Councilmember Don Langston asked if the Highway Department provided a traffic study to City staff showing the purpose for decreasing the speed limit by five (5) miles per hour. City Engineer Keith Wright explained that the request came from Angelina College but Texas Department of Transportation had not provided the City with a traffic study. City Manager Parker reiterated that this was a result of the request from Angelina College.

Councilmember Rose Faine Boyd moved to approve on First Reading of an Ordinance establishing maximum speeds of motor vehicles in certain areas as designated on FM Highway 819. Councilmember Dennis Robertson seconded the motion. A unanimous affirmative vote was recorded.

17. BID FOR THE RECONSTRUCTION OF SIX (6) DRIVEWAY APPROACHES, APRONS, AND PORTIONS OF DRIVEWAYS AT 327, 402, 425, 429, 433, AND 601 MARTIN LUTHER KING DRIVE AND A RESOLUTION AUTHORIZING AN AMENDMENT TO THE 2004/2005 OPERATING BUDGET (BUDGET AMENDMENT NO. 15), - APPROVED - PROVIDING FOR THE SUPPLEMENTAL APPROPRIATION OF FUNDS IN THE GENERAL STREET CONSTRUCTION FUND; AND PROVIDING AN EFFECTIVE DATE

Mayor Louis Bronaugh stated that the next item for consideration was to go back to item number eleven (no. 11) on the agenda. Mayor Bronaugh explained that this was for awarding the bid for the reconstruction of six (6) driveways on Martin Luther King Drive. City Manager Paul Parker called on Accounting Director Doug Wood to explain the process.

Accounting Director Doug Wood explained that this is a construction fund that crosses multiple years. Mr. Wood stated that during the 2004/2005 Budget Year there was \$12,750 carried over from the 2003/2004 Budget. Mr. Wood added that Steve Poskey had budgeted additional funding of \$10,500 that would bring the fund to \$23,250. Mr. Wood explained that Mr. Poskey has spent a total of \$13,651.16 on completed driveways that would leave a balance of approximately \$9,600. Mr. Wood stated that the additional \$13,000 to the residual balance would leave \$22,598 for the remaining work that needs to be done. Mr. Wood then explained that a balance of \$5,250 was carried over for engineering services. Mr. Wood added that the total engineering cost was \$6,750, leaving the need for the additional \$1,500.

Councilmember R. L. Kuykendall moved to approve awarding the bid for the reconstruction of Six (6) Driveway Approaches, Aprons, and Portions of Driveways at 327, 402, 425, 429, 433, and 601 Martin Luther King Drive and a Resolution authorizing an Amendment to the 2004/2005 Operating Budget

(Budget Amendment No. 15), providing for the supplemental appropriation of funds in the General Street Construction Fund; and providing an effective date. Councilmember Dennis Robertson seconded the motion. A unanimous affirmative vote was recorded.

18. Mayor Louis Bronaugh recessed the Regular Session at 6:05 p.m. to enter into Executive Session.

EXECUTIVE SESSION: In accordance with the Texas Government Code Section 551.071 (2) Consultation with City Attorney on any Regular Session Agenda item requiring confidential, attorney/client advices necessitated by the deliberation or discussion of said items (as needed), and real estate and personnel may be discussed.

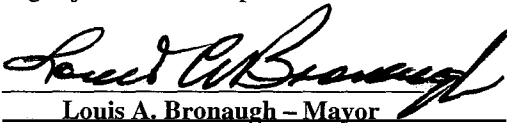
Mayor Louis Bronaugh reconvened the Regular Session at 7:27 p.m.

19. **APPOINTMENT TO 4-B ECONOMIC DEVELOPMENT BOARD**


Mayor Louis Bronaugh stated that the next item for consideration was to appoint representatives to the 4-B Economic Development Board. Councilmember Lynn Torres moved to appoint Bob Brown to serve on the 4-B Economic Development Board to fill the remaining term of Bob Leslie and to re-appoint Mayor Louis Bronaugh, Jack Gorden, and Don Langston to serve a two year term on the Board. Councilmember R. L. Kuykendall seconded the motion. A unanimous affirmative vote was recorded.

20. City Manager Paul Parker reminded Council that their "calendar of events" was at their places.

21. There being no further business for consideration, the meeting adjourned at 7:29 p.m.


Louis A. Bronaugh - Mayor

ATTEST:


Renee Thompson - City Secretary