MINUTES OF THE REGULAR MEETING OF THE CITY COUNCIL OF THE CITY OF LUFKIN, TEXAS HELD ON THE 3rd DAY OF APRIL, 2007

On the 3rd day of April, 2007, 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:

Jack Gorden, Jr.	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
Rufus Duncan	Councilmember, Ward No. 5
Phil Medford	Councilmember, Ward No. 6
Paul L. Parker	City Manager
Keith Wright	Asst. City Manager
Robert Flournoy	City Attorney
Renee Thompson	City Secretary
Larry Brazil	Police Chief
Scott Marcotte	Asst. Police Chief
Pete Prewitt	Fire Chief
Dorothy Wilson	Planning Director
Steve Poskey	Street Department, Superintendent
Steve Floyd	Solid Waste and Recycling Director
Barbara Thompson	Main Street Director
Randy Innerarity	Fleet Maintenance Director
Jim Wehmeier	Economic Development Director
Scott Rayburn	City Planner
Linda Parker	Economic Development

being present, when the following business was transacted:

1. The meeting was opened with prayer by Pastor David Hunt, Eastview Pentecostal Church.

2. Mayor Jack Gorden welcomed visitors present. Councilmember Lynn Torres recognized LHS students who were present satisfying their government class requirement. Councilmember Lynn Torres also recognized representatives of Kurth Memorial Library.

3. **APPROVAL OF MINUTES**

   Minutes of the Regular Meeting on March 20, 2007 were approved on a motion by Councilmember Rose Faine Boyd, and seconded by Councilmember Phil Medford. A unanimous affirmative vote was recorded.

OLD BUSINESS:

4. **SECOND READING OF AN ORDINANCE ANNEXING THE HEREINAFTER DESCRIBED TERRITORY TO THE CITY OF LUFKIN, TEXAS, - APPROVED - AND EXTENDING THE BOUNDARY LIMITS OF THE CITY OF LUFKIN TO INCLUDE THE HEREINAFTER DESCRIBED PROPERTY WITHIN THE CITY LIMITS, AND GRANTING TO ALL INHABITANTS OF THE PROPERTY ALL OF THE RIGHTS AND PRIVILEGES OF OTHER CITIZENS AND BINDING THE INHABITANTS BY ALL OF THE ACTS, ORDINANCES, RESOLUTIONS, AND REGULATIONS OF THE CITY; AND ADOPTING A SERVICE PLAN AND ESTABLISHING AN EFFECTIVE DATE**

Mayor Jack Gorden stated that the next item for consideration was the Second Reading of an Ordinance annexing the hereinafter described territory to the City of Lufkin, Texas, and extending the boundary limits of the City of Lufkin to include the hereinafter described property within the city limits, and granting to all inhabitants of the property all of the rights and privileges of other citizens and binding the inhabitants by all of the Acts, Ordinances, Resolutions, and Regulations of the City; and adopting a Service Plan and establishing an effective date.

City Manager Parker stated that this was the one hundred forty-eight (148) acres on the East Loop between Highway 103 East and Old Moffett Road. City Manager Parker added that approximately one hundred thirty-four (134) acres of the property was the City 4-B Economic Development property planned for the industrial park. City Manager Parker stated that this was the Second Reading of the Ordinance and he would answer any questions that Council had concerning the item.

Councilmember Don Langston moved to approve the Second Reading an Ordinance annexing the hereinafter described territory to the City of Lufkin, Texas, and extending the boundary limits of the City of Lufkin to include the hereinafter described property within the city limits, and granting to all inhabitants of the property all of the rights and privileges of other citizens and binding the inhabitants by all of the Acts, Ordinances, Resolutions, and Regulations of the City; and adopting a Service Plan and establishing an effective date. Councilmember Lynn Torres seconded the motion. A unanimous affirmative vote was recorded.

5. **CERTIFICATION FROM CITY SECRETARY CANCELING CITY COUNCILMEMBER WARDS NUMBER ONE (1) AND THREE (3) MUNICIPAL ELECTION SCHEDULED FOR MAY 12, 2007 AND SECOND READING OF AN ORDINANCE DECLARING UNOPPOSED CANDIDATES IN THE MAY 12, 2007 GENERAL CITY ELECTION, ELECTED TO OFFICE; - APPROVED - CANCELING THE ELECTION; PROVIDING A SEVERABILITY CLAUSE, AND PROVIDING AN EFFECTIVE DATE**

Mayor Jack Gorden stated that the next item for consideration was Certification from City Secretary canceling City Councilmember Wards Number One (1) and Three (3) Municipal Election scheduled for May 12, 2007 and Second Reading of an Ordinance declaring unopposed candidates in the May 12, 2007 General City Election, elected to office; canceling the election; providing a severability clause, and providing an effective date.

City Manager Parker stated since Councilmember Torres and Councilmember R. L. Kuykendall were unopposed and the time for write-in candidates had passed that Staff recommended that the Council approve the Ordinance that would cancel the election.

Councilmember Rose Faine Boyd moved to approve Certification from City Secretary canceling City Councilmember Wards Number One (1) and Three (3) Municipal Election scheduled for May 12, 2007 and Second Reading of an Ordinance declaring unopposed candidates in the May 12, 2007 General City Election, elected to office; canceling the election; providing a severability clause, and providing an effective date. Councilmember Don Langston seconded the motion. A unanimous affirmative vote was recorded.

NEW BUSINESS

6. **FIRST READING OF AN ORDINANCE AMENDING THE ZONING ORDINANCE AND THE FUTURE LAND USE PLAN OF THE 2001 COMPREHENSIVE PLAN OF THE CITY OF LUFKIN, TEXAS, - APPROVED - BY CHANGING THE ZONING AND FUTURE LAND USE PLAN DESIGNATION ON APPROXIMATELY .75 ACRES OF LAND DESCRIBED AS TRACT 217 OF THE L. HOLLOWAY SURVEY, ABSTRACT 310 AND TRACT 104.1 OF THE H. H. BROOKSHIRE SURVEY, ABSTRACT 127 TO COMMERCIAL ZONING DISTRICT AND THE FUTURE LAND USE PLAN OF THE 2001 COMPREHENSIVE PLAN TO THE CLASSIFICATION OF COMMERCIAL**

Mayor Jack Gorden stated that the next item was to conduct a Public Hearing and consider on First Reading an Ordinance amending the Zoning Ordinance and the Future Land Use Plan of the 2001 Comprehensive Plan of the City of Lufkin, Texas, by changing the Zoning and Future Land Use Plan Designation on approximately .75 acres of land described as Tract 217 of the L. Holloway Survey, Abstract 310 and Tract 104.1 of the H. H. Brookshire Survey, Abstract 127 to Commercial Zoning District and the Future Land Use Plan of the 2001 Comprehensive Plan to the classification of Commercial.

Mayor Gorden opened the Public Hearing at 5:15 p.m.

City Manager Parker stated that the applicant Corlis Hulett was requesting a change of zoning from a classification of "Manufactured Dwelling" on .75 acres of land at 2607 Paul Avenue. City Manager Parker added that the applicant desired to improve the value of the property to "Commercial" and build a Day Care. City Manager Parker stated that the Staff and the Planning and Zoning Commission both unanimously recommended that the Council approve the zone change from a classification of "Manufactured Dwelling" to "Commercial" and amend the Master Land Use Plan from the present designation of "Manufactured Dwelling" to a classification of "Commercial".

Mayor Gorden closed the Public Hearing at 5:16 p.m.

Councilmember R. L. Kuykendall moved to approve the First Reading of an Ordinance amending the Zoning Ordinance and the Future Land Use Plan of the 2001 Comprehensive Plan of the City of Lufkin, Texas, by changing the Zoning and Future Land Use Plan Designation on approximately .75 acres of land described as Tract 217 of the L. Holloway Survey, Abstract 310 and Tract 104.1 of the H. H. Brookshire Survey, Abstract 127 to Commercial Zoning District and the Future Land Use Plan of the 2001 Comprehensive Plan to the classification of Commercial. Councilmember Don Langston seconded the motion. A unanimous affirmative vote was recorded.

7. PRESENTATION BY THE KURTH MEMORIAL LIBRARY BOARD

Mayor Jack Gorden stated that the next item for consideration was a presentation by the Kurth Memorial Library Board.

Sally Alvis stated that there was a unique relationship between the City of Lufkin and Kurth Memorial Library. Ms. Alvis explained that the relationship was unique due to the City owning the library building, funding the staff, and keeping the library operating and then the Library Board that tends to the collection, makes sure the library has current computers, and then the Friends of the Library who was composed of hundreds of tireless volunteer with a passion for literacy and reading. Ms. Alvis added that together the groups form a strong foundation that creates a literary center for the community.

Ms. Alvis stated that libraries of 2007 are not the libraries that everyone grew up with. Ms. Alvis added that they are not the quiet place where librarians are trying to keep everyone silent. Ms. Alvis explained that libraries are now active, vibrant, changing places. Ms. Alvis stated that people are connected to the world via the internet, children listen to books on cds, patrons get help with their taxes, others dance the night away at a gala fund raising event at the library, and authors and musicians bring the spoken and sung word to life for thousands of school children.

Ms. Alvis stated the something critical stands in the way for the library achieving its potential for patrons and non-patrons alike. Ms. Alvis explained that it was the collection. Ms. Alvis stated that six years ago this spring the library moved into a phenomenal facility. Ms. Alvis explained that a very aging collection was brought to the facility. Ms. Alvis added that the collection did not live up to the facility that it sits in. Ms. Alvis stated that the books are approximately thirty-five (35) to sixty (60) years old on average.

Ms. Alvis questioned if the library was delivering the goods to their constituents. Ms. Alvis stated that last summer the Board of Directors along with the Library Director Terry Boomer sought an outside consultant to evaluate the Kurth Memorial Library's collection.

Ms. Alvis stated that the report showed that the Kurth Memorial Library's collection performed poorly because it was old. Ms. Alvis then explained the turn-over rate for libraries, circulation figures, patron count, and how the Kurth Memorial Library was down on all counts. Ms. Alvis added that the "in house" use was up last year, however.

Ms. Alvis stated that if the library fails to refresh the collection and fail to tailor the collection to the constituents' interest and needs the library would run the risk of continuing the trend of a lower circulation rate. Ms. Alvis stated that the result would be an incredible library that would be underutilized by the citizens of the area.

Ms. Alvis stated that in February the Board of Directors adopted its vision for the size and age of the Kurth Memorial Library collection. Ms. Alvis stated the Board would strive for a collection of seventy thousand (70,000) items that would average fifteen (15) years of age. Ms. Alvis added that this would not include the twelve thousand (12,000) items in the Genealogy Collection. Ms. Alvis stated that the goal for turnover would be two (2) to four (4) which would be average for libraries.

Ms. Alvis then went over the current collection, turnover rate, and average age. Ms. Alvis stated that the Friends of the Library and the Library Director recently went through some training on the standard practice of weeding or culling the shelves of the library. Ms. Alvis added that in the past four and one half (4 ½) months the volunteers took two thousand (2000) items off of the shelves of the library. Ms. Alvis the replacement cost of a book was approximately twenty-three dollars and seventy-five cents ($23.75). Ms. Alvis explained that meant that approximately forty-seven thousand five hundred dollars ($47,500) of books that have been removed from the shelves.

Ms. Alvis stated that when the first round of weeding and culling of books was complete the Board estimated that seventeen thousand (17,000) items would be removed from the shelves. Ms. Alvis added that replacing the seventeen thousand (17,000) items would cost approximately four hundred fifty thousand dollars ($450,000). Ms. Alvis stated that the goal after would be to keep the collection current. Ms. Alvis explained that the library would need to continue the weeding process to keep the collection fresh and vibrant. Ms. Alvis explained that the process would cost approximately ninety thousand dollars ($90,000) per year.

Ms. Alvis stated that the Board of Directors and the Friends of the Library funded approximately seventy thousand dollars ($70,000) annually to fund the collection. Ms. Alvis stated that the library had a committed group of Board Members and an unbelievable volunteer group (Friends of the Library). Ms. Alvis stated that the Friends of the Library established a Literacy Advisory Council who would oversee the development of the collection for the City of Lufkin and its citizens and patrons.

Ms. Alvis stated that retirees are big users of library facilities. Ms. Alvis added that the Board wanted to make sure that the Kurth Memorial Library was positioned and a great selling point to market to retirees moving to Lufkin.

Ms. Alvis stated that the Board was looking for ways to create a collection that was both vibrant and fun and want to delight and surprise the users when they walk in the door. Ms. Alvis added that the library would not stop with the collection, but would continue to look for ways to "wow" its patrons. Ms. Alvis stated that the Board was prepared to look for additional sources for revenue to fund the collection at a higher level and to partner with the Library Director to further develop the vision and to sell the vision to the entire community. Ms. Alvis asked the City of Lufkin to take the lead to help the library achieve the vision by considering a cash infusion of one hundred twenty-five thousand dollars ($125,000) to jump start the collection campaign. Ms. Alvis stated that the Board felt that this funding would signal to the community the importance the City places on literacy. Ms. Alvis added that it would also make foundations and other granting entities aware that the library's vision was well thought out and achievable. Ms. Alvis stated that the Board would then raise the additional three hundred twenty-five thousand dollars ($325,000) to implement the vision in an effort to raise the supplemental funds needed on an annual basis to maintain the collection.

Ms. Alvis stated that the Kurth Memorial Library had the potential to knock the socks off of people and truly be the center of the community. Ms. Alvis stated that the Board believed in dreaming big. Ms. Alvis added that it all started with a vision to enhance the collection. Ms. Alvis stated that she had no doubt that if the library was successful that people would come by the thousands to the library. Ms. Alvis stated that the financials of the plan were included in the Council's packets.

Ms. Alvis stated that the Friends of the Library's Annual Book Sale would be held April 26, 27 and 28, 2007. Ms. Alvis explained what occurred when books are donated to the library. Ms. Alvis then stated that she would be happy to answer any questions that the Council had concerning the library.

Councilmember Rufus Duncan stated that the City is proud of the hard work at the Library and complimented the Library Board for taking a situation where four hundred fifty thousand dollars ($450,000) was needed for an upgrade and only asking the City to fund one hundred twenty-five thousand dollars ($125,000). Councilmember Duncan added that it sent a very good message.

City Manager Parker stated that the Board not only paid seventy thousand dollars ($70,000) annually for materials but also paid approximately fifteen to twenty thousand dollars ($15,000 - $20,000) for operational expenses.

Ms. Alvis stated that the Library had an Educational Coordinator who worked with the Board and all of the school districts in Angelina County to bring school children to the library for school field trips that are tied to curriculum and also introduce authors, storytellers. entertainers, musicians, who would bring literature to life. Ms. Alvis added that this program was also funded through the Library Board.

Councilmember R. L. Kuykendall also recognized the hard work of the Library and added his support to their programs and that the Council should assist the Library in any way possible.

Councilmember Phil Medford complimented Sally Alvis on her presentation and added that the Kurth Memorial Library was a great asset for the City of Lufkin and that he wanted the City to assist the Board and the Friends of the Library in their efforts.

Mayor Gorden then recognized the members of the Board for the Kurth Memorial Library. Mayor Gorden stressed the importance of the Boards throughout the City and added that they create the "people" side of the activities. Mayor Gorden then recognized the following Board Members:

Sally Alvis, President
Peyton Walters, Vice-President
Lynn Torres, Secretary
Carlotta Hunt
Jule Fenley
Ella Kegler
Brad Busler
Linda Poland
Catherine Roberts
Tucker Weems
Jim Haley.

Ms. Alvis then gave patron count for Lufkin, Angelina County, and outside Angelina County. Ms. Alvis stated that there were twenty-four thousand nine hundred eighty (24,980) patrons in the City of Lufkin, four thousand two hundred fifty-five (4,255) patrons in Angelina County, and approximately one thousand (1,000) patrons outside of Angelina County.

8. ALL MATTERS INCIDENT AND RELATED TO DECLARING EXPECTATION TO REIMBURSE EXPENDITURES WITH PROCEEDS OF FUTURE DEBT, INCLUDING THE ADOPTION OF A RESOLUTION - APPROVED - PERTAINING THERETO

Mayor Jack Gorden stated that the next item for consideration was all matters incident and related to declaring expectation to reimburse expenditures with proceeds of future debt, including the adoption of a Resolution pertaining thereto.

City Manager Parker stated that he would address the next two (2) items on the agenda. City Manager Parker explained that the second item was simply a Resolution calling for the date of a Public Hearing.

City Manager Parker added that there would be several issues as part of the overall bond program. City Manager Parker stated that one (1) was two million seven hundred thirty thousand dollars ($2,730,000) in Certificates of Obligation to complete the 1999 CIP Program (Fund 305). City Manager Parker stated that the major projects left in the 1999 CIP Program were the Whitehouse Drive Extension Phase Three, U.S. Highway 59 Right-of-Way Acquisition, and the Church Street Drainage.

City Manager Parker stated that the second issue would be one million nine hundred twenty thousand dollars ($1,920,000) in Certificates of Obligation to fund the balance of the 1999 CIP Program which consisted of the Fire Station on Old Union Road, Track Excavator, Fire Pumper, and Street Gradall.

City Manager Parker stated that the next issue would be for one million two hundred fifteen dollars ($1,215,000) in Certificates of Obligation to complete Utility Projects (Fund 355) from the 1999 CIP Program which included Lotus Lane Paving and Drainage, Mantooth Addition Waterline Replacement, Headworks Equipment and Chlorine Contact Basin at the Sewer Treatment Plant.

City Manager Parker stated that the final issue would be for one million seven hundred thirty-five thousand dollars ($1,735,000) in General Obligation Bonds to complete the 2001 Street Bond Program in which the only remaining project to be completed was Lotus Lane.

City Manager Parker stated that the total issue would be seven million six hundred thousand dollars ($7,600,000) with eighty-five thousand dollars ($85,000) for the cost of the issuance of bonds, leaving a net proceed of seven million five hundred fifteen thousand dollars ($7,515,000) to complete the projects as previously outlined.

City Manager Parker stated that if the Council desired to go forth with the issuance of bonds, on June 19th the Council would receive bids and a request for approval of sale and the City should receive the proceeds from the sale in July 2007. City Manager Parker added that several of the projects along with the Resolution had been previously approved with Reimbursement Resolutions and the City would be reimbursed with the monies already expended.

City Manager Parker stated that Staff recommended approval of the item and then the subsequent item which would set the official publication dates. City Manager Parker reiterated that the issuance of these bonds would not raise taxes.

Councilmember Rufus Duncan moved to approve all matters incident and related to declaring expectation to reimburse expenditures with proceeds of future debt, including the adoption of a resolution pertaining thereto. Councilmember Lynn Torres seconded the motion. A unanimous affirmative vote was recorded.

9. ALL MATTERS INCIDENT AND RELATED TO APPROVING AND AUTHORIZING PUBLICATION OF NOTICE OF INTENTION TO ISSUE CERTIFICATES OF OBLIGATION, INCLUDING THE ADOPTION OF A RESOLUTION – APPROVED - PERTAINING THERETO

Mayor Jack Gorden stated that the next item for consideration was all matters incident and related to approving and authorizing publication of notice of intention to issue certificates of obligation, including the adoption of a resolution pertaining thereto.

City Manager Parker stated that this item authorized the publication of notice of intention to issue Certificates of Obligation debt.

Councilmember Rose Faine Boyd moved to approve all matters incident and related to approving and authorizing publication of notice of intention to issue certificates of obligation, including the adoption of a resolution pertaining thereto. Councilmember Lynn Torres seconded the motion. A unanimous affirmative vote was recorded.

10. <u>ADOPTION - APPROVED - OF PROPOSED EMS RATES</u>

Mayor Jack Gorden stated that the next item for consideration was the adoption of proposed EMS rates.

City Manager Parker stated that upon the request of the City Council, the Fire Administration Staff estimated the cost of the Emergency Management System. City Manager Parker explained that after considerable research Staff determined that the cost for EMS services cost approximately $2.6 million annually to provide Emergency Management Service to both the City of Lufkin and Angelina County. City Manager Parker added that with the increase in revenue the City anticipates receipt of approximately $1.4 million dollars. City Manager Parker explained that the proposed increase in rates would add approximately four hundred fifty thousand dollars ($450,000) annually. City Manager Parker added that by combining the current revenue and the proposed increase in rates the City would receive approximately $1.9 million to $2.0 million dollars in revenue. City Manager Parker stated that the City would still not meet the total amount of expenditures but would bring the City considerably closer.

City Manager Parker stated that the proposed rate changes were:

	Current	Proposed
EMS base	$390.00	$625.00
EMS mileage	$ 8.98	$ 11.25
ALS emergency 1	$390.74	$625.00
ALS emergency 2	$554.37	$800.00
ALS special care	$650.61	$900.00
ALS rural mileage	$ 8.98	$ 11.25
ALS rural mileage, 18-50 miles	$ 5.91	$ 8.00

City Manager Parker explained that most of the existing rates were based on Medicare rates and even if the City changes its rates Medicare would still only pay their set amount. City Manager Parker stated that the City's collection rate would only be about fifty-five percent (55%). City Manager Parker explained that there are some individuals not covered by insurance or Medicare so the City would never recover these funds. City Manager Parker stated that Staff did a thorough review of cities in East Texas and found the rates to be in line with or lower than many of the areas when setting the proposed rates. City Manager Parker added that there was a list of drugs and supplies and their rates in the Council packets and that those drugs and supplies would be routinely raised by administration as the cost of the drugs and supplies change. City Manager Parker stated that Staff recommended that Council approve the rate changes.

Councilmember Phil Medford moved to approve the adoption of proposed EMS rates. Councilmember Rose Faine Boyd seconded the motion. A unanimous affirmative vote was recorded.

11. <u>RESOLUTION AUTHORIZING AN AMENDMENT TO THE 2006/2007 OPERATING BUDGET (BUDGET AMENDMENT NO. 19), - APPROVED - PROVIDING FOR THE SUPPLEMENTAL APPROPRIATION OF FUNDS IN THE</u>

WATER/WASTEWATER RENEWAL AND REPLACEMENT; AND PROVIDING AN EFFECTIVE DATE AND AWARDING THE BID FOR THE DENMAN/CHESTNUT WATERLINE REPLACEMENT

Mayor Jack Gorden stated that the next item for consideration was a Resolution authorizing an amendment to the 2006/2007 Operating Budget (Budget Amendment No. 19), providing for the supplemental appropriation of funds in the Water/Wastewater Renewal and Replacement; and providing an effective date and awarding the bid for the Denman/Chestnut Waterline Replacement.

City Manager Parker stated that this project started off small and continued to grow as it progressed. City Manager Parker stated that this was because of problems that were encountered with existing lines. City Manager Parker stated that when the project was first set up Staff estimated that the project would cost from forty-five thousand dollars to ninety thousand dollars ($45,000 - $90,000) and be completed "in house". City Manager Parker added that Staff also thought the project would be a shorter distance than what was designed and proposed. City Manager Parker stated that the project would replace existing six inch (6")and eight inch (8") water lines along a portion of Denman and Chestnut. City Manager Parker explained that the water lines would be replaced with an upgraded twelve inch (12") water line. City Manager Parker added that the new water line would tie to an existing twelve inch (12") line on Chestnut and would end just south of Harbuck on Denman. City Manager Parker stated that this would allow for future expansion of the twelve inch (12") line to Loop 287 in the future. City Manager Parker stated that the existing water line was in very poor condition and even as Staff looked for a stopping point, the project kept growing in length. City Manager Parker added that problem was larger than first estimated and there was a tremendous number of leaks and breakage on the water line over the past few years. City Manager Parker stated that Staff also found that the right-of-way was very congested with existing utilities other than just City utilities. City Manager Parker explained that this would require more boring on this project than the open cuts that was originally anticipated. City Manager Parker stated that when the project was designed and bid out the actual construction cost of the project was from J and D Construction in the amount of four hundred sixteen thousand seven hundred twenty-six dollars and thirty-eight cents ($416,726.38). City Manager Parker explained that an additional appropriation of three hundred eighty thousand dollars ($380,000) would have to be transferred from the Water and Sewer Fund Balance. City Manager Parker added that there were sufficient funds within the Fund. City Manager Parker stated that Staff recommended that Council consider and award the bid to J and D Construction in the amount of four hundred sixteen thousand seven hundred twenty-six dollars and thirty-eight cents ($416,726.38) with a budget transfer of three hundred eighty thousand dollars ($380,000) from the Water and Sewer Fund Balance to complete the project.

There was discussion among Staff, Mayor and Council concerning the project.

Councilmember Rose Faine Boyd moved to approve the Resolution authorizing an amendment to the 2006/2007 Operating Budget (Budget Amendment No. 19), providing for the supplemental appropriation of funds in the Water/Wastewater Renewal and Replacement; and providing an effective date and awarding the bid for the Denman/Chestnut Waterline Replacement. Councilmember Don Langston seconded the motion. A unanimous affirmative vote was recorded.

12. Mayor Jack Gorden requested that the Strategic Planning Workshop that was scheduled after the Executive Session be postponed until the next regularly scheduled Council meeting. The City Council concurred. Mayor Gorden then recessed the Regular Session at 5:55 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, demolition of buildings, or appointments to boards and personnel may be discussed.

Mayor Jack Gorden reconvened the Regular Session at 6:10 p.m.

13. <u>CALENDAR NOTATIONS FROM MAYOR, COUNCIL MEMBERS, AND CITY MANAGER</u>

City Manager Paul Parker stated that the First Friday Luncheon would actually be held on the second Friday in April due to Good Friday being on the first Friday. City Manager Parker added that City Secretary Renee Thompson would call the Council closer to the date to remind them and to find out who would be attending. City Manager Parker also reminded the Council about the Downtown Hoedown that would be held on April 14, 2007. City Manager Parker added that anyone who wished to ride in the parade should let Main Street Director Barbara Thompson know.

14. There being no further business for consideration, the meeting adjourned at 6:13 p.m.

<u>STRATEGIC PLANNING WORKSHOP (TABLED)</u> – Financial Overview and review of financial policies and procedures including formulating a Funding Policy enhancing City infrastructure and services (Capital Improvement Plan).

Jack Gorden

Jack Gorden – Mayor

Renee Thompson

Renee Thompson – City Secretary