

Hillsboro, Kansas
November 6, 2007

1. The city council met in regular session on Tuesday, November 6, 2007 at 4:00 p.m. in council chambers with Mayor Dalke and Council members Shelby Dirks, Bob Watson, Byron McCarty & Shane Marler present.

2. Others Present: Winton Hinkle, Hinkle Elkouri Law Firm; Mike Ryan, HCMC; Doug Wright, Wright's Chrysler; Don Ratzlaff, Hillsboro Free Press; Susan Berg, Hillsboro Star Journal; Bob Previtera, Reiss & Goodness Engineers; Gari-Ann Patzwald; Albert Reimer; Dan Baldwin, City Attorney; Bob Fenstermacher; Lu Janzen, Parkside Homes; Dan Kinning, Police Chief; Joe Alvarez, Sewer Plant Operator; Larry Paine, City Administrator; and, Jan Meisinger, City Clerk

3. **CALL TO ORDER** – Mayor Delores Dalke called the meeting to order at 4:03 p.m.

4. **PUBLIC COMMENTS** – none

5. **MINUTES** – The minutes of the 10-16-07 regular meeting were approved as distributed.

6. **VOUCHERS** – Motion was made by Council member Marler and seconded by Council member McCarty to approve the vouchers in the amount of \$89,833.74, plus Invoice 2251 to Ranson Financial in the amount of \$1,000.00 for grant writing services for the 2008 CDBG application for water improvements – Birch/Cedar Street target areas. Motion carried unanimously.

7. **ADDITION TO AGENDA** – Agenda Item 1B – HCMC was added to the agenda.

8. **LEAGUE SERVICE AWARDS** – Mayor Dalke presented Joe Alvarez with a 20-year service award and thanked him for his years of service with the city.

9. **HCMC** – Mike Ryan presented HCMC's capital budget for 2008 – 2012. He asked for approval in concept, and said he would be back for approval of each item. Mr. Ryan said their two top priority items would be replacement of the colonoscope and the emergency generator. He also presented a proposal from Supreme Floor Company for replacement carpet for the special care unit, excluding the dining room, in the amount of \$15,300.00. Motion was made by Council member Watson and seconded by Council member Marler to approve the five-year equipment budget concept. Motion carried unanimously.

Motion was made by Council member Dirks and seconded by Council member Watson to approve the flooring for the special care unit in the amount of \$15,300.00. Motion carried unanimously.

BOARD APPOINTMENTS – Mayor Dalke reappointed Eileen Unruh and Jim Brennan to the Hospital Board. Motion was made by Council member Dirks and seconded by Council member Marler to approve these appointments. Motion carried unanimously.

10. PARKSIDE HOMES - Mr. Winton Hinkle told council that the 2005 Healthcare Facilities Refunding Revenue Bonds were being restructured to reduce the interest expense. Central National Bank owns 100% of the bonds. The amount of the issue will be \$5,983,459.00. Motion was made by Council member Dirks and seconded by Council member Watson to approve Ordinance No. 1158 – AN ORDINANCE AUTHORIZING THE CITY OF HILLSBORO, KANSAS TO ISSUE ITS HEALTH CARE FACILITIES REFUNDING REVENUE BONDS (PARKSIDE HOMES, INC.), SERIES 2007 IN THE AGGREGATE PRINCIPAL AMOUNT OF \$5,983,459.00 FOR THE PURPOSE OF PROVIDING FUNDS TO EXCHANGE REFUND ON A CURRENT BASIS CERTAIN HEALTH CARE FACILITIES REFUNDING REVENUE BONDS, SERIES A, 2005, HEALTH CARE FACILITIES IMPROVEMENT AND REFUNDING REVENUE BONDS, SERIES B, 2005 AND HEALTH CARE FACILITIES REFUNDING REVENUE BOND, SERIES D, 2005 OF THE CITY; PRESCRIBING THE FORM AND AUTHORIZING EXECUTION OF A BOND AGREEMENT BETWEEN THE CITY AND CENTRAL NATIONAL BANK, HILLSBORO, KANSAS; APPROVING THE FORM OF A GUARANTY AGREEMENT AMONG PARKSIDE HOMES, INC., AS GUARANTOR, AND CENTRAL NATIONAL BANK, HILLSBORO, KANSAS; PRESCRIBING THE FORM AND AUTHORIZING THE EXECUTION OF A TAX COMPLIANCE AGREEMENT AMONG THE CITY, PARKSIDE HOMES, INC. AND CENTRAL NATIONAL BANK. Council was polled with the following vote: Marler, yes; McCarty, yes; Dirks, yes; Watson, yes. Motion carried unanimously.

Motion was made by Council member Marler and seconded by Council member Watson to authorize the mayor to sign the necessary documents. Motion carried unanimously.

11. APPLICATION FOR LICENSE FOR DRINKING ESTABLISHMENTS – Council member Marler excused himself from this agenda item stating it was a conflict of interest since he is part owner of the restaurant applying for the license. He stepped away from the table, but remained in the room to answer questions. A state liquor license has been issued to LaCabana, Inc. City ordinance (1119) requires a local license. There are no zoning restrictions at this time. Motion was made by Council member Dirks and seconded by Council member Watson to approve this application. Vote: Dirks, yes; McCarty, yes; Watson, yes. Motion carried unanimously.

12. BID AWARD – POLICE CAR – The following proposals were received. The dealer proposals include the trade-in value for the Intrepid; however, the State Partners program does not.

2008 Chevrolet Impala	
Irv Schroeder's	\$17,450.00
Partners Program	\$18,000.00

2008 Dodge Charger		
Wright's Chrysler		\$20,268.00
Partners Program		\$19,521.00
2008 Dodge Magnum		
Wright's Chrysler		\$20,974.00
Partners Program		\$21,366.00
2008 Crown Victoria		
Hillsboro Ford		\$21,966.00
Partners Program		\$22,918.00

Police Chief Kinning's recommendation was for the purchase of the 2008 Magnum. It is a full-size vehicle and would allow him to carry more equipment. Both Dodges also have the ESP braking system, a feature that limits oversteering and understeering under critical conditions. The Magnum also has a better gas mileage rating than the other two competitors. Turn-around time should be 150 days or less. Motion was made by Council member Marler and seconded by Council member McCarty to approve the purchase of the 2008 Magnum. Motion carried unanimously.

Mr. Wright said he had a left-over new 2006 Magnum that has everything the police package would have, plus more. He would sell this for \$1,000.00 less or \$19,875.00 to move the car out of his inventory. It is dark blue with 18" wheels, and a Hemi. Motion was made by Council member McCarty and seconded by Council member Marler to take a five minute recess to look at the car. The council meeting resumed at 4:35 p.m. Police Chief Kinning said he had no problem with the 2006 Magnum. Council member Marler amended his previous motion and now moved to purchase the 2006 Dodge Magnum from Wright's Chrysler as a substitute proposal. Motion was seconded by Council member Dirks. Motion carried unanimously.

13. APPOINTMENT OF BUILDING INSPECTOR – City Administrator Paine recommended the appointment of Ben Steketee as building inspector. City Administrator Paine felt that with the new development, there would be plenty of work for him to do. He will also be taking training for the building inspector position. Mayor Dalke said when the city's last ISO rating was done, we could have received a better rating if all the commercial buildings in town had been inspected by the Fire Department. She felt that if some of these kinds of things could get done, it would be very beneficial to the city. Motion was made by Council member Marler and seconded by Council member McCarty to hire Ben Steketee as building inspector. Motion carried unanimously.

14. ENGINEER'S REPORT - Mr. Previterra submitted a written report on the three drainage projects for council to review and discuss at the next meeting.

He submitted engineering contracts for the Hillsboro Business Park and is also pursuing a letter of map revision in regard to the flood plain. By the mid to end of November, he will have the grading and drainage plans complete.

Motion was made by Council member Dirks and seconded by Council member McCarty to approve the engineering contracts contingent upon City Administrator Paine's & City Attorney Baldwin's approval; and, to approve the mayor signing the contracts upon their approval. Motion carried unanimously.

Mr. Albert Reimer wants to proceed with his development as soon as possible so concrete work can be done before could weather.

15. FOLLOW-UP FROM PREVIOUS COUNCIL MEETINGS – All items deferred.

16. CITY ADMINISTRATOR'S REPORT –

Sewer Lagoon Project – The bid opening for the sewer lagoon project will be November 27th with approval by city council on December 4th. Motion was made by Council member Marler and seconded by Council member Dirks approving Mayor Dalke signing a letter to Congressman Jerry Moran asking for help expediting work on our Rural Development Loan application.

17. ADJOURNMENT – Motion was made by Council member Dirks and seconded by Council member Marler to adjourn at 5:30 p.m.

DELORES DALKE, MAYOR

ATTEST:

JANICE K. MEISINGER, CITY CLERK