COOKEVILLE CITY COUNCIL
REGULAR MEETING
OCTOBER 1, 2015
5:30 P.M.

The Council of the City of Cookeville met in regular session on Thursday, October 1, 2015, at 5:30 p.m., in the Municipal Building, 45 East Broad Street. Councilman Henry gave the invocation, and led the audience in the Pledge of Allegiance. Mayor Shelton then called the meeting to order and asked the Clerk to call the roll. Present and answering roll call were:

Mayor Ricky Shelton
Councilman Dwight Henry
Councilman Charles Womack
Councilman Jim Woodford

ABSENT: Vice-Mayor Larry Epps

Also present: Mike Davidson, City Manager; Cathy McClain, City Clerk and Dan Rader IV, serving as City Attorney.

CONSIDER APPROVAL OF AGENDA AS PRESENTED

Councilman Womack made a motion, seconded by Councilman Woodford, to approve the agenda as submitted. Upon call for a vote, the following voted aye:

Mayor Ricky Shelton
Councilman Dwight Henry
Councilman Charles Womack
Councilman Jim Woodford

ABSENT: Vice-Mayor Larry Epps

The City Clerk announced that the motion carried.

APPOINTMENTS, PROCLAMATIONS, PRESENTATIONS OR AWARDS:

No business to consider.

OLD BUSINESS:

CONSIDER APPROVAL OF MINUTES OF COUNCIL MEETING HELD ON SEPTEMBER 17, 2015

Councilman Womack made a motion to dispense with the reading of the minutes and approve said minutes as submitted. The motion was seconded by Councilman Woodford. Upon call for a vote, the following voted aye:

Mayor Ricky Shelton
Councilman Dwight Henry
Councilman Charles Womack
Councilman Jim Woodford

ABSENT: Vice-Mayor Larry Epps

The City Clerk announced that the motion carried.

COOKEVILLE CITY COUNCIL
MINUTES
OCTOBER 1, 2015

CONSENT AGENDA:

No business to consider.

NEW BUSINESS – PUBLIC HEARINGS AND ACTION ITEMS:

HOLD A PUBLIC HEARING AND CONSIDER ON FIRST READING ORDINANCE #O15-10-25, AMENDING THE BUDGET OF THE ECONOMIC DEVELOPMENT FUND OF THE CITY OF COOKEVILLE, TN, FOR THE FISCAL YEAR ENDED 6-30-16

- **Economic Development Fund**

  Additional Revenues:

  – FastTrack Economic Development Program Grant

  – $4,827,500 grant proceeds

  Additional Expenditures:

  – Land acquisition costs – reimbursement to Academy Ltd $4,827,500

Councilman Henry made a motion, seconded by Councilman Womack, to approve on first reading Ordinance #O15-10-25. Upon call for a vote, the following voted aye:

Mayor Ricky Shelton
Councilman Dwight Henry
Councilman Charles Womack
Councilman Jim Woodford

ABSENT: Vice-Mayor Larry Epps

The City Clerk announced that the motion carried.

CONSIDER APPROVAL OF ONE (1) YEAR MOTORCYCLE LEASE FOR SIX (6) UNITS – POLICE DEPARTMENT

Vice-Mayor Epps entered the meeting at this time.

- Current lease may be extended at the agreement of both parties
- Extension of the lease allows the lease agreement and year model of the motorcycles to realign
- Our Intent is to rebid next fiscal year
- Lease payment for (6) motorcycles $20,396.88
- Budgeted item

Councilman Womack made a motion, seconded by Councilman Woodford, to approve the motorcycle lease as recommended. Upon call for a vote, the following voted aye:

Mayor Ricky Shelton
Vice-Mayor Larry Epps
Councilman Dwight Henry
Councilman Charles Womack
Councilman Jim Woodford

The City Clerk announced that the motion carried.

CONSIDER AUTHORIZING THE CITY MANAGER TO EXECUTE A GAS CAPACITY AND SUPPLY CONTRACT RENEWAL

Memorandum

To: Mike Davidson, City Manager
Ricky Shelton, Mayor
Larry Epps, Vice-Mayor
Jim Woodford, Councilman
Charles Womack, Councilman
Dwight Henry, Councilman

From: Jeff Miils, Department Director
Date: September 23rd, 2015
Re: Capacity and Supply Contract Renewal

The Gas Department has been in the process of renegotiating a contract with Atmos Energy Marketing (AEM) to continue providing a firm (fixed quantity) of 1.500 dekatherms to the Cookeville gate station daily.

The current contract which expires October 31st, 2015 has been extended successively for 12 month periods per contract agreement with the approval of both entities since contract origination, November 1st, 2005 at the rate of $0.23/dekatherm with an annual cost of $ 125.925.

Due to the demand availability generated by producers, distribution systems and large end users of today those cost have escalated. We have negotiated a price of $0.55/dekatherm with Atmos Energy in order to retain this firm supply to our customers with an annual cost of $301,125. The additional annual cost of $175,200 will be absorbed into our current rate structure therefore no rate increase is projected. This contract allows us to utilize this pipeline space acquired by AEM at a lower price than what we would be able to obtain on our own.

I am asking for your approval for the City Manager's authorization to enter into this contract. I am happy to answer any questions you may have and appreciate your consideration.

Councilman Womack made a motion, seconded by Councilman Woodford, to authorize the City Manager to execute the gas capacity and supply contract renewal as recommended. Upon call for a vote, the following voted aye:

Mayor Ricky Shelton
Vice-Mayor Larry Epps
Councilman Dwight Henry
Councilman Charles Womack
Councilman Jim Woodford

The City Clerk announced that the motion carried.

CONSIDER AUTHORIZING THE CITY MANAGER TO EXECUTE A DAILY GAS PEAKING SERVICE AGREEMENT

Memorandum

To: Mike Davidson, City Manager
Ricky Shelton, Mayor
Larry Epps, Vice-Mayor
Jim Woodford, Councilman
Charles Womack, Councilman
Dwight Henry, Councilman

From: Jeff Mills, Department Director
Date: September 23rd, 2015
Re: Daily Gas Peaking Service Agreement

The Gas Department has been in the process of negotiating a contract with Atmos Energy Marketing (AEM) to provide additional peaking services. A "peaking" day is when our gas purchases from the pipeline exceed our daily contract amount due to our customer's consumption. The contractual maximum daily quantity of gas we can flow on any given day is 10,053 dekatherms (dth). If our daily system usage is greater than the 10,053 we must utilize a peaking service or be subject to penalties from the pipeline. We currently have peaking services in place to provide additional daily supplemental supply of 10 days @ 3,000 dth and an 8 day supply of 2,218 dth; which can be used concurrently if needed. We propose increasing our peaking service an additional 10 day or 30,000 dth supply to help mitigate pipeline penalties for future extreme winter consumptions.
Our system exhausted our existing peaking contracts the past 2 winters. If we had experienced a colder January or March in 2014 or 2015 Cookeville would have been exposed to pipeline penalties. Cost to acquire this additional 10 day peaking service will be $198,000 per year.
This additional expense will layered into our rate structure with no projected rate increase to our customers.
I am asking for your approval for the City Manager's authorization to enter into this contract. I am happy to answer any questions you may have and appreciate your consideration.

Councilman Womack made a motion, seconded by Councilman Woodford, to authorizing the City Manager to execute a daily gas peaking service agreement as recommended. Upon call for a vote, the following voted aye:

Mayor Ricky Shelton
Vice-Mayor Larry Epps
Councilman Dwight Henry
Councilman Charles Womack
Councilman Jim Woodford

The City Clerk announced that the motion carried.

CONSIDER AWARDING BID FOR BORING UNDERGROUND CONDUIT – ELECTRIC DEPT.

CITY OF COOKEVILLE
ELECTRIC DEPT.
BID TABULATION SCHEDULE
BID NOTICE # 15090201

DATE OF BID OPENING: 9-22-2015
BIDS OPENED BY: Mike McLatchy
BIDS WITNESSED BY: Scottie Roberts
DEPARTMENT: Electric
TIME: 2:00 PM CST

BIDDERS	Boring Underground Conduit QTY 2"	2.5"	3-2.5"	3"	4"	6"		
Loftis Underground	$12.00/ft	$13.00/ft	$25.00/ft	$13.50/ft	$15.00/ft	$45.00/ft		
Bush Construction	$15.50/ft	$16.50/ft	$35.00/ft	$18.00/ft	$30.00/ft	$60.00/ft		
Madewell Construction	$20.00/ft	$30.00/ft	$30.00/ft	$30.00/ft	$40.00/ft	$60.00/ft		

WE, THE UNDERSIGNED DO HEREBY RECOMMEND THE BID FROM Loftis Underground
BE AWARDED FOR THE FOLLOWING REASON: low bid meeting specs.

RECOMMENDED: DEPT. HEAD

APPROVAL: CITY MANAGER

Councilman Woodford made a motion, seconded by Councilman Womack, to award the conduit bid as recommended. Upon call for a vote, the following voted aye:

Mayor Ricky Shelton
Vice-Mayor Larry Epps
Councilman Dwight Henry
Councilman Charles Womack
Councilman Jim Woodford

The City Clerk announced that the motion carried.

CITIZENS REQUEST FOR HEARING BEFORE CITY COUNCIL:

Timothy Golden/Sarah Delk, residents at 2132 Hyder Mountain Road outside the city limits, advised that the owners of six (6) of the residential properties request that the city apply for grant funds to do a water rehab project for this area.

City Manager Mike Davidson advised that he will check on grant money for next fiscal year.

HEARING FROM OFFICERS, COUNCILMEN AND CITY MANAGER:

Councilman Womack announced that the local Healthier Tennessee group received grant money of $5,000.00!

Councilman Woodford expressed his gratitude for all of the community involvement building the new *Playground in Dogwood Park!!*

MAYOR'S COMMENTS:

Mayor Shelton announced that the *"Heart of the City Playground"*, currently being built, is an example of lots of Community Pride!!

There being no further business, Mayor Shelton declared the meeting adjourned at 5:55 p.m.

_____
Ricky Shelton, Mayor

ATTEST:

_____
Cathy McClain, City Clerk