

MINUTES OF THE SPECIAL MEETING OF THE BOARD OF ALDERMEN
OF THE CITY OF OSAGE BEACH, MISSOURI

November 4, 2013

The Board of Aldermen of the City of Osage Beach, Missouri, met to conduct a special meeting on Monday, November 4, 2012, at 6:30 p.m. at City Hall. The following were present: Mayor Penny Lyons, Alderman Fred Catcott, Alderman Steve Kahrs, Alderman Michelle Myler, Alderman John Olivarri, Alderman Kevin Rucker and Alderman Ron Schmitt. Others present were City Administrator Nancy Viselli, Assistant City Administrator Jeana Woods, City Attorney Ed Rucker, Public Works Director Nick Edelman, City Treasurer Karri Bell, Park Manager Brian Willey and City Clerk Diann Warner.

2013 Budget.

City Administrator Nancy Viselli reported that the November sales tax receipts are up considerably and the revenues are looking good. She added that revenues and expenses may be discussed at each budget meeting.

Water.

Public Works Director Nick Edelman said that DNR has a drinking water grant which will provide up to 45% of engineering. He would like to apply for the grant for a project which loops the water line from Three Seasons to Nichols (Golfview). He said the project is needed however there is no obligation to apply for the grant.

Alderman Catcott questioned when the water tower on the west side of the City would be painted. Director of Public Works Edelman said a contract has been awarded to clean the Swiss Village and the Columbia College wells inside and outside and they will be painted in 2015. Mr. Edelman said the hospital tower will be utilized while the Swiss Village tower is being cleaned and out of service.

Mr. Edelman said the water line between Palmer and Parrish needs to be replaced due to leaks. There is an increase in salaries and health insurance because the Engineering Department has been dissolved and expenses have been disbursed to water, sewer and transportation.

Property and liability insurance shows an increase because we are paying for 18 months. City Administrator Nancy Viselli said MPR anticipates an increase but the amount is not known yet. She added that \$20,000 was saved this year by switching to MPR and the deductible due to the flooding at the park was \$2,500 versus \$100,000 with Naught Naught. Mrs. Viselli said that the City's high deductible health care plan is saving money and the plan complies with the rules and regulations of the Affordable Health Care Act.

Assistant City Administrator Jeana Woods explained the administrative reimbursement to recapture money spent for engineering services in water, sewer and transportation.

Leak detection equipment is being budgeted. Public Works borrowed the equipment to detect the water leak at Palmer and Parrish.

Sewer.

Updates to the SCADA system, which monitors lift stations and notifies dispatch when there are problems, are being requested. These funds are for Phase 1 and 2. Other items being requested are furniture and remodeling of the break room at Public Works. A sink for the break room and new

tables and chairs are being requested.

Sewer expansion to Y Road is budgeted however, water to that area will not meet the design standards for fire suppression. A booster or an elevated tower would be needed. Public Works Director Edelman said there is a large demand for sewer outside the City limits.

Alderman Catcott questioned the impact of the new elementary school on the water and sewer system. Mr. Edelman responded there is no issue with water because the lines were designed for fire flow. Mr. Edelman was asked to find out the cost of a pressure pump to supply fire suppression to Y Road.

Mr. Edelman said that one property owner offered to donate 50% of the property needed for the Osage Beach Parkway extension if the sewer line is extended to his property. \$353,750 has been budgeted for the extension. Alderman Kahrs said he would like to know the value of the property before spending that much to extend the sewer line. \$154,000 is being budgeted to extend the sewer line to the Dogwood Animal Shelter and to Evergreen.

Odor control was discussed. It was noted there are different methods for controlling odor. Previously, there were line items for chemicals, odor control and repair of system. Assistant City Administrator Jeana Woods said they have been combined into the odor control line item.

A smaller pump truck is being requested – one that does not require the employee to have a CDL (commercial driver's license).

Transportation.

The retirement line item has increased due to the addition of employees transferred from the Engineering Department. Public Works Director Nick Edelman said the Sunset Drive Sidewalk and relocation of the grinder station is currently out to bid; the lift station at Prewitt's Point must be upgraded to three phase power. A keyless system and cameras at the Public Works Facility are being budgeted. One additional employee will be hired in Transportation because of the additional work after taking over Osage Beach Parkway.

One dump truck is being replaced and the old one will be used at the airports which will allow them to have plowing capabilities. A maintenance schedule for striping and sealing has been developed. MoDOT has worked on the bump by Putt n Stuff and Mayor Lyons said it is worse than it was before. She said she is not in favor of accepting Osage Beach Parkway until the bump is repaired. Public Works Director Nick Edelman will look into doing the striping in house in the near future.

Utility Relocates – if AT &T, Ameren UE or Charter have easements when the City has a project, their poles must be moved at the City's expense.

Alderman Olivarri expressed his concern that there is a portion of Zebra Road that has not been completed and it is not included in the proposed 2014 budget. He asked that funds to complete the project be budgeted for the portion of road that is located behind Dierbergs and Randy's. Public Works Director Edelman explained that \$330,000 was budgeted for Zebra but it was eliminated due to the lack of funds. He added that the design work is being done in house. There are sidewalks on Cove Road that are a part of the Zebra project and they have had a problem obtaining easements.

Alderman Olivarri said that the line item is not defined in the budget but he wants it to be defined as Zebra Road. He added that this is a project that is not new, the project was divided into two phases, one of which was completed and he would like funds to be included in the budget to complete the second phase.

Public Works Director Edelman said there was a water line issue by Randy's Frozen Custard and he is talking to the insurance company to see if they would pay for part of the road repair caused by the water leak. He added that funds are needed for the outer road in 2015 however neither Zebra nor Osage Beach Parkway would be completed in 2014. The application for cost share must be submitted by January and the committee meets in March to award the funds.

Alderman Olivarri asked that \$330,000 be added for Zebra Phase 2 to the 2014 budget.

Public Works Director Edelman said that bids must be solicited for maintenance of the traffic lights as soon as possible. The City will be responsible for the following lights after taking over Osage Beach Parkway: Dierbergs, the Outlet Mall, KK, Nichols, Prewitt and Wal-Mart.

Parks.

A skid steer is being requested which will be used to move bleachers, for snow removal and various other jobs. It was noted that FEMA will reimburse the City 75% of \$625,000 and Phase 1 must be complete before the Park is reopened. Public Works Director Edelman said there are Hazard Mitigation Grants available. It was noted that \$16,000 was received today for the vehicles that were totaled at the Park.

Discussion followed on the pond and the problem with the creek. Grant funds are available and Public Works Director Edelman would like to pursue the grant and make some upgrades.

The mini truck, the pickup and the Explorer were totaled. The mini truck is being replaced with a Gator, a pickup will be transferred from public works to the Park and the truck they are currently using will be transferred to the Park instead of being sold.

A new 4x4 Gator which Parks Director Brian Willey said is more practical may be obtained for \$8,250 which will replace the mini truck.

Alderman Myler moved to proceed with the purchase of the Gator in the amount of \$8,250. Alderman Schmitt seconded the motion which was voted on and passed.

Assistant City Administrator Jeana Woods said that in 2015, public works will have another truck that will be transferred to the Parks.

City Attorney.

No questions.

Revenue and Expenses.

It was noted that the water and sewer revenue is flat. Assistant City Administrator Woods explained that a rate increase is scheduled to go into effect on January 1. She said that not as much

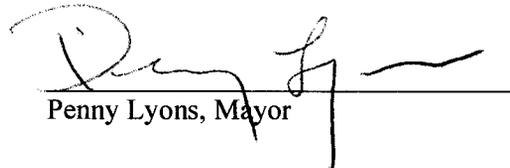
water is used when there is a wet summer. Mrs. Woods will conduct a rate review in June 2014 to determine the rates for the next few years. She said that customers are being more conservative and there are not as many new customers.

An inquiry was made about when the City would be receiving a check for franchise fees for natural gas. Staff will bring back information about the number of hook ups and when a check from Summit Gas is expected.

There being no further business to come before the Board, the meeting adjourned at 8:55 p.m.

I, Diann Warner, City Clerk of the City of Osage Beach, Missouri, do hereby certify that the above foregoing is a true and complete journal of proceedings of the special meeting of the Board of Aldermen of the City of Osage Beach, Missouri, held on November 4, 2013.


Diann Warner, City Clerk


Penny Lyons, Mayor

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