

MINUTES } CITY OF PIKEVILLE

COMMISSIONER:	Robert Amos, Jr.	Yes
	Bob Easton	Absent
	Thomas Howell	Yes
	Willie Joe Meade	Yes
MAYOR:	W.C. Hambley, M.D.	Yes

The motion carried.

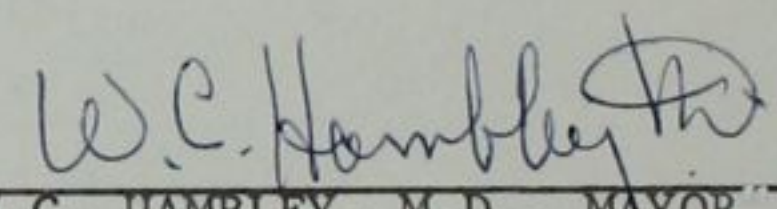
Commissioner Willie Joe Meade made the motion to adjourn.
Commissioner Thomas Howell second the motion.

Upon roll call the vote was as follows:

COMMISSIONER:	Robert Amos, Jr.	Yes
	Bob Easton	Absent
	Thomas Howell	Yes
	Willie Joe Meade	Yes
MAYOR:	W.C. Hambley, M.D.	Yes

MEETING ADJOURNED.

APPROVED:


W.C. HAMBLEY, M.D., MAYOR

ATTEST:

CHARLES L. HUFFMAN, JR.
CITY CLERK

REGULAR MEETING - DECEMBER 8, 1975

At a regular meeting of the Board of Commissioners of the City of Pikeville, Kentucky, held in City Hall on December 8, 1975, at 7:30 P.M., the following members were present:

COMMISSIONER:	Robert Amos, Jr.
	Thomas Howell
	Willie Joe Meade
MAYOR:	W.C. Hambley, M.D.

The meeting was called to order at 7:30 P.M.

The Assistant City Clerk read the minutes for the period of November 24, 1975, and December 1, 1975. The minutes were approved as read without any additions or corrections.

Discussion opened up on the Gas Distribution Renewal System.

Ralph Nall, representative of Dupree & Company, presented the estimated cost and sources of funds to the Commission. Estimated cost for the first year would be \$2,385,000.00; source of funds for this would be the Revenue Bonds. The estimated required net annual revenues from the operation of our gas system would have to be \$376,500.00. Our estimated annual expenses for 1975 + 5% would be \$516,000.00; so the required gas sales gross revenues would have to be \$892,500.00.

Mr. Nall stated that this was not an easy bond to sale; and they need the assurance of the lifetime of the local gas reserves and an agreement from Columbia Gas.

Ed Nosow, engineer in gas field reserves, spoke before the Commission about his work and what it entails. He stated that he could work up an estimate of our local gas reserves for a minimum of \$2,500.00.

Mayor Hambley stated that we needed to have this information on hand; whether we sold bonds or not. He asked Mr. Nosow to draw a proposal up between him and The City of Pikeville.

Robert Gidney, representative from Heath & Associates, presented a bid summary of the Gas Distribution System to the Commission. Mr. Gidney made the point that construction for this job is very difficult and that these bids are competent for the job that is to be done. Mr. Heath stated that

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which ever way the City chooses to go, Heath and Associates would be with them 100%.

Heath and Associates will meet with the City's Bond Agent and see if they can come up with a halfway margin; and present a purposal at a future meeting.

Mr. Gidney made the Commission aware that the bids will expire December 25, 1975.

Commissioner Robert Amos, Jr. made the motion to authorize Ed Nosow to proceed with a survey of local gas reserves and negotiate a contract with the City Attorney. Commissioner Thomas Howell second the motion.

Upon roll call the vote was as follows:

COMMISSIONER:	Robert Amos, Jr.	Yes
	Bob Easton	Absent
	Thomas Howell	Yes
	Willie Joe Meade (left 7:45)	Absent
MAYOR:	W.C. Hambley, M.D.	Yes

The motion carried.

Resolution R-75-76 was presented and read entitled:

RESOLUTION OF THE CITY OF PIKEVILLE, KENTUCKY
ACCEPTING A PROPOSAL OF DUPREE & COMPANY, INC.
LEXINGTON, KENTUCKY TO ACT AS FISCAL AGENT IN
THE ISSUANCE AND SALE OF CITY OF PIKEVILLE,
NATURAL GAS SYSTEM REVENUE BONDS.

WHEREAS, The City of Pikeville, (Hereinafter the City) is presently considering the repair and reconstruction of its natural gas distribution system (hereinafter the "System"); and

WHEREAS, the City does not presently have sufficient funds available to accomplish such repair and reconstruction; and

WHEREAS, the City proposes to issur its City of Pikeville Natural Gas System Revenue Bonds in an amount as yet undertermined but sufficient to pay the const of such repair and construction as is determined to be feasible; and

WHEREAS, Dupree & Company, Inc., a licensed Municipal Bond Dealer with offices in the City of Lexington, Kentucky, has presented a proposal to the City to act as Fiscal Agent in providing consultation, advice and professional services in the preparation and offering for sale of such a bond issue, such proposal being as follows:

November 24, 1975

Honorable W.C. Hambley, M.D.
Mayor
-and-
Members of the City Commission
Pikeville, Kentucky

Gentlemen:

We are advised that the City of Pikeville (hereinafter the "City") is considering the repair and reconstruction of its natural gas distribution system and the issuance of bonds to provide funds for such repair and reconstruction.

We understand that the City desires to obtain the services of a Fiscal Agent in the issuance of such bonds. Dupree & Company, Inc., (hereinafter the "Fical Agent") presents the following proposal:

1. The Fiscal Agent will prepare and cause to be offered for sale in a manner provided by law an issue of the City's Bonds in an amount to be determined by the City.

2. The Fiscal Agent will consider and submit recommendations to the City on matters related to the issuance of Bonds including, but not limited to: size of issue, date of issue, schedule of Bond maturities, prior redemption provisions, denomination, place or places of payment, control and disposition of Bond proceeds and revenues, accumulation of desireable reserves and timing of Bond sale.

3. The Fiscal Agent will retain the services of nationally recognized Bond Counsel who will draft all Ordinances and other required legal documents and will render a final opinion on the legality of the Bonds and all proceedings in connection therewith.

4. The Fiscal Agent will assist the City in the preparation of an Official Statement setting forth a proper description of the Bond issue, including finan-

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cial and other information such as investors and prospective bidders require in evaluating Bonds and instructions for submitting proposals to purchase Bonds.

5. The Fiscal Agent will advise in the tabulation and comparison of bids received and will submit recommendations concerning the acceptability of such proposals from the standpoint of price and interest cost in relation to financial conditions existing at the time.

6. The Fiscal Agent, in cooperation with Bond Counsel, will examine the Bonds prior to delivery to determine that they are accurate in text, dating and maturity. The Fiscal Agent will assist in the execution and delivery of the Bonds.

7. The Fiscal Agent agrees that from the stipulated compensation the following expenses will be paid:

- (a) Travel, telephone, hotel, subsistence, and other expenses incurred in the performance of its functions under this agreement;
- (b) The fees and expenses of Bond Counsel retained by the Fiscal Agent;
- (c) The cost of soliciting proposals to purchase the Bonds in such manner as Bond Counsel advises may be required by Law;
- (d) The cost of having all Bonds prepared in customary and acceptable printed or lithographed form on steel engraved borders by a nationally known firm specializing in the preparation of Bonds, and the cost incurred in the execution thereof and delivery to the Purchasers;
- (e) The cost of printing, mimeographing, or otherwise reproducing in multiple copies, the City's prospectus or other official statement such as is customary or desirable;
- (f) The cost of disseminating copies of publicity material to a mailing list of institutions and dealers generally known to be actively interested in the type of Bond concerned;

8. For the above services and expenses, the Fiscal Agent is to receive payment from the proceeds of the Bonds simultaneously with the delivery of the Bonds to the purchaser(s) to be calculated as a percentage of the face amount of Bonds issued in accordance with the following schedule:

2% of the first \$500,000 or \$7,500 whichever is greater;
 1 1/2% of the next \$500,000
 1% of the amount over \$1,000,000.

9. The City agrees to furnish:

- (a) The services of the City Attorney as required without charge;
- (b) Report from Design Engineer stating in reasonable detail (i) work to be done; (ii) total cost of project to completion; (iii) estimated annual gas usage for each year until final maturity of Bonds; (iv) estimated annual revenues and expenses for each year until final maturity of the Bonds; (v) any other pertinent information;
- (c) Report from independent engineering consultant reciting the opinion that gas available under existing contracts will be adequate to produce revenues sufficient to pay maintenance and operations costs and principal of and interest on the Bonds through final maturity.

10. The City agrees that in the event that the Fiscal Agent renders the services as stated herein to the point that bids are solicited for the Bonds and, the City rejects all bids received, then the Fiscal Agent is entitled to payment from the City of actual out-of-pocket expenses up to a maximum of \$1,500.00 upon submission of an itemized statement of such expenses.

Respectfully submitted,

DUPREE & COMPANY, INC.

/s/ R.A. Nall

R.A. Nall

NOW, THEREFORE, BE IT RESOLVED AS FOLLOWS:

RESOLVED, that the proposal of Dupree & Company, Inc., as reproduced in full herein, be and is hereby accepted and that those agreements required from the City are hereby acknowledged and accepted.

RESOLVED, that this Resolution shall take effect immediately from and after its passage.

Adopted this 8th day of December, 1975.

/s/ W.C. Hambley, M.D.
 Mayor, City of Pikeville

Attest:

Charles L. Huffman, Jr. City Clerk

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Commissioner Robert Amos, Jr. made the motion to adopt the above resolution. Commissioner Thomas Howell second the motion.

Upon roll call the vote was as follows:

COMMISSIONER:	Robert Amos, Jr.	Yes
	Bob Easton	Absent
	Thomas Howell	Yes
	Willie Joe Meade	Absent
MAYOR:	W.C. Hambley, M.D.	Yes

The motion carried.

Freddy Baker came before the Commission to publicly thank the Commission for their effort towards solving the situation of the placement of of coal docks in their residential area.

Commissioner Robert Amos, Jr. made the motion to authorize the City Attorney to contact the low bidder for the Gas Distribution System, and request that their bid be extended for 30-days past expiration date of ~~November 25~~ ^{October 25}; for discussion and gathering of information to support efforts for the sale of bonds. Commissioner Thomas Howell second the motion.

Upon roll call the vote was as follows:

COMMISSIONER:	Robert Amos, Jr.	Yes
	Bob Easton	Absent
	Thomas Howell	Yes
	Willie Joe Meade	Absent
MAYOR:	W.C. Hambley, M.D.	Yes

The motion carried.

Bids were opened on the two (2) 1976 1/2 Ton Pick-up Trucks. Mayor Hambley opened and read the following bids:

1. Deskins Motor Co., Inc. 148 Hibbard Street Pikeville, Kentucky	2 trucks	\$6,795.72
2. Johnson Motor Sales Co. North Mayo Trail Pikeville, Kentucky	2 trucks	\$6,678.40

Commissioner Robert Amos, Jr. made the motion to accept Johnson Motor Sales, Co. as the low bid for two (2) 1/2 Ton Pick-up Trucks at \$6,678.40. Commissioner Thomas Howell second the motion.

Upon roll call the vote was as follows:

COMMISSIONER:	Robert Amos, Jr.	Yes
	Bob Easton	Absent
	Thomas Howell	Yes
	Willie Joe Meade	Absent
MAYOR:	W.C. Hambley, M.D.	Yes

The motion carried.

Commissioner Robert Amos, Jr. made the motion to give the City Manager authorization to advertise for bid for a new radio communications system. Commissioner Thomas Howell second the motion.

Upon roll call the vote was as follows:

COMMISSIONER:	Robert Amos, Jr.	Yes
	Bob Easton	Absent
	Thomas Howell	Yes
	Willie Joe Meade	Absent
MAYOR:	W.C. Hambley, M.D.	Yes

The motion carried.

Community Development bills were presented in the amount of \$920.16.

C & R Office Supply	Inv. No. 36485, 36426, 36491	36.03
City Utilities	Service for November	32.43
Ed Hellier	Rent to Jan. 1, 1976	575.00
Kentucky Power Co.	Service for November	41.68
Orkin Exterminating Co.	Service for November	10.00
Pioneer Cleaning Service	Service for Oct. and Nov.	75.00
South Central Bell	Service for November	110.02
U.S Postmaster	4 Rolls Stamps	40.00
	@\$10.00/ea.	
	TOTAL	\$ 920.16

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Commissioner Robert Amos, Jr. made the motion to approve the above invoices. Commissioner Thomas Howell second the motion.

Upon roll call the vote was as follows:

COMMISSIONER:	Robert Amos, Jr.	Yes
	Bob Easton	Absent
	Thomas Howell	Yes
	Willie Joe Meade	Absent
MAYOR:	W.C. Hambley, M.D.	Yes

The motion carried.

The payroll for the Volunteer Firemen was submitted. below is the list of names and amounts submitted for payment.

Odell Rogers	34 Fires	12 Drills	\$ 240.00
John Hall	21 Fires	9 Drills	\$ 153.00
Bill Williamson	6 Fires	2 Drills	\$ 42.00
Shandy Cole	18 Fires	11 Drills	\$ 141.00
Kermit Bartley	36 Fires	11 Drills	\$ 249.00
Cecil Ray	38 Fires	11 Drills	\$ 261.00
Anthony Harrison	8 Fires	8 Drills	\$ 72.00
Bill Howell	1 Fire	2 Drills	\$ 12.00
Sue Billiter	5 Fires	2 Drills	\$ 36.00
Leo Reed	9 Fires	5 Drills	\$ 69.00
Diana Preston	7 Fires	5 Drills	\$ 57.00
Kenny Blackburn	18 Fires	9 Drills	\$ 135.00
Ed Rogers	4 Fires	3 Drills	\$ 33.00
Morgan Billiter	17 Fires	5 Drills	\$ 117.00
Jerry Huffman	9 Fires	10 Drills	\$ 84.00
Frank Adams	23 Fires	6 Drills	\$ 156.00
Earl Fife	5 Fires	2 Drills	\$ 36.00
Norman Adams	9 Fires	5 Drills	\$ 69.00
Alex Blankenship	3 Fires	2 Drills	\$ 24.00
Jim Hardsock	21 Fires	7 Drills	\$ 147.00
Charles Clayburn	22 Fires	4 Drills	\$ 144.00
Zeb Hampton	27 Fires	12 Drills	\$ 198.00
Manuel Cerderia	14 Fires	5 Drills	\$ 99.00
Hubert Hopson	46 Fires	12 Drills	\$ 312.00
Emit Gibson	1 Fire	1 Drill	\$ 9.00
TOTAL			\$2,895.00

Commissioner Robert Amos, Jr. made the motion to pay the Volunteer Firemen the amount listed for the period of 6-12-75 to 11-30-75. Commissioner Thomas Howell second the motion.

Upon roll call the vote was as follows:

COMMISSIONER:	Robert Amos, Jr.	Yes
	Bob Easton	Absent
	Thomas Howell	Yes
	Willie Joe Meade	Absent
MAYOR:	W.C. Hambley, M.D.	Yes

The motion carried.

Rod Clark, Director of Housing Authority, came before the Commission to inquire about the delay in laying of the water lines at Fairview Addition housing project.

City Manager, Ayers Shortt, stated that he has had his men over there several times, but the contractor kept putting them off.

Mayor Hambley stated to Mr. Clark that he would have to talk to the contractor to see what the problem was.

Blake Robinson, representing Barb Construction Co., presented a change order on the proposed Metal Utility Building to be approved by the Commission. Change Order No. 1 and Change Order No. 2 - Total Amount was \$25,265.00.

CHANGE ORDER NO. 1

To change a 40 X 100 X 14 metal building to 40 X 125 X 18 with two 3070 hollow metal doors, one 6070 hollow metal door, two 12 X 14 electrically operated doors, 190 lineal ft. of 16 ft. wainscot, and 140 lineal ft. of 8 ft wainscot, 5 9" X 10 ft. ridge vents, gutter and down spout, factory paint, 1 1/2 inch insulation, on-grade concrete slab 40 X 25 X 4"

Price \$14,557.00

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CHANGE ORDER NO. 2

To include supplies, materials, and installation of steel joists, and metal decking with 40 X 25 X 3" concrete slab, studding and drywall only on perimeter of building.

Price \$10,708.00

Change order to contract dated November 18, 1975.

CITY OF PIKEVILLE

BY: /s/ W.C. Hambley, M.D.
Mayor

BARB CONSTRUCTION, INC.

BY: /s/ B.P. Bogardus

Commissioner Robert Amos, Jr. made the motion to approve the above change order and authorize Mayor Hambley to sign the change order. Commissioner Thomas Howell second the motion.

Upon roll call the vote was as follows:

COMMISSIONER:	Robert Amos, Jr.	Yes
	Bob Easton	Absent
	Thomas Howell	Yes
	Willie Joe Meade	Absent
MAYOR:	W.C. Hambley, M.D.	Yes

The motion carried.

City Manager, Ayers Shortt, asked the Commission if there was a possibility for the City employees to have the day following Christmas off. The Commission said they will decide by the next regular meeting.

Commissioner Robert Amos, Jr. made the motion to adjourn. Commissioner Thomas Howell second the motion.

Upon roll call the vote was as follows:

COMMISSIONER:	Robert Amos, Jr.	Yes
	Bob Easton	Absent
	Thomas Howell	Yes
	Willie Joe Meade	Absent
MAYOR:	W.C. Hambley, MD.	Yes

MEETING ADJOURNED.

APPROVED:

W.C. Hambley
W.C. HAMBLEY, M.D., MAYOR

ATTEST:

CHARLES L. HUFFMAN, JR.
CITY CLERK