

# MINUTES } CITY OF PIKEVILLE

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## SPECIAL MEETING MINUTES - JUNE 29, 1992

The Board of Commissioners of the City of Pikeville met in special session on Monday, June 29, 1992. The meeting was held in the City Hall Public Meeting Room at 260 Hambley Boulevard.

There being a quorum present, Mayor Walter E. May called the meeting to order at 5:35 p.m. Commission Members present upon call of the roll were as follows:

MAYOR:	WALTER E. MAY
COMMISSIONER	EUGENE DAVIS
	FRANK MORRIS
	JOHNNY MOUNTS

Commissioner Walter Blankenship was absent.

The meeting was called for the following purposes:

1. TO CONSIDER ADOPTION OF AN EMERGENCY ORDINANCE APPROVING THE 1992-93 OPERATING BUDGET.
2. TO CONSIDER SECOND READING AND ADOPTION OF AN ORDINANCE SETTING THE PROPERTY TAX RATE FOR 1992-93.
3. TO CONSIDER AWARDED THE BID FOR THE EXTENSION ON THE FIRE DEPARTMENT FACILITY
4. TO CONSIDER APPOINT TWO PERSONS TO THE NOMINATING COMMITTEE TO FILL VACANCIES ON THE MODEL CITY DAY CARE CENTER BOARD
5. TO CONSIDER A REQUEST TO APPROVE THE LEASE/PURCHASE OF EQUIPMENT BY THE PIKEVILLE PUBLIC HOSPITAL CORPORATION.

PROPERTY TAX ORDINANCE: City Attorney, Russell Davis, Jr. presented and gave second reading to an ordinance setting the property tax rates for the 1992-93 fiscal year. The Ordinance was read entitled:

AN ORDINANCE FIXING A TAX LEVY ON REAL AND TANGIBLE PERSONAL PROPERTY, FRANCHISES, BANK SHARES, ALL FOR THE GENERAL OPERATING EXPENSE PURPOSES AND PROVIDING FOR A DISCOUNT ON ALL TAXES, IF PAID ON OR BEFORE NOVEMBER 1ST, AND A PENALTY IF NOT PAID BY DECEMBER 31ST.

Commissioner Davis made the motion to adopt the Ordinance as read. Commissioner Mounts seconded the motion. Upon call of the roll, the motion carried by the following votes:

MAYOR:	WALTER E. MAY	YES
COMMISSIONER:	WALTER BLANKENSHIP	ABSENT
	EUGENE DAVIS	YES
	FRANK MORRIS	YES
	JOHNNY MOUNTS	YES

FIRE DEPARTMENT EXTENSION: City Engineer, Jack Sykes, reported five bids were received for the construction of an extension to the Fire Department for the emergency ambulance program. The bids ranged from a low of \$105,132.00 from M & S General Contracting to \$165,000.00 from Engineering Design Construction. Mr. Sykes recommended the Commission award the bid to the low bidder M & S General Contracting. Commissioner Morris, made the motion, seconded by Commissioner Davis to award the bid for the Fire Station Extension to M & S General Contracting in the amount of \$105,132.00. Upon call of the roll, the motion carried unanimously.

MODEL CITY DAY CARE CENTER NOMINATING COMMITTEE: Mayor May nominated Brenda Maynard and Kim Robinson to serve as the City's representatives on the nominating committee. It was explained that the city has two representatives and the Model City Day Care Center Board has two representatives on the nominating committee. The committee will be responsible for nominating an individual to fill the vacancy on the Board of Directors of the Model City Day Care Center Board as Kay Baird's term is nearing expiration. Mayor May made the motion to appoint Brenda Maynard and Kim Robinson to the nominating committee. Commissioner Morris seconded the motion. Upon call of the roll, the motion carried 4 - 0.

PIKEVILLE PUBLIC HOSPITAL CORPORATION: The City Attorney informed the Commission that the Pikeville Methodist Hospital has made a request to the Pikeville Public Hospital Corporation to purchase certain equipment costing \$3,353,593.38. Hospital Administrator, Jim Norris, advised the Commission of each item to be purchased, its function, and cost. The City Attorney presented and gave reading to the following resolution:

RESOLUTION AUTHORIZING PIKEVILLE PUBLIC HOSPITAL CORPORATION TO INCUR INDEBTEDNESS IN THE SUM OF \$3,353,593.38 FOR THE PURCHASE OF A SEIMENS 1.0 TESTA MRI, 3M LAZER XL (M959), A LEIBERT POWER PROJECTION SYSTEM, DICTAPHONE SYSTEM, MECHANICAL FILING SYSTEM, C.T. SCANNER, U.S. DATA BAR CODE, FILE SERVICE SYSTEM, CARDIAC MONITORS (6), ANESTHESIA MACHINES (2)



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WHEREAS, the Pikeville United Methodist Hospital of Kentucky, Inc. has requested the Pikeville Public Hospital Corporation enter into a Lease Purchase Arrangement whereby the Pikeville Public Hospital Corporation would incur indebtedness in the sum of \$3,353,593.38 for the purchase of a Seimens 1.0 Testa MRI, 3M Lazer XL (M959), and Leibert Power Projection System, Dictaphone System, Mechanical Filing System, C.T. Scanner, U.S. Data Bar Code, File Service System, Cardiac Moniotrs (6), Anesthesia Machines (2), said equipment to be leased to the Pikeville United Methodist Hospital of Kentucky, Inc. in exchange for their agreement to pay the indebtedness for said equipment;

WHEREAS, the Articles of Incorporation of the Pikeville Public Hospital Corporation requires that the City commission approve any indebtedness incurred by the Pikeville Public Hospital Corporation, Inc.;

WHEREAS, the Commission of the City of Pikeville believes that it is in the best interest of the City of Pikeville to authorize the Pikeville Public Hospital Corporation to incur the indebtedness necessary to purchase the above-described equipment and to subsequently lease the same to the Pikeville United Methodist Hospital of Kentucky, Inc. so that said hospital can more efficiently operate the community hospital.

WHEREFORE, BE IT RESOLVED by the City of Pikeville as follows:

1. That the Pikeville Public Hospital Corporation is hereby authorized to incur an indebtedness in the sum of \$3,353,593.38 to be repaid at an interest rate of 6.50 percent in sixty (60) monthly installments for the purpose of acquiring a Seimens 1.0 Testa MRI, 3M Lazer XL and Leibert Power Projection System, Dictaphone System, Mechanical Filing System, C.T. Scanner, U.S. Data Bar Code, Filing Service System, Cardiac Monitors (6), Anesthesia Machines (2).

Passed this 29th day of June, 1992.

Commissioner Frank Morris moved the adoption of the foregoing resolution. Mayor Walter May seconded the motion.

Upon roll call, the votes were as follows:

	YES	NO
WALTER E. MAY, MAYOR	X	
GENE DAVIS, COMMISSIONER	X	
FRANK MORRIS, COMMISSIONER	X	
JOHNNY MOUNTS, COMMISSIONER	X	
WALTER BLANKENSHIP, COMMISSIONER		ABSENT

The Mayor declared the within resolution adopted.

/s/ Walter E. May  
WALTER E. MAY, MAYOR

ATTEST:

/s/ Karen Harris  
KAREN HARRIS, CITY CLERK

Commissioners Davis and Mounts explained they had historically abstained from voting on matters pertaining to the hospital since they felt the city had no business "trying to operate a hospital". Since the onset of the dispute between the United Steelworkers of America and the Methodist Hospital, the Commissioners reported they had learned that the city, did indeed, own the hospital facility, and have learned that pursuant to the provisions in the agreements between the sublessors of the hospital facility and the city, the Board of Commissioners of the city of Pikeville have the responsibility to vote on such matters brought before them.

1992-93 OPERATING BUDGET: Treasurer/Controller, Karen Gibson, presented the final draft of the budget as reviewed in work session held earlier this date. Total projected revenues are \$8,878,030 with total expenditures listed at \$8,295,584. It was explained that Professional Services Group, Inc.'s operating costs are included in the city's budget. The City Attorney presented and gave reading to an emergency ordinance adopting the 1992-93 budget as submitted. The Ordinance was captioned as follows:

EMERGENCY ORDINANCE APPROVING AND ADOPTING A PUBLICATION FOR THE FISCAL YEAR 1992-1993.

Commissioner Morris made a motion to declare an emergency and adopt the Ordinance. Commissioner Mounts seconded the motion. Said emergency was declared to exist in that the fiscal budget for the year beginning July 1, 1992 must be adopted prior to the beginning of the fiscal year so to allow for expenditures to be made by the City of Pikeville in the new fiscal year without immediate passage of this ordinance, expenditures for the operation of the City of Pikeville could not be made after July 1, 1992. Upon call of the



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roll, the motion carried by the following votes:

MAYOR:	WALTER E. MAY	YES
COMMISSIONER:	WALTER BLANKENSHIP	ABSENT
	EUGENE DAVIS	YES
	FRANK MORRIS	YES
	JOHNNY MOUNTS	YES

There being no further business to come before the Commission, Commissioner Mounts made the motion, seconded by Commissioner Davis to adjourn the meeting. Upon call of the roll, the motion carried 4 - 0. (Adjournment Time: 6:10 p.m.)

APPROVED

Walter E. May  
WALTER E. MAY, MAYOR

ATTEST:

Karen Harris  
KAREN HARRIS, CITY CLERK