CITY OF PIKEVILLE BOARD OF COMMISSIONERS CONTINUED MEETING MINUTES AUGUST 29, 1995

The Board of Commissioners of the City of Pikeville continued their regular meeting, which was recessed at 10:00 p.m. on August 28, 1995, at Noon on August 29, 1995. The meeting was held in the City Hall Public Meeting Room at 260 Hambley Boulevard, Pikeville, Kentucky.

There being a quorum present, Mayor Steven D. Combs called the meeting to order at 12:06 p.m. Commission Members present upon call of the roll were as follows:

MAYOR:

STEVEN D. COMBS COMMISSIONER: KENNY BLACKBURN WALTER BLANKENSHIP SHARON CLARK **EUGENE DAVIS**

Mayor Combs announced the purpose of the continued session was to consider the U.D.A.G. matter. He called the Commission's attention to two documents for which they had been given copies. One was a memorandum from Methodist Hospital personnel concerning statisticals for employment and the economic impact the Hospital has upon the community. The other document was a letter from Chris Penn of SEI & Development Corporation.

Commissioner Blankenship reminded the Mayor that he had proposed a motion during the previous evening's meeting and advised that the motion had also received a second. Commissioner Blankenship reiterated the motion to authorize the Methodist Hospital of KY, Inc. to submit a funding application to the Housing & Urban Development to obtain funds in the amount of \$3,678,855.00 and to further authorize that the remaining funds totaling \$450,000.00 be allocated to Adams, Adams, & Adams Limited Partnership subject to Mr. Adams' paying the cost of an engineer of the city's choice to inspect his development. During discussion, Commissioner Clark expressed her concern that Mr. Adams would continue to violate City of Pikeville regulations. She cited the placement of two trailers in the Bowles Addition. Stuart Adams advised that his grandson lives in one of the trailers and the other trailer is used for storage and is owned by his daughter Barbara Adams. The Building Inspector, Mike Honaker, reported to the Commission that it appears that the trailer Mr. Adams' grandson is living in has been moved and therefore is in violation of the Zoning Ordinance, as Bowles Addition carries an R-1 Zone and no mobile homes can be installed in an R-1 area. Mr. Adams agreed to have both of the trailers removed. Commissioner Clark commented that the trailers aren't the real issue and is concerned that Mr. Adams will continue to violate the City's regulations and guidelines. Hospital Attorney Robinette pointed out to the Commission that while Mr. Adams' application had been approved by HUD, the City Attorney was in the process of negotiating the loan agreement when, in May, 1995, the procedure was halted by the City Commission due to drainage problems encountered in Keyser/Dark Hollow.

Hospital Administrator, Martha Chill, called the Commission's attention to their memorandum. During the previous evening's meeting, the Commission had requested information concerning the economic impact and employment figures. Ms. Chill told the Commission that the Hospital is planning a four phase development, the first of which is a \$30 million project. She estimated temporary employment at 200 persons and long-term employment at 300 persons. According to Ms. Chill, the success of the entire project depends upon the receipt of \$4.1 million in U.D.A.G. funds. It was estimated that the remaining 2 - 4 phases will cost \$20 million. A number of Hospital Board Members as well as staff were present and voiced their opinions as to the importance of the project to the community. The Commission also heard from a representative of a local financial institution advising that all the necessary funding commitments for the Hospital have been established.

The Commission heard from David Adams who advised them that the Adams Project has also met all HUD criteria and has received their approval. He commented that while the Hospital project would be a benefit to the community, his project also had merit. He reminded the Commission that Adams, Adams & Adams would be receiving approximately 10% of the U.D.A.G. funds.

The Mayor called for a roll call vote on the motion. Commissioner Clark asked if the Commission could still take the funds away from anyone they chose to. The Mayor advised that this was his understanding. She stated that she did not have a problem with the Hospital's application, however she did have concerns regarding the manner in which Mr. Adams conducts his development's construction. Commissioner Blankenship agreed to amend his motion to provide that should the Commission deem it necessary to terminate Mr. Adams' funding, the Hospital could apply for those funds. Commissioner Davis seconded the amended motion. Upon call of the roll, the motion carried 4 - 0 - 1 with Commissioner Blackburn abstaining from the vote.

LOVER'S LEAP DEVELOPMENT: Mayor Combs made the motion to accept the water, and sewage lines and the street, under the provision that the street will be maintained by the developer for a period of five years, into the City's system. Commissioner Blankenship seconded the motion. Upon call of the roll, the motion carried unanimously.

LIBRARY BOARD: Mayor Combs made the motion to appoint Bill Elliott to serve on the Library Board. Commissioner Blackburn seconded the motion. During discussion, the Mayor reported that Mr. Elliott indicated that he could get assistance from Congressman Rogers in the acquisition of funds to build a new library facility. Upon call of the roll, the motion carried 4 - 0 - 1 with Commissioner Davis abstaining from the vote.

MINUTES CITY OF PIKEVILLE

There being no further business to come before the Commission, Commissioner Blackburn made the motion, seconded by Commissioner Blankenship to adjourn. Upon call of the roll, the motion carried unanimously. (Adjournment Time: 12:55 p.m.)

APPROVED TO THE STEVEN D. COMBS, MAYOR

ATTEST:

KAREN HARRIS, CITY CLERK

