

February 2, 2006

The Russell Springs City Commission held a special called meeting this date at City Hall at 3:00 p.m. In attendance were Ottis Foley, Waylon Wright, Jacky Burton, David Davenport, Joe Irvin, Jamie Rogers, Kenny Keener, Myron Fisher, Eric Selby, Carla Grider, Don Byrom, Joe Branscum, Ray Barrett, Brian Walters and Wendy Burton.

1. Mayor Brian Walters called the meeting to order.
2. Carla Grider asked regarding #17 on Jan. 12 minutes; property has been cleaned up; all 600 tires at \$3.00 apiece: Item #11- Ray Barrett said he had spoken to Roger Blair with Town & Country Auction Co. and they would take care of the advertising and the clerk for 10% so the City would not have to use \$ 500 that is set aside for advertising, also they have an opening around the 1st of April.
3. Joe Branscum made the motion to accept the minutes of January 12 as written. Mayor Walters seconded the motion. Motion carried 5-0.
4. Kenny Keener and Myron Fisher with Baldwin and Associates presented the 2004-2005 Audit. Mr. Fisher encouraged each Commissioner to look over the Management's Discussion and Analysis Report; also page 8 is new to the audit this year; page 9 change in net assets totaled \$946,519; on page 12 net change in fund balance total was \$183,323; page 16 water & sewer operated with a loss even though cash flow is fine, donated assets through grants from Rural Development put in system increased nonoperating revenues; A Single Audit was performed because of RUS loan, RUS grant and PRIDE grant. The City needs to have a Capitalization policy in place.
5. Mayor Walters read to the Commission a letter from Taylor-Whitney Architects recommending Branscum Construction Company receive the bid to build the Senior Citizens Building for \$846,600.
6. Mayor Walters presented a letter of commitment from 1st National Bank of Russell Springs for the City to be able to borrow \$150,000. Senator McGaha and Representative Hoover are working to get this amount in the form of a grant within the next few months.
7. Mayor Walters made the motion that the City of Russell Springs does a bridge loan in the amount of \$150,000 if needed so project can move forward. Joe Branscum seconded the motion. Motion carried 5-0. Mayor Walters said that the City was not borrowing the money at this time.
8. Mayor Walters made the motion that we accept the Architect's recommendation of Branscum Construction for the project at the amount of \$846,600. Carla Grider seconded the motion. Motion carried 4-1 with Joe Branscum abstaining.
9. Mayor Walters stated now official who will build the Senior Citizens Building; CDBG will be ready to release funds; Mayor will contact Branscum Construction and Taylor-Whitney Architects. Eric Selby asked about time frames? Usually takes approximately 9 months from today.

Ray Barrett asked that the public be kept informed of what was happening with the building of the Senior Citizens building.

10. Mayor Walters made the motion to adjourn. Ray Barrett seconded the motion. Motion carried 5-0.



Brian Walters, Mayor

ATTEST: Wendy Burton
Wendy Burton, City Clerk