

The Palo City Council met in special session at Palo City Hall May 29, 2012. Mayor Tom Sanders called the meeting to order at 5:40 p.m. Council Members present: Trent Miller, Scott Packingham, Doug Hanover. Absent: Brian Beaty, Josh Frank. Others present: None.

Hanover moved approval of agenda, Packingham second. Motion carried. (3-0)

Hanover motion to open Amendment of Current City Budget public hearing at 5:42 p.m., Miller second. Roll call. Motion carried. (3-0)

The Clerk did not receive oral or written comments. No public comments.

Miller motion to close Amendment of Current City Budget public hearing at 5:44 p.m., Packingham second. Roll call. Motion carried. (3-0)

Councilor Frank arrived at 5:45 p.m.

The Council questioned the increase in culture and recreation; splash pad, ball diamonds, trail, boat ramp, and increased costs in parks for mowing.

Miller motion to approve Resolution 052912A Amendment of Current City Budget, Hanover second. Roll call. Motion carried. (4-0)

Jill Soenen, Iowa Association of Municipal Utilities (IAMU) presented Department of Natural Resources (DNR) required Self Assessment Manual for Iowa Water Systems Viability Council Training from 5:48 p.m. to 8:51 p.m. The training on managing a viable water system included management issues and plans, financial issues and plans, and technical issues and plans.

The Council held a lengthy discussion on the advantages and disadvantages of the East Central Iowa Council of Governments (ECICOG) estimate of administrative time and costs associated with the Community Development Block Grant (CDBG) water project. The Council received input from Howard R. Green representative, Lauren Michael. Council is conscious of the need to administer, complete, and close-out this project, fulfilling all HUD and related federal requirements. Council is conscious of the need to keep costs low and is adamant ECICOG does not duplicate services already provided by Howard R. Green. Miller motion to approve Resolution 052912B ECICOG Contract for CDBG Services (Water Project 08-DRI-236) as amended to 185 hours contingent upon City Attorney review, Frank second. Roll call. Motion carried. (4-0) The Mayor is authorized to conduct negotiations with ECICOG, HR Green representatives, and Clerk if this amendment is not acceptable to ECICOG.

H. R. Green representative explained Change Order #2 Water Distribution System Phase 2; approximately 100 feet of main, a driveway and a culvert were omitted from the original plans and bid. The change order adds this area and changes the water main installation method from open cut to directional bore along Dry Creek Lane. The amount of surface restoration and disruption in the area of the project will be reduced.

Motion by Miller to approve Change Order #2 Water Distribution System Phase 2 for \$3,777.40, Hanover second. Motion carried. (4-0)

H. R. Green representative explained 200,000 Gallon Elevated Water Storage Tank Change Order #1. The Change order details the increase in contract price if the sanitary line is to be installed as part of the water tower contract rather than as part of the water treatment plant contract. In the original plan, the sanitary sewer line was to be installed when the water treatment plant was constructed. It should be more efficient and cost effective to install the sanitary line prior to construction of the wetland and water treatment plant as less restoration will be required. Frank motion to approve 200,000 Gallon Elevated Water Storage Tank Change Order #1 for \$16,778, Packingham second. Motion carried. (4-0)

The Fire Station Wetland Construction Project was awarded by Resolution 051412A on 05/14/12. City Attorney advised Council to go into closed session pursuant to legal issue possible litigation pursuant to specific Chapter 21.5 (1) (c) Miller motion to go into closed session pursuant to legal issue possible litigation pursuant to specific

Chapter 21.5 (1) (c) at 10:19 p.m. attended by Tom Sanders, Scott Packingham, Trent Miller, Josh Frank, Doug Hanover, Michelle NejdI, and Scott Peterson, Frank second. Roll call. Motion carried. (4-0)

Packingham motion to come out of closed session at 12:05 a.m. 05/30/12, Hanover second. Roll call. Motion carried. (4-0)

Motion by Miller to adjourn at 12:06 a.m., Frank second. Motion carried. (4-0)

Michelle NejdI

City Clerk