

CITY OF HENDERSONVILLE  
BOARD OF MAYOR AND ALDERMEN  
MINUTES OF REGULAR MEETING  
AUGUST 23, 2011

PRESENT

SCOTT FOSTER, MAYOR  
GARRY FORSYTHE, VICE-MAYOR  
STEVE BROWN, ALDERMAN  
ARLENE CUNNINGHAM, ALDERMAN  
TOMMY ELSTEN, ALDERMAN  
HAMILTON FROST, ALDERMAN  
CHRIS GALLAHER, ALDERMAN  
JIM HOBACK, ALDERMAN  
JACK LONG, ALDERMAN  
FRED QUALLS, ALDERMAN  
MATT STAMPER, ALDERMAN  
SCOTT SPROUSE, ALDERMAN  
LISA WEST, ALDERMAN  
JOHN BRADLEY, CITY ATTORNEY  
JANET SCHWABE, ADMINISTRATIVE CLERK

AGENDA

Frost moved; seconded by Elsten for acceptance of the agenda as presented.

There was a unanimous vote for approval.

MINUTES

West moved; seconded by Sprouse for approval of the August 9, 2011 minutes.

There was a majority vote for approval with Gallaher abstaining.

Foster declared the motion carried.

CITIZENS COMMENTS

David Whitt, 1030 Margaret Drive, addressed the Board providing an article from The Tennessean on how Murfreesboro's City Hall plans to provide customer service call classes for all their staff. They may consider letting all other Tennessee municipalities borrow their program.

## MINUTES OF REGULAR MEETING

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E.P. Ausbrooks, 140 Fairways Drive, stated in the original TIF presentation the land was originally zoned as agriculture and has now been rezoned to Commercial Retail. He stated his concern with properties that are now in possession of the banks and the effect on property taxes.

### REPORTS

Finance Committee – reported TIF properties in the bank’s possession will have the taxes paid by the bank; recommended Ordinance 2011-25, an Ordinance appropriating insurance proceeds for replacement of a Fire Department vehicle; reviewed Ordinance 2011-26, an Ordinance appropriating \$270,370.00 for the purchase of police vehicles and sent to the Board without a recommendation; recommended Ordinance 2011-27, an Ordinance regarding the purchase of a fairway mower for Country Hills Golf Course; recommended Resolution 2011-13, a Resolution authorizing the Police Chief to apply for grants; referenced a letter from the State Comptroller’s office approving the City’s request of the Tax Anticipation Note (a copy of this letter is attached); recommended Resolution 2011-14, a Resolution waiving new permit fees for Linden Drive property owners; recommended Resolution 2011-15, a Resolution authorizing the Mayor to donate two (2) motorcycles to the Tennessee Law Enforcement Training Academy in exchange for five Police Officers to be trained with no expense to the City, reported no action was taken on Resolution 2011-16, a Resolution authorizing the issuance, sale and payment of interest-bearing Capital Outlay Notes not to exceed \$270,370.00; and reported no action was taken on Ordinance 2011-21, an Ordinance appropriating General Funds in the amount of \$140,858.00 for infrastructure improvements with respect to Cherokee Road; reviewed a proposal for a \$2.5 million dollar tax participation notice and reviewed budget overages from each department and the July financial reports.

General Committee – no report.

Public Safety Committee – no report.

Public Works Committee – no report.

Capital Projects Committee – discussed the Rockland Road and Imperial Boulevard turn lane and reported the bids were under \$25,000 and the work will be done in-house; reviewed the Cherokee Road drainage culvert project bid and the prioritization of other drainage projects and the funding of these projects.

Planning Commission – no report.

Mayor’s Report – reported the tenth anniversary of the September 11<sup>th</sup> tragedy will soon be here and the Fire Department will honor this special anniversary with a memorial service at the Memorial Fountain in Drakes Creek Park on Sunday, September 11<sup>th</sup> at 9:00 a.m. and reported a public meeting will be held on Thursday, September 8<sup>th</sup> at Bible

Baptist Church at 5:30 p.m. on the widening of New Shackle Island Road from the by-pass to Iris Drive

#### ORDINANCES AND RESOLUTIONS

The caption of Ordinance 2011-25, was read on first reading, an Ordinance appropriating insurance proceeds for replacement of a Fire Department vehicle. Elsten moved; seconded by Cunningham.

There was a unanimous vote for approval of Ordinance 2011-25 on first reading.

The caption of Ordinance 2011-26, was read on first reading, an Ordinance appropriating \$270,370.00 for the purchase of police vehicles.

Qualls moved; seconded by Frost.

Qualls moved; seconded by Cunningham to add Ordinance 2011-26 to the agenda as per Ordinance 2002-12.

There was a unanimous vote to add first reading of Ordinance 2011-20 to the agenda.

Foster explained by approving this purchasing package approximately \$13,000 would be saved. He explained the lease was originally a 5.25% lease over three years. The first payment of the lease was budgeted for this year. He explained three banks competed on this rate package which is now 3.4% over a three year period with the first year's principal and interest payment deferred to the second and third year.

Forsythe stated he thought the savings were unknown until you received the vehicles but acknowledged some savings on the interest.

Foster stated at the request of an Alderman, other local banks were contacted for quotes on a three year Capital Outlay Note. The rate of 3.2% verses a 5.25% lease rate was received.

Forsythe stated he was all for saving money if it is there but was unsure if we would actually save any.

Qualls stated this process is a clear savings and the amount needed for 15 cars is known. He recommended approval.

Forsythe stated he understood budget information provided was for 2011 vehicles and is unsure of the cost for the 2012 vehicles.

Qualls stated there is a 120 day window to purchase the cars at the quoted price.

Hoback asked if the financing included the cost of the computers in the cars.

Foster stated the funds for the computers are included in the Fiscal Year 2012 Budget. The vehicles are being purchased this year with the money that was in the budget for the first lease payment.

Cunningham wished to clarify that principal and interest will be paid in years two and three.

Foster stated this was correct.

Stamper asked if the \$270,370 was for years two and three of the straight purchase and if this came from the General Funds.

Foster explained they are borrowing the funds from the bank at a rate of 3.4% rather than leasing and the money is not coming out of the General Funds. He explained by purchasing the cars a better interest rate was acquired and simplified the insurance as well.

There was a unanimous vote for approval of Ordinance 2011-26 on first reading.

The caption of Resolution 2011-13, a Resolution authorizing the Police Chief to apply for grants. Gallaher moved; seconded by West

There was a unanimous vote for approval of Ordinance 2011-13.

The caption of Resolution 2011-15 was read, a Resolution authorizing the Mayor to donate two (2) motorcycles to the Tennessee Law Enforcement Training Academy  
Frost moved; seconded by Stamper

Stamper stated five tuitions are being obtained from this trade, which are more valuable than the two motorcycles and he believed it to be a win for the City.

Foster stated this is correct.

There was a unanimous vote for approval of Resolution 2011-15.

The caption of Resolution 2011-16 was read, a Resolution authorizing the issuance, sale and payment of interest-bearing Capital Outlay Notes not to exceed \$270,370.00.

Sprouse moved; seconded by Stamper to add the above Resolution to the agenda as per Ordinance 2002-12.

There was a unanimous vote for approval to add the above item to the agenda.

There was a unanimous vote for approval of Resolution 2011-16.

OTHER AGENDA ITEMS

Frost moved; seconded by Sprouse and followed by a unanimous vote for approval to group the following:

- Vote on the reappointment of reappointment of Mike Pike to serve on the Board of Parks and Recreation
- Vote on the reappointment of Randy Campbell to serve on the Board of Parks and Recreation
- Vote on the reappointment of Henry F. Mozina to serve on the Golf Course Commission
- Vote on the reappointment of Mike Skinner to serve on the Golf Course Commission
- Vote on the reappointment of Bill Sprouse to serve on the Golf Course Commission
- Vote on the reappointment of Lynn Sparks to serve on the Golf Course Commission
- Vote on the reappointment of Gene Tramel to serve on the Golf Course Commission

There was a unanimous vote for approval of the above reappointments.

Upon motion and second and followed by a unanimous vote for approval, the meeting adjourned at 8:23 p.m.

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Approved: Scott Foster, Mayor

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Attest: Kay Franklin, Interim City Recorder