

April 17, 2017
Gladwin, Michigan

The Regular Meeting of the Gladwin City Council was called to order by Mayor Darlene Jungman at 5:01 p.m.

Present: Stout, Mienk, Bodnar, Caffrey, Crawford, Gardner, Smith, Persky

Absent: None

Staff Present: Administrator Robert Moffit, Bonnie Klein, Bernadette Weaver

Also Present: Mayor Dee Jungman, Doug Jacobson (City Attorney), Pastor Hortop, Dan Svetcos.

Mayor Jungman led the Pledge of Allegiance and Pastor Phil Hortop gave the Invocation.

Minutes of April 3, 2017 were approved as presented.

Motion by Council Member Gardner, supported by Council Member Smith to approve warrant #17-029 in the amount of \$21,806.92 and payroll for the period ending April 9, 2017 in the amount of \$54,887.84. All ayes. Motion carried.

Hearing of Delegations:

None

Motion by Council Member Caffrey, supported by Council Member Smith to establish the agenda with the additions and changes in order as follows: d.) to Approval of State of Michigan Lease #11020, e.) Approve Purchase Order – Kemira Water Solutions, Inc. for Ferric Chloride in the amount \$4,862.79 and f.) Auditor Presentations. All ayes. Motion carried.

Motion by Council Member Caffrey, supported by Council Member Gardner to approve the Consent Agenda with the additions iii.) Charter Communications – Channel Changes Communications: i.) GBPA Business After Hours – Thrivent ii.) Spectrum – Charter Communications Subsidiaries. Meetings: i.) Joint Meeting: Planning Commission, Parks Commission, DDA and City Council – March 28, 2017 ii.) Fire Board – April 5, 2017. All ayes. Motion carried.

Old Business:

None

New Business:

Motion by Council Member Smith, supported by Council Member Persky to approve the appointment of Nancy Bodnar to the Election Commission for the term ending January 2018. All ayes. Motion carried.

Motion by Council Member Caffrey, supported by Council Member Gardner to approve the East Michigan Council of Government (EMCOG) Invoice 03-1701 for technical assistance provided for the EDA grant application for the Iron Removal Plant in the amount of \$4,064.41. All ayes. Motion carried.

Motion by Council Member Smith, supported by Council Member Stout to approve City Clerk Bonnie S. Klein as authorized signer for the HAVA grant agreement for the new election equipment grant from the State of Michigan. All ayes. Motion carried

Motion by Council Member Mienk, supported by Council Member Crawford to approve Lease #11020 with the State of Michigan for 5 years beginning May 1, 2017 and ending April 30, 2022 for an annual rate of \$4,560.00. This agreement is for the DNR to use 3 bays at the Department of Public Works Garage. All ayes. Motion carried.

Motion by Council Member Caffrey, supported by Council Member Mienk to approve the Purchase Order 041717 to Kemira Water Solutions, Inc for Ferric Chloride Solution for the amount of \$4,862.79. All ayes. Motion carried.

Potential Auditor Presentations:

Council Member Stout asked of all firms if travel and accommodations were included in the proposal and is there an additional charge for phone calls.

Anderson, Tackman & Company - Ken Talsma, CPA— 22 years governmental auditing experience. Will help City of Gladwin navigate through new GASB requirements, compliance testing, Act 51 and the PA 298, which is a new compliance requirement.

Travel costs are included in the proposal.

Phone calls are not charged, unless it leads to an extended project.

Rehmann - Heather Kuebler, CPA & Nikki Burgeson - A regional firm and in top 30 of auditing firms. Offers free webinars and training even if firm not selected as auditor for the City. Doug Deeter will be Principal Auditor and Heather Kuebler as team coordinator.

Robert Moffit asked why the Act 51 report was not included in their proposal – It was stated the firm feels it interferes with the independence of the auditing firm.

Travel is included in the proposal.

Phone calls not charged unless it leads to a larger project.

Weinlander Fitzhugh: Shelly Browning, CPA & Shannon Wilson, CPA; A local firm with offices in Gladwin, Clare and Bay City. Familiar with governmental accounting. The Lead Audit coordinator will be Dave Quimby, CPA from the Bay City office. Weinlander Fitzhugh is a member to the McGladrey Alliance this allows access to RSM US LLP; an accounting and consulting firm.

PA 298 included but as a separate engagement because it is a separate report.

No additional costs for phone calls unless it leads to additional project
Travel and accommodations not applicable.

Council Member Stout asked how each firm would deal with a significant movement of funds within accounts and who would be notified.

Anderson, Tackman & Company – The Administrator, Mayor and Finance Committee should be notified.

Rehmann – Questions would be asked of the Finance Director – then up the Chain of Command.

Wienlander Fitzhugh – Speak with Finance Director, then work up chain of command to make sure the change was appropriate.

Comments:

Bernadette Weaver – Board of Review quietest ever. There was one person who came in. Board of Review reviewed Veteran exemptions and Hardship Exemptions. There was one change with a personal property correction.

Lori Stout – Asked if room negotiations are done for conference attendance. Bonnie Klein stated that most conferences have a reduced rate and there is not time to check where other accommodations are located and if a cheaper rate could be found.

Mayor Dee Jungman – Stated that the Administrator's reviews need to be completed and return to her by April 25th. Tomorrow she and Robert Moffit will be attending a presentation at which the Mayor of Detroit will be speaking. Reminder to all Council Members that the Budget Workshop will be on Thursday, April 20th at 5:00 p.m. She stated that on April 27th the Housing Commission will be hosting a Volunteers Appreciation Luncheon if Council Members are interested in attending RSVP's will be taken until the 19th of April. The Mayor stated that she and Robert Moffit have spoken with a developer requesting a project to bring new jobs to Gladwin. They will be meeting with Bill vonMatt and Bill Strohkirch about a possible fast food chain building on the former Job house site.

Lori Stout – Stated that the Pheasant Forever Banquet is Saturday Night. She, Zandi Smith and Kim Bruner will be assisting with the auction banking center. The Easter Egg hunt was a great success Saturday, with about 700 people with about 500 kids attending. The rain quit at 10:15 and the park was looking very good. Brian Jungman and Eric Hartwell were a great help.

Nancy Bodnar – Asked when the next Council of Local Government is meeting. Dee Jungman answered that it will be held in the Court House in the Commissioner's Chambers on April 24th at 7 p.m.

John Caffrey – Stated that the Airport is moving ahead with the T-hangers. He also stated that Drummond Island will not be using funds awarded to them. They either need

to return it to the State or gift or loan it to another community. If Drummond Island gifts or loans that money to the Gladwin Zettel Memorial Airport it would move up the time line of building the T-hangers. The new T-hangers will generate approximately \$10,000 per year in revenue for the airport.

Roger Gardner – Stated he and another Arena Board member attended the Gladwin Community School Board meeting and had a lengthy discussion about bringing the Storm Hockey Team back. In the 1 ½ - 2 hour meeting it was discussed that the Arena needs to develop guidelines of responsibility for the Arena and the Co-op. If the Storm Hockey Team is reinstated through the School Systems that will return \$30,000 of income back to the Arena. Spring rains have plugged the Arena drains and service was needed.

Robert Moffit – Thanked the Council Members for their great involvement with the community. He hoped he would have many volunteers for the City wide Clean-Up Day on May 6th. The City should be receiving news from the EDA, hopefully in the next couple of weeks. Should be hearing from the State for the ICE Grant Phase I on May 7th. On June 13th Robert will be attending training in Detroit this final class with earn the City 10 more points for the State Grant. He has spoken with School Superintendent Rick Seebeck and the school will be able to pave the parking lot on the South side of the Junior High School along Warren Street. He will be speaking with Pyramid Paving for bidding of Warren and South Silverleaf. He reported that the Downtown Development Authority has approved two facade improvement grants.

John Caffrey – Asked about the street leading into Family Fare and Mayor Dee Jungman responded that she has tried to contact Ray about restoring that drive. He has been ill and she will make another attempt soon.

Robert Moffit – Offered to the Council Members the binders containing the Auditors proposals if anyone would like to review the material before the budget workshop on Thursday.

Motion by Council Member Bodnar, supported by Council Member Caffrey to adjourn. All ayes. Motion carried.

Meeting adjourned at 5:51p.m.

Darlene Jungman, Mayor

Bonnie S. Klein, City Clerk