OWENSBORO BOARD OF COMMISSIONERS

Regular Meeting December 17, 2019 5:00 PM Owensboro City Hall 101 E. 4th Street Owensboro, Kentucky

- 1. CALL TO ORDER Mayor Tom Watson
- 2. ROLL CALL Beth Cecil, City Clerk

Present: Mayor Tom Watson Mayor Pro Tem Larry Maglinger Commissioner Pam Smith-Wright Commissioner Larry Conder Commissioner Jeff Sanford

3. INVOCATION & PLEDGE – Mayor Pro Tem Larry Maglinger

4. PRESENTATIONS

4.A. Kentucky League of Cities Executive Director/CEO J.D. Chaney presented the 2019 Friend of Kentucky Cities Award to Senator Matt Castlen.

4.B. Mayor Watson presented the *Cap Gardner Award* to Dana Coomes, Occupational Tax & ABC Administrator, Finance Department.

4.C. Mayor Watson presented the OMU & Owensboro Neighborhood Alliance *Golden Santa Award* to Robert Kuhner of 3876 Raintree Drive. Mr. Kuhner won gift certificates from the Neighborhood Alliance and OMU.

4.D. Brittany Johnson, Economic Development Corporation Executive Director, provided an update (attached).

4.E. Mac Neel, Alexander Thompson Arnold, PLLC presented the June 30, 2019 audit report (attached). Mayor Watson made a motion to accept the audit report, second was made by Commissioner Smith-Wright and passed unanimously.

5. BUSINESS

5.A. Minutes dated December 3, 2019 were unanimously approved upon motion of Mayor Watson with a second by Mayor Pro Tem Maglinger.

5.B. The following board appointments were unanimously approved upon motion of Commissioner Sanford with a second by Commissioner Conder:

- Owensboro-Daviess County Regional Airport Board Reappoint Brenda Clayton to a four-year term expiring January 21, 2024.
- City Employees' Pension Board Reappoint Lynn Holland to a four-year term expiring January 7, 2024.
- Civil Service Commission Reappoint Keith Ellis to a three-year term expiring January 8, 2023.
- GRADD Board of Directors Reappoint Nate Pagan to a two-year term expiring December 31, 2021.
- GRADD Regional Transportation Committee Reappoint Kevin Collignon to a one-year term expiring December 31, 2020.
- City Utility Commission Reappoint Tony Cecil to a three-year term expiring January 8, 2023. Reappoint Paul Martin to a three-year term expiring January 18, 2023.
- Owensboro Parks and Recreation Advisory Board Reappoint Hannah Thurman to a two-year term expiring November 7, 2021. Appoint Chip Pride to a two-year term expiring November 7, 2021. Appoint Rafe Buckner to a two-year term expiring November 1, 2021.
- Owensboro Metropolitan Planning Commission Reappoint Fred Reeves to a four-year term expiring January 1, 2024. Appoint Skyler Stewart to a four-year term expiring January 1, 2024.
- Property Maintenance Code Enforcement Board Reappoint Glenn Morrison to a three-year term expiring January 4, 2023.
- Regional Water Resource Agency Board of Directors Reappoint Bob Whitmer to continue filling a term expiring June 30, 2020.
- Senior Community Center of Owensboro-Daviess County Appoint J.T. Fulkerson to a three-year term expiring December 31, 2022.

5.C. The following board appointment was approved 4-1 (Commissioner Conder abstained) upon motion of Mayor Watson with a second by Commissioner Sanford:

Owensboro-Daviess County Drug and Alcohol Steering Committee – Reappoint Rosemary Conder to continue filling a term expiring September 1, 2020. **5.D.** The following board appointment was approved 4-1 (Mayor Pro Tem Maglinger abstained) upon motion of Mayor Watson with a second by Commissioner Smith-Wright:

Greater Owensboro Chamber of Commerce Board of Directors – Reappoint Larry Maglinger to a one-year term expiring January 1, 2021.

6. ORDINANCES – 2ND READING - None

7. ORDINANCES – 1ST READING

7.A. Ordinance 36-2019 entitled AN ORDINANCE CLOSING AND ABANDONING A PORTION OF AN ALLEY RIGHT-OF-WAY AT THE REAR OF 418 AND 424 BOLIVAR STREETS IN THE CITY OF OWENSBORO, KENTUCKY, AT THE REQUEST OF STS. JOSEPH & PAUL CATHOLIC CHURCH, was introduced and publicly read on first reading.

Sts. Joseph & Paul Catholic Church has petitioned the City to close and abandon a 10 foot wide alley right-of-way at the rear of 418 and 424 Bolivar Streets. Sts. Joseph & Paul Catholic Church is the owner of the only adjoining lots. City Manager Pagan added that the church owns all adjacent property and there are no objections from city staff.

7.B. Ordinance 37-2019 entitled AN ORDINANCE AMENDING AND UPDATING SECTIONS 5-127, 5-129, 5-130, 5-136, AND 5-137 OF THE PROPERTY MAINTENANCE CODE AS CODIFIED IN CHAPTER 5, ARTICLE IV, DIVISION 1 OF THE OWENSBORO MUNICIPAL CODE, was introduced and publicly read on first reading.

The Property Maintenance Code is codified in Chapter 5, Article IV, Division 1 of the Owensboro Municipal Code. The Code has had few amendments since its enactment in 2011 and it is necessary to amend certain sections to better serve the citizens of the City. City Manager Pagan explained the changes were presented at the December work session. Bob Clark (1533 E. 26th Street) asked questions regarding the definition of hobby vehicles. Wayne Shelton, Public Works Director, explained that each location/site will be looked at specifically. Commissioner Sanford asked if a trailer with an ATV on it counts as one or two vehicles. There was further discussion on the clarifications of the ordinance. Tracie Payne (102 E. Warwick Drive) asked for clarification on privacy fences and ordinary view. After further discussion, City Attorney Steve Lynn advised Mr. Payne he did not believe his property would be in violation, with the exception of a horse.

8. MUNICIPAL ORDERS

8.A., Municipal Order 34-2019 entitled A MUNICIPAL ORDER AUTHORIZING AND DIRECTING THE MAYOR TO EXECUTE A PARKING LEASE AGREEMENT WITH THE ENCLAVE AT RIVERFRONT LIVING, LLC. AND TO APPROVE THE EASEMENTS AS CONTAINED IN EXHIBIT "A", was approved 4-1 on one reading upon

motion of Mayor Watson with a second by Commissioner Smith-Wright; Commissioner Conder voted Nay.

The Enclave at Riverfront Living, LLC has constructed a multi-story building located on the corner of Frederica Street and Veterans Boulevard which will be utilized for retail, commercial and/or residential purposes. The building needs to lease approximately ten (10) parking spaces. Additionally, previously approved ingress and egress easements need to be amended. City Manager Pagan explained the parking lease elements and the revised easement need for the Enclave. The original easements were approved in 2016 based on construction plans, however, amendments were warranted due to changes in the construction.

8.B. Municipal Order 35-2019 entitled A MUNICIPAL ORDER AUTHORIZING AND DIRECTING THE MAYOR TO EXECUTE A MEMORANDUM OF AGREEMENT BY AND BETWEEN THE CITY OF OWENSBORO AND DAVIESS COUNTY, KENTUCKY FOR EMERGENCY MEDICAL AMBULANCE SERVICES AND ESTABLISHING AN AMBULANCE CONTRACTING AUTHORITY, was approved 4-1 on one reading upon motion of Mayor Watson with a second by Commissioner Smith-Wright; Commissioner Conder voted Nay.

The City and County own a license to provide emergency medical ambulance service to the citizens of Owensboro and Daviess County. The City and County have determined that the best interest and welfare of their respective citizens require them to enter into a Memorandum of Agreement establishing the "Ambulance Contracting Authority" or "ACA". The MOA shall be utilized until the City and County can fully study and establish a permanent ordinance repealing and replacing Daviess County Fiscal Court Ordinance No. 860.2 and City of Owensboro Ordinance 8-98. City Manager stated the County has previously adopted the Agreement and added that the Medical Control Authority will be disbanded through a future ordinance.

8.C. Municipal Order 36-2019 entitled A MUNICIPAL ORDER AUTHORIZING THE MAYOR TO EXECUTE REAL ESTATE PURCHASE AGREEMENTS FOR PROPERTIES LOCATED AT 1013 W. 8TH STREET, 1015 W. 8TH STREET AND 1017 W. 8TH STREET; AND FURTHER DECLARING THE PROPERTIES AS SURPLUS PROPERTIES; AND FURTHER AUTHORIZING THE MAYOR TO EXECUTE DEEDS TRANSFERRING THE PROPERTIES IN ACCORDANCE WITH KRS 82.083, was unanimously approved on one reading upon motion of Mayor Watson with a second by Commissioner Conder.

Property owners of 1013 W. 8th Street, 1015 W. 8th Street and 1017 W. 8th Street have agreed to convey said properties to the City. The City seeks to acquire said properties for the purposes of housing development using HOME funds in compliance with National Housing and Urban Development objectives of removing blighted properties. The City desires to declare these properties to be surplus property, so that they can be leased, transferred, or sold in accordance with KRS 82.083. City Manager Pagan explained the City would purchase the three (3) properties with federal funds and

transfer them to Habitat for Humanity who will then construct two (2) new homes on the lots.

9. CITY MANAGER ITEMS

9.A. The Financial Report for the period ending October 31, 2019 was unanimously approved to file for audit upon motion of Commissioner Conder with a second from Commissioner Smith-Wright.

9.B. The following Personnel Appointments were approved 5-0 upon motion of Mayor Watson and a second from Commissioner Smith-Wright:

NEW HIRE/PROBATIONARY STATUS:

- William J. Culbertson Probationary, full-time, non-civil service appointment to Roadworker with the Public Works Street Department, effective December 23, 2019
- Susan R. Crago Probationary, full-time, non-civil service appointment to Telecommunicator with the Police Department, effective January 6, 2020
- Trevor D. Dixon Probationary, full-time, non-civil service appointment to Firefighter with the Fire Department, effective January 6, 2020 contingent on successful completion of all post-offer, pre-employment requirements
- Brad N. Hall Probationary, full-time, non-civil service appointment to Firefighter with the Fire Department, effective January 6, 2020

PROMOTIONAL/PROBATIONARY STATUS:

- Joseph C. Calvert Probationary, full-time, non-civil service, promotional appointment to Maintenance Worker with the Public Works Grounds Department, effective December 23, 2019
- Robert M. Lacy Probationary, full-time, non-civil service, promotional appointment to Bus Driver with the Public Works Transit Department, effective December 23, 2019
- Elizabeth A. Moore Probationary, full-time, non-civil service, promotional appointment to Bus Driver with the Public Works Transit Department, effective December 23, 2019

REGULAR STATUS:

John F. Hodges – Regular, full-time non-civil service appointment to Bus Driver/Dispatcher with the Public Works Transit Department, effective December 4, 2019

- Kimberly A. Tignor Regular, full-time, non-civil service appointment to Paralegal with the Administration Department, effective December 17, 2019
- Andy E. Owen Regular, full-time, non-civil service appointment to Fire Driver/Engineer with the Fire Department, effective December 23, 2019
- **9.C.** City Manager Comments None

10. COMMUNICATIONS FROM ELECTED OFFICIALS

Commissioner Conder asked that his cousin to be remembered as he sustained second degree burns from a house fire. Commissioner Sanford thanked the Street Department crew for working on a sidewalk near Newton Parish School to accommodate students.

11. OPEN PUBLIC FORUM – None

12. CLOSED SESSION

12.A. Motion was made by Mayor Watson and seconded by Commissioner Sanford to enter into a Closed Session under KRS 61.810(1)(b) to discuss the acquisition or sale of property; motion carried unanimously.

13. ADJOURNMENT

The closed session adjourned upon motion of Mayor Watson and a second by Commissioner Smith-Wright; motion passed unanimously.

There being no further business to discuss, the meeting unanimously adjourned at 6:30 p.m. upon motion of Mayor Watson and a second by Commissioner Conder.

Thomas H. Watson, Mayor

ATTEST:

Beth Cecil, City Clerk



Greater Owensboro

ECONOMIC DEVELOPMENT CORPORATION

Making Owensboro Greater

ECONOMIC DEVELOPMENT OVERVIEW

OUR TEAM



President & CEO

N

Senior Director of Economic Development









Business Retention & Expansion,



Office & Communications,

Manager Manager



WHAT IS ECONOMIC DEVELOPMENT?

Collaboration

Support

Partnership

Talent, Innovation & Place



GO-EDC'S MISSION IS TO SUPPORT, PROMOTE AND ATTRACT A DIVERSIFIED, INNOVATIVE AND SUSTAINABLE, WORLD-CLASS ECONOMY.

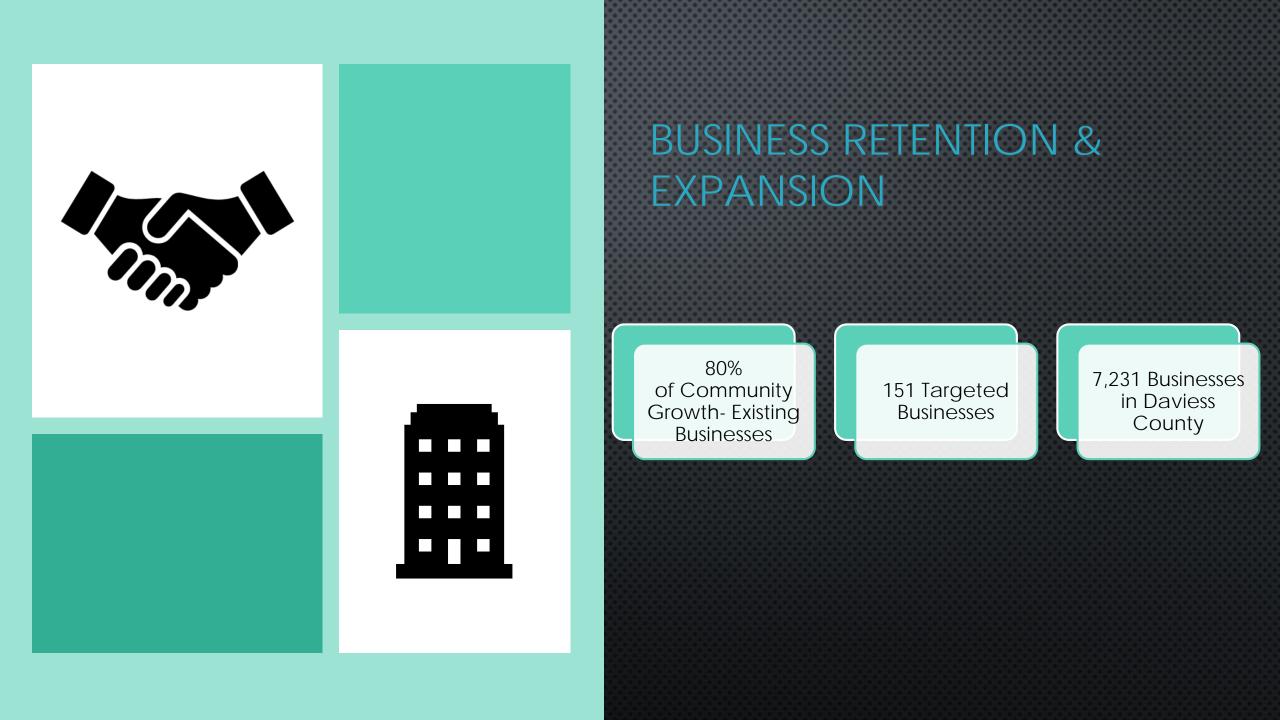
BUSINESS ATTRACTION

3,007 Counties in United States

119 Kentucky Counties 1,000s of Economic Development Organizations

5,000+ IEDC Members

EVERYONE is looking for the same thing





WE ARE ALL PART OF A GREATER COMMUNITY MADE UP OF SMALLER COMMUNITIES

MIDAMERICA AIRPARK



3,600 Jobs Supported





Small Business Development Center









- 1,000+ acres ready for development
- 2 major Parkways with links to I-64, I-65, I-24
- Broadband



BLUEGRASS CROSSINGS - OHIO COUNTY



Skillman Bottoms - Hancock County Hawesville, Kentucky



Site ID 091-004 **Electricity:** County: Hancock City: Hawesville Zoning: Agricultural Ohio River Natural Gas: **Total Acreage Available:** 886.40 acres Sewer: Largest Possible Tract: 599.7 acres Water: Nearest Interstate/Parkway: AMPO Natcher Parkway "Future I-65 Spur" 5 31.0 Miles Domtar Communication: Tract 02 101.2 Acres Nearest Airport: Owensboro-Daviess County Tract 03 **Railway:** 34 Miles **Regional Airport** 16 Miles Hancock County Airport Nearest Riverport: 36 Miles **Owensboro Riverport** WATCO Riverport Terminal 10 Miles Contacts: Michael T. Baker Tract 04 Hancock County Industrial Foundation Inc. 1406 Hancock County Development Center Phone: 270-313-6719 Tract 01 E-mail: mtb316@tds.net 599.7 Acres

Amy Bowman Kentucky Cabinet for Economic Development Phone: 502-564-7670 ext. 22001 E-mail: amy.bowman@ky.gov

HANCOCK COUNTY

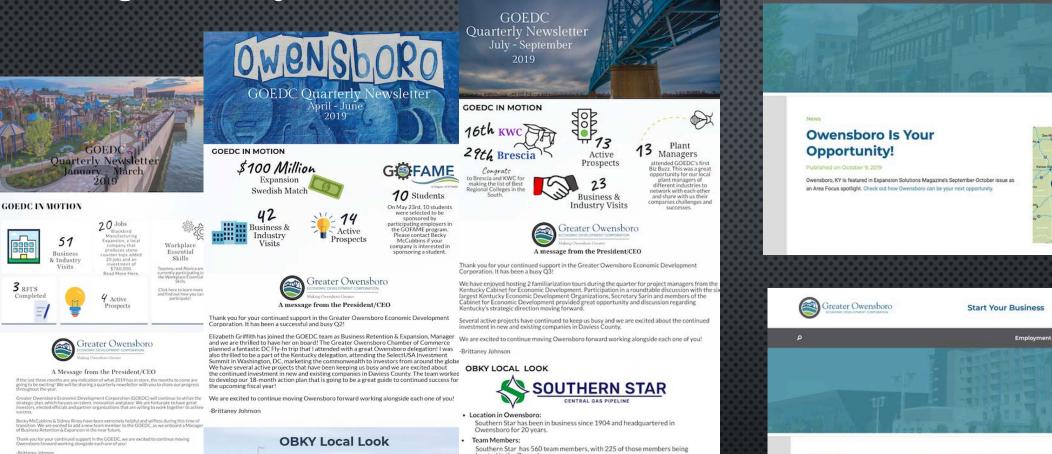
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Kenergy Corporation Atmos Energy (Future) Atmos\Texas Gas 8" HP line **Presently not available** Hawesville Water Works 6 inch Line 4,600 ft southwest of site AT&T Fiber (Available)

CSX Switch Yard

Site ID 091-004 Parcel Information:					
ract 01:	599.7 ac.				
ract 02:	101.2 ac.				
ract 03:	48.8 ac.				
act 04:	136.7 ac.				

Sharing Our Story...



Location in Owenshoro:

Fun Fact:

Visit our website to view our video of Toyotetsu Mid-America at edc.owensboro.com

Workplace Essential Skills:

TTMA has been in business since 2001.

TTMA is excited to broaden their pool of

applicants through this program.

TTMA processes over 660,000 lbs. of steel products daily!





Quality Products

Quality

People

02

3 REF'S

Click here to learn more about OMICO!

located in the Owensboro area.

 Fun Fact Southern Star delivers 2.4 billion cubic ft. of natural gas every day.

Visit edc.owensboro.com to view our video and learn more about Southern Star!



Data 🗸

Existing Business Site Selection

News Data - About - Contact

News

About v Contac

Company Spotlight - Southern Star

THE TAKEAWAY:



PARTNERSHIPS & RELATIONSHIPS IT'S A MARATHON, NOT A SPRINT

LONG TERM COLLABORATION



Greater Owensboro

Making Owensboro Greater

THANK YOU! EDC.OWENSBORO.COM

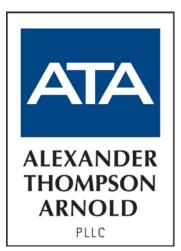
City of Owensboro, Kentucky-Audit Presentation June 30, 2019

Presenter:

Malcolm E. "Mac" Neel III CPA, CFE Partner



Basic Audit Process and Risk Assessment

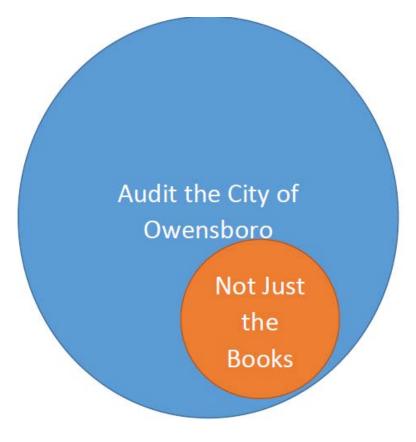


System Documentation

- Processes and controls for each key area of transactions were analyzed and documented in flowchart form.
- Key steps in the respective system were compared to our flowcharts by observation, inquiry and review of standard reports generated to ensure accuracy of our understanding of each system.
- Audit risks (inherent and control risks) were assessed and evaluated based on effectiveness of controls employed within the City as part of our preliminary testing.



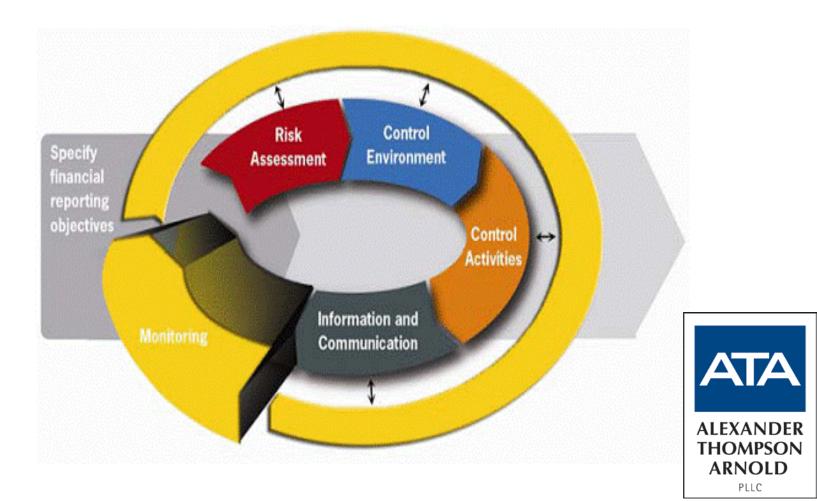
Initial Risk Assessment



- Analyzed the impact of risks identified which could impact the City:
- Regulatory environment
- Economic climate(locallyregionally-nationally).
- Concentrations of tax payers.
- Other unique factors (pension and OPEB)



Audit Risk Assessment Approach



Financial Highlights-Government Wide Financials

- Net Position increased by \$ 391,744.
- Net position June 30, 2018- \$98,394,642
- Net position June 30, 2019- \$98,786,386
- Total Assets and Deferred Outflows \$374 million.
- Total liabilities and Deferred Inflows- \$276 million.



Financial Highlights-Government Wide Financials, continued

- Net Pension Liability \$75.5 million 2019,\$70.8 million 2018, increase of \$4.7 million.
- Other Postemployment Benefits) Liability-\$23.2 in 2018,20.6 million in 2019, a decrease of \$2.6 million.
- These two items will be a challenge for the City into the foreseeable future.



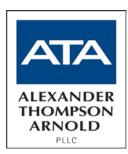
Condensed Statement of Net Position June 30, 2019(Amounts Reported in Thousands 000's omitted)

	City of Owensboro		OMU & Riverport		Total	
Assets:						
Current assets	\$	107,829	\$	108,228	\$	216,057
Restricted assets		-		147,294		147,294
Capital assets		224,580		265,218		489,798
Investment-Joint Venture		16,136		-		16,136
Total assets		348,545		520,740		869,285
Deferred Outflows of Resources		26,035		70,016		96,051
Total Assets and Deferred Outflows of Resources	\$	374,580	\$	590,756	\$	965,336
Liabilities:						
Current liabilities	\$	10,016	\$	26,387	\$	36,403
Long-term debt		151,065		266,290		417,355
Net pension liability		75,524		51,204		126,728
Net OPEB liability		20,571		14,927		35,498
Total liabilities		257,176		358,808		615,984
Deferred Inflows		18,618		14,287		32,905
Net Position		98,786		217,661		316,447
Total Liabilities, Deferred Inflows of						
Resources, and Net Position	\$	374,580	\$	590,756	\$	965,336



Financial Highlights-General Fund

- Fund balance increased by \$5.7 million for FY 2019, and \$2.4 million for FY 2018.
- Occupational and net profits taxes increased by \$7 million over 2017.
- Ending fund balance was \$16.9 million representing 117.5 days of expenditures.



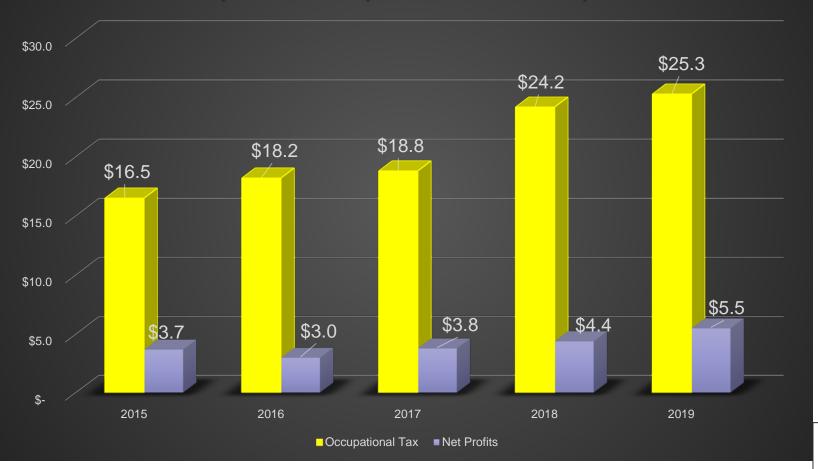
Financial Highlights-General Fund

Most recent rating is A1 upgraded from A2 in the previous year. This was primarily due to improved revenues which resulted in increases in fund balances.

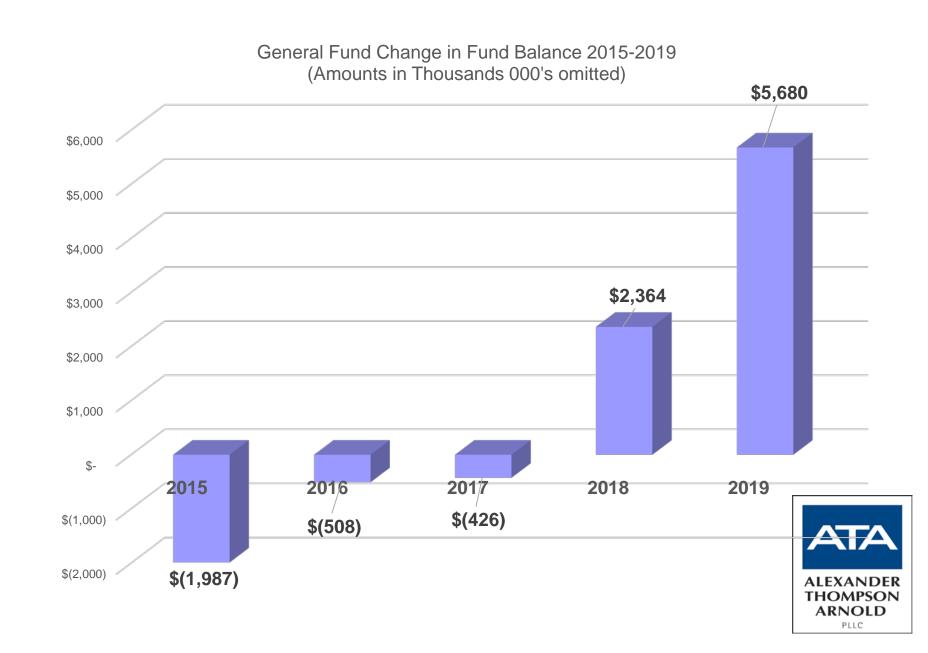


Occupational and Net Profit Trend

Occupational and Net Profit Tax Trend 2015-2019 (Amounts Expressed in Millions)



ALEXANDER THOMPSON ARNOLD



General Fund Balance Trend- 2015 to 2019 (Amounts in Thousands 000's omitted)



ALEXANDER THOMPSON ARNOLD

117.5 120.0 100.0 79.0 81.0 75.0 68.0 80.0 60.0 40.0 20.0

2017

2018

2015

2016

Days Expenditures in General Fund Balance

ALEXANDER THOMPSON ARNOLD

2019

Debt Service Expenditure Trend 2015-2019 (Amounts in Millions)



ARNOLD

NET PENSION AND OTHER POSTEMPLOYMENT BENEFITS (OPEB) LIABILITY

Net Pension Liability Trend 2015 to 2019 GASB No. 68 (Amounts Expressed in Millions)



QUESTIONS?

