

OFFICIAL PROCEEDINGS
CITY OF MORGAN CITY
FEBRUARY 27, 2018

The Mayor and City Council of Morgan City, Louisiana, met at 6:00 pm (local time) in regular session, this date, in the City Court Building, Highway 182 East, Morgan City, Louisiana.

There were present: Honorable Frank P. Grizzaffi, III Mayor; and Council Members Ron Bias, James Fontenot, Tim Hymel, Mark Stephens and Louis J. Tamporello, Jr.

Absent: None

Also present were Mr. Marcus Folse, Chief Administrative Officer and Mr. Paul Landry, City Attorney.

The invocation was given by Reverend Ron Bias.

There was no Positive Image recipient for the month of February.

Mrs. Beth Portero with Main Street approached the Council regarding the Basin Brew Fest. She stated that it was originally supposed to take place on the wharf, but with the anticipated crest of the River on March 20, the event would have to be moved. The event would take place on March 17, 2018 from Noon to 7:30 PM. There would be beer tasting, local restaurants selling food and a D.J. and band for entertainment. All proceeds would be donated to the Block 27 Project to renovate Lawrence Park. A motion to allow the Basin Brew Fest was made by Mr. Stephens, seconded by Reverend Bias, and voted unanimously in favor.

Mrs. Tammy Rogers with Chez Hope invited the Mayor and Council as well as the public to participate in their 15th annual Trivia Night on Saturday, March 17, 2018. She said that tables were still available for purchase through Chez Hope and donations were still being accepted as well.

Mr. Carl Thornton, candidate for St. Mary Parish Sheriff, introduced himself to the Mayor and Council. He asked for their support during the upcoming election.

Mr. Ryan Smith introduced himself as the new Nuisance Abatement Officer for St. Mary Parish. He stated that the parish had been struggling for the last few years with getting someone to come from Iberia or Terrebonne Parish to remove nuisance animals such as alligators. He stated that if anyone encountered any nuisance animal, please call the Department of Wildlife and Fisheries and they would dispatch him to go out and get the animal.

Mr. Pat Cloutier asked Mayor Grizzaffi what the operating rate was for LEPA Unit One thus far in 2018. He questioned if it would be better for the LEPA Unit One to get out of the association with MISO. Mayor Grizzaffi stated that it would not be an option. The City was committed for thirty years at a cost of \$124 million.

Mrs. Kim Crappell with Morgan City High School project graduation asked the Council for permission to hold a Senior 2018 Friends and Family Celebration in Lawrence Park on April 15, 2018. The event would begin at noon and would last until no later than 6PM. There would be a band and the event would be BYOB. They would sell plate lunches to raise money for Project Graduation. A motion to allow the event, including lifting the noise ordinance and the open container law in Lawrence Park on April 15, 2018 was made by Mr. Stephens, seconded by Mr. Hymel, and voted unanimously in favor.

The minutes of the January 23, 2018 meeting were submitted. There being no corrections, additions, or deletions, a motion to approve the minutes was made by Reverend Bias, seconded by Mr. Tamporello, and voted unanimously in favor.

Mrs. Deborah Garber, Finance Director, submitted the following financial statement for the period ending January 31, 2018.

MONTHLY FINANCIAL STATEMENTS

DATE: February 27, 2018
TO: Mayor and Council
FROM: Deborah Garber
RE: Comments related to summary of revenues and expenses compared to budget for the period ended January 31, 2018.

Attached is a summary that compares our actual revenues and expenses to our operational budget for our major funds subject to budgetary control for the period ending January 31, 2018. The following comments are related thereto:

General and Ancillary Funds: Actual total revenues are under budget by \$52,800. Sales taxes in General Fund were under budget by \$103,000. Operating expenses are below budget by \$72,000. The net loss, after transfers, of \$213,900 is a favorable variance of \$19,100 compared to the budget.

Utility Fund: Actual revenues are over budget by \$104,700, with operational expenses also over budget by \$459,300. Energy and gas costs are \$519,000 over budget. The net loss, after transfers, of \$572,100 creates an unfavorable variance of \$356,280.

Sanitation and Sewer Fund: The operating revenues are \$19,000 over budget, with total operating expenses under budget by \$28,400. The net income, after transfers, of \$116,000 leaves another favorable variance of \$47,800.

Respectfully submitted,
 /s/ Deborah Garber
 Deborah Garber
 Finance Director

**CITY OF MORGAN CITY
 CONSOLIDATED STATEMENT**

Actual Revenues and Expenses Compared to Budget
 Period Ended January 31, 2018

GENERAL AND ANCILLARY FUNDS	JANUARY 2018 ACTUAL	JANUARY 2018 BUDGET	VARIANCE
REVENUES			
General Fund	475,906	522,666	(46,760)
Recreation Fund	6,538	5,506	1,032
Library Fund	1,521	1,184	337
Auditorium Fund	9,998	8,444	1,554
Lake End Park Fund	34,437	43,466	(9,029)
Total Revenues	528,400	581,266	(52,866)
EXPENSES-OPERATIONAL			
General Fund	866,005	919,734	(53,729)
Recreation Fund	29,039	32,546	(3,507)
Library Fund	13,517	13,413	104
Auditorium Fund	42,473	45,000	(2,527)
Lake End Park Fund	70,442	82,752	(12,310)
Total Expenses	1,021,476	1,093,445	(71,969)
TRANSFERS			
Transfers from Funds	299,167	299,167	0

Transfers to Funds	(20,000)	(20,000)	0
Net Transfers	279,167	279,167	0
EXCESS NET OF TRANSFERS	(213,909)	(233,012)	19,103

UTILITY FUND

Total Revenues	1,737,749	1,632,994	104,755
Total Expenditures	2,031,228	1,571,890	459,338
Net Excess	(293,479)	61,104	(354,583)
Net Transfers and non-oper.	(278,697)	(277,000)	(1,697)
Excess net of transfers	(572,176)	(215,896)	(356,280)

SANITATION AND SEWER FUND

Total Revenues	223,713	204,326	19,387
Total Expenses	245,747	274,142	(28,395)
Net Excess	(22,034)	(69,816)	47,782
Net Transfers/non-operating expenses	138,118	138,100	18
Excess net of transfers and non-operating	116,084	68,284	47,800

A motion to accept the financial statement was made by Mr. Tamporello, seconded by Mr. Autrey, and voted unanimously in favor.

The next matter on the agenda was the Police Pension and Relief Fund financial statement. Mrs. Garber stated that there were only three retirees remaining on the fund and submitted the following statement.

		Police Pension and Relief Fund	
		December 31, 2017	
		2017	2016
ASSETS			
Cash		\$ 6,823	\$ 6,823
Investments (Restricted)		15,102	15,064
Receivables:			
Accrued Interest Rec.		13	33
Other			
	Total Assets	<u>\$ 21,938</u>	<u>\$ 21,920</u>
LIABILITIES & FUND BALANCE			
Accrued liabilities			
Due to other funds			
Restricted Fund Balance (as restated)		<u>21,938</u>	<u>21,920</u>
	Total Liabilities and Fund Balance	<u>\$ 21,938</u>	<u>\$ 21,920</u>

A motion to accept the Police Pension and Relief Fund statement was made by Mr. Tamporello, seconded by Mr. Hymel, and voted unanimously in favor.

The next matter on the agenda was the Blue Cross renewal, whereupon,

Mr. Hymel offered the following Resolution, who moved for its adoption.

RESOLUTION NO. R: 18-02

WHEREAS, the Blue Cross & Blue Shield of Louisiana Health Insurance Policy administered through Arthur J. Gallagher & Co has expired; and

WHEREAS, the City is desirous of renewing the Health Insurance Policy with Blue Cross & Blue Shield of Louisiana under the same terms and conditions.

NOW THEREFORE BE IT RESOLVED, by the City Council, the governing authority of the City of Morgan City, that the Mayor be and he is hereby authorized to execute the contract between the City and Blue Cross/Blue Shield of Louisiana for the self-funded plan option for the January 1, 2018 to December 31, 2018 term.

Mr. Autrey seconded the motion.

The vote thereon was as follows:

AYES: Hymel, Autrey, Bias, Stephens, Tamporello

NAYS: None

ABSTAIN: None

ABSENT: None

The resolution was therefore declared approved and adopted this 27th day of February, 2018.

Frank P. Grizzaffi, III
Mayor

ATTEST:

Debbie Harrington
Clerk

Mayor Grizzaffi stated that St. Mary Parish Head start had asked for a resolution of support, whereupon,

Reverend Bias offered the following Resolution, who moved for its adoption.

RESOLUTION NO. R: 18-03

BE IT RESOLVED, that the Morgan City Council does hereby support the efforts of St. Mary Community Action Agency/Head Start in its endeavors to ensure that all school

readiness components have been properly implemented, as mandated in the Head Start for School Readiness Act of 2007.

BE IT FURTHER RESOLVED, that the Morgan City Council understands that beginning this year approximately one-third of all Head Start Programs in the nation, including St. Mary CAA's will be selected to compete for its program; and that the basis for this re-competition is to ensure that all programs are delivering high-quality comprehensive services that meet all needs of the children and families; including educational, health, nutritional, and social.

BE IT FURTHER RESOLVED, that the Morgan City Council is aware of the hard work St. Mary CAA has put forth in establishing and implementing program goals meant to improve school readiness of children participating in its Head Start Program. We understand that by implementing these school readiness goals, children are prepared to enter Kindergarten by mastering a number of skills, including language, literacy, cognition, general knowledge, approaches toward learning, physical well being, motor development, social and emotional development.

BE IT FURTHER RESOLVED, that the Morgan City Council acknowledges that St. Mary CAA/Head Start has been in existence since 1967, and currently serves 646 children and their families in 13 centers located throughout the parishes of St. Mary and Vermilion. Their reputation for providing excellent service to the entire family, as well as the communities they live in, precedes them.

NOW THEREFORE BE IT RESOLVED, that the Morgan City Council wholeheartedly supports St. Mary Community Action Agency in its participation in the re-competition process and is confident that the outcome will be that St. Mary CAA's Head Start Program is one of the best in the country.

Mr. Tamporello seconded the motion.

The vote thereon was as follows:

AYES: Bias, Tamporello, Autrey, Hymel, Stephens
NAYS: None
ABSENT: None

The resolution was therefore declared approved and adopted this 27th day of February, 2018.

Frank P. Grizzaffi, III
Mayor

ATTEST:

Debbie Harrington
Clerk

The public hearing for the Revenue Anticipation Loan ordinance was opened. No one appeared for or against said ordinance, whereupon,

The following ordinance having been introduced at a duly convened meeting on December 19, 2017 and January 23, 2018 and notice of its introduction having been published in the official journal on December 22, 2017, was offered for final adoption by Mr. Tamporello and seconded by Reverend Bias:

ORDINANCE No. 18-04

An ordinance authorizing the issuance and sale by the City of Morgan City, State of Louisiana of not exceeding Two Million Dollars (\$2,000,000) of Revenue Anticipation Notes, Series 2018; providing for the payment thereof, establishing the rate of interest thereon; providing for a pledge of revenues of said

City for the security and payment thereof in principal and interest; and providing for other matters in connection therewith.

WHEREAS, Sections 745 through 748, inclusive, of Title 39 of the Louisiana Revised Statutes of 1950, as amended, and other constitutional and statutory authority (the "Act"), authorize entities to pay their current expenses by anticipating their revenues for the year and to borrow money to pay these current expenses in anticipation of such revenues; and

WHEREAS, the City of Morgan City, State of Louisiana (the "Issuer") desires to borrow moneys to pay said current operation costs and to dedicate and set aside revenues for the payment of Revenue Anticipation Notes issued under the provisions of the Act and this ordinance (the "Note"), which Note will fall due and will mature no more than twelve (12) months from the date of issuance, together with interest thereon as provided herein; and

WHEREAS, the Issuer has found and determined that the estimated revenues of the Issuer for the current fiscal year will be in excess of the amount borrowed;

NOW, THEREFORE, BE IT ORDAINED by the Morgan City Council (the "Governing Authority"), acting as the governing authority of the City of Morgan City, State of Louisiana, that:

SECTION i) There is hereby authorized the issuance of not exceeding Two Million Dollars (\$2,000,000) of Revenue Anticipation Notes, Series 2018 (the "Note"), of the Issuer to pay the costs of current operations of the Issuer in anticipation of the revenues of the Issuer for the current fiscal year. The Note shall bear interest at the rate of 4.00% per annum (calculated on the basis of a 360 day year, consisting of twelve 30 day months), and shall mature on March 1, 2019 (the "Maturity Date"), all in accordance with the provisions of the Act. The principal amount of the Note may be advanced by the Purchaser (as defined below) to the Issuer on an "as needed" basis, and interest on the Note will only accrue on the principal amount of the Note which shall have been advanced to the Issuer and will only accrue on a particular amount of principal advanced to the Issuer from the date of its advancement. Each installment shall be advanced by the Purchaser (as defined below) upon the Issuer furnishing a requisition to the Purchaser (as defined below) signed by the Mayor and/or Finance Director of the Issuer. Such interest shall be due and payable on the Maturity Date.

SECTION ii) The Issuer hereby accepts the offer to purchase the Note submitted by Morgan City Bank & Trust Company, Morgan City, Louisiana (the "Purchaser"), attached as **Exhibit A** hereto (all the terms and provisions of which are incorporated herein by reference). The Note shall be delivered to the Purchaser upon the payment of the initial installment of the purchase price thereof.

SECTION iii) The principal of and interest on the Note shall be secured by and payable from a pledge of all revenues accruing to the Issuer for the fiscal year ending December 31, 2018.

SECTION iv) The Mayor of the Issuer and the Clerk of the Governing Authority are each hereby authorized, empowered and directed to execute the Note to represent said indebtedness. Said officers are further authorized and empowered to deliver the Note to the Purchaser, upon the payment of the initial installment of the purchase price thereof, and to take any other action or execute and deliver any other documents which may be required to accomplish the purpose of this ordinance. The Note shall be issued in the form of a single, fully registered note, dated the date of delivery thereof, and shall be in substantially the following form:

(FORM OF NOTE)

UNITED STATES OF AMERICA
STATE OF LOUISIANA
PARISH OF ST. MARY

REVENUE ANTICIPATION NOTE, SERIES 2018
OF THE
CITY OF MORGAN CITY, STATE OF LOUISIANA

<u>Number</u>	<u>Maximum Principal Amount</u>	<u>Issue Date</u>	<u>Maturity Date</u>
R-1	\$2,000,000	_____, 2018	March 1, 2019

The City of Morgan City, State of Louisiana (the "Issuer"), here by promises to pay, but solely from the source and as hereinafter provided, to Morgan City Bank & Trust Company, Morgan City, Louisiana, or registered assigns, the Principal Amount set forth above on the Maturity Date set forth above, **to the amount thereof advanced to the Issuer**, together with interest thereon from the Issue Date set forth above at the rate of 4.00% per annum (calculated on the basis of a 360 day year, consisting of twelve 30 day months). Interest will be payable on the Maturity Date set forth above.

The principal of this Note may be prepaid at any time by the Issuer prior to the Maturity Date set forth above at a price of par plus accrued interest to the date of prepayment.

Both the principal of and the interest on this Note are payable at maturity in lawful money of the United States of America to the registered owner of this Note upon presentment hereof to the Issuer.

This Note has been issued by the Issuer to represent a debt created under the provisions of Sections 745 through 748 of Title 39 of the Louisiana Revised Statutes of 1950, as amended, and other constitutional and statutory authority, for the purpose of paying the costs of current operations for the fiscal year ending December 31, 2018, and this Note was specially authorized by an ordinance adopted on February 27, 2018 (the "Ordinance").

This Note is secured by and payable from a pledge of all revenues accruing to the Issuer for the fiscal year ending December 31, 2018. The Issuer, in and by the Ordinance, has also entered into certain other covenants and agreements with the registered owner of this Note, for the terms of which reference is made to the Ordinance.

It is certified that this Note is authorized by and issued in conformity with the requirements of the Constitution and Statutes of the State of Louisiana. It is further certified, recited and declared that all acts, conditions and things required to exist, to happen and to be performed precedent to and in the issuance of this Note to constitute the same a legal, binding and valid obligation of the Issuer have existed, have happened and have been performed in due time, form and manner as required by law, and that this Note does not exceed any limitation prescribed by the Constitution and statutes of the State of Louisiana.

IN WITNESS WHEREOF, City of Morgan City, State of Louisiana has caused this Note to be signed by the facsimile and/or manual signatures of Mayor of the Issuer and Clerk of the Morgan City Council and the corporate seal of the Issuer to be hereon impressed.

CITY OF MORGAN CITY, STATE OF LOUISIANA

Clerk of the Morgan City Council

Mayor

(SEAL)

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