

The City Council met in regular session at City Hall at 7:00 p.m. with Mayor Ralph D. Means presiding. Council Members present were: Gene Jacobsen, Sally Sorensen, Kenneth Perry, Robert Edwards and Albert Ehrenfried. Absent: None.

Motion by Robert Edwards to approve the Agenda as posted. Seconded by Kenneth Perry. Carried.

Motion by Gene Jacobsen to approve the minutes of the last meetings as presented. Seconded by Robert Edwards. Carried.

Motion by Kenneth Perry to approve the Clerk's report. Seconded by Sally Sorensen. Carried.

Motion by Robert Edwards to approve all bills presented for payment. Seconded by Gene Jacobsen. Carried.

TOTAL GENERAL 6252.60

First National Bank 12.00

RXD Inc. 178.80

<u>GENERAL FUND</u>	
A.R.A.	13.00
First National Bank	767.13
Treasurer, State of Iowa	102.87
I.P.E.R.S. (Regular)	173.61
I.P.E.R.S. (Police)	180.55
Adair County Auditor	14.00
Calhoun, Burns & Assoc. Inc.	100.00
Carpenter Uniform Co.	58.42
Diana Jacobson	89.26
Farmer's Co-op Co.	250.81
Farmer's Lumber Co.	406.43
Fontanelle Observer	45.03
Mid-America Office Equip.	3.54
Office Machines Co.	109.37
Unity Welding & Supply	12.67
Van Vleet Hardware	4.95
Petty Cash	13.38
United Telephone System	145.07
Dale Sickles	37.64
Garry Miller	18.57
Melvin Smith	516.78
Evelyn Rohner	231.93
Merrill Jones	108.88
Ia. Assoc. Municipal Utilities	327.07
Al's Pest Control	12.00
Job Service of Iowa	2.93
Carol L. Nielsen	294.12
Unity Welding & Supply	23.25
Casey's General Store	85.98
R.X.D. Inc.	179.69
Fontanelle Postmaster	46.63
First National Bank	64.38
Metzger Sanitation	35.00
William Blazek	131.54
A.R.A.	14.04
Dale Sickles	56.05
Garry Miller	69.44
Melvin Smith	516.78
Evelyn Rohner	156.05
Merrill Jones	185.12
Ia. Elec. Light & Power	394.02
Petty Cash	42.44
IPERS	7.35
ARA	140.04
<u>LIBRARY SALARY</u>	
First National Bank	38.81
Cynthia McMorran	55.03
Joan Wallace	44.40
Genevive A. Dodds	13.87
Marcia Gross	6.20
Cynthia McMorran	55.03
Joan Wallace	44.40
Genevive A. Dodds	13.87
Marcia Gross	6.20
	<u>277.81</u>
<u>WATER SINKING FUND</u>	
Norwest Bank, Des Moines	170.00
	<u>170.00</u>

<u>FEDERAL REVENUE SHARING</u>	
Farmer's Lumber Co.	735.68
Templeman's	1464.32
	<u>2200.00</u>

<u>ROAD USE TAX</u>	
R & A Sand Concrete	361.25
Schildberg Construction	227.84
	<u>589.09</u>

<u>WATER UTILITY</u>	
<u>TRANSFER TO SINKING</u>	
	2105.00
First National Bank	299.10
Treasurer, State of Iowa	49.74
I.P.E.R.S.	106.72
ACCO Unlimited Corp.	198.00
Brown Supply Co. Inc.	219.82
Burger & Son	9.62
Dale Sickles	43.65
Delmer Miller	196.49
Farmer's Co-op Co.	60.31
Farmer's Lumber Co.	35.33
Fontanelle Observer	20.10
Garry Miller	79.90
Van Vleet Hardware	3.79
W. W. Grainger Co.	372.45
Petty Cash	4.42
United Telephone System	41.36
Delmer Miller	167.20
Dale Sickles	142.49
Garry Miller	236.48
Ia. Assoc. Municipal Utilities	152.39
Job Service of Iowa	.69
Treasurer, State of Iowa	244.78
Casey's General Store	29.82
Fontanelle Postmaster	24.75
Farmer's Electric Co-op	563.20
Lois Ehrenfried	75.70
Dale Sickles	87.27
Garry Miller	181.56
Evelyn Rohner	32.67
Ia. Elec. Light & Power	51.17
Petty Cash	7.70
	<u>5843.67</u>

<u>SEWER UTILITY</u>	
First National Bank	80.28
Treasurer, State of Iowa	12.25
I.P.E.R.S.	31.98
Farmer's Co-op Co.	60.33
United Telephone System	17.68
Dale Sickles	198.52
Ia. Assoc. Municipal Utilities	152.39
Casey's General Store	35.05
Fontanelle Postmaster	20.50
Lois Ehrenfried	41.93
Dale Sickles	173.71
Garry Miller	8.88
Evelyn Rohner	32.67
Ia. Elec. Light & Power	251.37
	<u>917.34</u>

ELECTRIC UTILITY	
TRANSFER TO SINKING	2820.00
First National Bank	880.36
Treasurer, State of Iowa	150.44
I.P.E.R.S.	298.98
Electrical Materials Co.	202.21
Farmer's Co-op Co.	60.33
Farmer's Lumber Co.	2.33
Terry-Durin Co.	263.12
Treasurer, State of Iowa	7.64
Van Vleet Hardware	28.74
Wallace Auto Supply	39.09
Western Area Power Administration	3189.97
Petty Cash	8.79
United Telephone System	49.65
Delmer Miller	390.12
Dale Sickles	117.66
Garry Miller	116.20
Evelyn Rohner	210.86
Missouri Basin Power Agency	159.10
Ia. Assoc. Municipal Utilities	228.10
Job Service of Iowa	.62
Treasurer, State of Iowa	823.39
W.E.S.C.O.	43.06
Casey's General Store	92.64
Fontanelle Postmaster	56.63
Treasurer, State of Iowa	60.32
S.I.M.E.C.A.	5004.06
Farmer's Electric Co-op	13.16
Lois Ehrenfried	151.37
Ia. Assoc. Municipal Utilities	25.00
Delmer Miller	557.32
Dale Sickles	179.28
Garry Miller	111.37
Evelyn Rohner	221.40
Ia. Elec. Light & Power	51.18
Petty Cash	12.00
	<u>16627.29</u>

RECEIPTS FOR DECEMBER

General Fund	17488.23
Federal Revenue Sharing	61.000
Road Use Tax	2359.24
Debt Service	3765.51
Water Utility	6975.64
Sewer Utility	2526.93
Electric Utility	22688.86
Electric Reserve	544.18
Water Reserve	153.49
	<u>56559.08</u>

Departmental reports were heard and correspondence read.

The Clerk read the report from Police Chief Smith since he is attending the Academy. He ask the Council to get a new Polaroid Camera so he would be able to take instant pictures at the scene of an accident br in the case of vandalism.

Motion by Sally Sorensen to buy a new polaroid camera for the police department. Seconded by Albert Ehrenfried. Carried.

Delmer Miller reported that David weakland of the R.E.C. would not be coming to the meeting so he is going to contact Duane Armsead of the Greenfield Municipal Utilities to see if the City of Greenfield would be interested in the back-up line.

Tom Mehl of R. G. Dickinson Co. met with the Council to discuss the up coming Water General Obligation Bond Sale.

Council Member Kenneth Perry introduced the resolution hereinafter next set out and moved its adoption, seconded by Council Member Gene Jacobsen; and after due consideration thereof by the Council, the Mayor put the question upon the adoption of the said resolution and the roll being called, the following named Council Members voted:

AYES: Sally Sorensen, Kenneth Perry, Robert Edwards, Albert Ehrenfried and Gene Jacobsen. NAYS: None.

Whereupon, the Mayor declared the said resolution duly adopted as:

RESOLUTION NO. 89.1

RESOLUTION TO FIX A DATE FOR A PUBLIC HEARING ON
A \$130,000 LOAN AGREEMENT FOR A WATER IMPROVEMENT PROJECT.

WHEREAS, the City of Fontanelle, in the County of Adair, State of Iowa (the "City") proposes to enter into a loan agreement (the "Loan Agreement") in the principal amount of \$130,000 pursuant to the provisions of Section 384.24A of the Code of Iowa for the purpose of paying the cost, to that extent, of the construction, reconstruction, improvement, extension and equipping of the Municipal Waterworks System of the City, including the acquisition of real property, therefor including the refunding of outstanding Warrants previously issued by the City to pay costs in connection therewith, and it is necessary to fix a date of meeting of the Council at which it is proposed to take action to enter into the Loan Agreement and to give notice thereof as required by such law;

NOW, THEREFORE, Be It Resolved by the City Council of the City of Fontanelle, Iowa, as follows:

Section 1. The Council shall meet on the 17th day of January, 1989, at the City Hall, in the City, at 5:00 o'clock p.m., at which time and place a hearing will be held and proceedings will be instituted and action taken to enter into the Loan Agreement.

Section 2. The City Clerk is hereby directed to give notice of

the proposed action on the Loan Agreement setting forth the amount and purpose thereof, the time when and place where the said meeting will be held, by publication at least once, and not less than four nor more than twenty days before the meeting, in a legal newspaper which has a general circulation in the City. The notice shall be in substantially the following form:

NOTICE OF PROPOSED ACTION TO INSTITUTE PROCEEDINGS TO ENTER INTO A LOAN AGREEMENT AND BORROW MONEY IN THE PRINCIPAL AMOUNT OF \$130,000 (GENERAL OBLIGATION)

The City Council of the City of Fontanelle, Iowa will meet on the 17th day of January, 1989, at the City Hall, in the City at 5:00 o'clock p.m., for the purpose of instituting proceedings and taking action to enter into a loan agreement (the "Loan Agreement") and borrow money in the principal amount of \$130,000 for the purpose of paying the cost, to that extent of the construction, reconstruction, improvement, extension and equipping the Municipal Waterworks System of the City, including the refunding of outstanding Warrants previously issued by the City to pay costs in connection therewith.

This Loan Agreement will constitute a general obligation of the City and is proposed to be entered into pursuant to authority contained in Section 384.24A of the Code of Iowa.

At the aforementioned time and place, oral or written objections may be filed or made to the proposal to enter into the Loan Agreement. After receiving objections, the City may determine to enter into the Loan Agreement, in which case, the decision will be final unless appealed to the District Court within fifteen (15) days thereafter.

By order of the City Council of the City of Fontanelle, Iowa.

/s/ Evelyn Rohner
City Clerk

Section 3. All resolutions or parts of resolutions in conflict herewith be and the same are hereby repealed to the extent of such conflict.

PASSED AND APPROVED THIS 3rd day of January, 1989.

Ralph D. Means
Ralph D. Means, Mayor

Attest: *Evelyn M. Rohner*
Evelyn M. Rohner,
City Clerk

STATE OF IOWA
COUNTY OF ADAIR
CITY OF FONTANELLE
SS:

I, the undersigned, Clerk of the aforementioned City, do hereby certify that attached hereto is a true and correct copy of the proceedings of the Council relating to fixing a date for hearing on the Council's proposal to take action in connection with a loan agreement, as referred to therein.

WITNESS MY HAND and the seal of the City hereto affixed this 16th day of January, 1989.

Evelyn M. Rohner
City Clerk

(Seal)

STATE OF IOWA
COUNTY OF ADAIR
SS:

I, the undersigned, County Auditor of the County aforesaid, do hereby certify that the values of taxable property of every kind and character, including agricultural land and buildings (but not monies and credits), of the City of Fontanelle, Iowa, for the 1988 State and County tax lists, which 1988 tax lists (are) (are not)* complete, are as follows:

Actual (100%) value	\$	
Less Military Exemptions	(\$)
Net Total	\$	
Taxable value (after rollback)	\$	
Less Military Exemptions	(\$)
Net Total	\$	

I do further certify that both the actual (100%) value and the taxable (rollback) value shown above (are) (will be)* entered and shown on the 1988 State and County tax lists.

WITNESS MY HAND and the seal of the said County hereto affixed this day of January, 1989

(Seal)

County Auditor

STATE OF IOWA
 COUNTY OF ADAIR SS:
 CITY OF FONTANELLE

I, the undersigned, Clerk of the aforementioned City, do hereby certify that pursuant to the resolution of its Council fixing a date of meeting at which it is proposed to take action to enter into a loan agreement, the notice, of which the printed slip attached to the publisher's affidavit hereto attached is a true and complete copy, was published on the date and in the newspaper specified in such affidavit, which newspaper has a general circulation in the City.

WITNESS MY HAND and the seal of the City hereto affixed this 16th day of January, 1989.

Evelyn M. Rohner
 Evelyn M. Rohner, City Clerk

Tom Mehl had presented 3 different plans for paying off the Bonds

Motion by Kenneth Perry to go with the 2nd plan for paying off the Water General Obligation Bonds. Seconded by Gene Jacobsen. Carried. (According to this plan the Debt would be paid off in 1998.)

Motion by Albert Ehrenfried to authorize the Mayor to sign the Letter of Intent with R. G. Dickinson Co. Seconded by Robert Edwards. Carried.

LETTER OF INTENT

R. G. Dickinson & Co. (hereinafter referred to as the "Company"), will undertake to assist the City Council of the City of Fontanelle, Iowa (hereinafter referred to as the "Council"), in the financing of \$130,000 General Obligation Water Notes.

At the discretion of the Council, the Company will underwrite the Notes offered by the City under the following terms:

- The Notes of the General Obligation Loan will mature over a year period. The schedule and rates will be mutually acceptable to the Council and the Company. The Notes of the General Obligation Loan will be callable after the 1995 maturity at no cost to the City. The Notes of the City will be sold to the Company at a discount of 2%.
- The Notes will pay semiannual interest and will be accompanied by a legal opinion of recognized bond counsel stating that the Notes are exempt from Federal income taxes and are a legal obligation of the City.
- The Company will pay any note printing costs and publication costs associated with the Note issue. The Council will pay R. G. Dickinson & Co. a fee of One Thousand One Hundred Twenty-Five & no/000 Dollars. (\$1,125.00 for out-of-pocket and management expenses.
- The City and R. G. Dickinson & Co. agree that R. G. Dickinson & Co. has fulfilled their obligation and duties as fiscal agent under terms of the agreement between R. G. Dickinson & Co. and the City, and that for purposes of the City's 1988 Water Project only, the fiscal agency agreement between R. G. Dickinson & Co. and the City is hereby terminated, and the City further consents that R. G. Dickinson & Co. may act as underwriter for the City's General Obligation Loan Notes.
- The Council has no obligation to the Company nor the Company to the Council should the financing of outstanding Notes not occur.

Respectfully submitted,

Tom B. Mehl
 Vice President
 Accepted by:

Ralph D. Means
 Ralph D. Means, Mayor

Dated: 1/3/89

Fred Burcham representing the Enterprise Club and Community Betterment Committees met with the Council regarding the future purchasing of new Christmas Decoration. He stated that some of the present ones were in bad shape and needed replacing. He suggested that the City budget a certain amount every year to buy new ones.

Motion by Robert Edwards to Budget \$300. per year for some new Christmas Decorations. Seconded by Gene Jacobsen. Carried.

Motion by Sally Sorensen to buy 8 new chairs with gray upholstery for City Hall from Templeman's in Atlantic. Seconded by Kenneth Perry. Carried.

Motion by Robert Edwards to authorize Delmer Miller to purchase an upright variable speed Drill Press. Seconded by Gene Jacobsen. Carried.

Delmer Miller informed the Council that there will be a meeting ³⁴⁷ Atlantic on January 9th in regard to voluntary contributions. (The Share Program) This was passed by the Iowa Legislator and all cities must comply. This is known as HSF 683.

Motion by Albert Ehrenfried to adjourn. Seconded by Sally Sorensen. Carried.

Evelyn M. Rohner

Ralph D. Means

Attest: Evelyn M. Rohner, Clerk.

Ralph D. Means, Mayor

Fontanelle, Iowa
January 17, 1989

The City Council of the City of Fontanelle, Iowa met on the 17th day of January, 1989, at 5:00 o'clock p.m. at the City Hall, Fontanelle, Iowa.

The meeting was called to order by the Mayor, and the roll was called showing the following Council Members present and absent:

Present: Albert Ehrenfried, Kenneth Perry, Sally Sorensen, Robert Edwards and Gene Jacobsen.

Absent: None.

This being the time and place specified in a notice duly published for taking action on the proposal to enter into a loan agreement, the City Clerk announced that no written objections had been placed on file, Whereupon, the Mayor called for any written or oral objections, and there were none.

After due consideration and discussion, Council Member Gene Jacobsen introduced the following resolution and moved its adoption, seconded by Council Member Kenneth Perry. The Mayor put the question upon the adoption of said resolution, and the roll being called, the following Council Members voted:

AYES: Kenneth Perry, Robert Edwards, Sally Sorensen, Albert Ehrenfried and Gene Jacobsen.

NAYS: None.

Whereupon, the Mayor declared the resolution duly adopted as hereinafter set out.

RESOLUTION NO. 89.2

APPROVING AND AUTHORIZING A LOAN AGREEMENT, AMENDING RESOLUTION NO. 88.3 AND PROVIDING FOR THE ISSUANCE OF \$130,000 GENERAL OBLIGATION WATER IMPROVEMENT NOTES AND PROVIDING FOR THE LEVY OF TAXES TO PAY THE SAME.

WHEREAS, the City of Fontanelle, Iowa (the "City") has heretofore proposed to contract indebtedness and issue \$130,000 General Obligation Water Improvement Bonds (the "Bonds") to provide funds to pay the cost, to that extend, of the construction, reconstruction, improvement, extension and equipping of the Municipal Waterworks System of the City (the "Project"), including the refunding of outstanding Warrants previously issued by the City to pay costs in connection therewith, and after publishing notice of the proposed action, held a hearing thereon and determined to issue the Bonds; and

WHEREAS, on March 7, 1988, the Council adopted Resolution no. 88.3 providing for the issuance of the Bonds and providing for the levy of taxes to pay the same (hereinafter referred to as the "Bond Issuance Resolution") which resolution provided that the Bonds would bear interest at various estimated rates and provided for the levy and collection of taxes to pay the principal of and interest on the Bonds based upon such rate; and

WHEREAS, the Bond Issuance Resolution provided that the actual rate or rates of interest and the resulting tax levy amounts necessary to pay the principal of and interest on the Bonds shall be determined at the time of the disposition and sale of the Bonds and the Bond Issuance Resolution amended to so provide; and

WHEREAS, pursuant to the provisions of Section 384.24A of the Code of Iowa, the City subsequently proposed to contract indebtedness in the form of a loan agreement in the amount of \$130,000 (the "Loan Agreement") to pay costs of the Project, rather than issue the Bonds, and has published notice of such proposed action and held a hearing thereon; and

WHEREAS, IT IS NECESSARY AT THIS TIME TO APPROVE THE LOAN AGREEMENT and to amend the Bond Issuance Resolution to provide for the issuance of \$130,000 General Obligation Water Improvement Notes in evidence of the City's obligation under the Loan Agreement and to provide for the levy of taxes to pay the same;

NOW, THEREFORE, Be It Resolved by the City Council of the City of Fontanelle, Iowa, as follows: