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Special called City Commission meeting - November 2, 1983, City Hall 5:00

The meeting was called to order by the Mayor at 5:00 p.m., with all Commissioners present.

Mayor Milliken explained to those in attendance that the City of Smiths Grove was the fee title holder of the Kane Mfg. property located in Smiths Grove, subject to that certain lease agreement dated May 1, 1968 and explained Chromalloy American Corporations' right there under. He read a letter under a date of Oct. 14, 1983, (copy attached), from Mr. Stephen Volland, attorney for Chromalloy, advising the City of Chromalloy's intention to assign their rights thereunder to Bobby H. and Doris A. Turner, the prospective purchasers. The city acknowledged notice of the revocation of the notice to purchase dated Sept. 30, 1983, and acknowledged notice of the assignment as set forth in Chromalloy's communication dated Oct. 14, 1983. (copy attached). After discussion a motion was made by Comm. Pearson, seconded by Comm. Garmon that the Mayor be authorized to execute the city's acknowledgement at Chromalloy's notice of assignment. Roll call and vote - Benson yes, Stiffey yes, Pearson yes, Milliken yes, Garmon yes.

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First reading 1983 tax ordinance # 83-2 220.1

Mayor Milliken read the above named ordinance for the 1983 tax rate of .221¢ per \$100 assessed valuation. After a brief discussion, a motion to accept the rate was presented by Comm. Benson, seconded by Comm. Stiffey. Roll call and vote - Benson yes, Stiffey yes, Pearson yes, Milliken yes, Garmon yes.

First reading 1983 tax rate ordinance # 83-9 220.2 - Smiths Grove Warren County Library

Mayor Milliken read the above named ordinance setting the library tax rate at six cents per \$100 of assessed valuation.

Before calling for a motion to acceptance this rate, Mayor Milliken explained that because the city elected to create a library board, we are obligated to fix a library tax to help defray their costs. He also explained the question had arisen whether this tax was in addition to the total assessment or a portion of the general fund. Comm. Stiffey had requested an Attorney General's opinion regarding this and as yet had not received a reply from the Attorney Generals office. The Mayor stated as a decision had to be reached regarding this situation, he had spent a great deal of time researching KRS statutes regarding this tax and also Attorney Generals opinions. Based on this research, he felt the tax has to be paid out of the general fund and could not be in addition to. A lengthy discussion followed regarding the effects this would have on the cash flow for the city, and how this could best be handled. Mayor Milliken said he was to meet with the library board Monday, Nov. 7th and would discuss with them the probability of the city no longer paying the utilities and insurance for the library. After all comments and discussion was heard, Comm. Benson presented a motion the prior six cents per \$100 assessed valuation be rescinded to be five cents per \$100 assessed valuation, seconded by Comm. Garmon. Roll call and vote - Pearson yes, Garmon yes, Stiffey yes, Milliken yes, Benson yes.

The clerk explained the city must have an audit performed annually as the city receives funds over \$25,000. She was ask to negotiate a price with Meany & Associates for this audit, and if a reasonable fee couldn't be reached with them, to call J. C. Holland to see if their fee of \$1,250.00 could be negotiated.

With no further business to be presented a motion to adjourn was heard.

Approved: W. Currie Milliken
Mayor

Attest: Dorothy J. Neal
City Clerk