



# City of Palm Coast

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## Meeting Minutes City Council Workshop

*Mayor Jon Netts*  
*Vice Mayor William Lewis*  
*Council Member Jason DeLorenzo*  
*Council Member Bill McGuire*  
*Council Member Frank Meeker*

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**Tuesday, August 14, 2012**

**9:00 AM**

**Council Conference Room**

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>Other matters of concern may be discussed as determined by City Council.

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### **A. Call to Order**

*Mayor Netts called the meeting to order at 9:00 a.m.*

### **B. Pledge of Allegiance to the Flag**

### **C. Roll Call**

**Present:** 5 - Mayor Netts, Vice Mayor Lewis, Council Member DeLorenzo, Council Member McGuire, and Council Member Meeker

### **D. PRESENTATIONS**

#### **1 [12-721](#) PRESENTATION ON PRINGLE FOREST FLORIDA FOREVER APPLICATION**

**Attachments:** [Pringle Forest Regional Context Map](#)  
[2035 Regional Transportation Network](#)

*Mr. Landon gave a brief overview of this item. Ms. Denise Bevan, Senior Planner, and Dr. Michael Shirley, Environmental Administrator of Guana Tolomato Matanzas National Estuarine Research Reserve (GTM NERR) gave a PowerPoint presentation attached to these minutes.*

*Mayor Netts stated that when this proposal was first created by staff, we received a letter of commendation from Northeast Florida Regional Council (NEFRC); they thought it was a unique approach; first of its kind, etc.*

Mayor Netts - Do any of the other parcels qualify for Federal matching funds? Dr. Shirley - Most of the other parcels were less directly connected to the reserve .

CM Meeker - Does the Pringle Creek Forest area represent a topographic low between the two developed parcels on either side? Dr. Shirley - This parcel not as much as the railroad grid that is now artificially blocking a lot of the water and he explained the direction of flow.

CM Meeker - Are we getting better than 1 ft. lidar these days? Dr. Shirley - Yes, close to 6" now. Mayor Netts added there is a very practical aspect; think about what makes Palm Coast special and unique; we co-exist with nature; this just amplifies that attraction of Palm Coast and Flagler County.

CM Meeker - What happens if it gets a Federal designation, to the City's current plans on well activities in this area (lower tolerance on impacts from water withdrawals)? Dr. Shirley said he had a question from the State asking who would be managing this parcel; preliminary results from the folks at the Kelp program said if the State gets Kelp funds, it would have to be managed as part of the GTM research reserve. The MOA (Memo of Agreement) with the City is tied to this parcel regardless of how it changes. He explained this parcel is different because there are well sites on it. We should look at conservation for human habitat which includes having water supply, having protection for the water quality in Pellicer Creek and recreational activities. This is benefiting by being a reserve boundary, because for the future we need to look at parcels for multiple uses: supply water, handle wastewater, recharge aquifer and clean water at Pellicer Creek. Public ownership gives a little more control over what goes into places that are now currently undeveloped; it's prudent to look at the lidar to be sure there aren't better ways to recharge the aquifer.

CM Meeker - What is the position of the owner, Rayonier and Terrapointe? Dr. Shirley - Rayonier submitted the application for the Florida Forever list, and put GTM and Flagler County as co-sponsors; they are willing. There could be a way to fund the hydrologic restoration by actually realizing that the water supply could generate funds to use on site; look into the future.

CM Meeker - Citizens of Palm Coast will be paying for it? Dr. Shirley - Grants, Federal or State funding; demand for water will drive the need to do something out there.

Mayor Netts - We've had an issue with Rayonier in the past with providing electric to the well sites; do you see this issue (access) being impacted by this proposal? Mr. Landon - We made the mistake when getting the easement with Rayonier of not tying down an FP&L easement also for putting in a line, etc. Whoever the owner is, we will make the agreement tighter next time; before we agree on the easement for access. CM Meeker added that each well site will need access for a road to get there too.

CM Meeker - Do you get that much recharge out the wetlands up here? Dr. Shirley - Yes, with the canals and slash pines, it's definitely an altered system; there is potential; question is how much water can be captured from the canals, which he doesn't know that yet. When we redivert the flow; that will be determined.

Mayor Netts - Is this existing aquifer recharge or potential? Dr. Shirley - The map in this presentation is from the St. Johns River Water Management District; he believes it shows present time; there is the possibility, with engineering, to enhance to hold more water.

Mayor Netts - Do the potentials of this project have any impacts on the flows in Pellicer Creek; can actually improve the circumstances? CM Meeker - Yes.

CM McGuire - Any endangered species in this area (he heard the Eastern Diamondback Rattlesnake may be added to the list and believes they are out there)?  
Dr. Shirley - Black Bear, Gopher Tortoises, Indigo, Scrub Jay habitats are out there; he can forward a copy of a report he received. Getting it on the Florida Forever List is a way to getting to that first step forward.

CM DeLorenzo - Will there be any affects on the adjacent industrial properties on Hargrove or planned Otis Stone Hunter, Neoga Lakes? Mr. Landon - There shouldn't, because they are on the other side of the railroad tracks; create an artificial boundary. Dr. Shirley agreed.

Mr. Landon stated the MOA is extremely important to us to have in writing; he pointed to the area of Water Plant 3 on the map and the City now has the property to build our next wastewater plant and one of the things moving forward is to possibly use weather (or other) discharge to rehydrate the site also and would like that considered as well. Dr. Shirley stated the way he sees that working out is, you look at the hydrology of the site and where you put the discharge from that plant to maximize the benefit to Pellicer Creek water quality and recharge the system. Mr. Landon added that in the MOA it's also important to have the two street crossings and the gap in the map to be included in the City limits also.

Mayor Netts feels this is a magnificent opportunity for Palm Coast residents.

Mr. Landon thought it was a refreshing approach; natural resources and public use; Ms. Bevan will keep working on getting this parcel on the Florida Forever list.

Council consensus.

#### **The Presentation was Received and Filed.**

## **2**      [12-722](#)

### DISCUSSION RELATING TO UTILITY BOND FEASABILITY STUDY AND POTENTIAL FOR EXISTING DEBT REFINANCING

Mr. Landon gave a brief overview of this item. Mr. Chris Quinn, Finance Director, and Mr. Stephen Flanagan, Utility Development Manager, were available for questions.

Mayor Netts - The \$7.5 mil. savings over how many years? Mr. Quinn - The remaining 20 years (the original bond issued was for 30 years).

VM Lewis - With money crashing out of the bond market and going into the stock market, how would that impact our need to refinance? Mr. Quinn does not believe that will really impact the City; still demand for tax exempt securities which is what these are; don't think there is an issue getting these type things refinanced; municipal securities (with good ratings) are still considered a good investment and they're still in demand.

Mr. Quinn our current interest rate on the bonds are 4.5-5%; the refinancing bonds will be close to 3.5% interest is today's estimate; \$7.5 mil. is after taking into account time value of money; the actual flat savings is \$11 mil. (about half-mil. each year) for the next 20 years.

CM McGuire - Is this to consolidate debt? Mr. Quinn - Just the one bond issue from 2003 (it wasn't up for refinancing until after 10 years; 2013).

CM Meeker asked about time value of money. Mr. Quinn responded, because of inflation, what you can buy with a dollar today will be a lot less in the future; the value changes over 20 years.

Mr. Landon - This is net; including the cost to do this.

Mayor Netts reminded everyone what former Council Member (and current Flagler County Commissioner) Alan Peterson used to say concerning the difference between individual cost and incremental cost, and when you're going to do a large capital project like a water treatment plant, if you pay cash; just the current population is paying for it, but when you finance it over time the future citizens that will benefit will also be paying for it.

Mr. Quinn explained it's better to just incur the fees for a one-time refinancing, rather than come back for another bond issue and incur some of the same fees again, etc.

CM McGuire - Where does the money come from to refinance this fund? Mr. Quinn - Out of the bond proceeds; part of the project.

CM DeLorenzo - Term doesn't change; still 20 years? Mr. Quinn - We could change the term, but we are going for 20 years (efficiency standpoint).

CM McGuire - Are you prohibited from coming back in a year to do this? Mr. Quinn - Yes on this particular bond, but can do other bonds or debt.

CM McGuire - What is the timing? Mr. Quinn - At least three months.

VM Lewis - Is this sufficient enough to meet our program needs? Mr. Quinn - By doing this refinancing and adding the additional funds, he believes it is; we did the five-year projection; we'll be covered for the next two years at least for our capital program.

Council consensus.

#### **The Presentation was Received and Filed.**

3      [12-649](#)

RESOLUTION 2012-XX APPROVING A CONTRACT FOR THE L-4 WATER CONTROL STRUCTURE REHABILITATION ON ROYAL PALMS WATERWAY.

**Attachments:**      [Resolution SE Cline](#)  
[Resolution Sieg & Ambachtsheer](#)  
[Contract Summary-SE Cline-L4 Water Control Structure](#)  
[Contract Summary-Sieg & Ambachtsheer-L4 Water Control Structure](#)  
[Bid Tab](#)  
[L-4 Location Map](#)  
[Emails Susan K](#)

Mr. Landon gave a brief overview of this item. He also spoke of the problems and delays in completion of the Belle Terre Multi-Use Path # 3 project which the contractor is S.E. Cline Construction (Cline).

CM McGuire - Why isn't it complete? Mr. Landon explained it is a design/build project and they aren't getting the resources to get it done; keep changing the plans.

CM DeLorenzo - Cline's work with water control structures, no problems? Mr. Landon - Last project was excellent.

VM Lewis felt strongly you have to look at the whole company, not just (water) division; can't separate it out.

Mayor Netts - Are there two separate arms of the company? Mr. Landon - Yes, water and land; not totally isolated.

Mr. Landon described the path projects that have been frustrating are grant projects that we needed to do design/build to keep within the timeframes of grants. He further explained the problems involving Cline; however, we are seeing some progress.

CM Meeker - Is there a performance bond on this (path project)? Mr. Landon - Yes, but he thinks they are far enough along that this is not necessary. He pointed out Cline did build the R1 Weir, and staff is very pleased with it; that is one of their specialties.

VM Lewis stated it's not just the City, but also the school system that is affected by the delayed path project; transportation is an issue because it's dangerous for the kids to walk to school in the construction areas, etc. He believes this new contract should be reconsidered.

Mayor Netts spoke of a story where he ordered an eight cylinder car and received a four cylinder car and said he wanted what he ordered; there's a problem with a contractor that picks and chooses projects that he is going to work on/complete; what can we do to tell Cline this is it, last chance, etc.?

CM Meeker - Pull the performance bond; that will tell them; he has no problem separating the land and water divisions.

CM McGuire - There is a problem with a company that feels that they can change design and feels they are immune as to what the City can and can't do.

CM Meeker has a problem with a company that changes the specs; companies bid on the specs.

Mr. Reischmann spoke of the two bids received; both were found responsible. The question is do you feel Cline is a responsible bidder for this project; what is their history with doing business in Palm Coast?

Mr. Landon - Stormwater Department feels they are a responsible bidder.

Mr. Reischmann clarified, we're not asking Council to look at Cline as to whether or not it is responsible but asking for direction if Council wants staff to go back and recalculate its determination given these new additional facts, circumstances.

Mayor Netts - We have a local contractor, low bid, for the most part can complete projects satisfactorily; his sense is to proceed with Cline and agree with staff recommendation. However, moving forward, Cline needs to understand that in the future we look at the company in whole.

VM Lewis wants staff to look at them now; doesn't want to reward them with this contract.

CM Meeker - How is liquidated damages determined? Mr. Reischmann - It's a contractual agreement that has been agreed upon when the bid goes out.

CM McGuire - We need to send a strong message to Cline, because he heard they are under new management.

Mr. Landon - We will be drafting a letter to Cline and changing our process in the future with regards to future projects, because Florida Department of Transportation (FDOT) has put us on notice that we may be in jeopardy of not receiving additional grant funds, because we're not getting the projects done on time (Cline projects). He also expressed there is a problem with Cline's traffic control.

Mayor Netts - How important is this structure? Mr. Michael Brennan, Stormwater Manager - It's the City's most dangerous structure; it's on the list of needing replacement.

Mayor Netts is willing to award the contract; but we need to get Cline to understand this Belle Terre project needs to be completed, traffic problems, etc.; use every effort to see that these projects are completed expeditiously. Mr. Landon wants to put them on notice that if these don't go well they will be debarred from future projects.

CM Meeker - Who did the weir that broke on Florida Park? Mr. Landon - Cline.

CM Meeker - Mulberry? Mr. Landon - Cline.

CM McGuire questioned why he just heard they do a wonderful job on the water projects (yet they did the work on the weirs that broke). Mr. Landon said we had some very good experiences with Cline; it wasn't just Cline but all the contractors seemed to be cutting corners back then, bidding low; didn't have the resources, etc.

CM Meeker asked why we didn't go after the performance bonds (for Belle Terre path). Mr. Reischmann explained if you do that a new company has to come in and finish the job and see what they are inheriting, getting mobilized; time involved, etc.

CM Meeker - Regarding the issues on the bridge (not necessarily FDOT specs), do we have a life expectancy of the bridge structure and the abutments and are they covered by a long term bond; can we require a long term warranty bond or liquidated damages? Mr. Reischmann - Liquidated damages can be used as the City sees fit; there is not such a bond that exists for this case.

CM Meeker mentioned the weir at Mother Seton, which was an errors and omissions issue. Mr. Landon stated the engineer covered that one. He further explained that Cline didn't design the Belle Terre path project being discussed.

Mayor Netts suppose Council was to say we're not happy with this potential reward. what if we say we want them to recalculate responsibility, etc.? Mr. Landon - In two weeks staff can come back with a recommendation. If staff recommends they are not responsible, we can go back to second bidder (\$30,000 approximately over budget); going back out to bid would be more difficult.

CM McGuire - What's the track record of second bidder? Mr. Landon - We don't have experience with them, but we did recently award them with another project; they have experience doing projects with Disney.

Mr. Landon summarized, we will place this on the business agenda (4-1 to place on agenda).

**The Resolution was Continued.**

**E. RESOLUTIONS**

- 4      [12-699](#)      RESOLUTION 2012-XX APPROVING THE FLORIDA DEPARTMENT OF TRANSPORTATION LOCAL AGENCY PROGRAM SUPPLEMENTAL AGREEMENT NO. 2 RELATING TO THE DESIGN OF THE PALM COAST PARKWAY 6-LANING PROJECT

**Attachments:**      [Resolution Supplemental LAP FDOT Supplemental Agreement](#)

*Mr. Landon gave a brief overview of this item. No Council comments.*

**The Resolution was Continued.**

- 5      [12-693](#)      RESOLUTION 2012-XX APPROVE THE PRICE AGREEMENT WITH HARRIS CULVERT, INC., FOR STORMWATER DRAINAGE PIPE FOR SECTION 31, PHASE I, STORMWATER MODELING IMPROVEMENTS, IN THE AMOUNT OF \$33,799.50.

**Attachments:**      [Resolution-Purchase of Pipe for Sec.31-Harris Culvert](#)  
[Contract Summary - Harris Culvert](#)  
[Bid Opening Tab](#)  
[Project Location Map](#)

*Mr. Landon gave a brief overview of this item.*

*CM McGuire - What do we get for \$34,000? Mr. Bostwick, Stormwater Engineer - 450 linear ft. of pipe (53 x 41).*

**The Resolution was Continued.**

**F. DISCUSSION BY CITY COUNCIL OF MATTERS NOT ON THE AGENDA**

*CM McGuire - Where do we stand on stormwater study? Mr. Landon - The schedule is mid September; he's pushing them (PRMG - Public Resources Management Group).*

*CM McGuire - How are we going to submit a budget in early September if they don't come back until mid September, without the figures? Mr. Landon - The idea would be to decide to collect so many dollars; the rate people will give you a structure and you will fill in a rate to get to the appropriate amount.*

*VM Lewis - There was a plan submitted by citizens sometime back; doesn't know if that was relative. Mr. Landon - We're looking at different methodologies; different options out there; some cities have a system that have not been challenged.*

*Mayor Netts handed out a proposal to Council (attached to these minutes); entitled "1/2 Cent Sales Tax Numbers" and pointed out that the blended/averaged percentages exactly match the current Interlocal Agreement. At the end of 10 years, it will give the opportunity for the parties to readdress the issue. He would like to propose this to the County.*

*CM McGuire asked didn't the County miss the deadline to put this on the ballot? Mayor Netts - August 3rd was the deadline, so what the County has is a different*

*small government half cent sales which can be enacted by a super-majority of the County Commission.*

*CM McGuire - What makes you think the County would be interested in a super-majority? Mayor Netts - 79% of the County population lives in Palm Coast. Would like consensus to present as an option to the County.*

*CM McGuire - How much more would be raised by the County with the default as opposed to the Interlocal Agreement; he thought whatever money the County gets will be used to secure a loan to build a new jail (\$17 mil.). Mr. Landon believes this proposal may meet the County's current needs, etc.*

*CM DeLorenzo asked if the County had any consensus on any proposal. CM McGuire - At the last meeting he attended, the County Commission decided to take no action.*

*Council consensus was to send the proposal to the County.*

**G. DISCUSSION BY CITY ATTORNEY OF MATTERS NOT ON THE AGENDA**

*Mr. Reischmann had no comments.*

**H. DISCUSSION BY CITY MANAGER OF MATTERS NOT ON THE AGENDA**

*Mr. Landon - We had a productive discussion with the Flagler County Sheriff's Office regarding synthetic marijuana; Attorney was involved and drafted a proposed ordinance it will not be a criminal offense but more of a code enforcement issue. We have support from the Sheriff's Office to help enforce that; we are going to proceed with this and get it back to City Council.*

*We have a meeting the afternoon of August 14, with FDOT and the County regarding northeast area transportation improvements: Matanzas Woods Interchange, Old Kings Road, Palm Harbor Pkwy., etc.; this meeting is at the staff level, and then we will take it up the ladder for the Mayor (and elected officials), etc.*

*CM McGuire - Will we present to them that Old Kings Road/feeder roads are needed before the Interchange? Mr. Landon - Yes, that's the direction he believes he has received from Council; extensions have to happen at the same time or before the Interchange or the Interchange has to be delayed until those things can occur.*

*August 14 is Election Day; encouraged everyone to vote.*

*Brief recess 11:10-11:19 a.m.*

**I. SPECIAL PRESENTATION**

**6 [12-719](#) STRATEGIC ACTION PLAN**

*Mr. Landon gave a brief overview of this item. Ms. Bevan gave a PowerPoint presentation attached to these minutes (also Ms. Constance Bentley, Land Development Supervisor was also available for questions).*

CM Meeker - Do we have the opportunity to use the QR (Quick Response) codes for other things? Mr. Landon - Yes, utility bills, etc.

VM Lewis - Can you give more detail on 2.2.2 (concerned Flagler County might take exception to this)? Ms. Bevan - Some of the discussion we had with the team and the directors is we are a very sustainable community, and our economics is something we would like to highlight; our multi-use developments, etc.; we want to promote it. Mayor Netts mentioned two recent articles naming Palm Coast as one of the 15 greatest places to retire.

CM Meeker - Are there links out there on the Find Your Florida part of the website that take you right to these articles? Mr. Landon - Yes, we need to add them to it if they are not already there with the other testimonials.

CM Meeker - At the last Council meeting we demonstrated a dynamic well done QR coding for some of our trails; are we offering that assistance to the County where the trails cross/connect, etc.? Also through PC 199 Channel, we have demonstrated that we can put together some dynamic documentaries as well; have we offered that assistance to them? Mr. Landon - We have not been asked.

Mayor Netts - He had a conversation with someone at the County's radio station and at the staff level they are cooperating/collaborating, with County and other cities.

VM Lewis - Can we be a contributor to the Florida Magazine (Florida Trend)? Mr. Landon stated it's thousands of dollars; not on our target.

VM Lewis - What would you consider private sector financial support (2.3.5)? Mr. Landon - Primarily, our guaranteed loan(s). CM DeLorenzo added sponsorships and revenue from trade shows, etc.

CM McGuire - You don't see that as competing with the Chamber of Commerce; isn't that what they do financial support for business activities, etc.? Mr. Landon - This is more for going for sponsorships. Mayor Netts - The Chamber of Commerce is more of a generic organization supporting business; while the Business Assistance Center is more focused; he sees them as complimenting each other.

Mayor Netts - 3.2.1. (operational procedures and policies). He hopes that implementation of this includes people that are involved in the job (from the bottom up).

VM Lewis - 3.2.3. (volunteer opportunities). Ms. Bevan spoke of adopt-a-road, median, trail, etc.; involves the community.

VM Lewis - How do we get that out to citizens? Ms. Bevan - It's on the website, at our events; there's a check box on the upcoming waterway cleanup event application to see if anyone is interested.

Mayor Netts - 3.2.4. (in-house alternative to external services). Is that outsourcing versus in-house? Mr. Landon - Yes, and he explained the different options.

CM Meeker - Where do you draw the line on in-house work? Mayor Netts - Cost analysis.

CM DeLorenzo - 3.2.4. Financial efficiency is part of this equation? Mr. Landon - Yes, to be as efficient as possible and save dollars.

VM Lewis - 3.3.1. (anonymous financial improprieties reporting program). What is that? Mayor Netts - Whistle blowing.

CM McGuire - How do you strengthen a control? Mr. Chris Quinn, Finance Director - Make sure there are better checks and balances (something specific/modify control/testing).

Mr. Landon stated Mr. Quinn has recently been certified as a Financial Fraud Examiner.

CM McGuire - Who does such a certification? Mr. Quinn - Association of Fraud Examiners.

VM Lewis - 3.3.2. We do an annual evaluation and risk assessment all the time; how does this work? Mr. Quinn stated it's always a good idea to step back; get a think tank together; look at a particular function and see if they are watching what they need to, etc.

VM Lewis - 6.1.2. (assess pay rates and benefits). Isn't that going to be hard to do? Mr. Landon - We want to stay competitive; market has changed out there; we're losing some good young talent. We going to try to keep our employees up to date; maintain a high quality staff.

Mayor Netts commented he would like all employees to remember that citizens are not an interruption to our business; they are our business.

VM Lewis - 6.4.1. Do we have an internship program now? Mr. Landon - Yes, but it is limited (to Information Technology & Communications Dept.-IT&C).

VM Lewis - 6.4.2. (enhance college staff-faculty relationship and partnership opportunities). How are you going to do that? Ms. Bevan - By inviting the institutions here to figure that out. CM McGuire suggested rewording this strategy to "enhance faculty relationship and partnership . . ." (with the colleges). CM Meeker added that Embry Riddle should also be included in this.

CM DeLorenzo - 6.4.3. (assist with curriculum development to develop future City employees). Would an example of that be water plant operators, because he's heard losing them is a concern nationwide? Mr. Landon - Yes.

#### **The Presentation was Received and Filed.**

7      [12-717](#)

#### **PRESENTATION- BUDGET FOR FLEET, MOWING, AND FINANCE OPTIONS**

Mr. Landon gave a brief overview.

Mr. Tony Capela, Street Superintendent, gave PowerPoint presentation (attached to these minutes) on:

Landscape Estimate (Mowing) -

CM McGuire - Is this presentation about taking over what is currently being done by a subcontractor and bringing it in-house; are these the same numbers you brought to us six months ago? Mr. Capela - Correct.

Mayor Netts - What is the difference between an equipment operator and a maintenance worker? Mr. Capela - A maintenance worker is entry level, no CDL (Commercial Driver's License), no irrigation experience and no fertilizer use

certifications.

Mayor Netts - Is the 1-7 ratio (supervisor to employees) common in that environment? Mr. Capela - It can vary; that is what we came up with.

CM McGuire - What is the Misc. Equipment Cost? Mr. Capela - Shovels, rakes, barrels, etc.

CM McGuire - Fuel cost, is that diesel gas or compressed natural gas (CNG)? Mr. Capela - No CNG in the estimate.

There was discussion about what the first year actual cost is. Mr. Landon - In this first fiscal year budget 2013 we're going to buy trucks for \$150,000 (out of Fleet Fund) but not transfer anything out of Parks/Maintenance Fund for replacement until fiscal year 2014, then we will start the transfer to pay Fleet Fund back.

VM Lewis - First year of operation will be \$558,000. Mr. Landon - Yes, if you think of from May to May (May is when the current contract ends); but this coming budget it will not be that total; split between two fiscal years.

CM DeLorenzo - When was this Fox contract originally bid? Mr. Landon - This is the fourth year (bid out four years ago).

CM DeLorenzo - Have we looked at other communities to see how much they are paying? Mr. Landon - It's very difficult to compare, because they're doing medians, pump stations, fire stations, etc. (CM DeLorenzo's concern is that the bid was four years old; maybe a current bid would bring a contract in under the proposed in-house cost and what we're paying now).

CM McGuire - Have we had a viable company interested in doing this? Mr. Landon - There is a long list interested; but the majority are not qualified; just a hand-full.

VM Lewis asked if this was the best approach. Mr. Capela believes this is the way to go, Fox has done a good job, but it's time, with continued development; additional lift stations, well sites, etc.

Mr. Quinn gave a PowerPoint presentation (attached to these minutes) on:

Fleet Replacement (also Fleet Vehicle Inspection spreadsheet was handed out, also attached) -

CM McGuire - What is your depreciation rate? Mr. Quinn - It varies, but the average is seven years life.

CM DeLorenzo - Internal replacement charges; cost of replacement or built-in inflation, etc.? Mr. Quinn - 5% inflationary rate built into the schedule.

CM DeLorenzo - Sales of surplus vehicles? Mr. Quinn - Goes back into the Fleet Fund.

CM McGuire - All equipment auctioned? Mr. Quinn - Yes.

CM McGuire - Do any of the vehicles have any book value left? Mr. Quinn - The 2007 would have a zero value in 2013; maybe the mini-excavator may have some book value left.

CM McGuire - Do you have a budget per particular vehicle? Mr. Capela - When a vehicle comes out of warranty it is looked at and they see what's cost effective depending on the vehicle and any problems it may have, year, usage, etc.

CM McGuire - If you allocated cost for maintenance and repairs (per vehicle) would it be a valuable yardstick for you to measure the affectivity of your maintenance effort? Mr. Landon agreed to have a history of the repair cost per vehicle would be helpful. Mr. Quinn believes the new program (IT&C is implementing for fleet) will have that new level of data analysis that we currently do not have.

CM McGuire inquired about whether the Fire fleet replacement vehicle was for the Fire Chief? Mr. Landon - No, Captain's truck, switching Suburban to Ford; consistent with fleet.

CM McGuire - Difference between poor and almost dead vehicles? Mr. Capela - Almost dead, may die any day.

CM McGuire asked about whether it's effective to sell certain vehicle parts. Mr. Capela - No.

CM McGuire - What's our experience with forecast to actual? Mr. Capela - All but the fire truck have already been priced out through the Florida Sheriff's Association Contract with Ford.

CM McGuire - Why is the Lastec 73 better than a Scag Turf Tiger Cub (heavy equipment and mowers)? Mr. Capela - Lastec has a flex deck in the center, avoids scalping the grass; we haven't seen any other mower that does that.

Lunch break 1:07 p.m. - 1:22 p.m.

Tax Determinations spreadsheets (attached to these minutes) presented by Mr. Quinn:

V1 FY 2013 Tax Determination Less Than 4.5 spreadsheet -

CM McGuire - Ad Valorem amount based on latest and final figures? Mr. Quinn - \$3.6 bil.

CM Meeker - Is this based on 4.49 or rollback? Mr. Quinn - You put in the amount of taxes you want/need and it will calculate the millage rate (on the spreadsheets).

CM Meeker - Is the 6% electrical franchise on this? Mr. Quinn - No.

CM McGuire - You don't have projected revenue for stormwater? Mr. Quinn - Yes, \$8 per month which comes to \$4.9 mil.

V2 FY 2013 Tax Determination Rollback Holes spreadsheet -

CM Meeker spoke of opening stormwater fees so each parcel could pay/contribute. Messrs. Landon and Quinn expressed there are a very small number of parcels not contributing to the stormwater system.

CM McGuire - What will we have spent in our Streets Improvement Fund at the end of this fiscal year? Mr. Quinn - \$5.7 mil., but there are a lot of grants in there.

V3 FY 2013 Tax Determination Rollback Modified spreadsheet -

City Council and staff changed figures on the spreadsheet to achieve the most favorable outcome and lengthy discussion about increasing the stormwater fee or not.

Mr. Landon - What's the best way to try to build consensus?

CM Meeker - How much were the Long's Landing grant dollars? Mr. Landon - \$3-\$4 mil.; design has to be finished this month and this time next year the contract has to be ready to go.

CM Meeker - Will that qualify for TDC (Tourist Development Council) money for marina expansion? Mr. Landon - We can explore that.

Mr. Landon - Do you want any property tax/ad valorem tax added to stormwater as a revenue source? CM McGuire - No. Mayor Netts - Yes, and share cost of stormwater over everyone that benefits. CM Meeker - If he does, he wants to hold at the rollback rate.

Final manipulation of the spreadsheet was: Defer Bridge 734062, \$450,000 from Three Sisters; increase stormwater fee by \$2.50; millage rate at 4.29+. Mr. Quinn - Once we get the modeling figures back everyone will pay something towards stormwater. If we get some portion of half cent sales tax, \$1.5 mil. should cover.

Worksheets will be sent to Council to manipulate and two weeks from now we need to have a firm decision about what Council would like to see and then the public hearings are September 5 and September 19.

**The Presentation was Received and Filed.**

## J. ADJOURNMENT

The meeting was adjourned at 2:21 p.m.

Respectfully submitted,  
Barbara Redline

### 12-726

MEETINGS CALENDAR AND AGENDA WORKSHEET

**Attachments:** [Meetings Calendar](#)  
[Agenda Worksheet](#)

### 12-731

ATTACHMENTS TO MINUTES

**Attachments:** [1-Pringle Forest Florida Forever Exhibits](#)  
[1-Pringle Forest ARC presentation \(2\)](#)  
[6-Strategic Action Plan 08-14-12](#)  
[7-Fleet 5 year projection](#)  
[7-Fleet Replacement 2013](#)  
[7-In house landscape maintenance](#)  
[7-V1 FY 13 Tax Determination less than 4.5](#)  
[7-V2 FY 13 Tax Determination Roll back holes](#)  
[7-V3 FY 13 Tax Determination rollback modified](#)

