

September 7, 2016

Mayor Pfeifer called the seventeenth meeting of the eighty-third Harbor Springs City Council to order at 12:05 p.m., in the City Council Chambers at the City Hall, 160 Zoll Street, Harbor Springs, Michigan.

Mayor Pfeifer stated that this City Council Meeting is a Special Meeting. The only items to be considered are on the agenda.

1. Roll Call and Verification of Quorum

City Council:

Present: Pringle Pfeifer, Matt Bugera and Jeffrey V. James

Absent: John L. Cupps and Alan J. Dika

City Clerk McRae stated that a quorum was present.

Also Present: City Manager Thomas C. Richards, City Attorney James T. Ramer and City Clerk Ronald B. McRae

2. City Manager's Section

A. Third Street Electric Project Bids

City Manager Richards discussed the Electric Upgrade Project proposed for Third Street from Nelson Street west to Traverse Street. City Manager Richards stated that the labor for the proposed Third Street Electric Project was bid on by three contractors. The contractors and bids received were:

Kent Power	\$265,524;
Newkirk Electric	\$286,184; and,
CC Power	\$338,788.

City Manager Richards stated that for the 2017 budget the Third Street Electric Project was originally estimated in the amount of \$265,353. Due to some minor revisions and the current market for electric distribution contract labor, the total estimated cost is approximately \$342,523.03.

Dennis Kruzel, Director of Electric Distribution, stated that Project will start in October 2016 and be completed by the Memorial Day Holiday.

Councilperson Bugera asked if the proposed Electric Project would convert the aerial lines to underground. City Manager Richards stated that the renovated distribution lines would also be overhead. He noted that the cost of underground electric distribution is typically four to ten times more expensive than the aerial construction proposed.

#8384 – Motion by James, second by Bugera, to authorize the City Manager to execute an agreement with Kent Power to install the Third Street Electric Project improvements at a cost of \$265,524; further, to authorize the City Manager to order the materials necessary to upgrade the Electric Distribution System as proposed for a total Project cost of \$342,523.03.

Ayes – 3
Nays – 0

Motion carried.

B. Chamber of Commerce Harbor Brew Festival Consideration

City Manager Richards stated that he received a request from Dan DeWindt, Executive Director of the Harbor Springs Area Chamber of Commerce to hold the "Brew Festival" on the lawn area of the Waterfront Park. The "Brew Festival" is proposed to be held on Saturday, October 8, 2016 from 1:00 p.m. to 5:00 p.m.

City Manager Richards reviewed the changes proposed from last year to this year. DeWindt discussed security, tents and food for the Harbor Brew Festival. After discussing the proposed "Brew Festival" with City Council, the following motion was offered:

#8385 – Motion by James, second by Bugera, to authorize the City Manager to approve the "Brew Festival", as requested.

Ayes – 3
Nays – 0

Motion carried.

C. Sale of Digger Derrick Truck

City Manager Richards stated that he has received an offer to purchase the City's Digger-Derrick vehicle for \$13,000. City Manager Richards stated the offer is in the range that the City was told the truck should sell for.

City Manager Richards stated that if any Council members objected to the sale, he would bring the matter before Council at the next City Council Meeting scheduled for September 19, 2016.

There were no objections to the sale of the Digger Derrick Truck for approximately \$13,000.

D. The "OPEB Actuarial Report" and the "Audit for 2015"

City Manager Richards stated that Council Members were given the "OPEB Actuarial Report" which determines the unfunded liability for post-retirement healthcare costs for the City. Also, the Audit for fiscal year ending December 31, 2015 is finished. City Manager Richards stated that the auditing firm of Anderson – Tackman, CPAs, LLC, will be making a presentation of the Audit at the September 19, 2016 City Council meeting.

5. Next Meeting

City Manager Richards stated the next City Council Meeting is scheduled for 7:00 p.m., Monday, September 19, 2016.

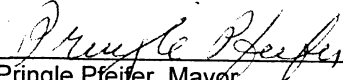
6. Adjournment

With no further business, Mayor Pfeifer adjourned the meeting at 12:25 p.m.



Ronald B. McRae, City Clerk

Approved: September 19, 2016



Pringle Pfeifer, Mayor