

**Minutes of the proceedings of the City Council of the City of Graysville,  
Alabama of the regular meeting held on May 3, 2018.**

Mrs. Mary Russell gave the invocation.

The regular meeting of the City Council of the City of Graysville was called to order at 6:00 p.m. in the Council Chambers of City Hall by Mayor Clark “Julio” Davis.

Upon roll call those present:

<i>Clark “Julio Davis</i>	<i>Mayor</i>
<i>James Armstrong</i>	<i>Councilmember</i>
<i>Dorothy Hawthorne</i>	<i>Councilmember</i>
<i>George Helms</i>	<i>Councilmember</i>
<i>Karen Lauderdale</i>	<i>Councilmember</i>
<i>Chris Shaw</i>	<i>Councilmember</i>
<i>Randy Teeter</i>	<i>Councilmember</i>

Also present was Rob Rosenberg, Acting City Attorney; Tommy Green, Comptroller; a host of local citizens; several city employees and City Clerk, Kathy Dumas.

Councilmember Lauderdale moved to approve minutes of April 19, 2018 as presented. Motion seconded by Councilmember Shaw and carried.

Invoices were presented for payment as follows:

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<b>CITY:</b>	<b>BILLS</b>	<b>May 3, 2018</b>
UNIFIRST CORP	\$182.20	EMPLOYEE UNIFORM EXP
AFC OCC MED PAY AL	\$150.00	EMPLOYEE DRUG TESTING
U. S. POSTAL SERVICE	\$300.00	POSTAGE MACHINE
REGIONS BANK	\$16,886.67	BOND PAYMENT
LOWES BUS ACCOUNT	\$622.46	MAINT SUPPLIES
GRAYSVILLE FIRE DEPT	\$180.50	FIRE SP CONTRIBUTION
UNITED WAY	\$10.00	EMPLOYEE DEDUCTION
REGIONS BANKCARD	\$3,861.80	EDUC EXP/WEEDEATERS
LIBERTY NATIONAL	\$233.19	EMPLOYEE DEDUCTION
AMERICAN UNITED LIFE	\$436.40	EMPLOYEE L&H INSURANCE
RETIREMENT SYS OF AL	\$22,456.92	EMPLOYEES RETIREMENT
AMERICAN FAMILY LIFE	\$114.70	EMPLOYEE DEDUCTION
LOCAL GOV HEALTH INS	\$17,171.00	EMPLOYEE HOSP/DENTAL INS
COLONIAL LIFE INS	\$329.85	EMPLOYEE DEDUCTION
STRADA	\$9,648.67	STREETSCAPE IMP EXPENSE
TERRACON CONSULTANTS	\$3,850.00	STORM SHELTERS EXPENSE
HARBISON LOCK & KEY	\$265.00	SECURITY SYSTEM MAINT
JAMES C. DAVIS	\$347.82	MILEAGE FOR MONTH

ROGER YOUNGBLOOD	\$60.00	INSPECTION SERVICES
MOSES HILL	\$60.00	INSPECTION SERVICES
GRAYSVILLE MUN GAS	\$1,972.06	UTILITY EXPENSE
JEFFERSON CO SEWER	\$204.53	SEWER EXPENSE
ALABAMA POWER	\$7,861.64	ST LIGHTS/UTILITY/TRAFF SIG
RETIREMENT SYS OF AL	\$549.99	LIBRARY RETIREMENT
GRAYSVILLE LIBRARY	\$1,369.52	LIBRARY APPROPRIATIONS
STERICYCLE, INC.	\$70.34	HAZ MAT WASTE DISPOSAL
CHARTER COMM	\$322.19	FIRE INTERNET/CABLE EXP
EEP	\$386.83	FIRE AIR TEST/BACKET
HENRY SCHEIN	\$119.97	FIRE EMS SUPPLIES
ADECA SURPLUS DIVISION	\$1,505.00	SURIGAL MASK/UTILITY TRUCK
M & M TIRE	\$76.11	TRACTOR FLAT REPAIR
WADE SAND GRAVEL	\$274.05	GRAVEL FOR PARK
JOHNSON POWER EQUIP	\$539.67	REPAIRS GRASS MOWER
JAMES MELTON AUTO	\$625.00	FIRE/P&R REPAIR MAINT
PINEVIEW LANDFILL	<u>\$1,008.57</u>	LANDFILL FEES
<b>TOTAL:</b>	<b>\$94,052.65</b>	
<b>GAS:</b>		
UNIFIRST CORP	\$286.00	EMPLOYEE UNIFORM EXP
AFC OCC MED PAY AL	\$120.00	EMPLOYEE DRUG TESTING
U. S. POSTAL SERVICE	\$300.00	POSTAGE MACHINE
REGIONS BANK	\$57,986.98	BOND PAYMENT
LOWES BUS ACCOUNT	\$197.81	MAINT SUPPLIES
BROOKLERE PHARMACY	\$56.70	COLLECTION FEES
UNITED WAY	\$10.00	EMPLOYEE DEDUCTION
ANNE MARIE ADAMS	\$56.00	EMPLOYEE DEDUCTION
REGIONS BANK	\$730.29	OPERATIONAL SUPP/EDUC EXP
LIBERTY NATIONAL	\$160.99	EMPLOYEE DEDUCTION
AMERICAN UNITED LIFE	\$216.51	EMPLOYEE L & H INSURANCE
RETIREMENT SYS OF AL	\$10,080.38	EMPLOYEES RETIREMENT
AMERICAN FAMILY LIFE	\$43.42	EMPLOYEE DEDUCTION
LOCAL GOV HEALTH INS	\$10,716.00	EMPLOYEE HOSP/DENTAL INS
COLONIAL LIFE INS	\$511.85	EMPLOYEE DEDUCTION
WADE SAND GRAVEL	\$332.96	GRAVEL FOR REPAIRS
NATIONAL LIABILITY & FIRE	\$2,358.13	WORKERS COMP INS
RICOH USA, INC.	\$531.99	MAINT ON COPIER
SOUTHERN ALL STAR	\$35.00	PLAQUE TOM CHILDERS
MAILFINANCE	\$439.20	MAINT AGREE BILL MACHINE
COMPUTER NETWORK	\$485.37	CASS CERT/NOMAD BATTERY
GRAYSVILLE MUN GAS	\$911.12	UTILITY EXPENSE

ALABAMA POWER	\$2,257.94	UTILITY EXPENSE
JEFFERSON CO SEWER	\$401.31	SEWER EXPENSE
PORT CITY PIPE	\$414.79	GAS TUBING
THE LEGACY CONNECTION	\$320.00	GAS AFTERHOURS SERVICE
KELLY'S TIRE	\$10.00	TIRE REPAIRS
HARBISON LOCK & KEY	<u>\$302.50</u>	SECURITY SYSTEM MAINT
<b>TOTAL:</b>	<b>\$90,273.24</b>	
<b>TOTAL CITY/GAS</b>	<b><u>\$182,956.37</u></b>	

Councilmember Shaw moved to approve payment of invoices as presented. Motion seconded by Councilmember Hawthorne and carried.

Mayor Davis presented led lighting contract with Alabama Power and recommended it be approved.

Councilmember Lauderdale moved to approve led lighting contract with Alabama Power as presented. Motion seconded by Councilmember Shaw and carried.

Mayor Davis presented the following request:

April 25, 2018

City of Graysville  
Graysville, Alabama 35073

Dear Honorable Mayor & Esteemed Council Members,

As you are all aware, I am the current Building Inspector for the City of Graysville. I would like to request that you consider a proposal; I would like for you to allow me to do the plumbing inspections as well, as it is easier for one person to do both building inspections and plumbing inspections at the same time. I am licensed and bonded with the State of Alabama.

Presently, the plumbing inspections are being done by the city inspector of Adamsville; this could be a bit of an inconvenience for the residents, and the builders of Graysville. It would be much easier to have the inspections done simultaneously by the same inspector.

I would appreciate you taking the time to consider this request.

Respectfully,

Roger D. Youngblood

Building Inspector  
City of Graysville

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After a brief discussion, Councilmember Shaw moved to table request to make contact with current plumbing inspector. Motion seconded by Councilmember Lauderdale and carried.

Mayor Davis announced the First Responders Dinner at the Lion's Club on Tuesday May 8<sup>th</sup>.

Mayor Davis presented paving proposal for the walking track for \$7,500.00.

Councilmember Shaw moved to approve proposal to pave walking track for \$7,500.00 as presented. Motion seconded by Councilmember Lauderdale and carried.

Mayor Davis announced the city will be taking any public comments on the Storm Water Management Program and they can post comments on the cities website.

Councilmember Helms presented the following letter:

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May 3, 2018

Graysville Water board  
Graysville City Council

This is to inform you that I do not want to receive the \$25.00 pay for being on the Water Board.

I wish this letter be entered in the minutes of the Water Board and Council meeting minutes.

Georg Helms  
City Council District four

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Resolution Number 2018-7 was presented as follows:

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**RESOLUTION NO. 2018-7**

**A RESOLUTION OF THE CITY OF GRAYSVILLE, AUTHORIZING THE PURCHASE OF NATURAL GAS FROM THE SOUTHEAST ALABAMA GAS SUPPLY DISTRICT; APPROVING THE EXECUTION AND DELIVERY OF A GAS SUPPLY AGREEMENT RELATING TO SAID PURCHASE; AND CONSENTING TO THE ASSIGNMENT OF CERTAIN OBLIGATIONS UNDER THE GAS SUPPLY AGREEMENT IN CONNECTION WITH THE ISSUANCE OF BONDS BY THE SOUTHEAST ALABAMA GAS SUPPLY DISTRICT**

WHEREAS, The Southeast Alabama Gas Supply District is an Alabama gas district, a public corporation organized by actions of its member municipalities pursuant to the provisions of the Alabama Gas Districts Act, § 11-50-390 *et seq.*, Alabama Code (1975) (“SGS”) and;

WHEREAS, SGS was formed, among other reasons, to acquire secure, reliable and adequate long-term supplies of gas for resale to The Southeast Alabama Gas District and to other governmentally owned wholesale customers for ultimate delivery to the residential, commercial, institutional, and industrial consumers in their areas of service and for the generation of electricity by municipal electric generators for the sale of electricity to their retail electricity customers in their areas of service, both inside and outside the State of Alabama, and to achieve cost savings, economies of scale and reliability of supply; and

WHEREAS, SGS has planned and developed a project to acquire long-term gas supplies from Morgan Stanley Capital Group Inc., a Delaware corporation (“MSCG”), pursuant to a Prepaid Natural Gas Sales Agreement, and will sell the gas purchased from MSCG to public gas distribution systems, municipal gas and electric utilities, and joint action agencies serving public gas distribution systems (the “Project Participants”), so as to bring the benefits of secure, reliable and economical gas supplies to the Project Participants and the citizens, inhabitants, and customers they serve; and

WHEREAS, the City of Graysville (“Participant”) has been afforded an opportunity to participate in SGS’s gas supply project as a Project Participant; and

WHEREAS, the City Council of the City of Graysville (the “Governing Body”) has determined that it is in the best interest of its natural gas distribution system and the customers it serves that Participant purchase a portion of its annual natural gas requirements from SGS as a participant in the gas supply project being developed by SGS pursuant to a Gas Supply Agreement to be entered into by SGS and

Participant, more fully described herein (the "Supply Agreement"), the form of which, in substantially final form, is attached to this Resolution; and

WHEREAS, for the purpose of providing funds to purchase long-term gas supplies for resale to the Project Participants, it will be necessary for SGS to issue and sell one or more series of Bonds (capitalized terms used herein have the meanings provided in the Supply Agreement) and to pledge to the payment of principal and interest on the Bonds certain assets of SGS, including the Supply Agreement between SGS and Participant; and

WHEREAS, Participant shall have no obligation or liability with respect to the payment of the Bonds, and Participant's only obligations relating to SGS's gas program described herein shall be as set forth in the Supply Agreement; and

WHEREAS, in order to authorize the purchase of natural gas from SGS and the execution of the Supply Agreement, to consent to the assignment of the Supply Agreement to secure the Bonds, and to authorize the taking of such other necessary and appropriate action in furtherance of the above described program, the Governing Body adopts this resolution.

NOW, THEREFORE, BE IT RESOLVED by the Governing Body of Participant as follows:

1. Participant shall purchase from SGS on each day in each month for the term of the Supply Agreement such portion of Participant's natural gas requirements as the Authorized Officer (as defined below) shall determine, in consultation with the Governing Body, and set forth in the Supply Agreement, pursuant to and substantially in accordance with the terms of the Supply Agreement as submitted to the Governing Body at this meeting and attached to this Resolution, and which is approved pursuant to Paragraph 2 herein, and the officers, employees and agents of Participant are hereby authorized and directed to take such actions and do all things necessary to cause the purchase of said gas to take place, including the payment of all amounts required to be paid in order to purchase the gas in accordance with the Supply Agreement.

2. The Supply Agreement shall be in substantially the form submitted, which is hereby approved, with such completions, omissions, insertions, and changes as may be approved by the officers executing said Agreement, their execution to constitute conclusive evidence of their approval of any such completions, omissions, insertions and changes; provided, however, that the Supply Agreement shall not be for a term longer than 31 years, shall provide for a natural gas purchase obligation not to exceed 1000 MMBtu per day, and shall provide for a minimum projected discount, taking monthly and projected annual savings into account (the "Available Discount," as defined in the Supply Agreement), of (a) 30 cents per MMBtu for the Initial Rate Period, (b) 20 cents per MMBtu for the first Reset Period, and (c) thereafter an amount that would ensure the Available Discount (as defined in the Supply Agreement) realized from the Initial Reset Period through the end of such Reset Period (as defined in the Supply Agreement) to be an average of no less than 25 cents per MMBtu, in each case before the application of the Project Administration Fee assessed by SGS pursuant to the terms of the Supply Agreement.

3. The Mayor, Council President and the Superintendent of the Participant, or any of them (the "Authorized Officer"), is authorized to execute the Supply Agreement and the City Clerk (the "Attesting Officer") is authorized to attest to such execution.

4. The issuance of Bonds by SGS for the purposes hereinabove set forth is hereby acknowledged by the Governing Body, and the Governing Body hereby consents to (a) the assignment and pledge of all SGS's right, title and interest under the Supply Agreement, including the right to receive performance by Participant of its obligations thereunder, to secure the payment of principal of and interest on the Bonds, and (b) the sale by SGS of receivables due from the Participant when necessary to provide revenues sufficient to enable SGS to pay the debt service on the Bonds when due, all as provided in the Supply Agreement..

5. The Bonds are not obligations of Participant but are limited obligations of SGS payable solely from the revenues and receipts arising from the sale of gas to the Project Participants and others

pursuant to the Supply Agreement and to similar agreements with the other Project Participants. By acknowledging the issuance of the Bonds and consenting to the assignment of the Supply Agreement and the sale or receivables by SGS, Participant is not incurring any obligation or liability with respect to the Bonds, and Participant's obligation pursuant to this Resolution is to purchase natural gas and perform its obligations as set forth in the Supply Agreement.

6. The officers, employees and designated representatives of Participant are hereby authorized and directed to provide such financial and operating information with respect to Participant and its utility system/gas supply program, including annual financial statements, as SGS may reasonably request for use in SGS's offering documents and annual continuing disclosure filings for the Bonds.

7. All acts and doings of the officers, employees or designated representatives of Participant which are in conformity with the purposes and intent of this Resolution and in furtherance of the execution, delivery and performance of the Supply Agreement, and in furtherance of the issuance and sale of the Bonds, shall be and the same hereby are in all respects approved and confirmed.

8. If any section, paragraph or provision of this Resolution shall be held to be invalid or unenforceable for any reason, the invalidity or unenforceability of such section, paragraph or provision shall not affect any of the remaining provisions of this resolution.

9. All other resolutions or orders, or parts thereof, in conflict with the provisions of this Resolution, are, to the extent of such conflict, hereby repealed. This Resolution shall be in immediate effect upon and after its adoption. If the Bonds have not been issued by December 31, 2018, this Resolution shall no longer be effective.

The City of Graysville

By: \_\_\_\_\_  
Mayor

Attest:



By: \_\_\_\_\_  
City Clerk

CLERK'S CERTIFICATE

NOW COMES the undersigned City Clerk of the City of Graysville (the "City"), keeper of the records and seal thereof, and certifies that the foregoing pages of typewritten matter constitute a true and correct copy of a Resolution duly adopted by the City Council in a public meeting properly and lawfully assembled on May \_\_\_\_, 2018 in compliance with the laws of the State of Alabama, which meeting was open to the public and at which a quorum was present and acting throughout, the original of which Resolution has been entered in the official records of such City and is in my official possession, custody and control and that such Resolution is in full force and effect as of the date hereinbelow set forth.

This May \_\_\_\_\_, 2018.

\_\_\_\_\_  
Clerk

[SEAL]

ATTACHMENT A

Form of Gas Supply Agreement

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Councilmember Lauderdale moved to approve Resolution Number 2018-7 as presented. Motion seconded by Councilmember Hawthorne. Roll call votes as follows:

<i>Councilmember Armstrong</i>	<i>Yes</i>
<i>Councilmember Lauderdale</i>	<i>Yes</i>
<i>Councilmember Teeter</i>	<i>Yes</i>
<i>Councilmember Hawthorne</i>	<i>Yes</i>
<i>Councilmember Helms</i>	<i>Yes</i>
<i>Councilmember Shaw</i>	<i>Yes</i>
<i>Mayor Davis</i>	<i>Yes</i>

Mayor Davis made recommendation to schedule a movie night in the months of July and August.

Councilmember Lauderdale moved to schedule a movie night in the months of July and August, 2018. Motion seconded by Councilmember Shaw and carried unanimously.

Mr. Roger Youngblood stated the gas system donated \$1,000.00 to the Chamber of Commerce for the Annual Yard Sale last year.

Councilmember Teeter moved to donate \$1000.00 for advertisement to the Chamber of Commerce for the Annual Yard Sale on Saturday June 2, 2018. Motion seconded by Councilmember Helms and carried.

Mayor Davis announced that Commissioner Jimmy Stephens made a donation of \$3000.00 to build another pavilion on the park.

Thereupon on motion of Councilmember Teeter, motion seconded by Councilmember Hawthorne and being unanimously carried the meeting was duly adjourned.

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Councilmember James Armstrong

\_\_\_\_\_  
Councilmember Dorothy Hawthorne

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Councilmember George Helms

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Councilmember Karen Lauderdale

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Councilmember Chris Shaw

\_\_\_\_\_  
Councilmember Randy Teeter

\_\_\_\_\_  
Mayor Clark "Julio" Davis

\_\_\_\_\_  
City Clerk, Kathy Dumas