

STATE OF TEXAS §
COUNTY OF GRAYSON §

May 21, 2018

BE IT REMEMBERED THAT A Regular Meeting of the City Council of the City of Sherman, Grayson County, Texas was begun and held in the Council Chambers of City Hall on May 21, 2018.

**MEMBERS PRESENT: MAYOR DAVID PLYLER; DEPUTY MAYOR PAM HOWETH.
COUNCIL MEMBERS HOLLAND, SOFEY, STEELE,
STEVENSON, TEAMANN.**

MEMBERS ABSENT: NONE.

CALL TO ORDER

Mayor Plyler called the meeting to order at 5:00 p.m. The Pledge of Allegiance and Invocation were given by Council Member Willie Steele.

APPROVE MINUTES

The Council reviewed the Minutes of the Regular City Council Meeting of May 7, 2018. Deputy Mayor Howeth moved to approve the Minutes as presented; Second by Council Member Sofey. All present voted AYE.
MOTION CARRIED.

INTRODUCTION AND PUBLIC HEARING OF ORDINANCES

Mayor Plyler introduced Ordinance No. 6120 and called for a public hearing:
AN ORDINANCE OF THE CITY COUNCIL OF THE CITY OF SHERMAN, TEXAS, APPROVING AND ADOPTING THE GRAYSON COUNTY THOROUGHFARE PLAN; PROVIDING FOR SEVERABILITY; PROVIDING FOR A REPEALER. PROVIDING FOR AN EFFECTIVE DATE.

Clint Philpott, Director of Engineering, said the City has been working with Grayson County and the Sherman-Denison Metropolitan Planning Organization on a county-wide Thoroughfare Plan. They presented a Draft Plan in March 2018 and now the Final Plan is being submitted to the City Council for adoption.

Clay Barnett, Executive Director, Sherman-Denison Metropolitan Planning Organization, said the Proposed Plan is virtually identical to the plan that was presented in March. He thanked the City Council for their participation on the project.

Cost of the project was \$300,000, with \$80,000 paid by Grayson County, \$40,000 paid by the City of Sherman, and \$20,000 paid by the City of Denison.

No other citizens appeared before the City Council to discuss Ordinance No. 6120.

Mayor Plyler introduced Ordinance No. 6121 and called for a public hearing:

CALL TO ORDER

APPROVE MNUTES

**ORD 6120
THOROUGHFARE
PLAN**

ORD 6121
US HWY 82

AN ORDINANCE OF THE CITY COUNCIL OF THE CITY OF SHERMAN, TEXAS, ESTABLISHING MAXIMUM, REASONABLE AND PRUDENT RATES OF SPEED ON CERTAIN PORTIONS OF US 82 IN THE CORPORATE LIMITS OF SHERMAN, GRAYSON COUNTY, TEXAS; FIXING PENALTIES FOR VIOLATION THEREOF; DECLARING AN EMERGENCY; PROVIDING FOR SEVERABILITY; PROVIDING FOR A REPEALER.

SPEED LIMITS

Mr. Philpott said this past year the Texas Department of Transportation completed a lane extension project on U.S. Hwy 82, east toward Bonham. After that, they completed a State required traffic study for all of U.S. Hwy 82 throughout Sherman.

The recommendation is to change the speed limit on Hwy 82 to 75 mph, except for the corridor between Travis Street and Texoma Parkway, which will be 70 mph.

No citizens appeared before the City Council to discuss Ordinance No. 6121.

The Public Hearing was closed.

ADOPTION OF ORDINANCES

Ordinance 6120

AN ORDINANCE OF THE CITY COUNCIL OF THE CITY OF SHERMAN, TEXAS, APPROVING AND ADOPTING THE GRAYSON COUNTY THOROUGHFARE PLAN; PROVIDING FOR SEVERABILITY; PROVIDING FOR A REPEALER. PROVIDING FOR AN EFFECTIVE DATE.

ORD 6120
THOROUGHFARE
PLAN

Ordinance 6121

AN ORDINANCE OF THE CITY COUNCIL OF THE CITY OF SHERMAN, TEXAS, ESTABLISHING MAXIMUM, REASONABLE AND PRUDENT RATES OF SPEED ON CERTAIN PORTIONS OF US 82 IN THE CORPORATE LIMITS OF SHERMAN, GRAYSON COUNTY, TEXAS; FIXING PENALTIES FOR VIOLATION THEREOF; DECLARING AN EMERGENCY; PROVIDING FOR SEVERABILITY; PROVIDING FOR A REPEALER.

ORD 6121
US HWY 82
SPEED LIMITS

Council Member Steele clarified that the portion that will be 70 mph will be a smaller section, with the remainder being at 75 mph.

ACTION TAKEN.

Motion by Council Member Sofey to adopt Ordinance Nos. 6120 and 6121, as presented. Second by Council Member Teamann.

VOTING AYE: Holland, Howeth, Sofey, Steele, Stevenson, Teamann.

VOTING NAY: None.

MOTION CARRIED

CONSENT AGENDA

The Council reviewed the Consent Agenda. Council Member Steele moved to approve the Consent Agenda, as presented. Second by Council Member Stevenson. All present voted AYE.

CONSENT AGENDA

RESOLUTIONS

RESOLUTION NO. 6372 – AUTHORIZING THE ACCEPTANCE OF A CONVEYANCE DOCUMENT FROM SSCGC HOLDINGS, LLC FOR THE CONVEYANCE OF A 100' WIDE STRIP OF LAND AND TWO (2) RIGHT OF WAY PARCELS EAST OF F.M. 1417 IN THE CITY OF SHERMAN, COUNTY OF GRAYSON, STATE OF TEXAS, AND BEING MORE PARTICULARLY DESCRIBED IN THE EXHIBIT "A" ATTACHED HERETO AND MADE A PART HEREOF FOR ALL PURPOSES

RES 6372
CONVEYANCE OF
100' WIDE STRIP
OF LAND & TWO
ROW PARCELS ON
FM 1417

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF SHERMAN, TEXAS, AUTHORIZING THE ACCEPTANCE OF A CONVEYANCE DOCUMENT FROM SSCGC HOLDINGS, LLC FOR THE CONVEYANCE OF A 100' WIDE STRIP OF LAND AND TWO (2) RIGHT OF WAY PARCELS EAST OF F.M. 1417 IN THE CITY OF SHERMAN, COUNTY OF GRAYSON, STATE OF TEXAS, AND BEING MORE PARTICULARLY DESCRIBED IN THE EXHIBIT "A" ATTACHED HERETO AND MADE A PART HEREOF FOR ALL PURPOSES.

Mr. Philpott said this is a 100' strip of land that is south of Herman Baker Park and north of Pebblebrook, adjacent to two developments. The conveyance was brought to the City by the developer as a donation, and if accepted, it would become part of the City's trail system.

Council Member Stevenson asked if the trail would be concrete. Robby Hefton, City Manager, said the City is trying to accumulate right-of-way for the hike and bike trails throughout the City and this would be a perfect addition to the system.

He said the City is working through the Parks Master Plan and this trail would be used to connect to different parts of the City.

Bill Magers, Representative, SSCGC Holdings, LLC, said trying to put a trail network together has been an issue in Sherman for years. He said this strip of land would give north-south connectivity through the solar farm and across Center Street into other parkland.

He added that, depending on what happens with the High School, their group would consider dedicating additional right-of-way.

Mr. Magers said their group would realize some benefit to the land too, and would be the only development in Sherman adjacent to a hike and bike trail. He felt it was a "win-win" for both entities.

Council Member Teamann said it would be a great addition to the park system and he hoped other developers would follow

SSCGC Holdings' lead and do the same thing when they develop neighborhoods.

Council Member Holland verified that the property would dead-end at Moore Street. Mr. Magers said it dead-ends at Payne Substation.

ACTION TAKEN.

Motion by Deputy Mayor Howeth to approve Resolution No. 6372, as presented. Second by Council Member Steele.

VOTING AYE: Holland, Howeth, Sofey, Steele, Stevenson, Teamann.

VOTING NAY: None.

MOTION CARRIED.

RESOLUTION NO. 6373 – AUTHORIZING EXECUTION OF A MASTER INTERLOCAL PURCHASING AGREEMENT THROUGH THE NORTH TEXAS SHARE PROGRAM BETWEEN THE CITY OF SHERMAN AND THE NORTH CENTRAL TEXAS COUNCIL OF GOVERNMENTS (NCTCOG)

**RES 6373
PURCHASING
AGREEMENT WITH
NCTCOG**

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF SHERMAN, TEXAS, AUTHORIZING EXECUTION OF A MASTER INTERLOCAL PURCHASING AGREEMENT THROUGH THE NORTH TEXAS SHARE PROGRAM BETWEEN THE CITY OF SHERMAN AND THE NORTH CENTRAL TEXAS COUNCIL OF GOVERNMENTS (NCTCOG).

Mary Lawrence, Director of Finance, said Resolution 6373 and Resolution 6374 are related. Resolution 6373 is an interlocal agreement with the North Central Texas Council of Governments for favorable, competitively bid pricing on the services for Resolution 6374.

ACTION TAKEN.

Motion by Council Member Steele to approve Resolution No. 6373, as presented. Second by Council Member Stevenson.

VOTING AYE: Holland, Howeth, Sofey, Steele, Stevenson, Teamann.

VOTING NAY: None.

MOTION CARRIED.

RESOLUTION NO. 6374 – AUTHORIZING EXECUTION OF A MASTER AGREEMENT AND ENGAGEMENT LETTER BETWEEN THE CITY OF SHERMAN AND GABRIEL ROEDER SMITH AND COMPANY (GRS) TO PERFORM ACTUARIAL CONSULTING SERVICES UNDER THE MASTER INTERLOCAL PURCHASING AGREEMENT BETWEEN THE CITY OF SHERMAN AND THE NORTH CENTRAL TEXAS COUNCIL OF GOVERNMENTS (NCTCOG) THROUGH THE NORTH TEXAS SHARE PROGRAM

**RES 6374
ACTUARIAL
CONSULTING
SERVICES**

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF SHERMAN, TEXAS, AUTHORIZING EXECUTION OF A MASTER AGREEMENT AND ENGAGEMENT LETTER BETWEEN THE CITY OF SHERMAN AND GABRIEL ROEDER SMITH AND COMPANY (GRS) TO PERFORM ACTUARIAL CONSULTING

SERVICES UNDER THE MASTER INTERLOCAL PURCHASING AGREEMENT BETWEEN THE CITY OF SHERMAN AND THE NORTH CENTRAL TEXAS COUNCIL OF GOVERNMENTS (NCTCOG) THROUGH THE NORTH TEXAS SHARE PROGRAM.

Ms. Lawrence said this is the agreement that will be under the interlocal agreement from the previous resolution. There is a new accounting standard that requires the City to put their whole liability for retiree benefits on the balance sheets, starting September 30, 2018.

This requires an update to the evaluation from last year. Next year the City will have a full evaluation and then it will be on an every-other-year basis. This will give the update for the number that goes on the balance sheet.

ACTION TAKEN.

Motion by Council Member Stevenson to approve Resolution No. 6374, as presented. Second by Council Member Holland.

VOTING AYE: Holland, Howeth, Sofey, Steele, Stevenson, Teamann.

VOTING NAY: None.

MOTION CARRIED.

OTHER BUSINESS

RECEIVE REPORT FROM TOURISM/MAIN STREET MANAGER SARAH McRAE

TOURISM & MAIN STREET REPORT

Sarah McRae, Tourism/Main Street Manager, updated the Council on Hot Summer Nights and Lights on the Lake. Hot Summer Nights has been held in Sherman since 1995, but in 2016, they started using Overdrive Entertainment LLC to book bands.

She said Hot Summer Nights is on Thursday night and Denison has their event on Friday night. With the addition of Lake Texoma, she hoped that the area would become a tourism event. Ms. McRae said she hoped Sherman would be thought of as a “hub” for live music.

She introduced Tip Jones and Jason Smith, from Overdrive Entertainment LLC, to introduce the 2018 Hot Summer Nights lineup. The event will be held each Thursday night in June and July, on the Municipal Building Grounds. This year each event will also have an opening act with local talent that starts at 7:00 p.m., with the main show beginning at 7:30 p.m.

Headliners for the 2018 Season are:

June 7	Fuel
June 14	Mark Chestnut
June 21	Memphis Soul
June 28	Havana NRG
July 12	Koe Whetzel
July 19	Spazmatics
July 26	Asia, featuring John Payne

Ms. McRae said .38 Special will play at Lights on the Lake on July 3, 2018, at Pecan Grove Park. This event will also include the annual fireworks show, sponsored by Landmark Bank. She said the Airport Band will play earlier in the day.

Mr. Jones praised the City of Sherman for funding these events and “putting the work in” to bring quality bands to Sherman. He said the City is “phenomenal” to work with.

REPAIR AND REWORK THE LUELLA 2 WOODBINE WELL UNDER AN EMERGENCY DESIGNATION

Mark Gibson, Director of Utilities, explained that recently the pump failed at the Luella 2 Woodbine Well, which is a major producer in the City’s well system. Repairs would normally be handled through regular bidding procedures.

**WATER WELL
REPAIRS
(LUELLA 2
WOODBINE WELL)**

However, since the onset of summer is here and this well is a major producer, and water demands are expected to increase, the staff feels it is imperative that the well be repaired and running as quickly as possible.

If the regular bidding process was used, Mr. Gibson said it would be a three to four month process, which wouldn’t help with the summer water demand.

The staff received two quotes, and Weisinger has worked for the City before, and they should be able to get the well back in service in about six weeks. The other vendor estimated it would take 120 days. Weisinger was also about \$96,000 cheaper on their quote, and fell within the range of what the staff felt it would cost.

In order to get the well back in service before the heavy summer water demand, Mr. Gibson asked to have the well repairs completed under the emergency designation.

Council Member Teamann questioned why one item the City estimated would cost \$108,000 came back at \$50,000, and a pump motor came back about \$30,000 less. He asked about the quality of the parts and if the City was getting the same bid from both bidders.

Mr. Gibson said the City specified the pump motor and the pump that they wanted to use and both bidders are bidding the same equipment. It is the equipment that the City wants in the wells. Mr. Gibson felt that one of the vendors is “booked up” and has all the work they want. He added that Weisinger has been very helpful in the past.

ACTION TAKEN.

Motion by Council Member Stevenson to approve the quotation from Weisinger Incorporated for emergency repair of the Luella 2 Woodbine Well at a cost of \$229,347, as presented. Second by Council Member Teamann.

VOTING AYE: Holland, Howeth, Sofey, Steele, Stevenson, Teamann.

VOTING NAY: None.

MOTION CARRIED.

CONSIDER REQUEST OF THE 2018 NEIGHBORHOOD RECREATIONAL COMMITTEE TO TEMPORARILY CLOSE CERTAIN STREETS FOR THE ANNUAL “JUNETEENTH CELEBRATION” ON SATURDAY, JUNE 16, 2018

The City Council approved the request of the 2018 Neighborhood Recreational Committee to temporarily close certain streets for the Annual “Juneteenth Celebration” on June 16, 2018.

The event will be held from 11:00 a.m. until 6:00 p.m. in the Lucy Kidd-Key Park on the Municipal Building Grounds. The streets around the Municipal Building will be closed and the City will provide additional solid waste containers, barricades, and help at start-up for the electrical and water connection of vendor booths and amusement activities.

CONSENT AGENDA.

CLOSE STREETS
JUNETEENTH
CELEBRATION
(JUNE 16, 2018)

APPROVE THE QUARTERLY INVESTMENT REPORTS FOR QUARTER ENDED MARCH 31, 2018

The City Council approved the Quarterly Investment Reports for the quarter ended March 31, 2018. A separate report was included for the Debt Proceeds portfolio that includes the Tax Note and Certificate of Obligation proceeds, as required by the Investment Policy.

QUARTERLY
INVESTMENT
REPORT

As of March 31, 2018, the portfolios were in compliance with applicable State laws and with the City’s internal Investment Policy. The Operating investment portfolio had a book value of about \$16.4 million, an increase of about \$3.5 million from the prior quarter of \$12.9 million, due to purchases of Certificate of Deposits, U.S. Agency Securities, and deposits to a Local Government Investment Pool (LGIP). The underlying investments were adequately diversified among four different types of securities.

This portfolio is appropriately liquid and its weighted-average maturity was 476 days, a decrease of six days from last quarter. The portfolio yield of 1.62% for the quarter is 47 basis points below the benchmark yield of 2.09%. The portfolio value on the City’s books is essentially equal to the market value of the overall portfolio.

The Debt Proceeds portfolio balance of \$21.8 million was invested in a Local Government Investment Pool, and FDIC Insured Investment Account, and a U.S. Agency security. Current period transactions included the addition of interest income and project payments. The yield of 1.26% was 37 basis points below the benchmark yield of 1.63% for this portfolio. Book value and market value were about the same.

CONSENT AGENDA.

CITIZENS REQUESTS

There were no citizen's requests.

CITIZENS REQUESTS

MEDIA QUESTIONS

There were no media questions.

MEDIA QUESTIONS

COUNCIL COMMENTS

There were no Council comments.

COUNCIL COMMENTS

ANNOUNCEMENTS

Mayor Plyler announced the following:

ANNOUNCEMENTS

- Coffee with the Mayor will be held June 1, 2018, at 8:00 a.m., at Guild Mortgage.
- The Solid Waste Department will host a Hazardous Waste and Electronics Disposal Day on June 2, 2018, from 9:00 a.m. until 11:00 a.m., at City Hall. The event is free for Sherman residents.
- Hot Summer Nights will kick off the 2018 Season with Fuel on June 7, 2018 on the Municipal Building lawn.

EXECUTIVE SESSION – IN ACCORDANCE WITH CHAPTER 551, GOVT. CODE, V.T.C.S., (OPEN MEETINGS LAW)

EXECUTIVE SESSION

THE CITY COUNCIL WILL NOW HOLD AN EXECUTIVE SESSION PURSUANT TO THE PROVISIONS OF THE OPEN MEETINGS LAW, CHAPTER 551, GOVERNMENT CODE, VERNONS TEXAS CODES ANNOTATED, IN ACCORDANCE WITH THE AUTHORITY CONTAINED IN THE FOLLOWING SECTIONS.

SECTION 551.071 – CONSULTATION WITH CITY ATTORNEY CONCERNING PENDING OR CONTEMPLATED LITIGATION

SECTION 551.071 -- CONSULT WITH THE CITY ATTORNEY ON A MATTER IN WHICH THE DUTY OF THE ATTORNEY TO THE GOVERNMENTAL BODY UNDER THE TEXAS DISCIPLINARY RULES OF PROFESSIONAL CONDUCT OF THE STATE BAR OF TEXAS CLEARLY CONFLICTS WITH THIS CHAPTER

SECTION 551.087 -- DELIBERATION REGARDING ECONOMIC DEVELOPMENT NEGOTIATIONS: DELIBERATE REGARDING COMMERCIAL OR FINANCIAL INFORMATION THAT THE CITY HAS RECEIVED FROM A BUSINESS PROSPECT AND

COUNCIL MINUTES – MAY 21, 2018

**DELIBERATE ANY OFFERS OR
INCENTIVES TO THE BUSINESS
PROSPECT**

Mayor Plyler said no Executive Session was needed.

ADJOURNMENT

**On Motion duly made and carried, the meeting adjourned at
5:29 p.m.**

ADJOURNMENT

MAYOR

CITY CLERK