

October 7, 1996

The Conrad City Council met in special session on 10/7/96 in the Council Chambers. Answering roll call was Dorothy King, Robert Lutes, Steve Mugge, Ken Sanderson and Kevyn Zacharias. Also present were Shane Tiernan, Conrad Development Committee, Alan Jessen, INRCOG, and Rollie Sumwalt, representing Tenneco, Inc. Mayor Gearhart presided and called the meeting to order at 7:00 p.m.

Mayor Gearhart opened with a public hearing for the purpose of obtaining citizen comment concerning the LMI needs of the community and applying for a PFSA grant to help with infrastructure improvements in the industrial development park. Shane Tiernan addressed Council with the need for the infrastructure improvements to allow Tenneco, Inc. of Marshalltown, Iowa to build a new building in the Conrad Industrial Park, bringing in a total of 40 jobs. He expressed the positive impact Tenneco, Inc. will have on the whole community. Rollie Sumwalt also informed Council of the community involvement his company encourages.

The City of Conrad is applying for a Community Development Block Grant, Public Facilities Set Aside (PFSA), for a sanitary sewer collection system and wastewater treatment facility improvements at the Conrad Industrial Park, Conrad Iowa. The proposed activity is assisting a new business, Tenneco of Marshalltown, Iowa, with needed infrastructure improvements to allow them to build a new building in the Industrial Park, bringing a total of 40 jobs. The PFSA funds are to be a \$55,000 forgivable loan to the City of Conrad based on the creation of 40 new jobs within a two year period. The cost of the project is \$2,392,200 with funding sources as follows. Federal Request (PFSA) \$50,000, administrative (PFSA) \$5,000, City of Conrad matching funds \$50,000, City of Conrad TIF funds over a 10 year period \$246,000, and business equity \$2,136,200. The project will provide gap financing infrastructure improvements. The project will assist over 51% Low to Moderate Income persons (LMI). The project was identified as a local need in the City's Community Builder Plan and by public comment. No person or business will be displaced by the CDBG activities. The estimated date application will be submitted to the Iowa Department of Economic Development is October 8, 1996.

A copy of the Community and Housing Needs for LMI persons and families is made part of the minutes. With no written comments and the oral comments duly recorded, the public hearing was closed.

Motion by King, seconded by Sanderson to adopt resolution No. 115-10.96 " A RESOLUTION OF THE CITY COUNCIL OF THE THE CITY OF CONRAD, IOWA APPROVING A CDBG, PFSA APPLICATION; DESIGNATING THE MAYOR AS THE OFFICIAL REPRESENTATIVE OF THE CITY AND AUTHORIZING THE MAYOR TO AFFIX HIS SIGNATURE TO SAID APPLICATION AND CERTAIN ASSURANCES IN CONJUNCTION WITH SAME" Ayes: Mugge, Zacharias, Sanderson, King, Lutes. Nays: none.

Motion by Sanderson, seconded by Lutes to adopt resolution No. 116-10.96 " A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF CONRAD, IOWA GRANTING THE IDED CERTAIN ASSURANCES IN CONJUNCTION WITH THE CDBG, PFSA APPLICATION" Ayes: Lutes, King, Sanderson, Zacharias, Mugge. Nays: none.

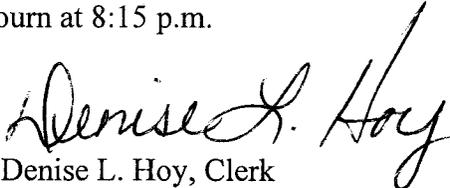
Motion by Lutes, seconded by Sanderson to enter into an agreement with INRCOG for grant administration services for the PFSA grant . Administrative fees, included in the grant to be \$5,000. Ayes: 5.

Motion by King, seconded by Mugge to change the retainage language in the pool contract with Weidner Construction, from 10% retainage the first half of the project with zero additional retainage for the second half of the project, to a flat 5% retainage throughout the entire contract. This recommendation came on behalf of David Burbach, Project Engineer. Ayes: 5.

Council set Trick or Treat night for Thursday, October 31st, 1996 from 6 - 8 p.m.

With no further business evident, Council moved to adjourn at 8:15 p.m.

Bill Gearhart, Mayor


Denise L. Hoy, Clerk