

**HERMOSA TOWN BOARD
PUBLIC HEARING & REGULAR MEETING
Tuesday, December 20th, 2016 @ 5pm**



Kramer called meeting to order at 5:00pm with all members present and led the Pledge of Allegiance. Also present were Black Hills Council of Local Governments William Lass, Johnson, Ferguson & Engineer Keith Anderson via telephone.

PUBLIC HEARING: Motion made and seconded to enter SRF Public Hearing; unanimous. Anderson presented information including the need for the project, alternatives evaluated and cost of each, and the description of proposed project. Lass presented the proposed financing with the State Revolving Fund (SRF), amount of SRF loan expected to be borrowed of \$199,000, revenue source pledged for loan repayment would be a surcharge, interest rate of 2% and 30-year term of loan and the effect of the proposed financing on user rates would be approximately \$3.50 based on 236 user accounts. Kramer asked for any public comments &/or questions. It was asked if there were any possibility of grants/debt forgiveness and if it may be necessary to include surcharge to inactive user accounts. Motion made and seconded to accept and approve four items 1) Resolution 2016-04 (entitled "Resolution Authorizing An Application For Financial Assistance, Authorizing The Execution And Submittal Of The Application, And Designating An Authorized Representative To Certify And Sign Payment Requests."), 2) Application Cover Page (entitled "Drinking Water Facilities Funding Application"), 3) Certification of Drinking Water Needs Categories, and 4) Certification Regarding Debarment, Suspension, and Other Responsibility Matters; unanimous.

RESOLUTION NO. 2016-04

RESOLUTION AUTHORIZING AN APPLICATION FOR FINANCIAL ASSISTANCE, AUTHORIZING THE EXECUTION AND SUBMITTAL OF THE APPLICATION, AND DESIGNATING AN AUTHORIZED REPRESENTATIVE TO CERTIFY AND SIGN PAYMENT REQUESTS.

WHEREAS, the Town of Hermosa (the "Town") has determined it is necessary to proceed with improvements to its Municipal Water System, including but not limited to: (1) Rehabilitation of an existing well through opening new better-quality well production zones and also possibly permanent sealing of other production zones responsible for contamination, (2) Installation of a new stainless steel drop pipe to this same well, and; (3) Construction of either a new booster station or secondary pressure main. All of the foregoing improvements are otherwise known by the project title "Hermosa Water Source and Distribution Project" (the "Project");

WHEREAS, the Town has determined that financial assistance will be necessary to undertake the Project and an application for financial assistance to the South Dakota Board of Water and Natural Resources (the "Board") will be prepared; and

WHEREAS, it is necessary to designate an authorized representative to execute and submit the Application on behalf of the Town and to certify and sign payment requests in the event financial assistance is awarded for the Project.

NOW THEREFORE BE IT RESOLVED by the Town as follows:

1. The Town hereby approves the submission of an Application for financial assistance in an amount not to exceed \$199,000.00 to the South Dakota Board of Water and Natural Resources for the Project.
2. The Town President is hereby authorized to execute the Application and submit it to the South Dakota Board of Water and Natural Resources, and to execute and deliver such other documents and perform all acts necessary to effectuate the Application for financial assistance.
3. The Town President is hereby designated as the authorized representative of the Town to do all things on its behalf to certify and sign payment requests in the event financial assistance is awarded for the Project.

Adopted at Hermosa, South Dakota, this 20th day of December 2016.

Linda Kramer, Town President, Town of Hermosa
Attest: Bobbie L. Johnson, Assistant Finance Officer
Vote: Flug – aye, Holsworth – aye, King – aye, Kramer – aye.

Kramer asked for final call of public comment; with no further questions or comments motion was made and seconded to exit public hearing at 5:33pm; unanimous.

Motions made and seconded to accept the agenda as presented. Motion made and seconded to approve December 6, 2016 minutes as presented; unanimous.

CLAIMS: Motion made and seconded to approve December 15th Payroll and Claims as presented; unanimous.

Claims for Approval 12/20/2016		
A&B Business Solutions	Copier Lease Payment	\$ 88.97
Avenet	Register Domain Name	\$ 220.00
BH Electric Coop	Monthly Statement	\$ 2,827.47
Birch Communications	Monthly Statement	\$ 17.30
EFTPS	941 Payroll Deposit 12-15-2016	\$ 679.15
Ferguson Construction	Snow Removal	\$ 744.60
Ferguson Construction	Water Leak Detection	\$ 153.00
Neve's Uniform & Equipment	Uniform Shirt	\$ 56.45
Payroll	LE, FO, Admin, Cleaning	\$ 2,205.40
Rural Development	Rural Development1 Pay#135 (December)	\$ 1,278.00
Rural Development	Rural Development2 Pay #83 (December)	\$ 417.00
Rural Development	Rural Development3 Pay# 82 (December)	\$ 222.00
SD DOT	5th St SRTS	\$ 3,526.57
Southern Hills Title, Inc.	FEMA Relocation Lots 27A & B	\$ 25,715.92
USPS	Postage Stamps	\$ 102.00
TOTAL		\$ 38,253.83

LAW ENFORCEMENT: Written report reviewed and vehicle camera upgrades discussed; Flug will research and get information to office.

OLD BUSINESS: Amended Order for Compliance for Surface Water Discharge Permit is for an extension to submit Best Management Practices Plan. A special meeting may be set regarding the plan.

PLANNING & ZONING: Motion made and seconded to approve Permit 2016-15, Preston Hermosa Hills floodplain development based upon FPA recommendation, fee of \$1350; unanimous. Motion made and seconded to approve Permit 2016-20, Hurlbert at 300 Ferguson St based on FPA recommendations & applicant to comply with all listed in said staff report, fee of \$100 has been paid; unanimous. Motion made and seconded to approve Permit 2016-21, Neugebauer, 800 Marie St., fee of \$577.68; unanimous.

NEW BUSINESS: Motion made and seconded Kramer sign application for Bridge Improvement Grant (BIG) which is scheduled for 2018 replacement of 2nd Street Bridge. Kramer to contact the state with engineering company that is in question.

STREET, WATER & SEWER DEPARTMENT: Ferguson provided updates including lights that have been repaired and REAs that still need repaired. The contact person for millings is gone for the holidays and they will schedule after his return, and that the Miller Construction is repairing the water line break. The board thanked Ferguson and Flug for plowing and keeping things going.

FINANCE OFFICE: Special meeting for Budget Hearing Wednesday December 28th 5pm, Thursday December 29th at 5pm if needed.

TRUSTEE INPUT: The Board thanked Trustee Flug for his service and are sorry to see him go as resignation his letter was accepted; wished all a safe and wonderful holiday, and let us all leave as friends.

EXECUTIVE SESSION: Motion made and seconded to enter executive session allowable by SDCL 1-25-2(1 & 3) personnel & consulting with legal counsel at 8:00pm, unanimous. Motion made and seconded to exit executive session at 8:15pm. Motion made and seconded have Johnson to do as much as possible on budget in Harris' absence, unanimous.

Motion made and seconded to adjourn at 8:20pm, mst. Trustees Holsworth, King & Kramer remain in quorum to judge Christmas lights & decorations; no town business or decisions to be discussed. Results being 1st Place Monte & Lori Waltman; 2nd Place Leann Maude; 3rd Place Buzz & Crystal Wiles; 4th Place Mr. & Mrs. Robert Anderson. The Board wants to thank all for their participation.

Published once at the approximate cost of _____.

ATTEST:

Bobbie L. Johnson
Assistant Finance Officer

Linda Kramer
Town Board President