

OFFICIAL PROCEEDINGS
CITY OF MORGAN CITY
OCTOBER 24, 2017

The Mayor and City Council of Morgan City, Louisiana, met at 6:00 pm (local time) in regular session, this date, in the City Court Building, Highway 182 East, Morgan City, Louisiana.

There were present: Honorable Frank P. Grizzaffi, III, Mayor; and Council Members Ron Bias, James Fontenot, Tim Hymel, Mark Stephens and Louis J. Tamporello, Jr.

Absent: None

Also present were Mr. Marcus Folse, Chief Administrative Officer and Mr. Paul Landry, City Attorney.

The invocation was given by Reverend Ron Bias.

There was no Positive Image recipient for the month of October.

Mayor Grizzaffi stated that there was a letter from Krystal Guidry in each councilman's packet requesting use of the area under the bridge to hold a Christmas Bazaar. He stated that she had also contacted the Auditorium for a similar event. He said he had mentioned to Mrs. Guidry that she would need to have port-o-lets and liability insurance, among other things, before she could hold an event under the bridge. Reverend Bias asked if the details could be worked out over the phone. Mayor Grizzaffi stated that it could be, but the push would be to get this event at the Auditorium. A motion was made by Reverend Bias to table the issue, seconded by Mr. Hymel, and voted unanimously in favor.

Mayor Grizzaffi stated that he had met with the V.F.W. Post 4222 today and they had filled out a street solicitation form to allow them to do a can shake under the bridge on December 4th from 9 AM to 2 PM. They would also wanted approval for December 11, 2017 in case it rained on December 4th. A motion to allow the can shake was made by Reverend Bias, seconded by Mr. Fontenot, and voted unanimously in favor.

The minutes of the September 26, 2017 meeting were submitted. There being no corrections, additions, or deletions, a motion to approve the minutes was made by Mr. Hymel, seconded by Mr. Stephens, and voted unanimously in favor.

Mrs. Deborah Garber, Finance Director, submitted the following financial statement for the period ending September 30, 2017.

MONTHLY FINANCIAL STATEMENTS

DATE: October 24, 2017
TO: Mayor and Council
FROM: Deborah Garber
RE: Comments related to summary of revenues and expenses compared to budget for the period ended September 30, 2017.

Attached is a summary that compares our actual revenues and expenses to our operational budget for our major funds subject to budgetary control for the period ending September 30, 2017. The following comments are related thereto:

General and Ancillary Funds: Actual total revenues are over budget by \$232,800. Sales taxes in General Fund remain over budget by \$26,000. Operating expenses are below budget by \$375,000. The net loss, after transfers, of \$1,756,500 is a favorable variance of \$425,700 compared to the budget.

Utility Fund: Actual revenues continue to be under budget by \$755,700, with operational expenses also under budget by \$10,500. Energy and gas costs are \$521,800 under budget. The net loss, after transfers, of \$1,806,000 creates an unfavorable variance of \$774,500.

Sanitation and Sewer Fund: The operating revenues are \$3,400 under budget, with total operating expenses under budget by \$178,300. The net income, after transfers, of \$1,064,500 leaves a favorable variance of \$738,900.

Respectfully submitted,
/s/ Deborah Garber
 Deborah Garber
 Finance Director

CITY OF MORGAN CITY
CONSOLIDATED STATEMENT
 Actual Revenues and Expenses Compared to Budget
 Period Ended September 30, 2017

	SEPTEMBER 2017	SEPTEMBER 2017	
GENERAL AND ANCILLARY FUNDS	ACTUAL	BUDGET	VARIANCE
REVENUES			
General Fund	3,901,010	3,730,940	170,070
Recreation Fund	120,431	82,990	37,441
Library Fund	13,688	10,512	3,176
Auditorium Fund	79,947	53,811	26,136
Lake End Park Fund	520,120	524,078	(3,958)
Total Revenues	4,635,196	4,402,331	232,865
EXPENSES-OPERATIONAL			
General Fund	7,604,113	7,793,934	(189,821)
Recreation Fund	343,705	392,182	(48,477)
Library Fund	100,306	104,683	(4,377)
Auditorium Fund	406,375	415,086	(8,711)
Lake End Park Fund	569,694	693,709	(124,015)
Total Expenses	9,024,193	9,399,594	(375,401)
TRANSFERS			
Transfers from Funds	3,019,500	3,202,002	(182,502)
Transfers to Funds	(387,000)	(387,000)	0
Net Transfers	2,632,500	2,815,002	(182,502)
EXCESS NET OF TRANSFERS	<u>(1,756,497)</u>	<u>(2,182,261)</u>	<u>425,764</u>
UTILITY FUND			
Total Revenues	14,060,271	14,816,012	(755,741)
Total Expenditures	13,281,782	13,292,302	(10,520)
Net Excess	778,489	1,523,710	(745,221)
Net Transfers and non-oper.	(2,584,405)	(2,555,091)	(29,314)
Excess net of transfers	<u>(1,805,916)</u>	<u>(1,031,381)</u>	<u>(774,535)</u>
SANITATION AND SEWER FUND			
Total Revenues	1,986,878	1,990,250	(3,372)
Total Expenses	2,126,970	2,305,303	(178,333)
Net Excess	(140,092)	(315,053)	174,961
Net Transfers/non-operating expenses	1,204,562	640,619	563,943

Excess net of transfers and non-operating	1,064,470	325,566	738,904
--	-----------	---------	---------

A motion to accept the financial statement was made by Mr. Tamporello, seconded by Reverend Bias, and voted unanimously in favor.

The next matter on the agenda was the LEPA report. Mr. Pat Cloutier addressed the council regarding the last LEPA meeting. He stated that Mr. Gordy Dove, Terrebonne Parish President, was at the meeting and he had some concerns about LEPA Unit #1. Mayor Grizzaffi stated that LEPA #1 Unit was currently losing about \$3.2 million in its first year of operation. He stated this was mostly due to the price of natural gas. The projected loss for 2018 was \$10.3 million. The City of Morgan City had a 16.5% stake in the plant. The city had passed an ordinance that allowed them to adjust the rates and pass the cost on to the consumer. He stated that the City was legally obligated to participate in the plant. Mr. Cloutier asked about In solute liability. Mayor Grizzaffi stated that he was not sure what that meant. Mayor Grizzaffi stated that the plant had been down for repairs. Mr. Cloutier stated that not all of the meetings had been publicized. Mayor Grizzaffi advised Mr. Cloutier to speak with LEPA about that issue.

The next matter on the agenda was the Insurance Committee Recommendation. Councilman Hymel stated that it was determined that the cost would go up 3.8%. The City felt that it could absorb up to a 5% increase to increase the buffer in the self insurance fund. Mr. Jeremy Powers with A. J. Gallagher stated that their recommendation was a 5% increase to continue to build up a reserve fund so that the City could continue to put money aside for any catastrophic years that may take place in the future. He also stated that they were moving into a closed pharmacy program that would exclude certain drugs that have a generic alternative available, whereupon,

Mr. Hymel offered the following Resolution, who moved for its adoption.

RESOLUTION NO. R: 17-50

WHEREAS, the City's health insurance policy will expire December 31, 2017, and

WHEREAS, the Health Insurance Committee, after reviewing the proposal from A. J. Gallagher made the following recommendation. The City will continue funding 100% of health insurance premiums for a single employee plan and an additional \$100 allowance on employees who choose to elect a family plan.

NOW THEREFORE BE IT RESOLVED, by the City Council, the governing authority of the City of Morgan City, that the Mayor be and he is hereby authorized to execute the contract between the City and Blue Cross/Blue Shield of Louisiana, as per the recommendations of the Health Insurance Committee.

Reverend Bias seconded the motion.

The vote thereon was as follows:

AYES:	Hymel, Bias, Fontenot, Stephens, Tamporello
NAYS:	None
ABSTAIN:	None
ABSENT:	None

The resolution was therefore declared approved and adopted this 24th day of October, 2017.

Frank P. Grizzaffi, III
Mayor

ATTEST:

Debbie Harrington
Clerk

In the matter of the Capital Outlay resolution, Mayor Grizzaffi stated that there were no changes from the previous year, whereupon,

Mr. Fontenot offered the following Resolution, who moved for its adoption.

RESOLUTION NO. R: 17-51

WHEREAS, the Mayor submitted to the council, the following projects for re-submission to the State requesting Capital Outlay funding:

LA Highway 70 Drainage Improvements	\$1,468,407
Morgan City Water System Improvements	\$1,250,000
Brashear Avenue Extension	\$2,000,000
Brashear Avenue Drainage Improvements	\$1,218,228
Lake End Parkway Cabins	\$5,041,024

NOW THEREFORE BE IT RESOLVED by the City Council, the governing authority of the City of Morgan City, Louisiana that it hereby supports the Mayor's request, to the state, for Capital Outlay Funds to complete these projects.

Mr. Tamporello seconded the motion.

The vote thereon was as follows:

AYES: Fontenot, Tamporello, Bias, Hymel, Stephens

NAYS: None

ABSENT: None

The resolution was therefore declared approved and adopted this 24th day of October, 2017.

Frank P. Grizzaffi
Mayor

ATTEST:

Debbie Harrington
Clerk

The second reading for the 2017 Budget Amendment Ordinance was the next matter on the agenda. No definitive action was necessary.

The second reading for the 2018 Budget Ordinance was opened. No definitive action was necessary.

The final matter on the agenda was the Resolution of Respect for Mr. Huey Landry, whereupon,

Messrs. Bias, Fontenot, Hymel, Stephens and Tamporello offered the following Resolution, who moved for its adoption.

RESOLUTION NO. R: 17-52
IN MEMORIAM
HUEY PETER LANDRY

WHEREAS, God, in his infinite wisdom has taken Huey Peter Landry from our midst;
and

WHEREAS, he served in the National Guard from 1954-1957; and

WHEREAS, he began working for the City as a meter reader and worked his way up
to become the Director of Utilities; and

WHEREAS, he retired from the City of Morgan City after working for 32 years; and

WHEREAS, he retired as the National Weather Service Local Observer; and

WHEREAS, he was a family man, a great father and an amazing supporter to his
wife ; and

WHEREAS, he enjoyed LSU football game day cookouts with his family, traveling,
and going to the casino; and

WHEREAS, he is survived by his wife of 61 years, Mae Lynn Landry; two sons,
Heath Landry and Bret Landry; two daughters Robbie Landry and Lindy Landry Crisp; and

WHEREAS, he will be missed by the many, whose lives he touched.

NOW THEREFORE BE IT RESOLVED, by the City Council, the governing authority
of the City of Morgan City, that all those in attendance at this meeting rise and bow their
heads in silent prayer out of respect for the late Huey Peter Landry and extend to his
bereaved family our sincere condolences in this, their hour of sorrow, and in these
inadequate words endeavor to express the high regard in which we held him in life and
honor his memory in death.

BE IT FURTHER RESOLVED, etc., that this resolution be inscribed on a separate
page of the official proceedings of this meeting; that a copy of this resolution be sent to his
bereaved family; and that this meeting adjourn out of respect for the late Huey Peter Landry.

Messrs. Bias, Fontenot, Hymel, Stephens and Tamporello seconded the motion.

The vote thereon was as follows:

AYES: Bias, Fontenot, Hymel, Stephens, Tamporello

NAYS: None

ABSENT: None

The resolution was therefore declared approved and adopted this 24th day of
October, 2017.

Frank P. Grizzaffi, III
Mayor

ATTEST:

Debbie Harrington
Clerk

Debbie Harrington
Clerk

Frank P. Grizzaffi, III
Mayor

