

NOTICE OF SPECIAL MEETING

A SPECIAL MEETING OF THE MAYOR AND CITY COUNCIL OF THE CITY OF ABILENE, TEXAS, WILL BE HELD IN THE BASEMENT CONFERENCE ROOM OF CITY HALL AT 9:00 a.m., on February 7, 1985.

AGENDA

9:00 a.m.


Review Annual Financial Report for year ending September 30, 1984; and FY 1984-85 budget update.

10:30 a.m.

Discuss long-range water supply.

CERTIFICATE

I hereby certify that the above notice of meeting was posted on the bulletin board at City Hall in the City of Abilene, Texas, on the 1st day of February, 1984, at 9:00 a.m., within such time as required by law.



Patricia A. Patton, City Secretary

EMERGENCY NOTICE

Emergency Notice of the City Council for the meeting to be held in the Basement Conference Room, of City Hall, Abilene, Texas, on Thursday, February 7, 1985, at 9:00 a.m.

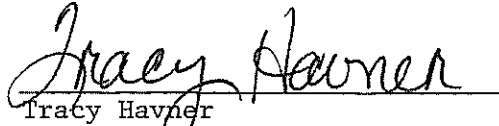
Whereas, there is an urgent public necessity that the City Council be given an update and give instructions to the staff as to how to proceed in the View-Caps Water Supply Corporation federal suit.

View-Caps has requested a reply by Thursday night, February 7, 1985, therefore, the following item is added:

1. Contemplated and Pending Litigation.

CERTIFICATE

I hereby certify that the above notice of meeting was posted on the bulletin board at City Hall of the City of Abilene, Texas, on the 5th day of February, 1985, at 12:00 p.m.


Tracy Havner
Assistant City Secretary

SPECIAL COUNCIL MEETING
THURSDAY, FEBRUARY 7, 1985,
9:00 A.M.

CITY COUNCIL OF THE CITY OF ABILENE, TEXAS,
BASEMENT CONFERENCE ROOM, CITY HALL

The City Council of the City of Abilene Texas, met in a Special Work Session on February 7, 1985, at 9:00 a.m., in the Basement Conference Room of City Hall. Mayor David Stubbeman was present and presiding with Councilman Julian Bridges, Councilwoman Billye Proctor-Shaw, Councilmen Walter E. Wheat, A. E. Fogle, Jr., Welton Robinson and Harold Nixon. Also present were City Manager Jim C. Blagg, Assistant City Manager Roy L. McDaniel, City Attorney Harvey Cargill, Jr., City Secretary Patricia Patton, and Water Utilities Director Dwayne Hargesheimer.

Others present: Bob Gooch, Freese & Nichols
Ed Seegmiller, Executive Director, WCTMWD
Joe Smith, First Southwest Company
Fred Lee Hughes, Board Member, WCTMWD
J. M. Heidenheimer, President, WCTMWD
Abe Allen, Board Member, WCTMWD
Fred Sandlin, Board Member, WCTMWD
Jerry Crisp, Condley & Company

The meeting began with a review of the Annual Financial Report for the year ending September 30, 1984. Mr. Jerry Crisp, Condley and Company, reviewed the Financial Report with the Council, specifically referencing the General Fund statement of revenues, expenditures and changes in fund balance - budget and actual - budget basis; and, Enterprise Funds combining statement of revenues, expenses, and changes in retained earnings - budget and actual - budget basis.

Mr. Crisp closed his presentation by stating the the City of Abilene, generally is in good, sound condition. Mr. Joe Smith, First Southwest Company and the City's financial advisor, commented that the City's debt service is in good condition and he emphasized the importance of controlling the debt service in order to prepare for funding implementation of the future water supply.

Councilman Nixon moved approval of the Annual Financial Report for the fiscal year ending September 30, 1984. The motion was seconded by Councilman Fogle and the motion carried.

AYES: Councilman Bridges, Councilwoman Proctor-Shaw, Councilmen Wheat, Fogle, Robinson, Nixon and Mayor Stubbeman.

NAYS: None.

David Wright, Director of Finance, reviewed with the Council the current status of the 1984-85 budget. He presented several charts depicting graphically the changes in the budget in specific revenue areas over the past three years, and compared them with the first quarter of the current budget. The specific areas addressed include: current taxes, interest on investments, sales and hotel-motel tax, mixed beverage tax, refuse collection fees, building inspection permits and licenses, water and sewer sales and fund revenues, general fund budget versus actual, and water and sewer budget versus actual.

Revenues for the first quarter of the current budget appear to be meeting anticipated projections and there have not been any major unexpected expenditures. The staff will continue to closely monitor the budget throughout the remainder of the year and keep the Council apprised if any unexpected situations arise.

Mayor Stubbeman recessed the Council into executive session in accordance with Article 2e of the Open Meetings Act to consider pending and contemplated litigation. The Council reconvened into open session and reported no action taken.

City Manager Jim C. Blagg presented a brief slide presentation on the long-range water supply and briefed the Council on the three studies that have been conducted by Freese and Nichols, being (1) the Study of Coordinated Operation of Existing Raw Water Supply Sources - early 1980; (2) Study of Long-Range Water Supply - latter 1980; and (3) Evaluation of the Use of Brackish Water and Reclaimed Wastewater for Long-Range Water Supply - 1984.

The first consideration is whether a second pipeline should be built from Abilene to Lake Hubbard prior to 1989, and if so the specific details that will need to be negotiated with other West Central Texas Municipal Water District cities and the District.

The second consideration is the size of the second pipeline. If additional capacity is needed because of the development of the Clear Fork Diversion option or the Possum Kingdom option for long-range water supply for the City, a larger pipeline will be needed. Cost savings can be realized if the oversized pipe is constructed now rather than building a third pipeline at the time one of those options is selected. If the Clear Fork Diversion or Possum Kingdom option is selected, a 42" pipeline is needed as opposed to a 33" pipeline.

The third consideration is the time of construction for the second pipeline. Freese and Nichols have indicated that the pipeline will not be needed before the 1989-1991 time frame. However, the City Council is in receipt of a report from the Water Now Committee that indicates community support for constructing a pipeline and having it in place within the next twelve months. The projected cost for the second pipeline is \$25 million for a 33" pipeline and an increase of approximately 30% to 35% for a 42" pipeline. Mr. Blagg explained the specific details involved in funding the second pipeline, if approved.

Mr. Blagg briefed the Council on the alternatives available for a long-range water supply being as follows:

- Cedar Ridge Reservoir
- Possum Kingdom Reservoir
- Diversion of the Clear Fork
into Hubbard Creek Reservoir
- Advanced Wastewater Reclamation
- Stacy Reservoir

Mr. Blagg thoroughly reviewed each alternative with the Council emphasizing the advantages and disadvantages of each alternative. Based on the information currently available to the City of Abilene, the staff recommends the following.

If the Stacy Reservoir becomes a reality and the City of Abilene is able to contract for 15,000 acre feet per year of water from this project, it is recommended that the Council:

1. Authorize the Staff to begin immediate negotiations in conjunction with the West Central Texas Municipal Water District and the Colorado River Municipal Water District to secure a contract for the purchase of 15,000 acre feet from the Stacy Reservoir.
2. Authorize the staff to take necessary steps to begin a small pilot project (1-2 MGD) for an advanced wastewater treatment facility. Some of the steps necessary would be:
 - a. Begin a systematic process of getting full information to the public on the acceptable use of wastewater as a water source.
 - b. Obtain advice and assistance from a law firm with recognized water rights expertise.
 - c. Contact the Brazos River Authority to seek their cooperation and support.
 - d. Contact the Texas Department of Water Resources for advice regarding necessary water rights.
 - e. Obtain the water rights as required.
 - f. Obtain permit from Texas Department of Water Resources for a small scale pilot project and seek funding from state and federal sources.
3. Authorize the staff to begin discussing with the Brazos River Authority a cooperative project on the Clear Fork of the Brazos River that might include Cedar Ridge Reservoir or the Clear Fork diversion project.

Councilman Nixon moved, by oral resolution, that: (1) The staff request the West Central Texas Municipal Water District to begin immediately to prepare plans and specifications for the construction of a second pipeline to Hubbard Creek. That the plans and specifications provide for an alternate sized pipeline of at least 33" and the second pipeline be in place by the summer of 1986, unless Fort Phantom Hill Reservoir has at least 60,000 acre feet of water by June 1, 1985. If Fort Phantom Hill has reached this level, then we could ask the Water District to delay the implementation date of the second pipeline until the summer of 1988; (2) That the Water District begin the process to advance refund their old bonds and sell new bonds by the summer of 1985 or 1988 depending upon the anticipated completion date as outlined in (1); and (3) Authorize the staff to begin negotiations on a new contract with the West Central Texas Municipal Water District for the purchase and delivery of water from Hubbard Creek Reservoir. The motion was seconded by Councilman Robinson and the motion carried.

AYES: Councilman Bridges, Councilwoman Proctor-Shaw, Councilmen Wheat, Fogle, Robinson, Nixon and Mayor Stubbeman.

NAYS: None.

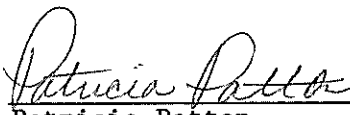
It was the consensus of the Council to consider Stacy Reservoir the number one alternative for a long-range water supply if it becomes a reality. At the time the Stacy Reservoir is no longer a viable alternative, the Council instructed the staff to bring the long-range water supply discussions back for consideration and discuss other possible priorities.

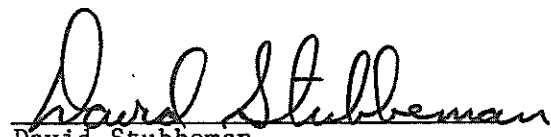
Councilman Fogle moved, by oral resolution, to follow the staff recommendation for the long-range water supply as outlined above in numbers one through three. The motion was seconded by Councilwoman Proctor-Shaw and the motion carried.

AYES: Councilman Bridges, Councilwoman Proctor-Shaw, Councilmen Wheat, Fogle, Robinson, Nixon and Mayor Stubbeman.

NAYS: None.

There being no further business, the Council meeting was adjourned at 12:30 p.m.


Patricia Patton
City Secretary


David Stubbeman
Mayor