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Council President Baker called the meeting to order and Pastor Newton Brenneman offered the prayer. The Pledge was recited.

Roll call: Shupp, Wilson, Vance, Aspiras, Corfman and Lorson were present.
Excused: Hamsher

Vance moved to adopt the minutes of the last regular meeting of May 16, 2016; Wilson seconded. Roll call vote; all yeas; motion carried.

Public Comment None

Standing Committee Reports No report for Utilities, Parks and recreation, Transportation, Planning, Ordinance and Personnel

Finance – Aspiras: Thank you, Mr. President. I just have one item here. Ms. Strimlan has passed out the 2017 Budget calendar. So I would like to make a motion to have a special meeting of council and workshop on July 11. Seconded by Corfman; roll call vote; all yeas; motion carried. Seeing that Council has approved that special meeting of council and workshop I will just cover briefly here, we tweaked the calendar from a rough draft a few weeks ago. First reading and public hearing will be July 5. Second reading along with that special meeting of council and workshop that was just adopted, will be July 11. And then third and final reading will be July 18. Hopefully, if all goes well, we will have the completed budget ready for the budget commission by the 19th. Other than that, that's all I have tonight, Mr. President.

Health and Safety – Vance: Thank you, Mr. President. I don't know if everybody saw in the paper, the Orrville dispatchers are now employees of the Wooster Ashland Regional Council of Governments as the new regional dispatching center is hoping to be open here in the next several weeks; July is what I'm hearing now. So anyway you can see more details about that in the Daily Record as that project is finally arriving at the point they've been working towards for a long time. Thank you.

Special Committee Reports: None

Administrative Reports:

Mayor Handwerk: Thank you, Mr. President. I have a few things tonight. Number one was just that our May employee of the month was Mr. Kevin Baldwin from the Orrville Fire Department. Kevin joined the department on May 14, 1979. He has been a vital part of the department ever since. Moving up the ladder of success there, he was appointed to Captain January 1, 1997 and Kevin was also Firefighter of the year in 1998. He serves now as one of our most advanced paramedics and though he has a daytime job at Will-Burt they are still allowing him to leave, not every time that we have a call but when he's needed or when it's necessary. And we thank them for that as we do the other industries in town or businesses that employ any of our fire fighters. Without that cooperation we would be in some real trouble with our volunteer fire department. After work hours or on weekends or holidays it's very common to see Kevin heading down to the fire station for a call and we certainly appreciate his dedication. I think nowadays that's something that's hard to find and those guys are all truly very dedicated to that job. Kevin and his wife Stephanie live here in Orrville and their son Matthew who was also part of our fire department for a while is now a fulltime fire fighter near Myrtle Beach, in that area. We had lunch Friday, May 13th at Jerry's which now seems like six years ago or something like that. Only a few weeks but seems like a long time ago. Other good news here, the hotel ground breaking is scheduled for June 28. I don't think that's really going to be a big lavish thing. The hotel people are actually planning that. They have two other ground breakings scheduled for the same day. Ours is going to be like at 9 in the morning. And I think they will be on their way someplace else. But we remain THE first hotel of Cobblestone Cottage in Ohio. So I think that's going to be pretty cool. We are looking for an opening time in the fall sometime. Hopefully not too late in the fall, you never know how construction things will go. And lastly the Bloomin' Orrville program is certainly looking great out there. From the time those baskets were hung, I think like in two day's time they turned into full blown flowering plants. There was nothing showing much when they hung them up there but they really took off in a hurry. We certainly appreciate, as always, all of those citizens, businesses and industries that are involved with that program by making it possible through donations. A special thanks to Ms. Strimlan and Mike Hedberg for their spearheading the fund drive for the second year here. And to Buchwalter's Greenhouse for taking care of the watering and feeding all summer long. And

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also our Utility Distribution team. They have, for several years now, hung the baskets for us. For any of you that remember back in the days when we tried to do that ourselves, lots of sore shoulders and dangerous ladders and all that kind of stuff. So that's been a great thing that the distribution team has done for us. And that's all I have. Thank you.

Baker: Thank you. Our Safety Service Director is being represented this evening by Kristin. Anything to report for us?

Kristin Endsley: Thank you, Mr. President. I do have a report from Mr. Wheeler. The first Orrville Performing Arts concert will be this Thursday, June 9 and that's featuring the Chardon Polka Band at Rehm Pavilion. Our first Family Fun Night movie will be Cinderella on Friday, June 17, and we would like to thank Hummel Group for their sponsorship of the movie. Fair Street asphalt overlay project which is a CDBG project should begin tomorrow. The project is expected to be done in less than two weeks if the weather cooperates. However, we do ask that during construction there will be no on-street parking. Bids were opened last week for the trailhead and trail construction. It looks like the trailhead construction of the restrooms should begin probably next week and then the trail construction will happen shortly thereafter. We don't have a date at this time. And then finally just a reminder of the 4th of July parade will be on Wednesday, June 29th and the carnival will run from June 29-July 3. With the fireworks show on Sunday, July 3. And that is all that I have. Thank you.

Baker: Thank you. We will move to our Utilities Director. Mr. Brediger.

Utility Director Brediger: Thank you, Mr. President. Just one point of information. We do have utility budget committee meeting scheduled for this week. The electric and wastewater committees will meet Tuesday at 4 pm and the water committee will meet at Wednesday 12 noon to go over those 2017 budgets. I do have a few comments concerning the resolution under new business but that really all that I have to report tonight, sir. Thank you.

Baker: Thank you. We'll move to our Finance Director. Ms. Strimlan.

Finance Director Strimlan: Thank you, Mr. President. The audit for 2015 is now complete. I am pleased to report that we did have another clean audit. I trust that all of you received the draft CAFR and all of the associated documents regarding the results of the audit from the State of Ohio Auditor's Office. The audit has not yet been officially released. I do expect that sometime later in the week. When that happens I will provide all of you with a hard copy of the CAFR as well as posting it to the City of Orrville Website for anyone that maybe interested in reviewing that. As Mr. Aspiras mentioned, we are preparing our 2017 budget. The dates that he mentioned are necessary so that we can have the budget presented to the county by July 20 in preparation for the budget presentation to the commissioners in early August. Also prior to tonight's meeting you should have received a copy of the Fund Balance Report for April and May of 2016. I would just ask for a motion to approve those two fund balance reports subject to audit. Aspiras so moved; seconded by Corfman; roll call vote; all yeas; motion carried. That's all I have for this evening. Thank you.

Baker: Thank you. We'll move to our Law Director. Mrs. Kirkbride.

Law Director Kirkbride: Thank you, Mr. President. I don't any report this evening. I will as for an executive session later in the meeting for the purpose of discussing threatened litigation. That's all I have.

Baker: Thank you. For my report this evening, I have one item. Our next meeting will not meet at our normal date. That meeting will be on Monday, June 27. It will be here at our normal time just due to scheduling conflicts, that meeting needed to be moved. That's all I have for this evening. We have no old business. Yes, sir?

Aspiras: Thank you, Mr. President. If I could just mention one thing. I mentioned the special meeting of council and workshop on July 11. I don't believe I mentioned the time. So that would be right after the Utility Board meeting which starts at 6:30. So somewhere around 6:45-7:00. Thank you.

Baker: Okay. We have no Old Business this evening so we'll move to New Business. Mr. Lorson.

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New Business:

Lorson moved that Resolution 20-16 be placed on first reading. Wilson seconded. Roll call vote; all yeas; motion carried. **Resolution No. 20-16**, , A Resolution authorizing the Public Utilities Board of Control to enter into a contract and/or contracts, without bidding, for the repair of Turbine-Generator No. 9 at the Power Plant, and declaring an emergency.

Baker: Mr. Brediger, any news for us?

Brediger: Yes. I did send out a letter on May 24th kind of describing what this resolution entails. We did have an electrical fault on this generator on May 6, about 1 pm. It happened while the unit was in service. Upon inspection we found out that a coil in the generator had failed. Subsequent to this meeting, we had found some other damage that extended into some of the bearings on the unit and the rotating element itself. Our estimate for the repair is now probably pushing the \$2M mark on this. Our insurance company is fully engaged in this. This is a covered event. So we don't have anything really to be overly concerned with those folks at this time. We're working with them real closely on that. We are expecting hopefully to make a decision this week on where those repairs will be made. We will have competitive proposals we just won't be going through the formality of the bidding process. But we will have three proposal that we will be looking at for this repair. We have a couple different options to deal with. One is the possibility that we may be able to do a temporary repair on this unit that will allow us to return this unit to service prior to the summer heating period only to take on the formal rewind of this generator later on in the year; most likely in early 2017. The other option is if the timing doesn't work out for us or if we have some conflicts with the insurance company we may just go ahead and start that rewind early and still hope to have that done before most of the summer is behind us. The quickest turnaround that we've been quoted on this is about two months. That puts us well into going into the August season, especially with the installation work that has to follow by our people there. So we're concerned mainly from two aspects. One's just going into the summer season and being exposed to not having all the generation that we normally have during that period. Assuming we don't have any issues with the grid, our exposure is just due to higher purchase power prices that we will need. Probably more importantly is during the summer season is generally when our transmission system operator establishes where the peaks are for our utility and that sets our rates for the following year. And if we do not have all three generators in service at the time that these system peaks, we have about \$1M in transmission fees that are at stake. If you recall in our annual report that we mentioned some of these transmission credits that we receive back from the transmission operator by operating our generation assets during those peaks and last year that was in the neighborhood of around \$5M. Roughly a \$1M of that may be at risk if this generator isn't in service. Now we do believe that those costs are also covered under our insurance policy but we're still waiting for the insurance company to give us a little clearer indication and confirmation of that. But what this legislation will allow us to do will be to move forward with some haste on getting a vendor on board and either pursuing a temporary repair on that that would get the unit in service possibly before the summer comes upon us or allow us to go right on into that rewind if the timing and the turnaround time is not favorable for us. And I'd be happy to answer any other questions for you. Just some other background information on this unit, it was installed in 1961. We actually rewound generator in 2009. So this has been rebuilt once. We do have the failed coil out for an inspection and assessment as to what the cause of failure is. It's past our warranty period but it could have been a latent manufacturing defect that hasn't been uncovered yet. So we hopefully will have a root cause analysis on that that will also kind of aid us in what options we will be pursuing from a repair perspective. And again, I'll take any questions that anybody might have for that.

Wilson: Mr. Brediger, sounds like none but does the insurance company have no say in who is chosen?

Brediger: They do. They're working with us. Certainly cost is important to them but they also understand it's a combination of a number of factors: cost and timing. There's some risk avoidance potential out there depending on how some of these costs and timings come into play. But yes, they will be. And we should have a pretty good indication on just where they're landing with that. They have a lot of comfort knowing that the three vendors that we have taken proposals from are folks that they're comfortable in working with. All those proposals are very competitive to each other. So I think we have some comfort going in with them right now that we don't think they're going to be playing a dollars game with us. But we don't know that until we get all the information in to them. And we do expect to have that to them about mid-week so we could get together and make sure that we're all aligned on what the direction is. Right now, they're not indicating to us that, keep shopping around and keep finding proposals until you get the cheapest one out there. They're interested in making sure the work is done correctly at the end of the day. So again, this is an item, this is why we pay insurance for. This will only be the second claim that we've ever submitted to the insurance company, at least in the 30 years that I've been here.

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Lorson: Director Brediger, the insurance covers the repair for the most part or entirely?

Brediger: Yes. Less the deductible, yes.

Lorson: Okay. What about loss of revenue?

Brediger: Not lost revenue but if we have to pay a differential or premium for the energy that we would purchase, that differential is covered. There are some limitations to that. This exposure to these transmission fees are also what we believe are covered events. There are caps to those but we believe that we will be under those. So there are some other non-repair related expenses that are covered by the insurance company. But, yes, we do have a \$200,000 deductible on this claim that covers the umbrella of the scope as we know it right now. We need to get that scope a little more clearly defined so we, again we know what's hopefully clearly under the umbrella and to be able to identify if there are any things outside of that. But based on our understanding of the policy, in our discussions that we've had with our insurance consultant, really anything less than the deductible should be covered by this event.

Baker: Anyone else? Thank you, Mr. Brediger

Lorson moved that the rules, regulations, and statutes requiring the reading of a resolution on three separate days be suspended. Corfman seconded. Roll call vote; all yeas; motion carried.

Lorson moved that Resolution 20-16 be adopted as read. Aspiras seconded. Roll call vote; all yeas; motion carried.

Lorson moved that Resolution 21-16 be placed on first reading. Aspiras seconded. Roll call vote; all yeas; motion carried. **Resolution No. 21-16**, A Resolution authorizing the Board Of Control to advertise for bids and enter into a contract and/or contracts for the Fire Station #2 Parking Lot Resurfacing Project in the City of Orrville, Ohio and declaring an emergency.

Endsley: This has been in our 2016 budget and I believe Mr. Wheeler sent an email to you. This has been something we've been wanting to do for a long time, as long as I've been here since 2002. So we would resurface the parking lot. At this time we have Engineering Associates is working on plans and I'm not sure at this point when we would bid this out but it would be sometime this summer.

Shupp: I'm sorry, Mrs. Endsley, I couldn't hear everything you said. What was the time frame on this?

Endsley: They're working, Engineering Associates is working on the plans and specifications. We don't have a timeline, it would sometime this summer. We don't have any specific bid dates set aside yet.

Shupp: This had an estimated cost of \$40,000 I think, in our budget. Correct?

Endsley: Yes.

Shupp: Is there any problem that this could go three readings?

Endsley: No. There's no issue with it going three readings. We would still have time to get that done.

It's not a big project:

Shupp: Yes, I would like to have a little more time to look into this project if that's okay with the rest of Council if we could let this go two to three readings at least? Thank you.

Baker: Yes, sir.

Mayor: I would like to just comment that we, as a City, encourage any businesses and industries when they do a project, they have a few years to take a parking lot from gravel or chip and seal to asphalt and we've been kind of lax ourselves in that one. So that's another reason I think it should be done. It should be done for other reasons but that's one of them. That's all.

Baker: Okay. We'll move on.

Lorson moved that Resolution 22-16 be placed on first reading. Corfman seconded. Roll call vote; all yeas; motion carried. **Resolution No. 22-16**, A Resolution authorizing the Safety-Service Director to enter into a contract and/or contracts, without bidding, for construction administration and inspection services for the Heartland Trail, Phase 2, and declaring an emergency.

Baker: Ms. Endsley.

Endsley: Thank you, Mr. President. This legislation would allow us to enter into a contract. This would be with Shaffer, Johnston, Lichtenwalter. They are the engineering firm that Rails to Trails hired to do the design work for the trail. This would be a contract with us for them to do the contract administration. So assisting us with billing and any issues that would arise with the contractor and then also inspection services because there are two bridges on this project and we don't do a lot of bridge work. So they would be on site specifically reviewing the bridge work that would be done for this project.

Baker: Questions or comments?

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Corfman: A lot of fund raising is going to this including Rotary and several other organizations. So a lot of anticipation in the community for this project to get going.

Lorson moved that the rules, regulations, and statutes requiring the reading of a resolution on three separate days be suspended. Vance seconded. Roll call vote; all yeas; motion carried.

Lorson moved that Resolution 22-16 be adopted as read. Corfman seconded. Roll call vote; all yeas; motion carried.

Baker: That completes our new business for this evening. We will need a motion to go into executive session.

Corfman moved to enter into executive session for threatened or pending litigation discussions. Aspiras moved; roll call vote; all yeas; motion carried. 8:01

Executive session entered into at 8:03.

Wilson moved to adjourn executive session; Vance seconded; roll call vote; all yeas; motion carried.

Regular session resumed 8:14.

Corfman moved to adjourn the council meeting and Aspiras seconded. Roll call vote; all yeas; motion carried.

Council was adjourned 8:15 PM.

Jeanne Feudo, Clerk of Council

Date

Lyle Baker, President of Council