TOWN OF TALTY

MINUTES OF FEBRUARY 21, 2012

The Town of Talty held its regular monthly meeting on Tuesday, February 21, 2012, at the Trinity Family Church in Talty, Texas.

1. Mayor Larry Farthing called the meeting to order at 7:00 p.m., and announced a quorum. Aldermen present were Millie Brice, Brad Davis, Frank Garrison, John Jackson and Kevin Williams. Also present were Mr. Connie Goodwin, Town Administrator, and Sherry Bagby, Town Secretary.
2. Everyone rose for the invocation by John Jackson.

Everyone recited the Pledge of Allegiance.

1. No one signed in to address the Board.

Mr. Billy Walker was the only citizen attending the meeting.

1. Action Items:
   * + 1. Danny Strunk presented the Audit Report on behalf of Yeldell, Wilson & Co. for the fiscal year beginning October 1, 2010 through September 30, 2011. Mr. Strunk stated that given the assets of $194,400 and expenditures of $209,000, the Town could run approximately one year without any income.

A Motion was made by Millie Brice to accept the Audit Report as submitted.

Seconded: Brad Davis Vote: 5-0; motion carried.

* + - 1. Mayor Larry Farthing recused himself to handle this item because of a conflict of interest. Mayor Pro Tem, Millie Brice, led the discussion of Resolution 2012-004 regarding Atmos Energy’s request for a 90 day extension to continue negotiations with the member cities of the coalition. As a representative of Atmos Energy, Mr. Kenneth Mathis attended the meeting to answer any questions the Board may have regarding this resolution.

A Motion was made by John Jackson to pass Resolution 2012-004 allowing for a 90 day extension to Atmos Energy to continue rate negotiations.

Seconded: Frank Garrison Vote: 5-0; motion carried.

* + - 1. The Board reviewed the Minutes of January 17, 2012.

A Motion was made by John Jackson to approve the Minutes of January 17, 2012 as submitted. Millie Brice abstained.

Seconded: Kevin Williams Vote: 4-1; motion carried.

* + - 1. The Board reviewed and discussed the January 2012 Financial Report submitted by Murrey & Co.

A Motion was made by Frank Garrison to approve the January 2012 monthly Financial Report as submitted, and a clarification of the capital outlay shown as revenue at the next meeting.

Seconded: Brad Davis Vote: 5-0; motion carried.

* + - 1. The Board discussed the Racial Profiling Report.

A Motion was made by John Jackson to accept the report as submitted, via email.

Seconded: Millie Brice Vote: 5-0; motion carried.

* + - 1. The Board reviewed Ordinance 2012-001 regarding the flood damage prevention. FEMA has reviewed it.

A Motion was made by John Jackson to approve Ordinance 2012-001 approving the flood damage prevention beginning July 3 2012.

Seconded: Kevin Williams Vote: 5-0; motion carried.

* + - 1. The Board reviewed Ordinance 2012-002 regarding the formation of a Municipal Development District (“MDD”) which will be funded by ¼ of 1% sales tax. If approved by the Board, this matter will be placed on the May 12, 2012 ballot for vote, including those citizens living in the extraterritorial territory jurisdiction (“ETJ”).

A MDD will allow the Town to entice businesses to the community and a separate board will be appointed to oversee the MDD funds. Collection of these funds will begin in October 2012.

A Motion was made by Brad Davis to approve Ordinance 2012-002 to form a Municipal Development District in Talty, if voters approve of the sales tax.

Seconded: Frank Garrison Vote: 5-0; motion carried.

* + - 1. The Board reviewed Ordinance 2012-003 calling for a general election on May 12, 2012 and to reinstate the road maintenance fund by a ¼ of 1% sales tax revenue to maintain Talty roads. The road maintenance sales tax expires every four years, and currently it expired May 2011. Collection of these funds will begin in October 2012.

A Motion was made by John Jackson to approve Ordinance 2012- 003 calling for the general election of three aldermen for a 2 year term, and one alderman for a 1 year term, and to implement ¼ of 1% sales and use tax for road maintenance.

Seconded: Millie Brice Vote: 5-0; motion carried.

* + - 1. The Board discussed changes to Kaufman County Sheriff’s Department handling of regional warrant cases. Currently Talty has 265 warrants outstanding. No action is necessary by the Board.

1. Discussion Items:

• A future agenda item will be the clarification of the capital outlay on the financial report for the purchase of the new police vehicle.

• Mayor Farthing indicated that future annexation in other phases of Shamrock is desired.

1. After no further business, Mayor Farthing adjourned the meeting at 8:10 p.m.

Mayor Larry Farthing

Town Secretary, Sherry Bagby

Dated: