

The McAlester City Council met in Special session on Tuesday, March 12, 2013, at 5:00 P.M. after proper notice and agenda was posted, March 8, 2013, at 4:09 P. M.

Call to Order

Mayor Harrison called the meeting to order.

Roll Call

Council Roll Call was as follows:

Present: Weldon Smith, Travis Read, Robert Karr, Sam Mason & Steve Harrison
Absent: John Titsworth & Buddy Garvin
Presiding: Steve Harrison, Mayor

Staff Present: Peter Stasiak, City Manager; John Modzelewski, City Engineer/Public Works Director, Mel Priddy, Community Services Director; David Medley, Utilities Director; Brett Brewer, Fire Chief; Jim Lyles, Police Chief; Toni Ervin, Chief Financial Officer and Cora Middleton, City Clerk

Scheduled Business

1. Presentation of the annual Audited Financial Statement and Independent Auditor's Report for Fiscal Year ending June 30, 2012. (*Toni Ervin, CFO and Mike Gibson, Gibson, Cole & Reed*)

Mike Gibson addressed the Council commenting that this was his firm's second year to perform the audit, which made the second audit a little easier. He informed the Council that this year's audit consisted of two (2) parts. The City's financial statements and a compliance audit over the major federal programs. He commented that with the financial statements the firm had an unqualified opinion. He stated that with the Federal Program Audit had two (2) programs that were audited. Which were the Airport Improvement program and the FEMA Public Assistance program. He stated that there had been no material findings with the two (2) programs but they did note that on the Airport Improvement Program there had been some required quarterly reporting that had not been done in a timely manner. He explained that they had to issue a finding on that but, the City has corrected that finding by filing all of the reports prior to the issuance of the Audit opinion. He added that procedures had been put in place that should prevent that going forward. He then thanked Ms. Ervin and her staff for the cooperation they had received.

There was a brief discussion among the Council and Mr. Gibson regarding any changes in the City's procedures, the use of an outside firm to help prepare the financial statements, if a management letter had been included, and what would be considered as a reasonable completion date.

Mr. Gibson informed the Council the Audit would be on file with the State Auditor tomorrow if the Council accepted the Audit tonight.

Steve Foster, Chairman of the Audit & Finance Advisory Committee requested more detail of what the auditor's were looking at during the audit.

There was no vote on this item.

2. Presentation of the 5-Year Capital Improvements Plan for FY 2013/14-2017/18. (*Peter J. Stasiak, City Manager*)

Manager Stasiak informed the Council that they had been given the 5-Year Capital Improvements Plan for FY 2013/2014-2017/2018. He explained that staff had tried to give the top priorities by department and the proposed plan for the up coming year was a little over \$2.8

million. He then reviewed the top priorities for each department. He added that the City had been fortunate over the past three (3) years and had been able to replace equipment.

There was a brief discussion among the Council and Manager Stasiak regarding the Washington Street Bridge, the Street rehab/reconstruction program, if the funding included projected sales tax revenue from the coming election and how the City projected the funding for the Plan.

There was no vote on this item.

Adjournment

There being no further business to come before the Council, Councilman Smith moved for the meeting to be adjourned, seconded by Councilman Read. There was no discussion, and the vote was taken as follows:

AYE: Councilman Smith, Read, Karr, Mason & Mayor Harrison

NAY: None

Mayor Harrison declared the motion carried, and the meeting was adjourned at 5:27 P.M.

ATTEST:

Steve Harrison, Mayor

Cora Middleton, City Clerk