

STATE OF TEXAS §  
 COUNTY OF ANDERSON §  
 CITY OF PALESTINE §

The City Council of the City of Palestine, Texas, convened in a Special Meeting on August 3, 2009, at 5:30 PM, in the City Manager Conference Room at City Hall, 504 N. Queen Street, with the following members present:

BOB HERRINGTON	:	MAYOR
KATHI MASONHEIMER	:	COUNCILMEMBER
VERNON DENMON, JR.	:	COUNCILMEMBER
VICKEY L. CHIVERS	:	COUNCILMEMBER
JAMES H. YELVERTON	:	COUNCILMEMBER
ANDREA BAIRD	:	COUNCILMEMBER
STEVE PRESLEY	:	COUNCILMEMBER
R. DALE BROWN	:	CITY MANAGER
JANELLE WILLIAMS	:	CITY SECRETARY

All Councilmembers were in attendance. A quorum of the City Council was present.

#### **CALL TO ORDER**

Mayor Herrington called the Special Meeting to order at 5:30 PM.

#### **BOARD APPOINTMENTS**

Motion was made by Councilmember Denmon, seconded by Councilmember Yelverton, to appoint Sam Aryanpur and Odell McGee to Palestine Economic Development Corporation, to replace Larry Harris and David Mettauer respectively. Upon vote, motion passed unanimously.

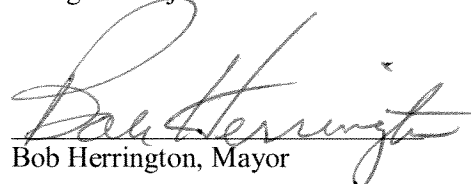
#### **DISCUSSION OF PROPOSED 2009-10 BUDGET**

Finance Director Bobby Pennington led discussion regarding the proposed budget. Topics of discussion for general fund included capital improvement projects, new water tower, repair and possible uses for Rusk School, phase two at Reagan Park, drainage issues at Regan School, repairs and ADA issues at the Carnegie Building, replacement of old HVAC units at City Hall, Greens Park, increased retirement costs and street repairs. Additional discussion was held regarding Occupancy Tax Fund, Airport Fund, Water and Wastewater Funds, and Sanitation Fund.

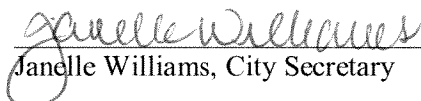
City Manager Dale Brown advised Council that salary step increases of up to 3% are included in the proposed budget, but salary adjustments are not included.

#### **ADJOURNMENT**

With no other business to come before the Council the meeting was adjourned.

  
 Bob Herrington, Mayor

ATTEST:

  
 Janelle Williams, City Secretary