

The Regular Meeting of Souderton Borough Council, held on Monday, July 12, 2010, was called to order by President Brian Goshow at 7:30 p.m. Members of Borough Council present at the regular meeting included the following:

President Brian K. Goshow	Councillor Edward Huber
Vice-President Andrew C. Schlosser	Mayor John R. Reynolds
Councillor D. Jeffrey Gross	
Councillor John U. Young	Solicitor Robert G. Bricker
Councillor Steven J. Toy	Borough Manager P. Michael Coll
Councillor Richard Halbom	Police Chief James P. Leary

Absent from the meeting were Councillor Ned D. Leight, Councillor Jonathan Gardenier and Junior Councillor Daniel Yocum. The Invocation was given by Councillor Andrew Schlosser, followed by the Pledge of Allegiance to the Flag.

Mayor John R. Reynolds introduced Chief of Police James P. Leary to a full audience of residents, representatives from neighboring municipal police departments, Souderton Police Officers, Souderton Borough employees and family and friends of Chief Leary. District Justice Kenneth Deatelhauser administered the Oath of Office to Chief James P. Leary with his wife Martha Leary by his side. Following the Oath of Office, Chief Leary addressed Mayor Reynolds, Borough Council members and the members of the audience expressing deep appreciation for their confidence and support and pledging his goal to mentor the department through his tenure.

Consideration was given to the minutes of the June 7, 2010 Regular Borough Council Meeting and the June Borough Council Work Sessions. A motion was made by Councillor Andrew Schlosser, seconded by Councillor Richard Halbom, to approve the minutes of the June 7, 2010 Regular Borough Council Meeting and June Borough Council Work Sessions as presented. The motion was approved.

The Borough Solicitor's report for the month of June, 2010 was distributed to Borough Council. The Borough Solicitor drafted and revised documentation for the Main Streets Revolving Loan Program and the agreement between the Borough and Broad Entertainment concerning financing for the Broad Theater project. The Borough Solicitor also met with the Director of Community Lenders Redevelopment Corporation and drafted a Loan Servicing Agreement for their review. Borough Solicitor Robert Bricker further reported that he advertised the pool borrowing ordinance for consideration by Borough Council and prepared the required documentation for submission to the Pennsylvania Department of Community and Economic Development.

Borough Manager Michael Coll reviewed the agenda items scheduled for consideration. Engineer Deborah Nemiroff from Hunt Engineering will make a presentation of the final conceptual streetscape plan for Main Street and Broad Street. This planning effort was funded by a grant through the Delaware Valley Regional Planning Commission. Borough Council received a tabulation of bids for the Swimming Pool Renovation Contract and a recommendation from Wade Associates to award the contract to the low bidder, Vincent Pools, Inc. at a contract price of \$1,234,684.00. The contract includes all of the specified base pool construction work, plus all alternate bids for water features, pool heaters and winterization covers. The total contract price is well below original estimates. Vincent Pools is a local company, based in Bucks County, and they completed the renovations to the Menlo Aquatics Center in Perkasio Borough. A recommendation is made to approve a \$2,500,000 general obligation loan through Univest National Bank and Trust Company to finance the pool renovation and construction project. The loan consists of a \$2,000,000 construction draw down loan over the next twelve months, with an additional \$500,000 set aside for contingencies. A recommendation has been made to approve a resolution to join the Southeastern PA Stormwater Coalition and agree to pay a portion of the projected engineering and legal fees to respond to the proposed NPDES stormwater discharge regulations. A Resolution has been prepared to authorize the execution of a maintenance agreement between the Borough and PennDOT concerning the use of granite curb, granite block pavers and asphalt pavers on the Main Street Streetscape project. These materials are not

authorized by PennDOT along state owned highways and the Borough shall bear full responsibility to maintain or replace these materials as necessary. A recommendation has been made to appoint Councillor Steven Toy to serve as the Souderton Borough representative to the Northern Montgomery County recycling Commission. A recommendation has been made to rescind the No Parking Restriction posted on the east side of N. School Lane from Broad Street north to approximately Hemsing Circle. The High School is closed and additional street parking is desired by the professional building owned by Dr. Mark Lipkin. The last item concerns a motion to approve the 2009 Audit Report and General Purpose Financial Statements as prepared by Styer Associates.

Consideration was given to paying the bills for the month of June, 2010.

GENERAL FUND

Mellor Auto Electrics, LLC	\$290.00	Wellington Sporting Goods	\$12.19
A T & T	34.25	Armstrong & Son Equipment Repair	20.00
Charles A. Quinn, Sr.	196.00	Association of Mayors of PA	55.00
Ches-Mont Disposal, Inc.	343.20	Beatrice Kaizar	75.00
Clemens Uniform Rental	136.97	Boucher & James, Inc.	3,880.10
Comcast Cable	89.74	Bricker, Landis, Hunsberger LLP	4,205.18
Cope's Garage, Inc.	2,292.10	Clemens Uniform	139.73
Daniel L. Beardsley, Ltd.	185.50	Cope's Garage, Inc.	1,085.60
Detlan Equipment, Inc	365.75	Daniel Beardsley, Ltd	63.90
Dr. Larry J. Geller	192.00	Davidheisers, Inc.	71.00
Farm & Home Oil Co.	1,653.50	Freedom Systems Corp.	47.45
Fasternal	0.52	GALCO Business Communications	95.95
Federal Express Corp	45.58	George Allen Portable Toilets	207.00
Fire protection Services, LLC	615.00	HISI	4,498.00
Fredericks Flowers	1,218.00	Independence Blue Cross	17,076.67
Freedom Systems Corp	196.88	Jason M. Kelly	107.65
HISI	4,498.00	Keystone Health Plan East	4,108.51
Indian Creek Foundation	376.00	Lansdale Police Department	300.00
Kopp Equipment Sales	242.00	Magloclen	400.00
Kurt Scherzberg	31.17	Metlife	1,675.84
Lapps Landscape Products	150.00	Metlife	217.63
Marc F. Lipkin, D.M.D.	142.00	Michael C. Boraski, D. M. D.	28.00
Matthew Bender & Co., Inc.	21.52	Montgomery County TCC	332.11
Michael C. Boraski, D. M. D.	255.00	Montgomery Newspaper	97.36
Montgomery County Community College	237.60	Moyer & Son, Inc	3,526.47
Montgomery Newspapers	549.34	Nationwide Trust Company	962.64
Moyer & Son, Inc	2,238.42	Nationwide Trust Company	283.73
Mylestone Electric Company	883.40	Nextel Communications	289.42
Nationwide Trust Company	979.03	North American Benefits Company	869.13
Nationwide Trust Company	306.72	North Penn Water Authority	273.28
NetCarrier Telecom, Inc.	337.92	Nyco Corporation	10.50
Nextel Communications	116.06	Old Dominion Brush	665.75
North American Benefits Company	939.93	Partnership- Delaware Estuary	250.00
PECO Energy	29.58	PPL Electric Utilities	476.97
Peter I. Psomiadis, D. M. D.	30.00	PSAB CDL Testing Program	130.00
Petty Cash Fund	86.56	Richter Drafting & Office Supply	525.16
Postmaster	231.20	Shelly Enterprises, Inc	283.45
PPL Electric Utilities	8,478.35	Shelly Enterprises	13.86
Propet Distributors, Inc	172.90	Souderton dental Associates	61.00
Richter Drafting & Office Supply	604.84	Styer Associates	4,085.00
Ricoh	308.67	Verizon Wireless	43.01
Shelly Enterprises, Inc.	155.07	Weldon Auto Parts	3.45
Souderton Dental Associates	1,072.60	West Group	318.96
The Home Depot	100.85	Word Work, Inc.	822.00

Unum Insurance Company	811.19		
Verizon	48.31		
Weaver and Reckner Dental Assoc	703.81		
Weldon Auto Parts	29.28	Total General Fund	\$85,751.96

SEWER FUND

Altek Business Systems	\$62.25	Wise Electric	\$285.00
Bearings & Drives Unlimited	137.02	Youngs	12.30
Bergey's Electric, Inc.	120.00	Clemens Uniform	40.12
Carquest	43.55	Daniel Beardsley, Ltd.	300.00
Cintas First Aid & Safety	34.77	Environmental Resource Assoc.	2,248.74
Clemens Uniform	120.36	Fisher Scientific	1,161.21
Comcast Cable	34.17	HISI	1,191.00
Daniel L. Beardsley, Ltd.	31.30	Independence Blue Cross	4,249.32
Deltronics Corporation	2,155.03	Independence Blue Cross	207.65
Farm Bureau Garage, Inc.	50.00	Independence Blue Cross	118.80
Fisher Scientific	766.79	Jaeger Electric Service, Inc.	420.45
Freedom Systems Corp	196.87	Keystone Health Plan East	2,478.45
Graphic Controls, LLC	396.05	Metlife	82.21
Hach Company	155.09	Moyer & Son, Inc.	5.75
HISI	1,191.00	North American Benefits Company	317.57
K & A Services, Inc.	1,687.50	North Penn Water Authority	141.95
Maryland Biochemical Co., Inc.	721.66	Nyco Corporation	16.68
Moyer & Son, Inc.	328.79	PPL Electric Utilities	405.85
NetCarrier Telecom, Inc	136.48	PPL Electric Utilities	23,581.20
Nyco Corporation	20.00	S C Engineers, Inc.	5,850.89
PPL Electric Utilities	444.94	Sealing Specialties	156.22
Precision Solutions, Inc.	322.15	Shelly Enterprises, Inc	3.09
Siemens Water Technologies	4,235.22	Siemens Water Technologies	2,054.70
Suburban Water Testing Labs	101.00	Sate World Headquarters	206.30
Sureflow Technologies, LLC	166.40	Suncoast Research Labs, Inc	1,635.00
The Home Depot	15.54	United Laboratories	322.73
Unum Insurance Company	256.94	Univar USA, Inc.	4,073.68
USA Blue Book	138.41	USA Blue Book	95.64
Verizon	29.04	Waste Management of Indian Valley	3,617.51
Waste Management of Indian Valley	5,787.78		
Water Environment Fed	130.00		
West Generator Service	1,210.93	Total Sewer Fund	\$76,507.04

CAPITAL RESERVE FUND

Postmaster	\$3,126.53	Hajoca Corporation	\$186.41
Postmaster	196.35	Hunt Engineering Company	1,964.51
Ches-Mont Disposal, Inc.	409.02	Susan J. Kern	1,200.00
Data Flo Plus	200.00	Univest National Bank	5,611.21
Indian Creek Foundation	987.02	Univest National Bank	6,090.28
Telford Press Printers	2,961.00	Univest National bank	1,706.25
Boucher & James, Inc.	41,719.48		
		Total Capital Reserve Fund	\$66,358.06

SEWER CAPTAL FUND

G. A. Peak	\$6,450.00	Watermark Environmental Systems	\$31,630.00
H & K Materials	143.46		
Moyer & Son, inc	70.76	Total Sewer Capital Fund	\$38,294.22

LIQUID FUELS FUND

Asphalt Industries, Inc.	\$35,626.50	Letterco	\$84.56
Letterco	366.20	PPL Electric Utilities	55.13
PPL Electric Utilities	919.25		

A motion was made by Councillor Steven Toy, seconded by Councillor John Young, to authorize payment of the bills for the month of June, 2010, as presented. The motion was approved.

President Brian Goshow opened the floor to the audience who may wish to address Borough Council on any topic or matter of concern.

Rhea Gross, 238 Montgomery Avenue addressed Borough Council on a few items of concern. Mrs. Gross commented on the recent weed spraying program subcontracted through Moyer and Son. She noted that the spray was under significant pressure and damaged a lot of lawns and adjoining grass plots. More care should be taken in the future. Mrs. Gross also suggested that the Borough should consider a single trash hauler for the entire Borough.

Newly appointed Superintendent of the Souderton Area School District, Frederick Johnson introduced himself to Borough Council.

There being no further public comment, President Brian Goshow moved to the business portion of the agenda. The first item is the presentation of the Master Streetscape Plan from Hunt Engineers for Main Street and Broad Street. Engineer Deborah Nemiroff reviewed the streetscape plans with Borough Council. Following the presentation, members of Borough Council made the following comments:

- Councillor Richard Halbom noted that he discussed the proposed bulb out areas at the intersection of East Broad Street and S. second Street with Funeral Director Larry Anders. The main entrance to and from the funeral home is close to the intersection and the proposed bulb out will limit access for the hearse and therefore the bulb out should be eliminated.
- The proposed improvements at Main Street and Reliance Road do not seem practical. A new traffic signal has been installed at this intersection and it appears to be working well. There is significant truck activity at this intersection, which the proposed designs will not accommodate.
- Borough Council reviewed and complemented the engineer for the re-design of Noble Street and east Broad Street. Some concern and discussion was raised about turning movements, which may require further review during construction design. The proposed design may actually slow the speed of traffic on Noble Street heading towards Broad Street.
- A suggestion was made to consider revising the curb line at Main Street and East Summit Street. The existing curb radius was designed for the former trolley line.
- Borough Council also discussed the future desire to eliminate the two entrances to the Wawa store near the intersection of Main and W. Summit Streets. It was noted that a prior request was made to Wawa representatives during their last land development application, but they declined to close the driveways out of concern for delivery truck movements in and out of the store parking lot.
- Engineer Deborah Nemiroff discussed phasing of certain different amenities throughout the planning corridor. The Borough has focused granite curb, granite block pavers and new street lighting within the core business district which may transition to more traditional concrete curb and sidewalk and existing street lights as you move further away from the core business district. It was noted that certain specialized crosswalk markings will not be restored by PennDOT during a paving project. It appears as though the Borough used a standard painted crosswalk in the first block.
- The development of the segment of East Broad Street between School Lane and County Line Road will be predicated in large part on the land development plans for the redevelopment of the former high school property.

Borough Manager Michael Coll noted that final plans and a final report will be submitted to the Delaware Valley Regional Planning Commission to close out the grant requirements. There was no public comment on the proposed streetscape plan.

President Brian Goshow moved forward to the consideration of bids for the swimming pool renovation contract. Bids were received and opened at a public hearing on June 3, 2010. The bids were reviewed by Wade Associates with a recommendation to award the contract to Vincent Pools, Inc.

SWIMMING POOL RENOVATIONS
 Bids Due: 2:00 p.m., Thursday, June 3, 2010
 CONTRACT NO. 2 – POOL CONSTRUCTION

	VINCENT POOLS, INC.	AMERICAN POOL MGMT	ALL STATE TECHNOLOGY, INC.	MAIN LINE COMMERCIAL POOLS, INC.
BASE BID	\$947,399.00	\$1,053,939.00	\$1,213,000.00	\$1,212,000.00
ALT. BID #1 (MP 2-TUBE SLIDE)	122,200.00	134,600.00	115,000.00	125,000.00
ALT. BID #2 (MP TOT AREA PALM TREE)	10,430.00	12,700.00	10,967.00	11,000.00
ALT. BID #3 (MP TOT AREA FIRE HYDRANT)	5,380.00	6,700.00	5,665.00	6,100.00
ALT. BID #4 (MP TOT AREA DEW DROP & PUMP)	15,355.00	14,500.00	12,000.00	15,000.00
ALT. BID #5 (MP TOT AREA SUNFLOWER)	6,160.00	7,600.00	6,572.00	7,000.00
ALT. BID #6 (MP INTER. AREA TRIO OF FUN)	26,450.00	30,500.00	27,475.00	34,000.00
ALT. BID #7 (MP INTER. AREA PALM TREE)	10,730.00	12,700.00	10,967.00	11,000.00
ALT. BID #8 (MP INTER. AREA ARCH JET)	8,200.00	9,500.00	8,600.00	11,500.00
ALT. BID #9 (MP INTER. AREA RAIN DROP & PUMP)	17,555.00	16,100.00	13,000.00	20,000.00
ALT. BID #10 (WINTER COVERS)	28,560.00	25,350.00	37,000.00	31,000.00
ALT. BID #11 (POOL HEATERS)	26,250.00	22,300.00	22,000.00	24,000.00
ALT. BID #12 (MP TOT AREA BOZO)	10,015.00	11,700.00	10,200.00	12,000.00
TOTAL	\$1,234,684.00	\$1,358,189.00	\$1,492,446.00	\$1,519,600.00

	STONERIDGE, INC.	RJR ENGINEERING COMPANY, INC.	ABC CONST. CO., INC	DG MARCH & ASSOC	PARRISH POOLS CO INC.
BASE BID	\$1,177,800.00	\$1,417,000.00	NO BID	NO BID	NO BID
ALT. BID #1	155,000.00	135,000.00			

(MP 2-TUBE SLIDE)					
ALT. BID #2 (MP TOT AREA PALM TREE)	13,000.00	12,000.00			
ALT. BID #3 (MP TOT AREA FIRE HYDRANT)	7,000.00	6,000.00			
ALT. BID #4 (MP TOT AREA DEW DROP & PUMP)	16,000.00	11,800.00			
ALT. BID #5 (MP TOT AREA SUNFLOWER)	8,000.00	6,800.00			
ALT. BID #6 (MP INTER. AREA TRIO OF FUN)	32,000.00	29,000.00			
ALT. BID #7 (MP INTER. AREA PALM TREE)	13,000.00	12,000.00			
ALT. BID #8 (MP INTER. AREA ARCH JET)	10,000.00	8,500.00			
ALT. BID #9 (MP INTER. AREA RAIN DROP & PUMP)	19,000.00	12,600.00			
ALT. BID #10 (WINTER COVERS)	32,000.00	35,000.00			
ALT. BID #11 (POOL HEATERS)	40,000.00	28,000.00			
ALT. BID #12 (MP TOT AREA BOZO)	12,000.00	10,000.00			
TOTAL	\$1,534,800.00	\$1,723,700.00	NO BID	NO BID	NO BID

A motion was made by Councillor Andrew Schlosser, seconded by Councillor Jeffrey Gross, to award Contract 2- Pool Construction of the Souderton Community Pool Renovation project to Vincent Pools, Incorporated at a total contract price of \$1,234,684.00 including the base contract and all twelve additional alternate items. The motion was approved.

Associated with the contract award for the swimming pool renovation project is a proposed general obligation loan in the amount of \$2,500,000 to finance the pool renovation project. A motion was made by Councillor Jeffrey Gross, seconded by Councillor Andrew Schlosser, to enact Ordinance No 10-693-04 authorizing a \$2,500,000 General Obligation Loan through Univest National Bank and Trust Company for the purpose of reconstructing the Souderton Community Pool and authorizing the preparation and filing of all related documentation. The motion was approved.

A motion was made by Councillor Andrew Schlosser, seconded by Councillor Richard Halbom, to adopt Resolution 10-06 authorizing participation with other Southeastern Pennsylvania Municipalities for legal, engineering and legislative assistance with the proposed new MS4 stormwater regulations. The motion was approved.

A motion was made by Councillor Andrew Schlosser, seconded by Councillor Richard Halbom, to adopt Resolution 10-07 authorizing the execution of a Maintenance Agreement with the Pennsylvania Department of Transportation concerning the installation of granite curb and asphalt pavers along state roads. The motion was approved.

Members of Borough Council recognized former Councillor Edward Hunsicker for his

service as the Souderton Borough representative to the Northern Montgomery County Recycling Commission. A motion was made by Councillor Andrew Schlosser, seconded by Councillor Jeffrey Gross, to appoint Councillor Steven J. Toy as the Souderton Borough representative to the Northern Montgomery County Recycling Commission. The motion was approved.

A motion was made by Councillor Andrew Schlosser, seconded by Councillor Steven Toy, to rescind the No Parking restriction on the east side of N. School Lane from East Broad Street, north a distance of 725 feet, for a ninety day trial period per Mayor's order. Councillor Andrew Schlosser noted the irony of this action to rescind a parking restriction while Borough Council approves more parking restrictions in the core business district. He noted that this is something to consider when discussing ongoing parking issues in the downtown. There being no further discussion, the motion was approved.

A motion was made by Councillor John Young, seconded by Councillor Steven Toy, to approve the 2009 Audit Report and General Purpose Financial Statements as prepared by the accounting firm of Styer Associates. The motion was approved.

Councillor John Young questioned the construction schedule for the pool renovation project. Councillor Young expressed concern that the contracts have safeguards against construction delays in order to re-open the facility next year. Borough Manager Michael Coll noted that the construction will extend into next year with an anticipated completion date on or before May 1, 2011. The contract contains a liquidated damages clause for delays caused by the contractor.

There being no further business, the meeting was adjourned at 8:32 pm.

Respectfully Submitted,

P. Michael Coll, Secretary

WORK SESSION MINUTES AND COMMITTEE REPORTS

Public Works Work Session – July 12, 2010

The monthly Public Works Work Session was not held due to the re-scheduled Borough Council Meeting for Monday, July 12, 2010.

Administrative Work Session – July 19, 2010 (7:00 pm-10:00 pm)

Council Attendees: Mayor John Reynolds, Brian Goshow, John Young, Steven Toy, Richard Halbom and Edward Huber. Junior Councillor Daniel Yocum.

Staff Attendees: Chief James P. Leary, Borough Manager Michael Coll.

Montgomery Theater Project

Representatives from the Montgomery Theater attended the Administrative Work Session to further discuss a request to consider revising, or possibly forgiving the remaining payments due on the terms of the Lease Agreement with the Borough of Souderton. The Montgomery Theater is in its seventeenth season and was the Borough's first revitalization project. The property was purchased by Souderton Borough in 2001 at a price of \$300,000. The Theater acquired a donation of \$100,000 towards the purchase and the Borough assisted with the remaining \$200,000 and further acquired grants to assist in the renovation of the theater. The Borough and Montgomery Theater entered into a Lease Purchase Agreement whereby the Theater would pay \$20,000 per year and upon the receipt of \$200,000 in payments, the Borough will transfer title of the property to the Theater. As of this year, the Theater owes \$60,000 towards this lease purchase agreement.

Montgomery Theater proposed consideration of three potential options. The first, and most desirable for the Theater, is for Borough Council to consider forgiving the remaining \$60,000 in payments. This option will allow the Theater to take title to the property as an asset to potentially utilize to secure some temporary private financing. The second consideration is to spread the remaining \$60,000 over the next ten years, with annual payments of \$6,000 per year. The third, least desirable option is to consider a payment of \$40,000 up front and forgiving the remaining \$20,000 in payments.

At the July 19th Work Session, Borough Council members had a rather lengthy discussion over the options centering on the extension of time to repay the remaining \$60,000 balance. The revised term discussed was to require an annual payment of \$6,000 over the next ten years, starting with this year. Also discussed was an annual payment of \$10,000 over the next six years. The general consensus of those present was to authorize the Borough Solicitor to prepare a revised lease agreement between the Borough and Montgomery Theater to extend the remaining balance of \$60,000 over the next ten years with an annual payment of \$6,000 per year starting this year. A clause will also be added in the revised agreement to provide the Borough with a right of first refusal should the Theater decide to sell the property in the future.

1. Police Committee

- a) Chief Leary discussed the proposed revised route for the Univest Grand Prix to be held on Saturday, September 11, 2010. Univest dropped the 60 mile loop through upper Montgomery County and will focus the entire race through Souderton, Telford and Franconia Township. Univest has moved the course from Washington Avenue to Penn Avenue. Chief Leary will post notices along Penn Avenue to inform the residents about the event and restricted parking.
- b) Further discussion was held concerning the new parking restrictions for the municipal parking lots and the core business district. Concerns continue to be expressed by David Holliday and Jamie Allebach about the amount of restricted parking. Committee members felt that the Borough should continue to monitor the effects of the parking restrictions over the next 90 days rather than making any sudden revisions at this time.
- c) A few temporary parking actions were discussed for consideration at the August 2, 2010 Borough Council meeting. The first item was to remove the parking restriction on the west side of N. Front Street from Chestnut Street to the parking lot. This action will free some additional street parking for customers of Phil Heller. Another parking action is to eliminate the No Standing, Stopping and Parking restriction on the west side of N. School Lane from Chestnut Street to Broad Street since the High School is closed. A third action is to establish a handicapped parking space in front of 36 W. Walnut Street. Chief Leary has confirmed the need for the space in a personal meeting with the mother and her disabled son. This space will be posted for a 90 day trial period per Mayor's order.
- d) Chief Leary reminded Borough Council that the Souderton Police Department will be recognizing National Night Out in the Souderton Community Park on Tuesday, August 3, 2010. The department will have a number of displays available for the public between 6 pm and 9 pm.
- e) Chief Leary also reported that he has scheduled a significant amount of training over the next few weeks for the officers. The cost for much of the training will be compensated through grants.

2. Administrative Committee

- a) Councillor Jonathan Gardenier contacted president Goshow about his intention to submit his formal resignation sometime this week.

- b) Borough Council reviewed the plans for the construction of the new pool bathhouse and filter building which will be advertised for bids beginning on Wednesday, July 28th. A few concerns were raised about accessibility during the meeting. The bid will seek prices for architectural shingles in lieu of the specified standing seam metal roof. Complete fit out of the concession area is not included in this contract. The contract will require coordination with the pool contractor and will give priority to the completion of the filter building. A Special Borough Council Meeting is under consideration for Monday, August 16, 2010 to consider the bids.

3. Development Committee

- a) We are in the process of completing the grant requirements for the Main Street Streetscape Planning project with Hunt Engineering. The original contract between the Borough and Hunt Engineering will be reviewed by the Borough Solicitor and Committee members to determine whether the Borough wishes to pursue and further claim with Hunt Engineering for services not rendered.
- b) A brief update on the status of the Main Street Streetscape project was provided to members of Borough Council. After a third HOP application submission from the Borough Engineer on June 18th along with the submission of the maintenance agreements, PennDOT has finally indicated that they will issue the permit. A vast majority of this effort was focused on the design of the six new ADA assessable ramps. Each ramp must be designed a documented separately. Construction of the ramp will be verified in the field with little room to deviate from the designed slope and grade. Purchase orders were issued for the granite curb and the street light posts and fixtures. The granite curb is tentatively scheduled to be delivered the week of August 16th. Sealed bids have been advertised for electrical construction to install the new street lights and to adjust the services to Site Cats at 9 N. Main Street. Our electrical engineer has made contacts with all utilities and is coordinating the removal and re-routing of services. Borough forces will do all excavation for the electrical contractor. The electrical contractor will install a new meter base, conduit, street light foundations, wiring and final installation of the street lights. Bids will be opened on Monday August 2nd and a recommendation for award will be made at the August 2nd Borough Council meeting.

Borough forces may complete some construction activity on the project around the intersection of Chestnut Street, but will not be able to get the project fully under construction until completion of the Univest Grand Prix.

4. Finance Committee

- a) Borough Solicitor Robert Bricker prepared a series of agreements and Resolutions associated with the Anchor Building Grant for the renovation of the Broad Theater. He has prepared a loan servicing agreement between the Borough and Community Lenders to assist in receiving and distributing the loan payments. Community Lenders is based at 121 N Main Street in Souderton and is a non-profit organization that was formed by area banks. Bob Bricker also prepared a loan contract between the Borough and Broad Entertainment Group. Another resolution has been prepared to form a committee to receive and recommend future loan applications. The Resolutions and Agreements will be placed on the August 2, 2010 Borough Council meeting agenda for formal consideration. The \$500,000 grant has been received from the state and placed in a certificate of deposit. Disbursements will be made to Broad Entertainment on the basis of construction draw down requests.
- b) Budget reports and Balance Sheet reports for all funds through June 30, 2010 were distributed to Borough Council for review. Sewer fund revenues continue to fall off pace with budget projections attributable to the increased vacancy rate in housing, closure of the school, increasing delinquency levels and the lack of new housing starts. Rates have not been adjusted for the past few years and a recommendation has been made to

Borough Council to consider a five percent rate increase effective with the November 2010 billing. The General Fund budget is currently running with a \$35,000 deficit on the June 30, 2010 Balance Sheet. The balance sheet deficit is largely caused by an obligation of \$140,000 due to the sewer fund from funds borrowed to bridge grant funding gaps for the Montgomery Theater and Boys and Girls projects. This obligation is slowly being repaid. The real estate tax rate will have to be increased as part of the 2011 Budget.

A motion will be prepared to authorize the advertisement of an Ordinance to increase sewer fess effective with the November 2010 billing.