

**MINUTES
SPECIAL CALL MEETING OF CITY COUNCIL
Diamondhead, Mississippi
Council Chambers, City Hall
May 10, 2016
8:00 am CST**

I. Call to Order – Mayor Schafer called the meeting to order at 8:03 a.m. CST for the purposes outlined on the Public Notice attached to these minutes and made a part thereof.

1. Pledge of Allegiance – Mayor Schafer

2. Roll Call –

Present: Mayor Schafer, Councilmembers Lopez, Woolbright, Knobloch, Sislow and Rech.

Nays: None Absent: None.

3. Confirmation or Adjustment of the Agenda Order – Councilmember Lopez moved, seconded by Councilmember Rech, to accept and approve the agenda as presented.

Ayes: Lopez, Woolbright, Knobloch, Sislow, Rech and Mayor Schafer. Nays: None. Absent: None

MOTION CARRIED UNANIMOUS

1. Public Comments on Agenda Items –

Jeff Harding – Property owner stated the he has been watching the happenings of Diamondhead as resident of another city. He spoke in general to the laws and the City following those laws. He further stated retroactive approval takes away some of the teeth of the State Auditor’s Office.

II. Policy Agenda

1. **2016-081**: Resolution 2016-081 of the Diamondhead City Council Waiving the Building Permit Fee for the Diamondhead Water and Sewer District’s Wastewater Treatment Facility.

Councilmember Knobloch moved, seconded by Councilmember Lopez, to adopt Resolution 2016-081 waiving the permit fee for the Diamondhead Water and Sewer District’s Wastewater Treatment Facility.

Roll Call vote was taken:

Ayes: Lopez, Woolbright, Knobloch, Rech and Sislow. Nays: Mayor Schafer. Absent: None.

MOTION CARRIED

- 2. **2016-082**: Resolution 2016-019 of the Diamondhead City Council Requesting a Performance Audit be Conducted by the Office of the State Auditor.

Councilmember Sislow moved, seconded by Councilmember Rech, to adopt Resolution 2016-019 requesting a performance audit be conducted by the Office of the State Auditor.

City Manager Reed for the record wanted to express that he initiated the request for the performance audit. Reed explained that he had contacted the State Auditor’s Office and discussed how a performance audit could help make sure that proper procedures are being followed.

Roll Call vote was taken:

Ayes: Lopez, Woolbright, Knobloch, Rech, Sislow and Mayor Schafer. Nays: None. Absent: None.

MOTION CARRIED

III. Orders:

- 1. **2016-083**: Order 2016-001 Nunc Pro Tunc Correcting the Minutes Whereby Certain Benefits to Employees of the City of Diamondhead, Mississippi (The “City”) were Authorized.

Councilmember Knobloch moved, seconded by Councilmember Lopez to approve Order 2016-012 Nunc Pro Tunc correcting the minutes whereby certain benefits (health and life insurance) were authorized.

Roll Call vote was taken:

Ayes: Lopez, Woolbright, Knobloch, Rech and Sislow. Nays: Mayor Schafer. Absent: None.

MOTION CARRIED

- 2. **2016-084**: Order 2016-002 Order Nunc Pro Tunc Correcting the Minutes Whereby Pay Raises of Certain Employees of the City of Diamondhead, Mississippi (The “City”) were Authorized.

Councilmember Knobloch moved, seconded by Councilmember Rech, to approve Order 2016-002 Nunc Pro Tunc Correcting the Minutes of March 17, 2015, September 15, 2015 and April 5, 2016 to reflect authorization of the pay increases pursuant to duly adopted budgets of September 9, 2014 and September 10, 2015 whereby pay raises of certain employees of the City of Diamondhead were authorized.

Councilmember Sislow for record questioned Attorney Tindell as to what the effect might be if council action on the Order of Nunc Pro Tunc Order was not taken. Attorney Tindell responded that effectively payroll and benefits would cease. Tindell further stated that once it was brought to our knowledge these particular items should have been adopted on an individual basis annually or at any time there was a pay increase, and not just within budget by resolution approving that, should the City proceed with such payment absent the Nunc Pro Tunc with that knowledge would then expose the City to potential liabilities. There were no willful attempts to issue city money without proper authorization and these Orders are an attempt to look at money that was budgeted for and approved in the process but failed to come before the Council as a line item.

Roll Call vote was taken:

Ayes: Lopez, Woolbright, Knobloch, Rech and Sislow. Nays: Mayor Schafer. Absent: None.

MOTION CARRIED

V. Adjourn

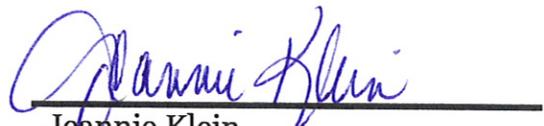
At 8:32 a.m. CST Councilmember Lopez moved, seconded by Councilmember Woolbright, to adjourn.

Ayes: Lopez, Woolbright, Knobloch, Rech, Sislow and Mayor Schafer. Nays: None. Absent: None.

MOTION CARRIED UNANIMOUSLY



Thomas E. Schafer, IV
Mayor



Jeannie Klein
City Clerk