

MINUTES OF THE REGULAR CITY COUNCIL MEETING HELD JUNE 4, 2003

Mayor and Council Present: Mayor Byron Anderson, Council Members: Craig Anderson, Kevin Hall, Justin Linares, and Paul Rupp.

Appointed Officers and Employees Present: City Recorder Wendy Palmer, Attorney Ronald Elton.

Citizens and Guests: Jason Duhon.

APPROVAL OF MINUTES: Justin made the motion to approve the minutes of May 21, 2003 City Council meeting. Kevin seconded the motion. All voted in favor, motion carried.

APPOINTMENT OF PLANNING COMMISSION MEMBER: Mayor Anderson made the recommendation to appoint Carol Addy to the Planning Commission to fill the position of Doug Boman that will expire 6-30-03. Craig made the motion to accept the Mayor's Recommendation for appointment of Carol Addy to the Planning Commission. Justin seconded the motion. All voted in favor, motion carried. (Please note that Mrs. Addy later declined the position for personal reasons)

CONSIDERATION OF FIRE DEPARTMENT AWARDS: No one was present.

CONSIDERATION OF NEW BUSINESS LICENSES: Justin made the motion to approve the business license for Kevin g. Warr 456 W. Main Street for Lawn Care and cleanup. Hendy Bell-867 East Main-Nail Technician business. Chance Hansen- 120 N. Sage Hill-Carpet Installation. Craig seconded the motion. All voted in favor, motion carried.

CONSIDERATION OF SALARY STEP INCREASES: Craig made the motion to approve the salary increases for Court Clerk Delores Hansen, Ordinance Officer Robert Hansen, Utility/accounts payable/cemetery records clerk JoAnn Hanson, and Brenda Loveless, Administrative Assistant. Kevin seconded the motion. All voted in favor, motion carried.

CONSIDERATION OF CONTRACT WITH JRC ARCHITECTS FOR DEVELOPMENT OF PUBLIC SAFETY FACILITIES OPTIONS: Attorney Elton commented on two issues that he would recommend to the Mayor and Council to reject. The limited liability clause that the Architect's would be allowed a \$30,000 mistake leeway in their bid. The second issue is the termination clause that basically states that the Architect firm will be guaranteed full fee of the value of the completely built project whether the city decides to build it or not. Justin made the motion to accept the contract from JRC Architects with the deletion of the Limited liability clause and the termination clause and authorize the Mayor to sign if amended. Kevin seconded the motion. All voted in favor, motion carried. The Architects fees will be paid from Public Safety Impact fee funds.

APPROVAL OF BILLS: Kevin questioned the amount of the Blodgett Engineering bill. Question was raised about the bill for BFI. Recorder Palmer explained that the dumpsters were used in the Clean Up. Justin made the motion to approve the bills. Paul seconded the motion. All voted in favor, motion carried.

BUDGET WORK SESSION: Mayor Anderson asked the Council if they would like to consider the purchase of the J. Rueben Clark Property? City Council asked to have this item on the next City Council Agenda for formal consideration.

Recorder Palmer reported to the Mayor and Council the budget adjustments were made to include all of the capital improvement costs and the 3% cost of living increases, and benefit adjustments. Recorder Palmer explained that in order to balance the general fund the City Council would need to authorize a transfer from the "Due to General Fund" account in the amount of \$260,000. Justin had a question on why would the Council need to transfer funds to cover the cost of living expenses. Recorder Palmer stated that the expected revenue for fiscal year 2004 is not expected to increase in the general fund in order to cover cost of living expenses. Justin asked the Recorder to present a comparison from last year to this year to help illustrate the differences. Mayor and Council asked that the Recorder adjust the budget to show what items could be paid with transfer for capital improvements and how much the general fund would be short for general operating expenses.

Accountant Tom Randle presented his findings on the Water and Sewer rates as requested by the Mayor and City Council. Tom stated that he did the analysis based on the prior year costs and revenue compared to current year budget. Tom calculated the total water revenue divided by the total units with netted \$18.78 per unit of water revenue. Tom minused the debt and netted \$16.21

per unit available to cover expenses. Tom water expense calculation excluding depreciation netted \$11.01 per unit. Tom stated that the capital improvement transfer would have to be changed from 11.75 per unit to \$5.20 per unit on the water. Using the exact same method for the sewer fund grossed 20.82 revenue per unit. The net revenue after deducting debt amounted to \$13.81 revenue to cover sewer expenses. The sewer expenses minus depreciation have a net requirement of 10.11 per unit. The sewer capital improvement transfer amount must be reduced from \$15.00 per unit to 3.70 per unit. Tom accounted for the difference in the sewer and water was that water capital improvement projects have been completed. Mayor and Council asked Tom if he felt that the Water and Sewer Rates needed to be increase. Tom stated that he felt if the city reduced the capital improvement transfers at this time and reviewed the status in three months he would not suggest changing the rates yet.

Justin stated that he still believes that the Council should continue to raise the Mayor's salary until it reaches a level that could support a person if they choose to take a leave of absence from their career to serve as mayor. Justin stated that he believed that the Council last year voted to raise the Mayor's salary \$5000 each year until it reached an annual salary that could support a family. Paul asked about considering a City Manager. The Council stated that a City Manager is as expensive or more that the Mayor Salary may be. The purpose of raising the salary each is so that the budget can get adjusted to the expense. It was the consensus of the council to raise the Mayor's salary an additional \$5000 for 2004 fiscal year.

It was determined to hold a special budget meeting on June 17 at 8:00 p.m. following the Special Planning Commission meeting that starts at 7:00 p.m.

OTHER BUSINESS: The Mayor announced that the Tooele Valley Envision Utah Plan won an award from the Governors Growth Council. The Envision Utah Group would like to present the plan to Grantsville City for adoption. It was determined to place them on the July 16th agenda.

Justin stated that he has not had an opportunity to contact the two water attorneys in reference to attaching secondary water rights to the land or putting Grantsville City on as an interested party, or a lien holder.

The LDS West Stake has asked Kevin for community projects that a group of 100 kids could do for the city. Ideas were given as in painting on the open pavilion north of City Hall, painting the stock pens and bucking shoots at the rodeo grounds, painting the markers in the cemetery, preparing for landscaping around gazebos at City park, Academy Square, and the city hall.

Craig stated that he would like to suggest that the city designate 2% of the utility franchise tax to pay for the maintenance of the Clark Property if the city purchases it.

Attorney Elton asked if the Mayor had any new information concerning the Jail Fees? Mayor stated that he had not talked with any of the concerned parties. Attorney Elton stated that Tooele City is preparing to fight the jail fees and suggested that Grantsville City wait until the court case is finished.

ADJOURNED: Craig made the motion to adjourn this City Council meeting at 9:27 p.m. Justin seconded the motion. All voted in favor, motion carried.

Wendy Palmer, City Recorder

Byron Anderson, Mayor