

Approved

MINUTES OF THE SPECIAL MEETING OF THE GRANTSVILLE CITY COUNCIL HELD ON AUGUST 11, 2009 AT THE GRANTSVILLE CITY HALL, 429 EAST MAIN STREET, GRANTSVILLE, UTAH. THE MEETING BEGAN AT 5:00 P.M.

Roll Call - Council Members: Mayor C. Byron Anderson, Council Members Brent Marshall, Tom Tripp and Mike Johnson were present. Paul Rupp and Todd Castagno were excused.

Appointed Officers and Employees Present: Treasurer Susan Gustin, Attorney Ronald Elton, Finance Director Jeremy Walker, and City Recorder Rachel Wright.

BRENT MARSHALL MADE MOTION TO HOLD THIS SPECIAL MEETING CALLED BY THE MAYOR. MIKE JOHNSON SECONDED THE MOTION AND ALL COUNCIL MEMBERS PRESENT VOTED IN FAVOR AND THE MOTION CARRIED.

AGENDA:

1. Consideration of inter-fund loan to meet City cash needs.

Treasurer Susan Gustin stated the City is in need of cash to fund the upcoming payroll and bills. She asked to borrow \$100,000.00 out of the Water Capital Fund. She stated it is an unrestricted fund. She stated the money is collected out of the utility billings. She stated that a portion goes to the water capital fund and some eventually goes into the general fund to cover the City's overhead to operate these funds. Attorney Elton stated the City has not formally set up a capital facility project fund to specify what capital projects these funds were to be used for. Mayor Anderson stated the funds are used for water related repairs and maintenance items. Treasurer Gustin stated the previous amount borrowed was \$250,000.00. She stated with the additional \$100,000.00 it will bring the loan to \$350,000.00. She stated there will be approximately \$97,000.00 left in this account. Councilman Marshall asked Finance Director Walker what had happened to the \$300,000.00 that he stated the City had in the bank. Finance Director Walker stated that since then there has been payroll, accounts payable, and funds placed in the PETA accounts. Councilman Marshall asked how long the \$100,000.00 will carry the City for. Treasurer Gustin stated she assumes another \$100,000.00 will have to be borrowed before the property taxes are collected. Attorney Elton stated that quite a few cities need to borrow to fund their operations until they receive their property taxes. Councilman Johnson stated there needs to be a fix, since the City is going in a downhill spiral.

Motion: Councilman Marshall made a motion to approve a loan from the Water Capital Facility Fund in the amount of \$100,000.00. at 0% interest and to be repaid as later determined by the City Council. Councilman Johnson seconded the motion. All voted in favor and the motion carried.

Motion: Councilman Tripp made a motion to hold a special meeting to discuss the tentative budget Monday, August 17, 2009 at 5:00 p.m. Councilman Johnson seconded the motion. All voted in favor and the motion carried.

2. Consideration of agreement(s) with Utah Forestry Fire and State Lands for use of City Park and services.

Attorney Elton stated that because of wild fires the Utah Forestry and State Lands requested to temporarily use the City Park. He stated the proposed agreement is for the standard City rates to apply for their use of potable and gray water and that no fee would be charged for their use of the Park. He stated the agreement also states that if any damages occur than the City will be reimbursed.

Motion: Councilman Johnson made a motion to approve the agreement with Utah Forestry Fire and State Lands for use of City Park and City services and give authorization to the Mayor to sign the agreement. Councilman Marshall seconded the motion. All voted in favor and the motion carried.

3. Adjourn.

Motion: Councilman Marshall made a motion to adjourn. Councilman Tripp seconded the motion. All voted in favor and the meeting officially adjourned at 5:38 p.m.

Rachel Wright
City Recorder

C. Byron Anderson
Mayor

Approved