

**MINUTES OF THE REGULAR MEETING OF THE GRANTSVILLE CITY COUNCIL,
HELD ON JUNE 16, 2010 AT THE GRANTSVILLE CITY HALL, 429 EAST MAIN STREET,
GRANTSVILLE, UTAH. THE MEETING BEGAN AT 7:00 P.M.**

ROLL CALL:

Mayor and Council Members Present: Mayor Brent Marshall and Council Members Tom Tripp, Mike Johnson, James Vera, Todd Castagno and Mike Colson.

Appointed Officers and Employees Present: Attorney Ronald Elton, Building Official Mike Haycock and Finance Director Tom Hammond.

Citizens and Guests Present: Missy Thompson, Kent Liddiard, Jill Thomas, Coleen Brunson, Alice Potter, Cameron Potter and Jane See.

PUBLIC HEARINGS:

Mayor Marshall called the meeting to order at 7:00 p.m. and introduced the public hearing items.

a. Proposed Amendment to Grantsville City's Annexation Policy Plan.

Mayor Marshall asked City Attorney Ronald Elton to explain the proposed amendment to the annexation policy plan. Attorney Elton indicated that an annexation policy plan is a City's declaration of the criteria and areas in which the City would consider requests from property owners for annexation into the City limits. The Mayor then opened the hearing up for public comments. No comments were offered and the Mayor closed the public hearing.

b. Proposed transfer of water utility enterprise funds to the general fund and capital projects fund.

Mayor Marshall asked Finance Director Tom Hammond to explain the proposed transfer. Tom Hammond indicated that the City had borrowed money in 2004 from the Sewer Capital Facilities fund to purchase the Clark Farm property, with a current balance owing of \$290,670.00 and had also borrowed an additional \$100,000.00 from the water utility fund for use in the general fund during the current budget year. Mr. Hammond indicated the proposal was to make a \$100,000.00 transfer from the water utility enterprise fund to the general fund and a transfer from the water utility enterprise fund to the Sewer Capital Facilities Fund in the sum of \$290,670.00, to pay off these loans. The Mayor then opened the hearing up for public comments.

Jane See addressed the Council. She indicated that she was against the proposed transfer and questioned its legality. Ron Elton responded that the transfer would be legal if after notice to utility users and a after a public hearing was conducted, the City Council authorized the transfer.

Mayor Marshall asked for any further comments. No additional comments were offered and he then closed this public hearing.

c. Proposed salary increase (one-time payment of \$560.00) for statutory and appointed officers (excluding elected officers).

Mayor Marshall asked Finance Director Tom Hammond to explain the proposed salary increase. Tom Hammond indicated that City employees would not receive cost of living or step increases in the proposed budget for the second year. He stated that the proposal was to give all full time employees including statutory and appointed officers a one-time payment of \$560.00 during December of January of the next budget year. He indicated that the proposal did not include the Mayor or City Council. Mr. Hammond stated that in order to provide this payment to the statutory and appointed officers, that a public hearing was required. The Mayor then opened up this hearing for public comments. No comments were offered and the Mayor closed the public hearing.

d. Proposed 2010-2011 fiscal year budget.

Mayor Marshall asked Finance Director Tom Hammond to explain the proposed 2010-2011 budget. Tom Hammond indicated that the City Council had adopted a tentative budget in May and that before a final budget could be adopted a public hearing was required. He indicated that he and the Mayor were recommending several adjustments to the tentative budget. The proposed changes included reducing the estimated increase for employee health insurance to the same level as the current year and reducing salaries as a result of the hiring of two new employees at the bottom of the pay scale to replace employees that were at the top of the pay scale. The proposed budget estimates \$860,650 in general property taxes with a total of revenues and expenditures in the sum of \$3,473,450. Mr. Hammond also indicated that the proposed budget included an appropriation for a fund balance or rainy day fund. The Mayor then opened up this hearing for public comments. No comments were offered and the Mayor closed the public hearing.

e. Proposed year end budget adjustments for the 2009-2010 fiscal year budget.

Mayor Marshall asked Finance Director Tom Hammond to explain the proposed year end budget adjustments for the 2009-2010 fiscal year budget. Tom Hammond indicated that the year-end budget reflected projections for actual revenues and expenditures through June 30, 2010. He indicated that the original budget, estimated general property tax revenues at \$914,300, with year-end estimated revenues at \$792,000. The Mayor then opened up this hearing for public comments. No comments were offered and the Mayor then closed the public hearing.

REGULAR AGENDA:

1. Summary Action Items

- a. Approval of Minutes of the June 2, 2010 and June 7, 2010 City Council minutes.
- b. Approval of Business License for Advanced Technical Flooring, Inc and Sweetest Moments Photography.
- c. Approval of Bills in the sum of \$821,398.39 (Invoice Register dated June 15, 2010).
- d. Personnel Matters (none).

Councilman Tripp asked if the Council could be provided with detail information regarding Aqua Engineering's billings and the bill for CCP Industries. The Mayor indicated that he would provide this information to the Council.

Motion: Councilman Mike Johnson made a motion to approve the summary action items. Councilman James Vera seconded the motion. All voted in favor and the motion carried.

2. Consideration of Ordinance No. 2010-11 adopting an amended annexation policy plan and map.

Councilman Tripp asked several questions regarding the proposed Ordinance and Map and pointed out a typographical error.

Motion: Councilman James Vera made a motion to approve Ordinance No. 2010-11, an ordinance adopting an amended annexation policy plan and map, with the addition of a comma in Section 3 F. Todd Castagno seconded the motion. All voted in favor and the motion carried.

3. Consideration of Resolution No. 2010-07 authorizing the transfer of water utility enterprise funds to general fund and capital projects fund.

Councilman Tom Tripp questioned making a transfer based solely upon the recommendation of the independent auditor. He also indicated that if the water utility fund had sufficient reserves to make this transfer, that the City might want to review water rates to determine if they are too high.

Motion: Councilman Mike Colson made a motion to approve Resolution No. 2010-07, a resolution authorizing the transfer of water utility enterprise funds to the general fund and capital projects fund. Councilman Mike Johnson seconded the motion. All voted in favor and the motion carried.

4. Consideration of Ordinance No. 2010-12, establishing the compensation of the elective, statutory and appointed officers of Grantsville City for the 2010-2011 fiscal year.

Councilman Tripp asked about the amount of the 401K contribution that was provided when an employee opted out of the State Retirement System. Ron Elton indicated that the amount contributed would be the same amount the City would contribute to the regular public employees retirement system (13.37%), but that the amount would need to be negotiated for public safety employees. Mayor Marshall stated that he was recommending the 13.37%, 401K contribution for the Police Chief, which is approximately one-half of the contribution the City would make to a public safety employee's regular retirement program. It was also indicated that the salary and benefits of the Justice Court Judge could not be reduced during his current term of office.

Councilman Vera indicated his desire that the City could have better compensated all of the City Employees and he stated his hope that the financial condition of the City would improve in order to provide regular step and cost of living increases. Mr. Vera stated his appreciation for the fine work provided by all City employees.

Motion: Councilman Tom Tripp made a motion to approve Ordinance No. 2010-12, an ordinance establishing the compensation of the elective, statutory and appointed officers of Grantsville City for the 2010-2011 fiscal year. Mike Colson seconded the motion. All voted in favor and the motion carried.

5. Consideration of Resolution 2010-08 adopting the 2010-2011 fiscal year budget and setting the tax levy for Grantsville City.

Motion: Councilman Todd Castagno made a motion to approve Resolution 2010-08, a resolution adopting the 2010-2011 fiscal year budget and setting the tax levy for Grantsville City, with the tax levy being the certified tax rate when provided to Grantsville by the County Auditor, which budget does not include a tax increase, cost of living adjustment or step increases for City employees, but does include a \$560.00 one-time payment for full time employees and \$280.00 for the three permanent part time employees, with this payment being made as soon as it is feasible during the winter of 2010-2011. Mike Johnson seconded the motion. All voted in favor and the motion carried.

6. Consideration of Resolution 2010-09 amending the 2009-2010 fiscal year budget.

Motion: Councilman James Vera made a motion to approve Resolution 2010-09, a Resolution amending the 2009-2010 fiscal year budget. The motion was seconded by Mike Colson. All voted in favor and the motion carried.

7. Council Information and Updates.

Mayor Marshall reported that he along with Tooele County officers had met with the president of Rocky Mountain Power regarding the proposed substation and power lines in Tooele Valley. He indicated that the County had proposed an area north of Stansbury Park for the substation in place of the Limber location, with lines running south along the east bench. Mayor Marshall indicated that he had met with the Governor and Lt. Governor regarding economic development activities. He stated that Joel Kertamus the Public Works Director was home from the hospital after a two week stay and his condition was improving. Mayor Marshall also indicated that Jim White a City police officer had injured his knee in an accident and will be off for approximately four weeks, which leaves the police department shorthanded. The Mayor reported that the City Hall construction had begun and that the air conditioning replacement should be completed by July 8th. Mayor Marshall reported the progress on the Lincoln Park and that most of the top soil had been imported and that the sprinkling system would be installed in the near future. He stated that

the Rodeo Club has a rodeo planned for this weekend and invited everyone to attend and support this activity. Mayor Marshall stated that Ace the City's contractor for collection of solid waste had given notice of intent to increase their rate 3% pursuant to their contract and that he and Tom Hammond had reviewed this increase and they believe that the current rates will support this increase, but this budget will be reviewed periodically. Mayor Marshall stated that the RFP for the little league baseball field will be published this week, with bids being considered at the July 7, meeting. He stated that the Planning Commission had forwarded a proposed revision to the General Plan, which would be set as a public hearing on the July 7th agenda. Mayor Marshall also reported that City Staff had been working with Tooele County to control spring runoff water from entering the City.

Mike Colson reported that the Little League Association had raised sufficient funds to complete the lighting project for the City little league field. He also asked about the progress on completing repairs at Willow Street. Mayor Marshall indicated that the repairs had been delayed because of the wet weather and that as soon as the ground dries the repairs would be completed.

James Vera indicated that plans for the July 4th program were progressing. Mayor Marshall stated that 28 World War II veterans living in Grantsville had been invited to ride in the parade on a City float, who would serve as grand marshalls. Mr. Vera also reported that Mountain West Medical Center will be dedicating its new Women's Center on July 27, 2010 from 11:30 a.m. to 1:00 p.m. and he invited everyone to attend.

Tom Tripp asked if the personnel director could complete a study comparing City employees compensation and benefits with other comparable Cities and present the report to the Council. He also indicated that the Mosquito Abatement District will respond to requests of groups to fog an area to limit mosquitoes for events and that interested parties should contact Robert Brand. Mr. Tripp asked if the master plan of Rebecca Peterson was being used to develop Lincoln Park. Mike Colson indicated that the plan was being used but that that it had been simplified in order to minimize maintenance costs. Tom Tripp asked if litigation could be added to the next agenda as a possible closed session, so the Council could be brought up to date on pending litigation and consideration of strategy in handling these matters.

Todd Castagno indicated that he had received a petition from a resident, requesting stop signs at the intersection of Legrand and Kimball. Mayor Marshall indicated that he would forward the request to the Maintenance Department and the Police Department for review and a recommendation.

8. Adjourn.

Motion: James Vera made a motion to adjourn the meeting. Mike Colson seconded the motion. All voted in favor and the motion carried. The meeting was adjourned at 8:20 p.m.