**Tooele City Council and**

**Tooele City Redevelopment Agency**

**Business Meeting Minutes**

Date: Wednesday, August 5, 2015

Time: 7:00 p.m.

Place: Tooele City Hall, Council Chambers

 90 North Main Street, Tooele Utah

**Council Members Present**:

Brad Pratt, Chairman

Scott Wardle

Debbie Winn

Steve Pruden

Dave McCall

**City Employees Present**:

Mayor Patrick Dunlavy

Glenn Caldwell, Finance Director

Michelle Pitt, City Recorder

Lisa Carpenter, Deputy Recorder

Paul Hansen, City Engineer

Chief Ron Kirby, Chief of Police

Jim Bolser, Public Works and Community Development Director

Minutes prepared by Elisa Jenkins

Chairman Pratt called the meeting to order at 7:00 p.m. He excused City Attorney, Mr. Baker. He recognized Boy Scouts from Troops 1321, 1701, and 1854 who were working on their Citizenship in the Community Merit Badge.

1. **Pledge of Allegiance**

The Pledge of Allegiance was led by Councilman Wardle.

1. **Roll Call**

Brad Pratt, Present

Scott Wardle, Present

Dave McCall, Present

Steve Pruden, Present

Debbie Winn, Present

1. **UDOT Update on SR-36 Project**

Presented by Carlye Sommers & Jessica Rice

Ms. Rice and Ms. Sommers gave an update on the SR-36 construction project. A copy of their presentation is included with the minutes as Exhibit “A”.

Ms. Rice stated that the resurfacing project from 2000 North to Stansbury will begin August 19th.

Ms. Rice said that the east leg of the 1000 North will be closed from August 10 through August 18th, due to some utility conflicts. There is a power line that is underground which is a major line and it will need to be shut down so they can do the utility work.

Councilman Pruden asked if the turning off this power line will affect the surrounding businesses?

The contractor said no.

Ms. Sommers noted that school will be beginning in a couple weeks and they have been working with the School District and Chief Kirby to get the message out to parents to be aware of the construction and extra kids walking and encouraging everyone to watch out for each other.

1. **Public Comment Period**

Chairman Pratt opened the public comment period to anyone who would like to come forward and address the Council. No one came forward.

Chairman Pratt closed the public comment period at 7:13 p.m.

1. **PUBLIC HEARING Regarding the Issuance of the Sales Tax Revenue Refunding Bonds Series and Any Potential Economic Impact that the Refunding of the Refunded Bonds to be Financed with the Proceeds of the series 2015 Bonds and the Refinanced Project may have on the Private Sector and Related Matters**

Presented by Jason Burningham

Mr. Burningham indicated that in the July 15th City Council meeting, the Council by resolution authorized them to move forward in looking at refinancing some outstanding obligations of the City. This would save the City and taxpayers some money. He noted that agenda item #5 and #6 go together and item #7 does not involve a public hearing.

Mr. Burningham said that the state law requires that anytime a municipality pledges its local option sales tax for purposes of securing any debt financing in conjunction with that they hold a public hearing. The purpose of the public hearing is to receive any public comment regarding pledging the sales tax and specifically with the project being financed if there are any concerns from the private sector with the projects being financed. He noted that this is a refinance of the bond that financed City Hall, the library, the animal care facility and the club house at the golf course.

Agenda item #6 allows the City to take final action on refunding the bonds related to the projects he just mentioned above. He said that he has a firm commitment. They received seven or eight bids in terms of purchasing the bonds. He is recommending that the City Council approve the purchase of the refunding bond by JP Morgan Chase Bank, they are offering to purchase these bonds at an interest rate of 2.06% the current bonds carry an interest rate of a little over 4%. It is an almost a 2% savings. He said that this savings is better than what they had estimated in the prior City Council meeting. This enhances the savings by about $20,000 in net present value and about $3,000 - $4,000 a year. It is proposed that this would close on September 3, because under federal tax law there is a window of time when they can issue tax exempt bonds on an advanced refunding and the window is 90 days before the call date.

Chairman Pratt opened the public hearing regarding the Issuance of the Sales Tax Revenue Refunding Bonds. No one came forward.

Chairman Pratt closed the public hearing at 7:22 p.m.

1. **Resolution 2015-38 Consideration for Adoption of a Resolution Authorizing the Issuance and sale of Not More than $5,315,000 Aggregate Principal Amount of Sales Tax Revenue Refunding Bonds, Series 2015, of Tooele City, Utah and Related Matters**

Presented by Jason Burningham

**Councilman Wardle moved to approve Resolution 2015-38.** Councilman Pruden seconded the motion. The vote was as follows: Councilman Pruden, “Aye”, Councilwoman Winn, “Aye”, Councilman McCall, “Aye”, Councilman Wardle, “Aye” and Chairman Pratt, “Aye”.

1. **Resolution 2015-37 Consideration for Adoption of a Resolution Authorizing the Issuance and Sale of not more than $5,015,000 Aggregate Principal Amount of Franchise Tax Revenue Refunding Bonds, Series 2015, of Tooele City, Utah and Related Matter**

Presented by Jason Burningham

Mr. Burningham said that they went through the same process with these bonds as the previous item. These bonds were used to finance roadway improvements on 1000 North. The City pledged franchise tax revenues to secure the bonds. They are in a position to refinance these bonds at a significant savings for the City. They received six or seven bids and are also recommending JP Morgan Chase Bank for this transaction. This has a little longer maturity and the credit is not quite as strong, the interest rate will be 2.296%. The current rate is 4.375%. This similarly is better than what they thought in the July 15th meeting. The franchise tax bond is expected to close on August 18th if approved by the Council.

**Councilman Pruden moved to approve Resolution 2015-37.** Councilman McCall seconded the motion. The vote was as follows: Councilman Pruden, “Aye”, Councilwoman Winn, “Aye”, Councilman McCall, “Aye”, Councilman Wardle, “Aye” and Chairman Pratt, “Aye”.

1. **Minutes: July 15, 2015**

Councilman Wardle noted that on page 8 of the minutes it says Burt Cahoon and is should read Burton Cahoon.

**Councilman McCall moved to approve the minutes for the meetings held July 15, 2015 with the change as noted above.** Councilwoman Winn seconded the motion. The vote was as follows: Councilman Pruden, “Aye”, Councilwoman Winn, “Aye”, Councilman McCall, “Aye”, Councilman Wardle, “Aye” and Chairman Pratt, “Aye”.

1. **Invoices**

Presented by Michelle Pitt

Mr. Pitt presented the following invoice for payment:

* Moreton and Company for the renewal of the insurance policy. The General and Professional Liability in the amount of $94,794.00, Commercial Property and Equipment in the amount of $59,974.00, Umbrella Policy/Excess Liability in the amount of $42,500, Cyber Liability in the amount of $9,878.00, and Commercial Automobile in the amount of $40,521.00 for a total amount of $247,667.00.

**Councilman Pruden moved to approve the invoice as presented by Ms. Pitt**. Chairman Pratt seconded the motion. The vote was as follows: Councilman Pruden, “Aye”, Councilwoman Winn, “Aye”, Councilman McCall, “Aye”, Councilman Wardle, “Aye” and Chairman Pratt, “Aye”.

1. **Adjourn**

**Councilman Wardle moved to adjourn the meeting.** Councilman McCall seconded the motion. The vote was as follows: Councilman Pruden, “Aye”, Councilman Wardle, “Aye”, Councilman McCall, “Aye”, Councilwoman Winn, “Aye”, and Chairman Pratt, “Aye”. The meeting adjourned at 7:26 p.m.

*The content of the minutes is not intended, nor are they submitted, as a verbatim transcription of the meeting. These minutes are a brief overview of what occurred at the meeting.*

Approved this 19th day of August 2015

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Brad Pratt, Chairman Tooele City Council