



MINUTES
Springville City Council Work/Study Meeting - April 16, 2024

MINUTES OF THE WORK/STUDY MEETING OF THE SPRINGVILLE CITY COUNCIL HELD ON TUESDAY, APRIL 16, 2024 AT 5:30 P.M. AT THE CIVIC CENTER, 110 SOUTH MAIN STREET, SPRINGVILLE, UTAH.

Presiding and Conducting: Mayor Matt Packard

Elected Officials in Attendance: Craig Jensen
Logan Millsap
Jake Smith
Mike Snelson
Mindi Wright

City Staff in Attendance: Assistant City Administrator/City Attorney John Penrod, Administrative Services Director Patrick Monney, Internal Services Director Scott Sensanbaugher, Library Director Dan Mickelson, Museum of Art Director Emily Larsen, Parks and Recreation Director Stacey Child, Power Director Jason Miller, Power Superintendent Mike Pool, Assistant Public Works Director Jake Nostrom, City Engineer Chris Wilson, and Public Safety Director Lance Haight.

CALL TO ORDER - Mayor Packard welcomed everyone and called the Work/Study meeting to order at 5:32 p.m.

COUNCIL BUSINESS

1. Calendar

- Apr 17-19 ULCT Mid-Year Conference - St. George
- Apr 26 - Arbor Day
- Apr 27 - 100th Annual Spring Salon Opens, 7:00 p.m. - 9:30 p.m. Springville Museum of Art
- May 07 - Works Study Meeting 5:30 p.m., Regular Meeting 7:00 p.m.

2. **DISCUSSION ON THIS EVENING'S REGULAR MEETING AGENDA ITEMS**

- a) Invocation - Councilmember Wright
- b) Pledge of Allegiance - Councilmember Smith
- c) Consent Agenda
 - 4. Approval of the minutes for the March 12, 2024 work meeting
 - 5. Approval of the Mayor's reappointment of Amy Root, Michael Johnson, and Amanda McClellan to the Library Board.

Mayor Packard asked if there was any discussion on the consent agenda. There was none.

3. DISCUSSIONS/PRESENTATIONS

a) Discussion of a UAMPS prepaid energy agreement - Jason Miller, Power Director

Director Miller reported on the prepaid energy agreement with UAMPS. He explained it as a firm power supply prepaid resolution. A similar prepayment arrangement was approved and completed in the Fall of 2023 for the Payson Power Project natural gas supply. He explained that 80% of the power coming from Red Mesa and Steele Solar 1B is sent to Southeast Energy Authority (SEA) where they will issue federal tax-exempt bonds and the city will be able to buy back at a discount. Some of the risk considerations are counterparty defaults, where the contract would be dissolved. The city would still have to purchase the power in the agreement. Other possibilities would be a loss of tax exemption covered by the agreement or failure to meet qualified use requirements.

Councilmember Wright asked about the terms of the agreement and the length of the bonds. Jason explained the bond issuance will initiate as soon as all contracts are signed. The agreement could be dissolved and reviewed each year.

Councilmember Smith asked what the 8% would amount to. Jason said about 1 megawatt would be 8% of what the PPA is at the time. Savings could be in the thousands monthly or tens of thousands annually. Councilmember Jensen expressed that stability was an advantage.

Mayor Packard said by having additional risk we are willing to have an additional party involved to get the discount.

MAYOR PACKARD, COUNCIL, AND ADMINISTRATIVE REPORTS

Mayor Packard asked for an update on the Bike Park. Stacey reported the contractors are back and when it warms up asphalt will be installed. They are working on the drainage and fencing will be installed in the next few weeks. A substantial completion date of July 1, 2024 is scheduled. Mayor Packard asked if the water tank needs to be drained how can we make sure not to damage the bike park. Stacey replied new pipes were being installed under the bike park, and contractors are working with the Water Department.

Councilmember Snelson asked about the carnival being on Center Street, he has received concerns from businesses on Center Street and would like to push for another location. Mayor Packard said it would be a good discussion to bring up at a retreat.

ADJOURNMENT CLOSED SESSION IF NEEDED - TO BE ANNOUNCED IN MOTION

The Springville City Council may temporarily recess the meeting and convene in a closed session as provided by UCA 52-4-205.

ADJOURN

Motion: Councilmember Smith moved to adjourn the work meeting at 6:08 p.m. and go into a closed session regarding property. **Councilmember Wright seconded** the motion. **Voting Yes:** Councilmember Jensen, Councilmember Millsap, Councilmember Smith, Councilmember Snelson, and Councilmember Wright. The motion **Passed Unanimously; 5-0**

This document constitutes the official minutes for the Springville City Council Work/Study Meeting held on Tuesday, April 16, 2024. I, Kim Crane, do hereby certify that I am the duly appointed, qualified, and acting City Recorder for Springville City, of Utah County, State of Utah. I do hereby certify that the foregoing minutes represent a true, accurate, and complete record of this meeting held on Tuesday, April 16, 2024.

DATE APPROVED: May 07, 2024



Kim Crane
City Recorder