

May 1, 2013 Payson City Council Minutes

Minutes of the Payson City Council Meeting held at the Payson City Center, 439 West Utah Avenue, Payson, Utah on Wednesday, May 1, 2013 at 6:00 p.m.

ROLL CALL: Mayor Rick Moore; Councilmembers: Mike Hardy, Scott Phillips (attended by electronic device), and Larry Skinner; City Manager Dave Tuckett, City Attorney Mark Sorenson, and City Recorder Jeanette Wineteer. Councilmembers Ford and Hancock excused.

Mayor Moore presiding.

#### PRAYER & PLEDGE OF ALLEGIANCE

Prayer offered by Alexander Griggs and Pledge of Allegiance led by Nathan Hullinger, both members of Scout Troop #452.

#### CONSENT AGENDA

MOTION by Councilmember Hardy to approve the Consent Agenda consisting of approval of the April 17, 2013 City Council Minutes. Motion seconded by Councilmember Phillips. Motion carries.

#### PUBLIC FORUM

Carolyn Bowman with Payson Chamber of Commerce invited everyone to the Nebo Economic Summit on Thursday, June 13<sup>th</sup> at Payson High School. She said there are some fantastic speakers for this conference and it is always a good time.

#### COUNCIL AND STAFF REPORTS

Chief Runyan said the Jr. High asked Bill Wright to instruct a NOVA class at their school and it worked out very well; we will probably be sponsoring that at both Jr. High's in Payson. It is a good program.

Chief Spencer invited the Mayor and Council to the EMS Banquet tonight in the Banquet Hall.

Manager Tuckett presented a flyer for the dinner and auction fundraiser for "Our Champions" on Tuesday, May 14<sup>th</sup> at 6:00 p.m. at Peteetneet Amphitheater, along with unveiling of the sculpture of the champions: Wesley Silcox, Kaycee Feild, Troy Lerwill, and Lewis Feild.

He said the pressurized irrigation water should be energized and available for use. It is a low water year, but PI will be available until it runs out.

Manager Tuckett introduced Scott Roberson of IHC. Mr. Roberson said IHC InstaCare will be one of the tenants on the Rossi Development on Turf Farm Road. He explained the services they will provide.

Councilmember Hardy noted that the City billboard north of Payson has changed and has a great picture of the champions.

Councilmember Skinner said he and Mayor Moore attended the nice UVU event for Elected Officials. He announced that he will not be in attendance at the next Council meeting on May 15<sup>th</sup>; he has a family event.

Mayor Moore agreed that the UVU event was very nice. He is also excited about the fundraiser event and said no other city in the world has three PRCA champions and it is very exciting to recognize that.

He reminded everyone of the drought we are having this year and asked for help in water conservation.

**PRESENTATION OF SCOUT ATTENDANCE CERTIFICATES**

Councilmember Hardy presented attendance certificates to scouts in attendance: Westlee Jones, Alexander Griggs, Mathew Burgess, Nathan Hullinger, and Andrew Oblad.

**CHAMBER BUSINESS OF THE MONTH**

Lou Ballamis, Payson Chamber, presented the Business of the Month to Norene Jensen. He explained that she is involved with Renatis Real Estate Investing and Entrepreneur College; she is also involved in the Leeds group.

**PUBLIC HEARING – AMENDMENTS TO THE FY 2012-2013 CITY BUDGET**

MOTION by Councilmember Hardy to open the public hearing to receive public input regarding amendments to the FY 2012-2013 Budget. Motion seconded by Councilmember Skinner. Motion carries.

Public hearing opened at 6:35 p.m. and Manager Tuckett presented the following:

**Budget Amendment May 1, 2013**

<b>Budget Amendment</b>		
<b>General Fund</b>		
<b>Revenue</b>		
103130000 Sales Tax	\$ 15,000.00	
<b>Police</b>		
104211130 Over Time	\$ 15,000.00	Police Over-time
<b>EDA Business Park</b>		
253311000 Tax Increment Revenue	\$ 304,358.00	
254000730 Improvements	\$ 304,358.00	Industrial Elec. Substation
<b>Electric</b>		
<b>Revenue</b>	\$ 30,000.00	Additional Sales
533890000 Electric Miscellaneous Revenue	\$ 413,123.00	UAMPS & SUVPS Reserves
533990000 Appropriation of Fund Balance	\$ 102,995.00	App FB in PTIF Elec. Savings
<b>Expenses</b>		
534000920 Bond Payments	\$ 516,118.00	Pay off UAMPS Bond
534000330 Professional Services	\$ 30,000.00	Annexation Study

Receiving no input, MOTION by Councilmember Skinner to close the public hearing. Motion seconded by Councilmember Hardy.

Motion carries. Public hearing closed at 7:40 p.m.

Councilmember Skinner said he didn't like the idea of appropriating money to pay to see how much we owe, but felt in this instance we should determine that for those annexations. He also wondered about the EDA money and if there were other areas that it could be used.

Manager Tuckett said the EDA money needs to be used in the EDA area and staff looked over the projects that have occurred and need to occur, and the major expenses that the Electric Department did for the substation were in and for that area and so we felt it was good use. There were some minor expenses that the Sewer Department did, but they felt the cost wasn't enough to worry about.

Councilmember Hardy agreed with what Councilmember Skinner said. He did feel it is important to understand where and what our obligations are and it might influence our decisions in the future.

MOTION by Hardy to approve the budget amendments as presented. Motion seconded by Councilmember Skinner. Motion carries.

#### SUSPEND AGENDA

MOTION by Councilmember Skinner to suspend the agenda and allow Mayor Moore to move at his discretion. Motion seconded by Councilmember Hardy. Motion carries.

#### INTERLOCAL CHIP AND SEAL AGREEMENT

Manager Tuckett explained that the cities of Goshen, Mapleton, Payson, Salem, Santaquin, Spanish Fork and Springville entered into a Chip Seal Interlocal Agreement in 1997. It was a one year agreement; however the cities have been abiding by the agreement since that time. He presented an upgraded agreement providing that it would automatically renew for one year periods unless otherwise terminated. We feel this is a great agreement and allows for the cities to work together.

MOTION by Councilmember Phillips to approve the Amended Interlocal Chip and Seal Agreement as presented. Motion seconded by Councilmember Hardy. Motion carries.

#### AUTHORIZATION OF MUNICIPAL RECREATION GRANT APPLICATION

Planner Spencer explained that Utah County has imposed a tax on restaurants throughout the County to create a funding source for recreation and tourism in Utah County. Although much of the money has been appropriated for existing projects, there are some funds available for communities to use for qualified projects. The information provided by Utah County indicates that Payson City is eligible for approximately \$10,000 in funding this year. To ensure eligibility, the project must involve the development or construction of tourism, recreation, cultural, or convention facilities. Staff has identified two (2) projects that may qualify under the program guidelines. Staff is proposing these funds be used to design and print four (4) promotional rack cards, and develop a video production for our community. The rack cards will highlight the following: Peteetneet Museum, Gladstan Golf Course, Community Celebrations, and the Nebo Loop National Scenic Byway.

As a requirement of the grant, the City must upfront the costs associated with the project and subsequently submit proof of payment to Utah County for reimbursement. The City account used to cover the initial cost of the improvements will be identified following project eligibility from the Utah County Attorney's office. All reimbursement claims must be submitted before November 1, 2013.

The deadline for submission of applications is Friday, May 10, 2013. Staff is requesting approval from the City Council to submit an application for restaurant tax funding to assist the City in the improvement of municipal facilities/programs and authorization for the Mayor to sign the application.

Councilmember Hardy noted that this is determined by our share of the Restaurant Tax, so if we want to do a larger project we could roll it over and do a larger project the next year. Planner Spencer agreed but we felt that marketing was our main interest right now, so this was a good project to do.

MOTION by Councilmember Skinner to authorize the grant application for use of the Restaurant Tax money for the racks and video as outlined. Motion seconded by Councilmember Hardy. Motion carries.

#### FY 2013-2014 TENTATIVE BUDGET ACCEPT AND SET PUBLIC HEARING

Manager Tuckett presented the tentative budget and said that it does balance. He explained the major changes from last year's budget.

He also explained that we are asking the city council to appropriate \$600,000 from fund balance to the Revolving Loan Fund and presented a spreadsheet showing what that money will be used for. He believes that this program is a debt reduction program by not entering into agreement with outside entities for the lease/purchase of the vehicles and paying ourselves the interest.

He explained what goals will be accomplished in this budget and said we have focused this year on getting more repair and maintenance in the several departments.

The tentative budget does make some assumptions:

- A 1.7% CPI increase to our utilities.
- An increase in sales tax revenue of \$167,000
- A health insurance increase of just under 6%.
- Workers Comprehensive insurance increase.
- A \$0.50 wage increase across the board for our employees.

He said he is real excited over this budget and believes we will be able to accomplish more than we have at any time that he can remember. He believes the reduction of debt has helped this process as well as our employees being frugal with city resources.

Mayor Moore would like to see each Councilmember meet individually with staff to go over the detail of the budget and have any questions they have answered.

Councilmember Phillips asked what the CPI increase totaled and Manager Tuckett said that across all utilities it totaled approximately \$280,000.

Councilmember Hardy wondered if 930 West was covered and Manager Tuckett said that a lot of it is budgeted in the current year as well as some budgeted to finish it in next year's budget. Engineer Robbins said the project also is coming in less than the estimate. Manager Tuckett said we have asked the church if they would participate and they didn't have the funds to do so, therefore the planter strip will only go to 1130 South.

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MOTION by Councilmember Skinner to accept the tentative budget and schedule a public hearing for June 5, 2013 and requesting that each Councilmember meet with staff to go over the budget prior to the public hearing. Motion seconded by Councilmember Hardy. Motion carries.

ADJOURN

MOTION by Councilmember Phillips to adjourn. Motion seconded by Councilmember Skinner. Motion carries.

Council adjourned at 7:10 p.m.