

MINUTES OF THE REGULAR MEETING OF THE SPRINGVILLE CITY COUNCIL HELD ON TUESDAY, MARCH 16, 2021, AT 7:00 P.M. AT THE CIVIC CENTER, 110 SOUTH MAIN STREET, SPRINGVILLE, UTAH.

**Presiding and Conducting:** Mayor Richard J. Child

**Elected Officials in Attendance:** Liz Crandall  
Craig Jensen  
Matt Packard  
Mike Snelson

**City Staff in Attendance:** City Administrator Troy Fitzgerald, Assistant City Administrator/City Attorney John Penrod, Assistant City Administrator/Finance Director Bruce Riddle, and City Recorder Kim Crane. Building and Grounds Director Bradley Neel, Power Director Leon Fredrickson, Power Generation Superintendent Shawn Black, Chief of Police Lance Height, Community Development Director Josh Yost, Public Works Director Brad Stapley, Recreation Director Corey Merideth, Library Director Dan Mickelson, and Museum of Art Director Rita Wright

**6:45 p.m.**

**CEREMONIAL**

1. Swearing in of the Springville City Youth Council

**CALL TO ORDER**

Mayor Child welcomed everyone and called the meeting to order at 7:00 p.m.

**INVOCATION AND PLEDGE**

Councilmember Snelson offered the invocation, and Councilmember Jensen led the Pledge of Allegiance.

**APPROVAL OF THE MEETING'S AGENDA**

COUNCILMEMBER JENSEN MOVED TO APPROVE THE MEETINGS AGENDA AS WRITTEN. COUNCILMEMBER PACKARD SECONDED THE MOTION, AND ALL PRESENT VOTED AYE.

**MAYORS COMMENTS**

Mayor Child welcomed the Council, staff, and those in attendance.

**PUBLIC COMMENT**

Mayor Child introduced the Public Comment section of the agenda. He asked if there were any written comments submitted.

**CONSENT AGENDA**

2. Approval of minutes for the February 02, 2021, Work-Study and Regular meetings and the February 16, 2021, Work-Study and Regular meetings.

COUNCILMEMBER SNELSON MOVED TO APPROVE THE CONSENT AGENDA AS WRITTEN.

COUNCILMEMBER JENSEN SECONDED THE MOTION, AND ALL PRESENT VOTED AYE.

## REGULAR AGENDA

### 3. Consideration of an Interlocal Agreement with Utah County for the 2021 Springville City Municipal Election - Kim Crane, City Recorder

Recorder Crane reported for budgeting purposes Utah County has provided a good faith estimate for the 2021 administration of the Springville City Municipal Election. Costs were based upon the offices scheduled for election, the number of voters, and the number of jurisdictions participating. Because the election will be a Ranked Choice Voting method there will not be a need for a Primary election, thereby saving the city in total election costs. The City will be invoiced for its share of the actual costs of the election, which will not exceed the estimated rate.

There was an estimated 17566 active voters as of January 04, 2021. Active voters for billing purposes will be calculated 11-days before Election Day at a rate not to exceed \$2.25 per voter per election. With the number of active voters, the estimated total for the administration of the general election is \$39,523.50.00.

COUNCILMEMBER PACKARD MOVED TO APPROVE RESOLUTION #2021-15 AND AN INTERLOCAL AGREEMENT BETWEEN UTAH COUNTY AND SPRINGVILLE CITY FOR THE ADMINISTRATION OF THE 2021 SPRINGVILLE CITY MUNICIPAL ELECTION. AS WRITTEN AND NOT TO EXCEED WHAT IS IN AGREEMENT, AND GIVE THE CITY ATTORNEY AUTHORITY TO NEGOTIATE.

COUNCILMEMBER JENSEN SECONDED THE MOTION. THE VOTE IS RECORDED AS FOLLOWS:

COUNCILMEMBER CRANDALL	AYE
COUNCILMEMBER JENSEN	AYE
COUNCILMEMBER PACKARD	AYE
COUNCILMEMBER SNELSON	AYE

### RESOLUTION #2021-15 APPROVED

### 4. Consideration of a Resolution amending the Business License and Planning Fee Schedules - Josh Yost, Community Development Director

Director Yost described how his staff analyzed the fees. The fee schedule was amended to have separate fees for new licenses and renewals. If the council decided to capture the cost of large retail businesses to include the public safety expense for responding to thefts and shoplifting the fees could be adjusted.

Councilmember Snelson asked why other cities charge an origination fee and Springville does not. Director Yost explained it's another way of explaining the same type of fees.

Director Yost reported Business License fees have not been updated for many years, and the existing fee schedule does not accurately reflect operations or the cost of providing services. The analysis to determine the proposed fees was not complete in December when the entire fee schedule was revised. The analysis is now complete and presented for adoption. Also, two new application types had been added to the Springville Code that needs to be listed in the Planning and Zoning fee schedules. These are Short-Term Rental Permits and an Accessory Dwelling Unit Zoning Certificates. Mayor Child allowed public comment.

Mayor Child allowed for public comment.

Craig Conover, resident: he expressed it was great in that existing business fees were going down. His concern was charging more for new businesses. He suggested requesting the chamber of commerce for their input. Possibly table and it get more information. He was concerned about the jump in cost.

Councilmember Packard asked how often a new business stays in business and the involved upfront cost, he was concerned about the cost in revenue.

Councilmember Jensen commented do we penalize businesses that have been in Springville a long time, their fees will be going down, where new businesses who create the initial upfront cost will pay for that and not existing businesses subsidizing the new businesses.

Councilmember Snelson said he was uncomfortable about losing revenue from existing business license fees going down and new businesses need to pay their share.

Administrator Fitzgerald expressed they are currently in the budget process and renewals happen later in the year. This would not affect new businesses until July, it's possible to review the budget impact and adjust it in the future.

Director Yost stated the analysis was strictly on the cost of providing the license, not how each business impacts the city.

Councilmember Snelson would like to go more in-depth and think about it more. Fitzgerald stated there was no urgency the renewals come in at the end of the year and could take some time to review.

COUNCILMEMBER PACKARD MOVED TO POSTPONE THE ITEM UNTIL THE NEXT CITY COUNCIL MEETING.

COUNCILMEMBER JENSEN SUGGESTED DISCUSSING IT WITH THE CHAMBER OF COMMERCE.

COUNCILMEMBER PACKARD AMENDED HIS MOTION TO POSTPONE THE ITEM UNTIL APRIL 20, 2021.

COUNCILMEMBER SNELSON SECONDED THE MOTION, AND ALL PRESENT VOTED AYE.

##### **5. Consideration of a 5-Year Natural Gas Hedge Policy for the Whitehead Power Plant, Nebo Power Plant, and the Clyde Recreation Center - Shawn Black, Power Generation Superintendent**

Superintendent Black reported the Power Department had been assessing the natural gas markets for the last couple of years intending to solidify the natural gas prices used at both of the City's powerplants, but also the Clyde Recreation Center.

Superintendent Black recounted during 2016 Springville City entered into a natural gas hedge for the Whitehead Powerplant. The hedge supplied both the heating needs of the sewer plant and the projected summer burns at the Whitehead plant through 2026. Staff has been anxious to extend hedges out further in time while pricing is low to remove risk from market volatility in the future.

Superintendent Black stated Staff pursued the goal of removing volatility out of future energy prices while maintaining a predictable budget. Springville City had previously hedged all of the natural gas needed to fulfill Springville's ownership allocation at the Nebo Powerplant up to the year 2027. The recommended motion would solidify the price of power that the City pays for the years of 2027 until the Spring of 2032.

Superintendent Black reported Springville City was being exposed to variable gas prices for use in heating the Clyde Recreation Center. Fixing the natural gas price removes market volatility and possible larger swings in the gas for budget certainty at the recreation center.

**MOTION 1:**

COUNCILMEMBER JENSEN MOVED TO APPROVE TO HEDGE NATURAL GAS WHICH WILL SUPPLY THE **WHITEHEAD POWERPLANT** DURING THE YEARS OF 2027-2032 AT A PRICE NOT TO EXCEED \$2.90 PER MMBTU (million British thermal units).

COUNCILMEMBER PACKARD SECONDED THE MOTION, AND ALL PRESENT VOTED AYE.

**MOTION 2:**

COUNCILMEMBER SNELSON MOVED TO APPROVE TO HEDGE NATURAL GAS WHICH WILL SUPPLY THE **NEBO POWERPLANT** DURING THE YEARS OF 2027-2032 AT A PRICE NOT TO EXCEED \$3.00 PER MMBTU (million British thermal units).

COUNCILMEMBER CRANDALL SECONDED THE MOTION, AND ALL PRESENT VOTED AYE.

**MOTION 3:**

COUNCILMEMBER CRANDALL MOVED TO APPROVE TO HEDGE NATURAL GAS WHICH WILL SUPPLY THE **CLYDE RECREATION CENTER** DURING THE YEARS OF 2021-2026 AT A PRICE NOT TO EXCEED \$3.20 PER MMBTU (million British thermal units).

COUNCILMEMBER PACKARD SECONDED THE MOTION, AND ALL PRESENT VOTED AYE.

**MAYOR, COUNCIL, AND ADMINISTRATIVE REPORTS**

Mayor Child asked if there were any comments. Attorney Penrod discussed prayers in public meetings and reviewed state law and case law.

**CLOSED SESSION**

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

CLOSED SESSION BY MOTION BELOW


**ADJOURNMENT**

COUNCILMEMBER PACKARD MOVED TO ADJOURN THE REGULAR MEETING AND MOVE INTO A CLOSED SESSION TO DISCUSS PROPERTY AT 8:01 P.M.

COUNCILMEMBER JENSEN SECONDED THE MOTION, AND ALL PRESENT VOTED AYE.

*This document constitutes the official minutes for the Springville City Council Regular Meeting held on Tuesday, March 16, 2021, 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 and accurate, and complete record of this meeting held on Tuesday, March 16, 2021.*

DATE APPROVED: \_\_\_\_\_ April 06, 2021

  
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Kim Crane  
City Recorder