

NOTICE

Notice is hereby given that the Mayor and City Council will hold a Work Session on Wednesday, December 18, 2013 in the Council Chambers, 45 West 100 South, beginning at 6:00 pm.

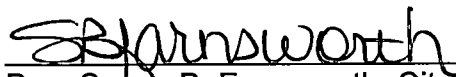
DISCUSSION ITEMS

1. Economic Development Presentation – Susie Becker, Tom Freeman & Johnathan Ward
2. Protection of Road Reserve Funds (SSD)
3. General Discussion

If you are planning to attend this Public Meeting and, due to a disability, need assistance in understanding or participating in the meeting, please notify the City Office ten or more hours in advance and we will, within reason, provide what assistance may be required.

CERTIFICATE OF MAILING

The undersigned duly appointed City Recorder for the municipality of Santaquin City hereby certifies that a copy of the foregoing Notice and Agenda was e-mailed to the Payson Chronicle, Payson, UT, 84651.


By: Susan B. Farnsworth, City Recorder

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**MINUTES OF A CITY COUNCIL MEETING
HELD IN THE COUNCIL CHAMBERS
DECEMBER 18, 2013**

The meeting was called to order by Mayor James E. DeGraffenried at 7:03 p.m. Council Members attending: Matthew Carr, Kirk Hunsaker, and James Linford. Keith Broadhead and Rick Steele were excused.

Others attending: City Manager Ben Reeves, Community Development Director Dennis Marker, Public Safety Director Dennis Howard, David Hathaway, Nick Miller, Mandy Jeffs Jared Jeffs, John Rogers, Daniel Peterson, Scout Troop 1585 and other unidentified individuals.

PLEDGE OF ALLEGIANCE

Scout John Rogers led the Pledge of Allegiance.

INVOCATION/INSPIRATIONAL THOUGHT

Scout Daniel Peterson offered an Invocation.

CONSENT AGENDA

Minutes

- November 20, 2013 Work Session
- November 20, 2013 Regular Council Meeting
- December 11, 2013 Work Session
- December 11, 2013 Special Council Meeting

Bills

\$651,319.17

Council Member Carr made a motion to approve the Consent Agenda. Council Member Hunsaker seconded the motion. The vote to approve the Consent Agenda was unanimous.

FORUM, BID OPENINGS, AWARDS, AND APPOINTMENTS

No items were addressed to the Council.

FORMAL PUBLIC HEARING

No formal public hearings were held.

UNFINISHED BUSINESS

No unfinished business was addressed.

BUSINESS LICENSES

No new business licenses were presented to the Council.

REPORTS OF OFFICERS, STAFF, BOARDS, AND COMMITTEES

City Manager Reeves

City Manager Reeves said he and Community Development Director Dennis Marker had nothing to report for this meeting.

Acceptance of the 2012-2013 Fiscal Year Audit Report

Council Member Hunsaker made a motion to table the discussion and possible action on the 2012-2013 Fiscal Year Audit Report. Council Member Linford seconded the motion. The vote to approve the motion was unanimous.

Discussion and Possible Action with Regard to an agreement with the Transportation Consultant

Dennis Marker said the City had sought the services of an engineering firm to make amendments to the transportation plan, which is used for such items as road maintenance projects. The Council chose the firm Interplan. The contract has been reviewed by legal counsel and by Interplan. The agreed on fee is \$28,000, and the work is to be completed in three months.

Council Member Carr made a motion to authorize the Mayor to enter an agreement with Interplan as a consultant, for the amount stated in the contract. Council Member Hunsaker seconded the motion. The vote to approve the motion was unanimous.

INTRODUCTIONS AND ADOPTION OF ORDINANCES AND RESOLUTIONS

Resolution 12-03-2013 "A Resolution Creating the Santaquin Special Service District for Road Maintenance"

Ben Reeves said the City roads were deteriorating, and the Council had some concerns on how to take care of this. The Council went through the Truth in Taxation process to raise revenue, and it was the desire of both the public and the Council that the money be used for the intended purpose and not diverted. Creating a Special Service District or a Special Revenue Fund are options for this. Mr. Reeves said items had been put in place to create a Special Service District, including a public hearing and a 60 day public comment period. One member of the public had commented at the public hearing.

Mr. Reeves reviewed the differences between a Special Service District and a Special Revenue Fund, including board structure, audit differences, financials, employee and equipment use, and independence perceptions. A Special Service District is perceived to be more independent. (See attachment A).

A Special Service District requires that their employees work only on roads. City Attorney Brett Rich suggested the City contract with the Special Service District to supply employees for road work, using Public Works Employees. This would allow the City employees to do other work as well. Jared Jeffs clarified that the Special Service District will pay the City for the time City employees work on the roads, and that employees can do other types of work.

Mayor said the City has promised to protect the new tax dollars for roads, and he would prefer that independence was perceived. Council Member Linford said he agreed, and if the funds were put in a Special Revenue Fund instead, the funds would still be discretionary, whereas a Special Service District was the best way to protect funds. Council Member Hunsaker agreed it was better to create a Special Service District, as perception was important.

Council Member Linford made a motion to approve Resolution 12-03-2013, "A Resolution Creating the Santaquin Special Service District for Road Maintenance". Council Member Hunsaker seconded the motion. Through a roll call vote, Council Members Carr, Hunsaker, and Linford voted unanimously to approve Resolution 12-03-2013.

The first meeting of the Special Service District will be held January 8, 2014. Authorization will be given then to move forward with a budget amendment, bylaws and a City agreement.

PETITIONS AND COMMUNICATIONS

No petitions or communications were received by the Council.

REPORTS BY MAYOR AND COUNCIL MEMBERS

Council Members

Council Member Linford said it had been a great 8 years, he had a lot of fun and met a lot of people. He said he appreciated the citizens of the City, and his association with the Mayor. Council Member Linford said it was good to have diversity, and good to see new, capable people come on council. He encouraged the public to come and visit the new Council.

Council Member Carr reported that SUVMWA was proposing a January 16, 2014 recharge meeting. Mayor-Elect Kirk Hunsaker said a public safety meeting was scheduled that night that all the mayors would be involved in. Council Member Carr said he would give that information to SUVMWA.

Mayor DeGraffenried

Mayor DeGraffenried said he had attended approximately 360 City Council meetings over the last eight years. He said he had enjoyed working with most people, and had absolutely no real hard feelings. He expressed his thanks to all the citizens for electing him for two terms. Mayor DeGraffenried wished Council Member Hunsaker the best of success, and said he knows Mr. Hunsaker will do a wonderful job. Mayor DeGraffenried encouraged the new Council members to support their mayor. He said it was all right to disagree, but not to become hateful. It was important to be willing to compromise and work for the betterment of the City.

The Mayor said at some public hearings people will be red-hot against what the Council wants, but to remember the protesters were just a small group. He encouraged the new Council members to be enthusiastic, promising that wonderful things could happen when everyone pulled together. He expressed his thanks to the City staff, employees and Board members.

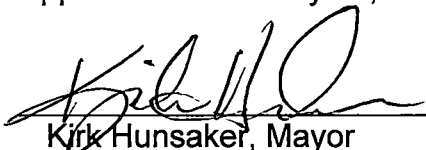
EXECUTIVE SESSION (May be called to discuss the character, professional competence, or physical or mental health of an individual or the pending or reasonably imminent litigation, and/or purchase, exchange, or lease of real property)


No executive sessions were held.

ADJOURNMENT

At 7:45 p.m. Council Member Linford made a motion to adjourn. Council Member Carr seconded the motion. The vote to adjourn was unanimous.

Approved on January 15, 2014.


Kirk Hunsaker, Mayor


Linda Midgley, Deputy Recorder

Road Fund Options

Comparison Item	Special Revenue Fund	Special Service District
Entity	Part of the City	Separate Entity
Taxing Authority	Yes	Yes
Board Structure	City Council (acting as a special board)	Separate Board (Could expand beyond City Council)
Audit	Part of the City	Separate Audit
Financials	Department of the City	Separate Checking Account and Accounting Structure
Employees	Can be shared with other departments	Independent Organizations
Equipment	Can be shared with other departments	Independent Organization
Independence	Less Perceived Independence	Completely Independent other than contractual relationships