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NOTICE

Notice is hereby given that the Mayor and City Council will hold a Work Session on November 17, 2010 in the Council Chambers, 45 West 100 South, beginning at 6:00 pm.

DISCUSSION ITEMS

1. Discussion with the Genola Mayor and Council Members with regard to the Police Contract
2. City Council Agenda Items
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.



By: Susan B. Farnsworth, City Recorder

Posted:

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Zions Bank

**MINUTES OF A WORK SESSION
HELD IN THE COUNCIL CHAMBERS
NOVEMBER 17, 2010**

The meeting was called to order by Mayor James E. DeGraffenried at 6:00 p.m. Council Members attending: Filip Askerlund, Martin Green, James Linford, Rick Steele, and Brent Vincent.

Others attending: Dan Throckmorton, Mayor Genola Town, Genola Town Council Members Mark Davis and Chris Greenwood, and Sergeant Rod Hurst.

DISCUSSION ITEMS

Discussion with the Genola Mayor and Council Members with regard to the Police Contract

A discussion was held as to adjustment to the current Santaquin/Genola Police Contract. City Manager Reeves reviewed the opportunities for improvement within the budgeting process. He suggested better communications, joint works meetings, midyear reviews of the budget, as well as the contract coinciding with the fiscal year (see attachment "A" for the power point presentation).

Mayor Throckmorton reported the Town of Genola currently is approximately \$150,000 short in revenue. This deficit has a great impact on the current budget for them. Town of Genola Representatives requested a proposal for service from Utah County Representatives. He indicated they would like to continue using Santaquin for Police service especially because of the level of service.

Mayor DeGraffenried reviewed the terms of Option Two, No Change (with delayed payments – In an effort to provide short term assistance to the Town of Genola, Santaquin will reduce Genola's financial obligation by \$24,000 in the 2010-11 budget year if Genola will repay that obligation in the amount of \$2000/month throughout the 2011-12 budget year. Mayor Throckmorton indicated he felt this would not an option for them.

Mayor DeGraffenried also reviewed the terms of Option Three, Model Utah County's Proposal – Santaquin City will provide the exact same terms and conditions as Utah County for the same rate. (i.e. 4 hrs/day for \$60 k/year, etc.) [Better response time that Utah County but at a substantially reduced level of service]

Mayor DeGraffenried recommended matching the County's proposal for the current fiscal year and change the contract to reflect a fiscal year which will allow both Santaquin and Genola to benefit.

It was determined Genola would sign a 6 month contract beginning January 1st for the level of service proposed by the County as well as providing a 60 day notice for contract termination if Genola chooses to terminate the contract.

City Council Agenda Items

Discussion will be held during the Council Meeting.

General Discussion

There wasn't time for a general discussion.

The meeting adjourned at 6:58 pm.

Santaquin-Genola Police Department

Contract Renegotiations

11/17/2010

Opportunities for Improvement

- Alterations to the Budgeting Process
 - Better Communication
 - Joint Work Meetings
 - Review Needs vs. Resources (modify as appropriate)
 - Extend approvals
 - Review Final Budget
 - Mid-Year Review of Performance (modify as appropriate)
- Revise Contract Term to Coincide with Fiscal Year
- Others?

Contract Options: (*Ownership Options*)

Option One:

- No Change – Retain the terms of the existing contract only to amend the items identified in the previous slide

Option Two:

- No Change (with delayed payment) – Option One above with the following change: In an effort to provide short term assistance to the Town of Genola, Santaquin will reduce Genola's financial obligation by \$24,000 in the 2010-11 budget year if Genola will repay that obligation in the amount of \$2,000/month throughout the 2011-12 budget year.

Contract Options: (*Fee Based Options*)

Option Three:

- Model Utah County's Proposal – Santaquin City will provide the exact same terms and conditions as Utah County for the same rate. (i.e. 4 hrs/day for \$60k/year, etc.) [*Better response time than Utah County but at a substantially reduced level of service*]

Option Four:

- Modified Utah County Proposal – Santaquin City will provide similar (but increased) terms and conditions as Utah County for a midpoint rate. (For Example: 6 hrs/day for \$80k/year, etc.) – Terms to be determined

Contract Options: *(Other/Termination)*

Option Five:

- Other?–

Option Six:

- Discontinue Service Contract – As it currently stands, the contract will terminate on December 31, 2010

Benefits/Drawbacks

Options	Benefits	Drawbacks
One	Maintains Existing Relationship Maintains Genola's Ownership Maintains Genola's LOS Maintains Santaquin's Budget	Costs may require a Genola Budget Amendment
Two	Maintains Existing Relationship Maintains Genola's Ownership Maintains Genola's LOS No Genola Budget Amendment	Santaquin would need to fund the shortfall and reallocate budgets over the short term
Three	Reduced Cost to Genola	Reduced LOS to Genola Significant Impact to PD Budget
Four	Reduced Cost to Genola	Reduced LOS to Genola Impact to PD Budget
Five	?	?
Six	Reduced Cost to Genola Genola establishes a new relationship with Utah County	Loss of Existing Relationship Lower LOS for Genola Sever Impact to PD Budget

Open Discussion:



Comparisons Of Utah County Cities

Revenues, Property Taxes, Sales Taxes

City	Mountain Land AOG Population (2008)	Total		Property Tax Rate (2009)	Budgeted		% of Prop		Budgeted		% of Sales Tax to Total Revenue	Sales Taxes Per Citizen
		Budgeted Revenue (2010)	Revenue Dollars per Citizen		Property Tax Current (2010)	Property Tax Total Revenue	Taxes to Total Revenue	Property Taxes Per Citizen	Sale & Use Tax (2010)	Revenue		
Alpine	9,885	\$ 3,445,815	\$ 348.59	0.001121	\$ 760,595	\$ 760,595	22.1%	\$ 76.94	\$ 860,000	\$ 860,000	25.0%	\$ 87.00
American Fork	27,064	\$ 18,105,300	\$ 668.98	0.002423	\$ 3,285,200	\$ 3,285,200	18.1%	\$ 121.39	\$ 5,720,000	\$ 5,720,000	31.6%	\$ 211.35
Cedar Hills	9,551	\$ 3,148,570	\$ 329.66	0.002768	\$ 700,000	\$ 700,000	22.2%	\$ 73.29	\$ 973,370	\$ 973,370	30.9%	\$ 101.91
Elk Ridge	2,476	\$ 1,051,646	\$ 424.74	0.002343	\$ 260,036	\$ 260,036	24.7%	\$ 105.02	\$ 210,000	\$ 210,000	20.0%	\$ 84.81
Fairfield	151	\$ 97,735	\$ 647.25	0.001895	\$ 12,000	\$ 12,000	12.3%	\$ 79.47	\$ 18,000	\$ 18,000	18.4%	\$ 119.21
Genola	1,159	\$ 587,465	\$ 506.87	0.000993	\$ 54,000	\$ 54,000	9.2%	\$ 46.59	\$ 133,000	\$ 133,000	22.6%	\$ 114.75
Goshen	934	\$ 313,250	\$ 335.39	0.000978	\$ 18,900	\$ 18,900	6.0%	\$ 20.24	\$ 105,000	\$ 105,000	33.5%	\$ 112.42
Highland	16,189	\$ 7,003,486	\$ 432.61	0.001804	\$ 1,572,736	\$ 1,572,736	22.5%	\$ 97.15	\$ 1,541,000	\$ 1,541,000	22.0%	\$ 95.19
Lehi	46,802	\$ 20,614,367	\$ 440.46	0.001789	\$ 4,800,000	\$ 4,800,000	23.3%	\$ 102.56	\$ 5,100,000	\$ 5,100,000	24.7%	\$ 108.97
Lindon	10,466	\$ 8,957,970	\$ 855.91	0.001686	\$ 993,000	\$ 993,000	11.1%	\$ 94.88	\$ 2,700,000	\$ 2,700,000	30.1%	\$ 257.98
Mapleton	7,954	\$ 3,180,522	\$ 399.86	0.003085	\$ 1,200,000	\$ 1,200,000	37.7%	\$ 150.87	\$ 640,000	\$ 640,000	20.1%	\$ 80.46
Orem	93,250	\$ 47,803,472	\$ 512.64	0.001676	\$ 4,341,572	\$ 4,341,572	9.1%	\$ 46.56	\$ 16,500,000	\$ 16,500,000	34.5%	\$ 176.94
Payson	17,429	\$ 8,823,384	\$ 506.25	0.001213	\$ 741,084	\$ 741,084	8.4%	\$ 42.52	\$ 2,417,000	\$ 2,417,000	27.4%	\$ 138.68
Pleasant Grove	33,798	\$ 16,515,317	\$ 488.65	0.001943	\$ 2,400,000	\$ 2,400,000	14.5%	\$ 71.01	\$ 3,625,000	\$ 3,625,000	21.9%	\$ 107.25
Provo	118,581	\$ 45,870,175	\$ 386.83	0.002307	\$ 3,822,436	\$ 3,822,436	8.3%	\$ 32.23	\$ 14,850,000	\$ 14,850,000	32.4%	\$ 125.23
Salem	6,435	\$ 3,746,376	\$ 582.19	0.001228	\$ 402,953	\$ 402,953	10.8%	\$ 62.62	\$ 1,063,132	\$ 1,063,132	28.4%	\$ 165.21
Santaquin	8,400	\$ 4,107,336	\$ 488.97	0.001571	\$ 397,241	\$ 397,241	9.7%	\$ 47.29	\$ 765,750	\$ 765,750	18.6%	\$ 91.16
Saratoga Springs	16,053	\$ 5,702,566	\$ 355.23	0.002436	\$ 1,700,000	\$ 1,700,000	29.8%	\$ 105.90	\$ 1,800,703	\$ 1,800,703	31.6%	\$ 112.17
Spanish Fork	31,538	\$ 15,478,270	\$ 490.78	0.001076	\$ 1,395,830	\$ 1,395,830	9.0%	\$ 44.26	\$ 3,800,000	\$ 3,800,000	24.6%	\$ 120.49
Springville	28,520	\$ 15,374,111	\$ 539.06	0.001538	\$ 1,900,000	\$ 1,900,000	12.4%	\$ 66.62	\$ 3,829,000	\$ 3,829,000	24.9%	\$ 134.26
Vineyard	148	\$ 712,961	\$ 4,817.30	0.001695	\$ 372,000	\$ 372,000	52.2%	\$ 2,513.51	\$ 25,000	\$ 25,000	3.5%	\$ 168.92
Average Rate			\$ 487.05	0.001789			16.1%	74.37	**		26.2%	\$ 127.27
Santaquin City Compared to Average			\$ 1.92	-0.000218			-6.4%	\$ (27.08)	**		-7.5%	\$ (36.11)

* This chart does not include Cedar Fort, Draper, Eagle Mountain, and Woodland Hills (Data Not Available on SAO Website)

** Excluded Vineyard from Property Tax Averages due to the fact that they are a statistical outlier

January 28, 2010