

MINUTES OF A REGULAR MEETING
OF THE SANTAQUIN CITY COUNCIL
HELD JULY 21, 1987

Mayor Kevin Steadman called the meeting to order at 7:55 P. M. Present in addition to Mayor Steadman were Councilmen Art Adcock, Clara Goudy, Joe Pust and Sherman Jones. Councilman Lamar Openshaw was absent. Minutes were recorded by Ramona Rosenlund.

Pledge of Allegiance was lead by Mr. Steadman and the invocation was by Mr. Jones.

Minutes: Mr. Adcock made a motion that the minutes of the meeting held July 7, 1987, be approved as ammended. Mrs. Goudy seconded the motion which passed unanimously. Mr. Pust asked why the minutes had to be typed up, why couldn't the tape be kept as a record. Mr. Jones explained that the law requires they be kept in a permanent record book. Also, quite often it is necessary to refer back to them.

Public Hearing on Adoption of Alcohol Training & Education Seminar: Mr. Adcock said they are following the guidelines of the State Department of Alcoholic Beverage Control and following state law. We have followed their suggested model ordinance. Mr. Scott Phillips from Walt's Bar asked how often they would have the seminars and if there was a fee. Mr. Adcock said they did not have information as to when but the letter from that department said there would be a fee, but no actual amount was specified.

Mrs. Goudy read the ordinance aloud to answer questions about when the training had to be and who had to have it. The employees have six months from hire date to complete the seminar. If there is violation of this ordinance, they have two months to take care of it before revocation of their business license for non-compliance.

Mr. Steadman asked that a copy of the letter from the State be sent to all businesses concerned so they would know what to do about having their employees conform to the law. Mr. Phillips said he had already received this. Mr. Adcock said it would be the responsibility of the bar owners to contact the State for more information and the people to contact and the phone numbers are in the letter.

Mr. Adcock made a motion that the ordinance ALCOHOL TRAINING AND EDUCATION SEMINAR be adopted. Mrs. Goudy seconded the motion, which passed unanimously.

Public Hearing on request for re-zoning of Reed McMullin property: Mrs. Lucille West was present to represent her brother, Mr. McMullin, who is out of town. Mr. Jones said this had been discussed at the last meeting. This is a small peice of property near the freeway with a sign on it. Mr. McMullin has ^{met} required with all the city's requirements for this zone change. Mr. Jones then made a motion that they grant this zone change.

Mr. Adcock said they could not vote this as they were in a public hearing. The public hearing could be brought to a close when there was no more comment on the issue. It was pointed out that the Alcohol Training Ordinance was also posted for a public hearing. As there were no comments, the hearing was closed on the two issues posted for public hearing, and Mr. Adcock said having

closed the public hearing for the Alcohol Training Ordinance, he would make a motion that the city adopt that ordinance. Mrs. Goudy seconded the motion which passed unanimously.

Mr. Jones restated his motion to grant the zone change on the McMullin property from T-5 to Commercial. Mr. Pust seconded the motion. Voting for the motion were Mr. Adcock, Mr. Pust and Mr. Jones. Mrs. Goudy voted against. The motion passed.

Rescinding Resolution No. 85-8 - City VISA Card: At a previous council meeting Mrs. Goudy, who is over the office, decided to do away with the city having a VISA card. It was later discovered this had been adopted by resolution and so there would have to be another resolution to rescind the previous one. After a short discussion of this, Mr. Pust said he felt it should be done away with and Mr. Jones said he did too and if they saw a need for it down the road, they could get it again. Mr. Adcock said he did not see the reason for not having it if it did not cost the city anything. Mr. Sellers said there is no charge unless it is late being paid.

Mr. Jones made a motion they do without the VISA Card and rescind Resolution #85-8. Mr. Pust seconded the motion. Vote was Mr. Jones, Mr. Pust and Mrs. Goudy for with Mr. Adcock voting against.

Contract with Sam Sellers for training of new recorder : Mr. Steadman said as Sam has been the recorder, he is the logical one to train the new person, when one is hired. Mr. Steadman read the contract aloud (see attached copy). Mrs. Goudy asked if they could afford \$20.00 per hour in view of the budget problems they have this year. Mr. Sellers said coming in the office to train someone would take him away from his business. Mr. Steadman asked if anyone had an idea how much time it would take. Mrs. Goudy said it would depend on the person chosen for the job. If they had a good background, three days might be adequate. Mr. Steadman suggested the new person be given a few days to go through everything and then they would know better what they needed from Sam. Mr. Jones said let him see what he can do and then get with Sam for any questions he might have. Mr. Pust agreed. Mr. Adcock asked how they were going to fund the training as it was not budgeted. Mr. Jones said it would have to come out of the recorders department. Mrs. Goudy said they could not afford what Mr. Sellers wanted. She said Bruce Hymas would do the training necessary on the computer free if the city would pay his mileage. Mr. Sellers said it might not take too many days to train someone. Mrs. Goudy said she thought three days would be enough training from Sam, especially with the ones in the office being able to help and with Bruce training any additional on the use of the computer. Mr. Sellers asked if they just wanted the new person trained on strictly the recorders functions. Mrs. Goudy said that was what they were hiring is a city recorder.

Mr. Steadman said he recommended they allow the new person to work for a while and be able to absorb most of the day-to-day things and then ask for help if there were questions needing answered. Mr. Adcock asked what kind of lead time Mr. Sellers would need and he replied at least a couple of days notice. Mr. Adcock pointed out there was no specifications as to the extent of the contract and asked if they wanted to include that. Mr. Jones said the mayor is over personnel and anytime they get Sam in, Mr. Steadman should give the permission to call him in. Mr. Adcock said this would be \$480.00 for three days training. Mr. Steadman asked if they were setting a maximum of 24 hours and Mr. Jones said yes.

Mr. Jones made a motion they approve the contract Mr. Sellers has presented to the city for consultation services. Mr. Adcock seconded the motion. Vote was unanimous in favor.

Mr. Paul Clint - SUPERA : Mr. Steadman said he did not know that the city was ready to embrace his proposal but would ask him to present his proposal at this time. Mr. Clint said that in the process of pursuing this project they gathered some relevant information that left them quite surprised. They learned that in Utah we are paying higher power rates than any other western state outside of California. The highest rate in the western U.S. is 5.4 cents which is about two-thirds of what Utah Power & Light's lowest rates are. They haven't come up with all the reasons for this but did become aware there are extremely large amounts of power being generated by other states in this region that are surplus. Idaho Power & Light currently is losing over \$40 million a year because they have no one to buy 200 megawatts of surplus power. Washington Power & Light is losing even more. That is considering the value of the power wholesale of only two cents a kilowatt hour.

One of the problems is that Utah Power & Light is very protective of their market area. The only reason they can maintain such high rates is that they have some friends on the local utility service commission who protect Utah Power & Light and keep everyone else outside. SUPERA's lawyers found out there is a provision in the constitution of Utah which gives a city the right to supply utility services to its own residents and that right supercedes anyone else's rights under the law. This has been well tested in court. Their attorney worked for Provo City for twenty years and helped them take over their power system. An exclusive franchise agreement Provo City had at that time was declared invalid and they bought out the system and operated it themselves. They derive over 50% of their revenues from their power company and their rates are still only 5.4 cents per kilowatt hour.

Idaho Power stands to lose \$600 million over the next 15 years if the power they have remains unsold, so they are willing to invest a reasonable amount of money to help cities in Utah gain access to that power, to help them set up their own power companies so they can buy the power from Idaho Power & Light and so their power won't go to waste. They are prepared to help build a major transmission line between Twin Falls and Mona to bring the power down through the wasatch front. They have been approaching cities all the way from Tremonton to Mona and they have a number who have joined the interlocal cooperative and things are moving quite rapidly. It is possible that power could be delivered as soon as December 1, this year. About the latest power could be delivered would be about June 1, next year, under the worst case.

In addition the interlocal cooperative is helping a number of cities set up their own municipal telephone companies and that is proving to be a very viable city utility system. The plan is that each city that joins will have local telephone access to every other city in the system. They presently have five cities including LaVerkin, New Harmony, Tooele and Mona so if Santaquin joined they would have local access to all of Washington, Tooele, Utah, Juab and Salt Lake Counties. The nearest time frame on this is about six months away.

Mr. Pust asked who would pay for the power lines coming down from Idaho. Mr. Clint said the cost of the power delivered, 4.9 cents, includes the cost of the transmission line, the buying out of Santaquin's distribution system and the cost of servicing all of that. Mrs. Goudy asked if they would build lines or

buy out Utah Power & Light. Mr. Clint said in some cases they are building new lines as in Alta City as they want it all underground so they passed a law requiring Utah Power & Light to remove all above ground facilities within six months and they are burying cables underground. They approached UP & L asking that they sell their facilities which UP&L refused to do. This destroyed the value of UP&L's facilities and made it cost more than that value to remove them. In other cases, the facilities will be bought. After the first two cities build new facilities, they feel UP&L will sell, rather than lose the whole value of their investment.

Mr. Sellers asked what they estimate the value of UP&L's facilities here in this area. Mr. Clint said typically it runs about 1/2 cent per kilowatt hour but can run from 4/10 cents to 8/10 cents for the cost of maintenance and the distribution system. They can't be specific on any one city until the engineering reports come back. The severance is built in to the bond that buys out or builds the system. The bond company requires that an extra portion beyond what the system will cost, be escrowed as a reserve and over the period of the life of the bond it grows to equal the cost of the system when the bond is repaid so that at the end of what they figure the life of the system will be there is money to replace it. Mr. Pust asked why all the cities were not going for this and Mr. Clint replied they are only five people and they can't be everywhere at once. The lower portion of Utah County occupies a strategic position because of its proximity to Mona. The IPP transmission lines terminate at the Mona Substation and so there is advantages that apply to people in the South end of the county because of this, so they have concentrated most of their efforts in this area.

Mr. Sellers asked if 4.9 cents included peak power. Mr. Clint said this contract with Idaho Power is unique because it is a take and pay for whatever you need contract, there is no peaking cost in it. Whatever you need, take it and pay for whatever you take. He explained that they are about 2/3 hydroelectric and 1/3 coal powered and they have built their system in such a way that they only generate the amount of power that is demanded. When they don't need it, they simply shut down the gate and dams and no power is generated. They will guarantee peaking power for 15 years and he feels the chance of finding another opportunity like this is pretty slim. Mrs. Goudy asked about redundant power, if they are shutting off when they are not needing to generate? Mr. Clint said there is an entity which approached UMPA, called the Inland Power Pool. UMPA is in the process of joining that which covers all the utility companies and all the city systems in the northwest region except UP&L, who get together and say they will back us up if we will back them up and they are all required to hold a certain percent in reserve for the redundant power. The probability that they will all be needed at the same time is extremely unlikely. Idaho Power belongs to the Inland Power Reserve and they will cover the reserve factor to guarantee that when you need the power you have contracted for, it will be there. Mrs. Goudy asked what will happen 15 years down the road. Mr. Clint said SUPERA's plan is to construct hydroelectric facilities to replace the 200 megawatts of power at the end of the 15 year. They have a project in Salt Lake City which is already FERK approved and licensed and could start construction within 6 months to generate 25 megawatts of power and a possibility it may expand to 200 megawatts of power.

He explained that usually cities have an engineer design a custom turbine to match the amount of water in a stream, which is a costly way of doing it. Instead, they lay a series of 6 inch pipelines in the bed which are standard and not custom made. They buy pumps from irrigation companies which are also

standard and which can operate both with water going through the turbine or pump back up. As the pipe and pumps are assembly line made, they are much less costly. Each pipeline has one turbine on the end of it which is identical to each other turbine. He said with the stream of water they were dealing with in Little Cottonwood canyon was bid to custom engineering and it would have cost 1.6 million dollars on the turbine. They let it out for bid with the small turbines and the bid came back at \$60,000, for turbines that were more efficient and were designed to provide more power than the custom designed turbine.

Mrs. Goudy said Mr. Clint had presented the same type of an idea for Pole Canyon here in Santaquin and she wanted to know what happened to that. Mr. Clint said it is still proceeding. They have learned that the process of licensing a system is much more difficult than they had anticipated and they believe it will be at least 15 more months before they can get the state and federal licenses required to start construction. Mrs. Goudy asked if they had all the rights and everything in that canyon. Mr. Clint said they have options on those rights.

Mr. Pust asked if when they take UP&L customers, won't they be anxious to sell them power. Mr. Clint said this is the case, and recently Bonneville Pacific made a proposal to the Salt Palace to put in a co-generation system which would drop the cost of their power by about 10%. UP&L agreed to reduce their electricity by the 10% so as to keep them as a customer. They feel that after they approach 10 or 15 cities, UP&L will start bidding competitive to the cities that have been approached so you may get your power rates reduced without doing anything, simply by having talked to SUPERA. However, if the city stays with UP&L they always run the risk of having the rate go right back in a few years, whereas if they join SUPERA the rate will be fixed at a flat rate for the next 15 years. UP&L are not allowed by the Public Service Commission to sign a contract

Mr. Adcock asked when they would have information regarding that contract in writing? Mr. Clint said they can't deliver that information to the city until they pass a resolution to join the inter-local cooperative. This is only a formality, there is no cost or obligation involved, but they are restricted by law as to what they can do for cities that are not members. Mr. Clint gave the council a copy of Resolution re Membership in SUPERA, which he said was a document that recites the requirements of the state code in order for an inter-local cooperative to act in behalf of the member cities. Mrs. Goudy said she felt they needed something more to understand before they could make any decision on this and Mr. Jones said he agreed. Mr. Adcock said he is concerned with where the financial backing for this project is coming from. Mr. Clint said that Idaho Power & Light is very anxious to establish a market for their power and they are willing to spend whatever funds are necessary in order to investigate--. Mr. Adcock asked if basically SUPERA is an advocate for Idaho Power then? Mr. Clint said no, they are a political subdivision of the State of Utah. Mr. Adcock asked if the money was coming from Idaho Power and they were footing the bill? Mr. Clint said a major portion of it was, and they also had some private sources and some sources of money from the federal government. Mr. Adcock said obviously there is something in it for SUPERA and what was it. Mr. Clint said they are like a school board, they hold a position in a government body and they are not allowed to pay dividends or take dividends from the city. They will, of course, pay themselves a salary when it is set up and operating and they will gain some political benefits for those cities they have done good things for, but that is the extent to which they can

profit from it individually. Mr. Adcock asked how those salaries would be fixed and who would they account to. Mr. Clint said a contract would be signed by the city to sell that city power. In it they would plan on some overhead expense to operate SUPERA. Out of those funds left with SUPERA they have the ability to rent space, install phones, pay salaries, etc. The money paid by Santaquin would be determined by the contract negotiated with Santaquin. Maybe Santaquin would bargain and say they would not pay 4.9 cents, but only 4.85 and then there isn't any money left to pay salaries with so they would have to take their salary payments from some other city or something.

Mr. Pust asked if each town had to have the people to take care of the system if it were to be installed? Mr. Clint said they would furnish the maintenance personnel to repair the lines and keep them in good shape. It would be the town's responsibility to read the meters and collect the money, send out the bills, etc. If the city wanted to be responsible for installing, repair, etc., the contract could be made that way. He said Orem City and Salt Lake City were considering it, but the larger the city is the stickier and longer the process gets.

Mr. Steadman said he recommended that the council consider the information they have been given and if they have further interest, they can contact Mr. Clint. Mr. Clint said he would like to emphasize that the city will not be asked to put up any money until power is delivered to the city. Mr. Pust asked what kind of money they would have to come up with then and Mr. Clint said to pay for just the power they use.

Decision on appointing City Recorder: Mr. Steadman said they have interviewed applications of 8 or 9 candidates and have settled on one they feel strongly about, who is Matt Perry who lives in Provo. Mr. Jones made a motion they offer the position to Mr. Perry. Mrs. Goudy seconded the motion. Vote was Mr. Jones, Mrs. Goudy and Mr. Pust for with Mr. Adcock voting against. Motion carried. Mr. Steadman said he would call Mr. Perry in the morning to advise him. It was decided to ask him to start July 27th.

Miscellaneous Business:

Mr. Brad Peterson of the Arts Council: Mr. Peterson asked they be given a check for \$630.00 to cover rides for the celebration, royalties for the play and to help to cover the cost of the advertising booklet they are producing at this time. Mrs. Goudy made a motion that the council approve this check be made to the arts council. Mr. Pust seconded the motion. The vote was Mrs. Goudy, Mr. Pust and Mr. Jones for the motion with Mr. Adcock voting against it as this item has not been budgeted. Motion passed. Mr. Peterson said the next thing he wanted to discuss was renting of portable restrooms for the celebration. Mr. Pust said this would cost \$200 or more and a city employee would have to pick them up and return them, which might be a problem. It was felt that it would be worth having them because if people go home, they will not come back.

Mr. Pust made a motion to approve renting of two portable restrooms for use during the celebration. Mr. Jones seconded the motion. Vote was Mr. Pust, Mrs. Goudy and Mr. Jones for the motion with Mr. Adcock being opposed as it is not a budgeted item.

Mr. Peterson then asked if any thing has been set in the budget for the celebration for next year as they feel strongly this needs to be done as it is

very hard to work without any money. They want to appoint a chairman right now so that person can work along the rest of this year and thus be better prepared for next year. They would like to recommend Lynn Robbins for this position. She has worked on the committee both last year and this year and they would like the council to approve her for next year's chairman. They feel that Mrs. Robbins will accept. Mrs. Goudy suggested they also appoint a co-chairman who would move up to chairman for the next year so they had some continuity. Mr. Pust said he would ask Mrs. Robbins. Mr. Peterson said the Arts Council will be on the committee for next year as they will be doing a play. They will not be able to be as much help as they have been this year, as they plan a large musical production and won't have the time but will definitely help. Mr. Steadman told the Arts Council how much they were appreciated.

Clint Ercanbrack - new water line: Mr. Ercanbrack said he would like to get a bigger water line to his place. Mr. Jones said he had offered him a brand new one if he would annex into the city. Mrs. Goudy said he was not contiguous and Mr. Jones said this could be taken care of if Mr. Ercanbrack would annex. Mrs. Goudy asked if Mr. Ercanbrack would be willing to annex and he said he really didn't want to because the franchise tax on gas and power and property tax that goes up would cost him between \$2,500 and \$3,000 a year and he could bring in documents to show this. He said he would probably save \$500 to \$600 on water by being in the city. He said he would like a four inch water line. Mr. Jones it would be a problem to put a new line out into the county and the more hydrants the city puts in the bigger the headhouse they would need to build. Mr. Ercanbrack asked what if he put in his own line to the city limits at 4th North and 4th East where the 8" line begins. Mr. Jones said they could only get a 3/4" meter, just like everybody else. Mr. Ercanbrack asked what size meter Olson's have and Mr. Jones said it is a 2 1/2" but they are a different situation then he is because they are on a contract to buy surplus water and are not a year around deal. Mr. Ercanbrack asked when they have surplus water and Mr. Jones said in the winter. Mr. Ercanbrack said he was going to start running in October and run for six months. Mr. Jones said he would not go for this as he could see no advantage to the city.

Mr. Ercanbrack asked what if he annexed into the city and it cost him \$3,000 per year, what was he going to get out of it? Mr. Jones said his water bill would be cut in half. There was a discussion of the utility franchise taxes with Mr. Jones saying if the city cut one utility they would have to cut them all. Mrs. Goudy said the franchise tax on the power goes to pay the street lights, but where does the money derived from Mountain Bell and Mountain Fuel go? Mr. Sellers said this goes into the operating budget of the city. Mr. Jones said if the city could get their own power system they could take off the power taxes, but we don't know if this will ever happen.

Mr. Jones said the only solution he could see for Mr. Ercanbrack's problem would be annexation. There are Olsens, Petersons, DeGraffenrieds and Clints mothers home between him and the city limits on the north side of the street and the other DeGraffenrieds on the other side. He said they would be counting on his mother being annexed with him. Mr. Ercanbrack said he did not know if she would as she doesn't like the taxes either. He said he can dig a well for \$10,000 and in three years he would have the well paid for. He said he would rather have city water and if they can contract it out to Olsons, why not him. Mr. Jones said they give a lot of revenue and asked how much he could guarantee? He said probably \$1,000 to \$1,500 a year and he would put in the line and ask the city to hook into their line and put in a meter.

Mr. Jones said the city has an ordinance allowing all those in the county already hooked to the water system, to be annexed without giving up water shares. Mr. Sellers pointed out that Petersons were contiguous and so the only ones between are DeGraffenrieds and Mrs. Ercanbrack and if they all annexed at once it could be done on one map. Mr. Ercanbrack said there is property between his property and his mothers home which belongs to a bank.

Mrs. Goudy asked what time frame Mr. Ercanbrack is looking at and he said they are going to pour concrete in about two weeks and the line has to go in before it is poured. Mr. Jones said he did not see how they could do anything in that time. Mr. Ercanbrack said what he reads is that if he doesn't annex he doesn't get the water line. Mr. Jones said if it is actually impossible to annex, he will back off, but if it is possible, that is what they would like. Mr. Ercanbrack asked how big a line would be put in if he annexed and if there would be a fire hydrant on the end of it. Mr. Jones said 6" and a fire hydrant, which would be spaced as required.

Mayor Steadman: Farrel Craig received a letter from the Humane Society saying they can not chase ducks and geese, etc. at the youth rodeo. Mr. Craig is aware of this and will take care of it.

Mr. Steadman asked what was happening on the grant. Mr. Jones said he spoke with the MAG people about this but he had not spoken with the architect so he will do this and have a report for the next meeting.

Mr. Steadman reported he had spoken with someone from Payson City about Pro-Benefit. This person said Payson was approached last year by Pro-Benefit and they spoke with their auditor about it and were instructed quite adamantly to not engage Pro-Benefit. Mr. Steadman said he felt they should bring a Pro-Benefit individual into a council meeting and ask what they wanted to know. When they get a city recorder in place he will do this.

There was a discussion of the starting salary for the new recorder. Mrs. Goudy made a motion it be started at \$14,000 with a raise in 6 months. Mr. Jones seconded the motion which passed unanimously.

Councilman Sherman Jones: Mr. Jones reported that last week he went to a hearing with Richard Johnson, the city attorney, where Genola asked for a dismissal. It went very well. Richard was well prepared and ^{Genola's} ~~their~~ attorney still thinks we are trying to steal their water. Their attorney is Dallas Young and the judge is Parks. The judge said he did not see anything where Santaquin has made a motion to take their water and he asked Richard if he was trying to take their water away from them. Richard said no, they were not. Genola kept saying they could not change the \$30.00 per year and the judge asked why and could not get a clear answer. Mr. Steadman said he received a call from the Genola Mayor on Saturday, who said that he understood Santaquin had a new mayor and maybe they could work this thing out and asked how he felt about the litigation currently going on. Mr. Steadman told him he felt it was well to have a third party arbitrate it. Genola mayor said they had new information for the judge which may sway him in their favor and it may be in Santaquins favor if it is settled out of court now. He asked for a proposal from Santaquin and Mr. Steadman said he would pass this on to Mr. Jones and the rest of the council. Mr. Jones said they would have to have Richard with them if they met to make any other decisions. Mr. Jones said all we want is compensation for gathering and delivering their water which is 1/9th of the water going through the headhouse. Some years it may be more than other years

depending on what might have to be done with springs, new laws, etc.

Joe Rust: The crew wants to repair the swings in the park and he wanted to know how this was to be handled. It was explained that this came from his budget for parks and recreation. He said he would take care of it.

Art Adcock: Mr. Adcock said he had been handed a newspaper item concerning a kidnap victim and he read one paragraph: "Police have interviewed some individuals who may have been involved in the abduction and learned of an out-of-state destination. One of the individuals involved in the abduction was Raelton Palmer, age 46, of Pleasant Grove." Mr. Palmer is the person appointed as the city constable and he represents the city in legal matters. Mr. Coomes said Mr. Palmer is receiving money from the city and he is not an employee of the city. He does not know if this is illegal but it is unethical and he thinks something should be done as it could give the city a lot of problems and this should be dealt with. Mr. Palmer has been paid for doing the police department work. Mr. Adcock said they need to decide if they should take action with this and how serious they want to get. Perhaps Mr. Palmer will say they are smearing his good name as he has not been convicted of any thing as yet. Mr. Coomes said they have the right to say if he works for Santaquin City. He is out there serving warrants for money and this is something the P.D. does as part of their duty. Everytime the P.D. serves a warrant, only the fine is collected. When Mr. Palmer serves a warrant the judge adds a fee and pays this to Mr. Palmer. Mr. Coomes said he recommends they talk with the judge and see what can be worked out with him.

Mrs. Goudy made a motion that at the next council meeting on August 4th, they hold an executive session on the professional competency of a representative of the city. Mr. Jones seconded the motion which passed unanimously.

After a discussion it was decided to allow the judge and the justice clerk each one nights motel single occupancy and \$20.00 for meals for the justice seminar to be held in Salt Lake City on August 20 and 21.

Float Fund at Bank: Mrs. Rosenlund reported the bank has \$8.66 in an old account left from when Santaquin City Days was first set up. The only person still in town with a name on the account is Deanne VanAusdal. The bank said if she will draw this out and give it to the city, they would like to close the account. Mrs. Rosenlund was asked to take care of this.

Rainbow Bar: Mrs. Goudy said they need to continue their license instead of a temporary one or whatever it is they now have. She felt they should follow Richard Johnson's recommendations on the ordinance. He feels they should change it. Mr. Adcock said he had spoken with Richard yesterday and Richard wants to know what the intent of the council is. Mr. Adcock said he did not feel they could approve the license until the bar posts the bond. Mr. Adcock made a motion to follow the counsel of Mr. Johnson as outlined in the letter from him. Mr. Jones seconded the motion. Motion passed unanimously. Mrs. Rosenlund was asked to call Mr. Johnson's office and leave that message.

Officer Schmidt: Mr. Adcock said he cannot give a full report on this at this time, but Mr. Schmidt is progressing very well and it is anticipated he will be released from the hospital this week. He reported he had spent a lot of time with Doug during the time he has been in hospital but this is all he can say at this time.

Approval of Bills : Mr. Jones made a motion the bills be approved as listed. Mrs. Goudy seconded the motion which passed unanimously. There was a short discussion of a bill for \$24.29 charged by Charlotte Weathers at Stringhams Hardware for the parade float. As she was not authorized to charge this and there is no money in the budget to cover it, this is not to be paid and the store is to be asked to bill this to her. This bill was not listed for payment at this time and so will not be presented to the council for payment.


1987-88 Budget: Mr. Jones said he would like to make a motion that the treasurer's salary be changed. At the present time she is paid 50% from the water fund and 50% from the general fund. He would like to change this to 75% from the water fund and 25% from the general fund. This will help to balance the budget. Mr. Adcock seconded the motion which passed unanimously.

Mr. Jones then made a motion that they reinstate the mayor's and councilmen's salary into the budget. Mrs. Goudy seconded the motion. Vote was Mr. Jones, Mrs. Goudy and Mr. Adcock for and Mr. Pust opposed. Motion passed.

Adjournment: Mrs. Goudy made a motion to adjourn this meeting. Mr. Jones seconded the motion which passed.

Adjourned at 10:40 P. M.

Approved this 1ST day of Sept, 19 87


Mayor

Attest 