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**Minutes of the  
Bountiful City Council Meeting  
City Council Chambers  
May 24, 2011 - 7:00 p.m.**

Present: Mayor: Joe L. Johnson  
Council Members: John Marc Knight, Fred Moss, Scott Myers and  
Thomas Tolman  
City Manager: Tom Hardy  
City Attorney: Russell Mahan  
City Engineer: Paul Rowland  
City Recorder: Kim J. Coleman  
City Treasurer: Mark McRae  
Planning/RDA Director: Aric Jensen  
Department Heads: Allen Johnson, Power  
Tom Ross, Police  
Recording Secretary Nancy Lawrence  
Excused: Councilwoman: Beth Holbrook

Official Notice of this meeting had been given by posting a written notice of same and an Agenda at the City Hall and providing copies to the following newspapers of general circulation: Davis County Clipper, Deseret News, and Salt Lake Tribune and on the Utah Public Notice Website.

Mayor Johnson called the meeting to order at 7:00 p.m. Ian Dickens, Boy Scout from Troop 272, led the pledge of allegiance to the flag, following which Councilman Myers offered the prayer/thought.

**APPROVAL OF MINUTES**

Minutes of the regular City Council meeting held May 10, 2011 were presented and Councilman Knight motioned for approval, as written. Councilman Moss seconded the motion and Councilpersons Knight, Moss, Myers and Tolman voted "aye".

**HOLLY OIL PRESENTS CHECK TO BOUNTIFUL  
COMMUNITY SERVICE COUNCIL**

Richard Watson, Chairman of the Bountiful Community Service Council, introduced Lynn Keddington, manager at Holly Oil Refinery. Mr. Keddington then presented a check to the Bountiful Community Service Council in support of the Concerts in the Park series for the 2011 summer season. The Council and Mayor expressed appreciation to Holly Oil and Mr. Watson reviewed the concerts which will be held this summer. Darren Ewing, a member of the "Dizzy Desoto Band" who will be the opening concert (June 18<sup>th</sup>), was in attendance and spoke about his group. Carmen Rasmussen, American Idol finalist and Bountiful native, was also present and expressed her appreciation for the opportunity to present the July 29<sup>th</sup> concert. Mr. Watson handed out a flyer of the Summer Concert calendar and he expressed appreciation to the Council and Youth Council for their support.

1 Jane Joy reported that approximately 8,000 people attended the Chalk Art Festival on  
2 Main Street last week. This event is sponsored for the purpose of helping youth and features  
3 professional and “budding” artists.  
4

5 **YOUTH COUNCIL REPORT**

6 Chas Lindquist and Christopher Haslam, Youth Council officers, reported that the Youth  
7 Council will be co-sponsoring the Stomp on Main on June 4, from 7:30 p.m. to 11:30 p.m. The  
8 event will be advertised on Facebook and posters and is certain to be a lot of fun. Bountiful Police  
9 help sponsor this dance in conjunction with “Communities that Care”. The event is part of a  
10 campaign which focuses on “stomping out” drugs and alcohol for under-age youth. The Mayor  
11 recognized the members of the Youth Council for the excellent way they represent the city and noted  
12 that many of the graduating seniors have received scholarships.  
13

14 **EXPENDITURES AND EXPENSES APPROVED**

15 Mayor Johnson presented the Report of Expenditures and Expenses Greater than \$1,000  
16 for the following periods, with totals as noted: April 28 – May 4, 2011 (\$66,023.72) and May 5  
17 – 11, 2011 (\$653,568.73). Councilman Tolman motioned to approve the reports, as presented.  
18 Councilman Myers seconded the motion and voting was unanimous. Councilpersons Knight,  
19 Moss, Myers and Tolman voted “aye”.  
20

21 **POWER DEPARTMENT PURCHASES APPROVED**

22 Allen Johnson explained that as part of the power plant upgrade, the following purchases  
23 have been recommended by staff, ICPE (engineering consultant) and the Power Commission:

24 a) Two neutral Grounding Systems, one for each of the new turbine generators: low bid  
25 from Post Glover in the amount of \$33,368.00. Councilman Moss motioned for approval,  
26 Councilman Knight seconded the motion and voting was unanimous with Councilpersons  
27 Knight, Moss, Myers and Tolman voting “aye”.  
28

29 b) Two fuel gas heater/separators (one for each turbine): low bid from Engineering  
30 Technology, Inc. in the amount of \$191,811.00 recommended by staff, ICPE, and the Power  
31 Commission. Councilman Moss motioned for approval and Councilman Myers seconded the  
32 motion. Voting was unanimous with Councilpersons Knight, Moss, Myers and Tolman voting  
33 “aye”.  
34

35 c) One 480 volt switchboard: low bid from Gexpro in the amount of \$21,104.95  
36 recommended by staff, ICPE and the Power Commission. Councilman Moss made a motion to  
37 approve this purchase. Councilman Tolman seconded the motion and voting was unanimous.  
38 Councilpersons Knight, Moss, Myers and Tolman voted “aye”. Councilman Moss noted that  
39 purchasing these items as the construction takes place, makes it much easier to avoid change  
40 orders because the building can be constructed around the equipment, and adjustments which  
41 might need to be made during installation can be avoided.  
42

43 d) A new Generation Step-Up transformer will be installed in the Central Substation  
44 across the street from the Power Plant. This transformer needs a circuit breaker rated for 2000  
45 Amps at 15kV. It is the recommendation of staff, ICPE and the Power Commission to award the

1 bid to low bidder, Siemens Energy, Inc. in the amount of \$23,391.00. Councilman Moss made a  
2 motion to approve this bid, Councilman Knight seconded the motion and voting was unanimous.  
3 Councilpersons Knight, Moss, Myers and Tolman voted “aye”.

4  
5 Mr. Johnson reported that the Phase 1 Construction of the 138 kV Substation upgrade  
6 will soon be completed and it will be time to do Phase 2 which will require a complete city-wide  
7 outage (disconnecting and removing the existing wire, bus, and structures which connect the #2  
8 transformer to the old circuit breaker and making the new connection to the new 118 circuit  
9 breaker). It will also include the installation of new security area lighting, a necessity to  
10 safeguard equipment and supplies while construction is taking place. Cache Valley Electric  
11 (CVE) has been doing Phase 1 and they have given a quote of \$39,244.00 to complete the Phase  
12 2 work above. It is the recommendation of staff and the Power Commission to extend the  
13 contract of CVE in the amount of \$39,244.00. (This makes a total contract price with CVE of  
14 \$509,583 for Phase 1 and Phase 2). Mr. Johnson stated that the project is still within budget.

15  
16 Discussion followed regarding the City-wide outage which will take place and  
17 suggestions for alerting the Bountiful resident/customers were given. The outage is scheduled  
18 for Sunday morning, June 26<sup>th</sup>, from 1:00 a.m. to 4:00 a.m. Councilman Moss made a motion to  
19 approve extending the contract of CVE by \$39,255.00. Councilman Tolman seconded the  
20 motion and voting was unanimous. Councilperson Knight, Moss, Myers and Tolman voted  
21 “aye”.

22  
23 **2011 WATER LINE CONTRACT APPROVED**

24 Mr. Rowland reported that bids were opened for the annual water line contract and it is  
25 the staff recommendation to award the bid to low bidder, M.C. Green & Sons, at the unit prices,  
26 as proposed. With an estimate of the work at this time, the total amount would be \$555,447.50 .  
27 Councilman Knight motioned to award the contract to M.C. Green and Sons, as recommended.  
28 Councilman Tolman seconded the motion and voting was unanimous. This proposal includes  
29 four water line replacement projects, the installation of the new water system for the Huntington  
30 Apartments development, and a contingency schedule for other projects which may occur.  
31 Councilpersons Knight, Moss, Myers and Tolman voted “aye”.

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33 **TELECOMMUNICATIONS FRANCHISE AGREEMENT WITH**  
34 **TCG UTAH APPROVED**

35 Mr. Mahan reviewed that a franchise is the right to use the public rights of way of the  
36 City for their business, in exchange for which the companies pay taxes which are collected like a  
37 sales tax on customer bills. TCG Utah, a subsidiary of AT&T, has requested a franchise to build  
38 a telecommunications network and offer communications services to business customers within  
39 the corporate limits of Bountiful City. (Julie Parker and Chris Caraway were in attendance  
40 representing TCG Utah). Their immediate plan is limited to installing a line connecting its  
41 telecommunications tower at Bountiful High School with an existing tie-in on a pole at the  
42 southeast corner of the City Hall property. Further development may occur later. Mr. Mahan  
43 stated that the request has been reviewed and an Agreement has been prepared. It is staff  
44 recommendation to approve the Franchise Agreement. (TCG Utah will come back on June 28<sup>th</sup>  
45 to ask the Council to adopt a pole line attachment agreement). Councilman Myers motioned to

1 approve the Franchise Agreement, Councilman Moss seconded the motion and voting was  
2 unanimous. Councilpersons Knight, Moss, Myers and Tolman voted “aye”.

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4 **CHANGE IN INVESTMENT POLICY DISCUSSED**

5 Mr. McRae reviewed with the Council how the City’s funds have been invested in the  
6 past, noting that the majority of its funds have been deposited in the Public Treasurer’s  
7 Investment Fund, a State pool of funds operated by the Utah State Treasurer. Since the financial  
8 crash of 2008, interest rates earned by the PTIF have steadily declined, with the current rate of  
9 return for investments in April annualized at .53%. Because the City has some large cash  
10 amounts which are set aside for future projects and liabilities, the City could take advantage of  
11 longer term investments which yield higher returns. With that in mind, it is proposed that the  
12 City work with Zion’s Bank to establish a portfolio of investments that would be consistent with  
13 the State Money Management Act and would be laddered with regard to maturities while  
14 increasing the investment yield above what the City is currently receiving.

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16 This matter was discussed in length and the Council and Mayor concurred that a change  
17 in the investment policy be considered. The staff was advised to move forward with the portfolio  
18 plan and that it be brought back to the Council for further consideration on June 14<sup>th</sup>.

19  
20 **COMMERCIAL SITE PLAN APPROVED FOR BOUNTIFUL**  
21 **LIGHT AND POWER**

22 Allen Johnson noted that when the Council approved the site plan for the Power Plant  
23 upgrade (253 South 200 West), the middle of the building had not been specifically defined.  
24 This was due to not knowing the exact dimensions of the new turbines which would be housed in  
25 the building. The architect has completed the drawings and they have been reviewed by the  
26 Planning Commission and come to the Council with a positive recommendation. Mr. Johnson  
27 reviewed the drawings and requested that the Council grant amended commercial site plan  
28 approval for Bountiful Light and Power, with the condition that any outstanding conditions of the  
29 original site plan approval remain in effect. Councilman Moss motioned to approve this request,  
30 Councilman Myers seconded the motion and voting was unanimous. Councilpersons Knight,  
31 Moss, Myers and Tolman voted “aye”.

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33 **STAFF AND COUNCIL CALENDARING ITEMS**

34 Mr. Hardy reported on drainage conditions throughout the City as it relates to the  
35 increased runoff which is occurring. He said that the improvements which were incorporated  
36 following the floods of 1983 are doing what they should and the City appears to be in good  
37 shape. He and the Mayor expressed appreciation for all of the structural improvements which  
38 were made in the City after 1983.

39  
40 Mr. Hardy called attention to the memo regarding Open Enrollment for insurance.

41  
42 The meeting adjourned at 8:11 p.m. on a motion made and seconded by Councilmen  
43 Moss and Knight, respectively. Voting was unanimous with Councilpersons Knight, Moss,  
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1 Myers and Tolman voting "aye".

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JOE L. JOHNSON, Mayor

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KIM J. COLEMAN, City Recorder

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