

Minutes of a special meeting of the City Council held August 29, 1983 at 4:00 p.m. in the City Hall of Bountiful, Utah.

Present: Mayor:	Dean S. Stable
Council Members:	Dean Hill, Keith Barton, Phyllis C. Southwick, Paul Allen, and Bob Linnell
City Manager:	Tom Hardy
City Attorney:	Layne B. Forbes
City Engineer:	Jack P. Balling
City Recorder:	Arden F. Jenson
Rec. Secretary:	Nancy T. Lawrence

Mayor Stahle welcomed those in attendance, giving special recognition to members of the Power Department and Power Commission.

**MARION WILLEY AND SON AWARDED BID FOR
STREET DEPARTMENT CHASSIS**

Mr. Balling presented a summary of the bids offered for purchase of a vehicle and bed for the Street Department and recommended that the low bid from Marion Willey and Son for the cab chassis (Ford, 35000 GVW) in the amount of \$33,165 be approved. This recommendation was unanimously upheld on a motion made by Councilman Linnell and seconded by Councilman Barton.

**H & K TRUCK EQUIPMENT GIVEN BID FOR
STREET DEPARTMENT FLAT BED**

The low bid on the flat bed with dump (14 foot) was from H & K Truck Equipment in the amount of \$3,668 and Mr. Balling recommended that it be accepted. Councilwoman Southwick made a motion to this effect, Councilman Allen seconded the motion and voting was unanimous.

**CHILD BROTHERS, INC. RECEIVES BID FOR CULVERT
REPLACEMENT AT 700 SOUTH CANYON CREST AND
700 SOUTH LAKEVIEW DRIVE**

Mr. Balling reported that the bid opening for the culvert replacements at 700 South Canyon Crest and 700 South Lakeview Drive was on August 26th. He reviewed the specifications for these two projects with the alternative of using concrete box culverts or corrugated metal pipe and recommended that the pre-cast concrete boxes be used on both projects because of greater durability. Child Brothers, Inc. was the low bidder on both projects. Councilwoman Southwick made the motion that the low bid from Child Brothers, Inc. for the concrete boxes be approved as follows: Lakeview, \$68,257.72; and Canyon Crest, \$37,485.26. Councilman Linnell seconded the motion and voting was unanimous.

**RON HEYNS MAKES PROPOSAL FOR PROVIDING
ELECTRICAL POWER**

Ron Heyns, representing Magna Fuel, presented a proposal for furnishing electric power for the city through a gasification process of handling solid waste. He reviewed a handout which outlined the cost savings of generating power through

resource recovery vs. purchasing from the Hunter I plant, and stated that a savings of \$17,468,820 would be realized in a 20-year period. He recognized that the city has reservations regarding items which need to be overcome before the Magna Fuel proposal can be seriously considered and requested that those items be detailed out for him.

**CONCERNS OF CITY RE: MAGNA FUEL
PROPOSAL DETAILED**

W. G. Coffeen, III, representing Wellman Thermal Systems, Corp., gave a presentation on the gasification process and reviewed the capabilities for power generation which could be available to Bountiful. The Council discussed their timetable with UP&L regarding the Hunter plant and Cliff Michaelis expressed concerns regarding the security and financial backing of the Magna Fuel proposal. Mr. Hardy reviewed a letter addressed to Mr. Heyns which outlined the major concerns of the city as follows: (1) security--Magna Fuel being a new corporation without a track record in power generation; (2) financially--the Magna Fuel project would result in a net greater cost to the city; (3) without a gasification system on line, the costs given by Magna Fuel are speculative; (4) permits necessary for Magna to operate have not yet been obtained and need to be addressed prior to assurance of a positive source of power; (5) rail access and coal contracts could affect costs differently than anticipated; (6) Magna Fuel has not presented a letter of credit to guarantee capital for construction; and (7) all contractual relationships have only been verbal and would have to be reduced to writing. He emphasized that although all of these concerns might be overcome with time, at this point the city does not have the luxury of time and must commit to UP&L one way or the other. He noted that the needs of the city will continue to grow and suggested that Mr. Heyns' proposal could be considered for a future power source.

**COUNCIL SUPPORTS HUNTER I PROJECT FOR PRESENT
POWER NEEDS; MAGNA FUEL TO RECEIVE CONSIDERATION
FOR FUTURE NEEDS**

Following further discussion, Mayor Stable stated that it would be unwise to endanger the city's position with the Hunter project at this time and Councilman Barton asked about the possibility of Magna Fuel building a smaller plant with a six megawatt capability to take care of the city's solid waste. It was the consensus of opinion that if Mr. Heyns so desired, the city would be interested in working with him in terms of solid waste disposal and a future power source. Members of the Power Commission who were in attendance (Paul Allen and Harold Pope) concurred with the Council in their decision to go ahead with the Hunter contract and look to Magna Fuel as a possibility for future power.

BID AWARDED FOR SEWER TV EQUIPMENT

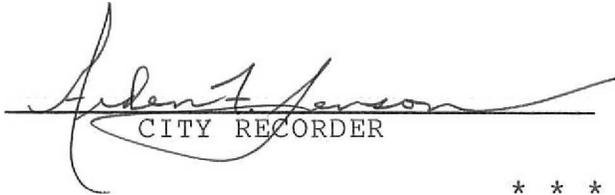
Councilman Hill reported that bids were opened on August 24th for the sewer TV equipment and van and he recommended that the low bid from Cues, Inc. in the amount of \$76,780 be approved. He made a motion to this effect which was seconded

by Councilman Barton. Councilman Allen questioned whether or not this expenditure was properly prioritized in light of funds being needed for flood damage and stated that "we should hold a tight line (on expenditures) until we know what flood damage costs will be." Mr. Hardy pointed out that money has been budgeted in the Water and Sewer Department for this and the flood repair will be covered through a special fund established for that purpose. The motion carried by a majority with Councilman Allen voting nay.

The meeting adjourned by official action at 6:51 p.m.

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MAYOR 46L4Ue,


CITY RECORDER

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