

CITY COUNCIL MEETING
Tuesday, May 15, 2012 7:00 p.m.
Community Recreation Center
10640 N Club House Drive, Cedar Hills, Utah

Present: Mayor Eric Richardson, Presiding
Council Members: Gary Gygi, Jenney Rees, Scott Jackman, Trent Augustus
David Bunker, City Manager
Gretchen Gordon, Deputy City Recorder
Rebecca Tehero, Finance Director
Chandler Goodwin, Assistant Finance Director
Eric Johnson, City Counsel
Courtney Hammond, City Meeting Transcriber
Others: Catherine Bennett, Sarah Brimhall, Mark Edminster, Greg Gordon, Cliff
Chandler, Ken Kirk, Diane Kirk, Darrin Lowder, Ken Cromar, Jim Perry, Zonda Perry,
Tonya Edvalson, Charelle, Jerry Dearing, Tom Gleason, Angela Johnson, Marisa
Wright, Jan Streeter, Charelle Hagin, Cameron Tovey, Juana Badger, Debbie Savern,
Robert Wetsel, Tonya Edvalson, David Jackman, Daryl Acumen, Nate Kramer,
Absent: Councilmember Stephanie Martinez

COUNCIL MEETING

1. This meeting of the City Council of the City of Cedar Hills, having been properly noticed, was called to order at 7:07 p.m. by Mayor Richardson.

Invocation given by C. Jackman

2. Public Comment (7:08 p.m.)

Ken Cromar: Mr. Cromar stated that on November 6, 2011 the Daily Herald ran an article that commented on city issues regarding finances and the golf course. He is still waiting for the September city newsletter correction. That newsletter stated that the golf course was cash flow positive. He would like a simple table with the year, the money spent, the money received and what the citizens contributed towards the golf course in the city newsletter. Gary Gygi stated that the golf course finance committee is working on the finances and making them easy to understand for the residents. Mr. Cromar looked at the minutes from the last several Council meetings. He read a letter into the minutes. The letter is not attached to the minutes which makes the minutes incorrect. There will be a meeting this Friday with the state record ombudsman because a GRAMA-requested public record of emails was not provided. State law says that you cannot use private emails and then not provide those emails to the city for public record. He alleged that the mayor uses personal email. Eric Johnson, city attorney, stated that there is a meeting with the record ombudsman and all those issues will be addressed with Mr. Cromar at that time.

Jan Streeter: Ms. Streeter read an open letter to Ken Cromar and his supporters. "Dear Ken Cromar, last fall the citizens of Cedar Hills voted for three new City Council Members. Six people ran for office, including you. The three people who received the most votes replaced the three people leaving the council. You did not receive enough votes to be one of those people. I voted for the three people that won that election. Here are the reasons why: (1) I do not golf, but

I believe the golf course is an asset to this community. It beautifies what used to be sand and weeds around this area. It increases the value of the homes in the area. We do not have a current appraisal on the golf course, but it is probably worth more than we owe at this time. The city council members I voted for had the best long term plan for the golf course. They looked at all the options and chose the best one. (2) They have the best view of what types of business we want to come to the commercial area of Cedar Hills, businesses that have a track record of success. We do not want a strip mall of small businesses that do not attract enough business to stay open. Your view of commercial development has been one that discourages successful businesses from coming into the area. Your current practice of complaining about Cedar Hills' golf course and government in the press has been counterproductive to bringing business to Cedar Hills. Your actions remind me of the story of King Solomon and dividing the baby. I can tell who really cares about Cedar Hills. (3) My observation of the demeanor and approach to problems and treatment of others showed me that the three with the most votes have very good judgment and they treat others with respect. Your approach to problems has shown a serious lack of respect for others and the opinions and life-style of the majority of the city. (4) I pay \$15/month in city taxes and \$12/month for the golf course bond. I am pretty poor with my early retirement due to disability. I do not find city taxes to be overly burdensome. No decision this city government has made has raised my taxes. Nothing you have recommended would lower my taxes. Bringing a commercial tax base to this city would be very helpful. I have not seen any of your recommendations that would help with that goal. Instead, you have only promoted the opposite. I expect city officials to do what it takes to maintain all the assets of this city in good condition, including the golf course. I expect city officials to use good judgment in solving any problems that come along without the threat of a small group of people trying to put them in jail or kick them out of office. I expect city officials to fulfill their terms when accused of wrong doing until they are found guilty by the judicial process of an act that deems them unqualified by city laws. Angela Johnson sent me an e-mail that said, 'It's tragic that some don't seem to care about the many strange things happening in our city.' What is tragic is children and their parents dying of disease, starvation, and machete in Africa. Families are being slaughtered by their government in Syria. Your attempts to sensationalize anything you can find is ridiculous and tiresome, not to mention very transparent... a political tactic as old as Rome. You may deem yourself more knowledgeable and wiser than the rest of us. I dispute your assumption and ask you to stop trying to over-ride my legal vote. The people of this city all voted the way they voted for a reason. They may not even know all the specific problems the city is dealing with, but they had a view of how the candidates approach problems and treat others. What amazes me is that these council members and mayor continue to treat you with respect despite the abuse you heap upon them . . . a factor I will take in to consideration next election."

Robert Wetzel: Mr. Wetzel stated that he was present to show support for the city council members and the mayor. He is frustrated with what is going on in the community. Cedar Hills is a beautiful community and the city council has to spend too much time with certain individuals. Not everyone agrees with every decision. He feels the council has done an excellent job. He loves the Walmart store. Those that don't shop on Sunday or buy beer don't need to. The group of individuals that are causing trouble do not represent him.

Ken Kirk: Mr. Kirk thanked the council for their service. He read his own statement: "Normally when this Council is convened we have a flag here and we all pledge our allegiance to our country and our flag. Part of that pledge of allegiance is 'one nation under God, indivisible, with liberty and justice for all.' Recently I've been appalled at the attempts by some to totally ignore

or deny rights of individuals in our country, guaranteed by the Constitution that they themselves profusely claim to support. I'm talking about Mr. Cromar and his group who have already tried, convicted, and want to sentence our mayor for something that he has only been accused of, so far. I have made no attempt to deny that I did not support you, Mr. Mayor, in your run for election. And personally, you and I have our differences, and I don't change my opinion about you because of what is going on right now, because of the accusations. I do, however, condemn the malicious attempts to smear you, and particularly our community by continually running to the news media to sensationalize your situation in life. Be you innocent or guilty of these accusations is not the issue. That will be determined by due process of law. But to publically associate your personal business problems in an attempt to connect them to the city's legal process is not only misleading, but unconscionable. As a former City Council member myself, and more recent service than Mr. Cromar, I know of the intentions of some of the Council in letting one or two of the former city employees go. The process was discussed many months before this Council was constituted by elections. They were included in those conversations during my tenure as a council member when they were council members-elect. I tell you this and make a public record of it to stop the malicious attempts to try to connect the mayor's problems with the dismissal of these employees, which was purely coincidental and totally non-related. That is what this group has done, and continues to do. They take pieces of truth and sensationalize it with innuendos and blatant lies, and this community gets another black eye. Mr. Cromar, stop your harassment of this city, its employees and its elected officials. What you are doing is not seeking honorable information concerning the city's functions, but totally violating and misusing rights of individuals, and it is wrong."

Mr. Kirk also read a statement by Ken Groneman: "To the Mayor and Council of Cedar Hills, I would like to voice my opinion about the ongoing attacks on our city by a small but very vocal group of citizens. As a citizen of the city and a taxpayer I would like to voice strong disapproval of the financial and manpower burden this has caused over the past years and continues to cost today. This group, led by Ken Cromar, is escalating the tax and costs to the citizens and also the cost to the city's reputation in the wider Utah community. Now this group wants an expensive forensic audit. Enough is enough. Our regular yearly independent audit is sufficient to serve the needs of our community and an ongoing audit would be a waste of our time and money, and I urge you to reject the request. We are not a large city, and our tax base is small compared to some surrounding cities. If this group of people would stop attacking our city leaders and policies more man hours could be spent on things that matter and money could be saved. I would also like to voice my support and appreciation for the current city leadership. I hope you realize through the last election, if nothing else, the majority of the citizenry also supports you and rejects the ideas of this minority group. Many people like me don't want to have to worry about politics and the minutia of government decisions. I would rather go camping than worry about what is happening in city government and I'm sure other citizens are of similar mind. You have accepted that responsibility and we have empowered you to make the right decisions on our behalf based on the ideas and opinions you expressed in the election process. Please remember that a vocal minority group was defeated in elections and do not represent the majority of the city, even if you don't hear from the majority on every issue. I ask you to continue to represent the majority that elected you."

Charelle Hagin: Ms. Hagin recognized the hard work of the Council. She has been on the council and has dealt with similar issues. She has learned its okay to not agree with someone. She did not agree with many people she served with, but they remain friends. Attacks are not the way to

handle problems. She stated that the past few weeks have been very upsetting for her and feels there are things bigger than the city. She asked others to be respectful, to show love and to be Christ-like. She is appalled at the approach some people are using. She understands the concerns, but asked people not to jump to conclusions, to get the facts before hurting the city and families and to think about whether you are saying and acting in a manner that your children would be proud of. She is opposed to a petition to have the mayor resign. She stated that she will stand by her friends as long as she's standing.

Cameron Tovey: Mr. Tovey has lived in Cedar Hills for eight years. He has enjoyed it with one exception: he is tired of Cedar Hills being in the news. He voted against defaulting on the golf course loan because he viewed it as dishonest. He is surprised by individuals that drag elected officials and families through the mud over something as small as city government. There are people who seem to think that because you disagree, there must be fraudulent behavior going on. He commended the city council and the mayor for what they have done. The Concerned Citizens of Cedar Hills do not represent him or the majority. They are wasting money.

Juana Badger: Ms. Badger thanked the council and Mayor Richardson. Serving is a sacrifice and time commitment. She supports them and loves Cedar Hills. She loves Walmart and the Community Recreation Center.

Jim Perry: Mr. Perry has served on the city council for many years and served with more than 12 council members and three mayors. He disagreed with every one of them at some point. One of the first things that he did when he took office in 2003 was launch an investigation into a former mayor because of allegations made by the same people as are raising allegations today. The allegations were completely false. Some people foster contention. This is a great community full of good people. There are a lot of nasty statements from a small, vocal group. Don't lose heart. The silent majority don't believe it. He has served with Mayor Richardson for years and found him to be a proponent of transparency and integrity, and earned his support.

Tonya Edvalson: Ms. Edvalson thanked the council for their service. She has lived here for six years and is proud of Cedar Hills. She feels it is safe and has been accepted unconditionally by her neighbors. She loves the sense of community. She is astonished by the actions of a few. There have been external audits. She was present for the presentation of the last one where pointed questions were asked about the golf course. Everything came down to verbiage. She asked Ken Cromar's group to stop the attacks. The divisions are unnecessary and unwanted. Her story is not told because the media doesn't want to tell her story, nor does she have a direct line to reporters. There are a lot of good people here. The few that are bad are really bad. The Concerned Citizens do not represent her. She asked them to please respect others.

Zonda Perry: Ms. Perry lived in Cedar Hills for 11 years. Her husband served for eight of those years. She knows what the mayor and his family are sacrificing in order to serve the city. During her husband's service, there were a lot of changes, most positive. She is thankful that her family could support him. There were some things that were not positive. During their years in Cedar Hills, her family lived in three different homes, which gave them the opportunity to make a lot of friendships. It was painful to meet people in different areas that did not embrace the same beliefs and to see how alienated they felt by the mainstream. In particular, she would point out a small minority group that put forth initiatives to keep stores closed on Sunday and prohibit alcohol sales. She didn't oppose their values, as much as the way those values were pushed, which hurt others. This group feels they are the only ones right, and seem to feel like it is important to prove that others are wrong. The contention is negative and sad. In many elections, the citizens have had the opportunity to vote, whether for initiatives, golf course financing or elected officials. In

every single instance, the citizens' voices were heard. In every case, Cromar's position has lost, often by large margins. She finds it ironic that instead of finding a way to move forward, the community is spending so much money to fight lawsuits. In addition, she is really proud that the budget has always been something that was important to the city council and the mayor. Late nights were spent on the budget. The bond rating has increased. Taxes were not increased. Citizens should be proud of that. After so much hard work is it a tragedy that others are willing to spend that money on frivolous lawsuits.

Dave Jackman: Mr. Jackman stated that the council is considering a forensic audit, which he feels is unnecessary. There is a petition to have the mayor resign. He would rather sign one to support the mayor. He plays in a wedding band, and they performed at a wedding in the Community Recreation Center. It is one of the best facilities in the state.

Daryl Acumen: Mr. Acumen shops at Walmart exclusively on Sunday. He is a precinct chair with the Republican Party. They are doing a voting drive, and he asked the council to consider a discount or waiver of the \$105 license for political groups.

Nate Kramer: Mr. Kramer added his voice to the chorus in support of the mayor and the city council. He appreciates their time, effort and conscientiousness. His son plays soccer with Mayor Richardson's son. He has always appreciated the mayor's candor talking about city issues. He has seen nothing but utter transparency and passion to find real solutions to the problems in the city. He feels that Mayor Richardson is a good balance of idealism and pragmatism.

Angela Johnson: Ms. Johnson stated that she would have hoped that the mayor would have stepped down with the civil issues he is facing. It would have made it easier for the city. She has heard that he doesn't want to step down because it would make him seem guilty. She doesn't think so. But, it would allow someone to serve that could focus more completely on the city. She is in support of a forensic audit. She finds it sad that many think it is only a minority that want it. This is a good time to examine where money is spent. The forensic audit is different than the other audits. It is more in-depth. She is still upset by the codification of the city manager contract back in March. The City Recorder said that there was no updated contract. She was told that the city attorney had the contract. Ms. Johnson called the attorney the next day and he said he did not have the contract. The city manager was given a \$9000 salary increase. Ten months later that manager was asked to resign along with the recorder who brought up the issue.

CONSENT AGENDA

3. Minutes from the April 3, 2012, City Council Meeting and Public Hearings (8:00 p.m.)

CITY REPORTS

4. City Manager (8:00 p.m.)
 - The Council is in the process of approving the 2013 budget. June 5 will be the public hearing. The budget will be on the website prior to that for review.
 - The Family Festival begins with the 5K on Jun 9. The parade and carnival will be on June 15 & 16.
5. Mayor and Council (8:02 p.m.)

C. Gygi: The North Point Solid Waste District is looking at its contract with Allied Waste. Utah Valley Dispatch is looking at the cities that are not in dispatch to see if they are interested in joining to make things more cohesive.

C. Rees: The Beautification Committee met and discussed some new ideas.

C. Jackman: The Finance Committee talked about refunding, what it means and the process.
Mayor Richardson: Classes start in the Community Recreation Center on Monday.

MOTION: C Jackman—To switch item 6 and 10. Seconded by C. Augustus.

Yes - C. Augustus
C. Gygi
C. Jackman
C. Rees Motion passes.

SCHEDULED ITEMS

10. Review/Action on Agreed-Upon Procedures Engagement for Audit Services (8:06 p.m.)

Staff Discussion:

Rebecca Tehero stated that the city has requested several bids for a forensic audit. She recommended Squire and Company because their proposal aligns most closely with the scope the Council wants. The audit would cover allocation of improprieties possibility committed by mayor, and review the city's policies, procedures and controls as well as ensure that those controls were followed. The audit would also cover the accounting of the golf course. That audit would cost \$7,600. The city has internal controls to prevent fraud. She has no reason to believe any fraud occurred.

Mayor Richardson recommended the Council approve as an aggressive of audit as it can. It is in best interest of the city. There are some residents who view any disagreement about the city's spending, as set forth in the city budget, as misappropriation of funds. An audit may help put that to rest.

Public Comment:

Ken Cromar stated that Mr. Gygi came to him to ask for his support for an internal audit. He does not support an internal audit, but feels a forensic audit is important. He received information through a GRAMA request that was surprising, and keeps finding new things. Last summer a contract was with Nathan Houle, who is the son-in-law of Konrad Hildebrandt. There were no prices listed, and the only person that signed the contract was Konrad. There was no relationship form signed with the city as required by law. Three signatures are required on any check that exceeds \$500. The checks to Mr. Houle exceeded that amount, and the only signature was Konrad's. That is one example of misuse of funds. On November 22, Ken Kirk, Jim Perry and Marisa Wright admitted that they didn't know \$1.7 million was loaned from the city to itself to cover golf course costs. Had they known, the City Council may not have built the Community Recreation Center. A forensic audit is the only thing that will get to the bottom of this.

Jerry Dearinger stated the city shouldn't bother with any audit unless it is an outside forensic and investigative audit. He is concerned that certain things may have occurred. A forensic audit should be involved enough to uncover any of those issues. All he cares about is truth. The truth will help all the citizens to get on the same page again.

Ken Kirk stated that the only thing a forensic audit will do is validate expenditures with the municipal authority the city has. No money was spent illegally. On November 22, he did state

that he was unaware the amount of money that was spent on the golf course. But, it would not have changed his vote on the Community Recreation Center. Like it or not, the city owns a golf course. This golf course is an asset, and assets shouldn't be abandoned because they cost money to maintain. He doesn't want a forensic audit. He doesn't want to spend money to satisfy this group of people. Appeasing them is not the answer, because they won't believe it anyway. Ken Cromar has said he is paying for others golf; Mr. Kirk doesn't want to pay for Mr. Cromar's audit.

Angela Johnson stated the audit was not the small minority's idea. She is concerned about a \$7500 audit. She doesn't think it will be thorough enough and wants one that costs closer to \$100,000. She thinks it would be great to see the money trail for every issue in the city.

Charelle Hagin stated that she has no problem doing an additional audit, but not to the tune of \$100,000. When she learned that the \$30,000 legal budget had to be expanded by \$40,000 that seemed excessive.

Debbie Severn stated that there have been a lot of allegations made, some of which are factual. There has been no attempt to appease or answer these allegations. There needs to be answers, in some form.

Marisa Wright stated that she does not agree with the forensic audit. She understands why the Council may want to do it to clear the air and any doubt. She finds it ironic that Ms. Johnson has attacked Konrad for years for every expense, including a \$9000 raise. Now she says that she doesn't want a \$7000 audit, she wants a \$100,000 audit. The only way she would support an audit is the city got the signatures of Ken Cromar, Jerry Dearinger, Ken Severn, Paul Sorenson and Angela Johnson pledging that they would support the findings of the audit. Ken Cromar has hated every mayor, including Brad Sears, Mike McGee and Eric Richardson. The only mayor he could support is himself. She is sick of it. She stated that Ken Cromar has had conspiracy theory meetings for years at his home and lives in a world where the sky is falling. Life is fantastic, yet his view of the world is dismal. She sat in Council chairs and listened politely, but she doesn't have to be polite anymore. She asked Mr. Cromar to find employment and stop bugging the city.

Further Staff Presentation:

Rebecca Tehero stated that the Council can define the scope of the audit. The price is determined by what they choose to test. Internal audits test controls, sample transactions, and make sure controls are followed. Some of the other proposals had a wider scope, but were very expensive. There was one proposal for a risk assessment to determine what areas should be tested. The risk assessment was \$20,000, at which point they would test those areas, costing more money. Another proposal was around \$45,000. It cost depends on what needs to be tested. The city has strong controls in place. The recommended proposal tests every transaction within one month of very fiscal year and tests every transaction in that month.

Council Discussion:

Mayor Richardson stated that from a selfish standpoint he would love to say spend the money because allegations have been leveled at him and Konrad Hildebrandt.

C. Rees stated that this audit isn't about a group of residents. The forensic audit was a suggestion of the Council. She would like to do the audit. She agrees with the parameters that the finance director recommended. If anything turns up, that area may need to be analyzed more.

C. Jackman stated that he would prefer to see the type of audit presented tonight. He doesn't think anything will turn up. There seem to be a lot of people who feel the same. He doesn't want to spend a lot of money, or feel the need to spend a lot of money.

C. Augustus stated that he is frustrated. There are two separate issues. The forensic audit was suggested because Mayor Richardson was charged. The Council wanted to assure residents that the mayor did not have access to city funds. It has nothing to do with the golf course and resident disagreement with how money was spent at the golf course. If the city has to spend money on an audit, the money has to come from somewhere. Taxes will be increased, or a service will need to be cut.

C. Gygi stated that the city has controls concerning how money is spent. Those controls found the issue with Konrad Hildebrandt signing checks that Ken Cromar mentioned. Rebecca immediately spotted the issue and reported it to auditors. The controls worked. This conversation arose because of what happened in Mayor Richardson's personal life. That opened the door, and now some residents want to blow it open. He respects Ms. Johnson, but is confused because she claims to be a fiscal conservative, but wants to spend hundreds of thousands of dollars on a forensic audit. The mayor had no access to funds. He doesn't think any audit should be done at all. The internal audit is enough. Many residents' complaints surround the golf course. A golf course advisory committee was formed to look at those financials.

MOTION: C. Jackman—To approve entering into an agreed-upon procedures engagement with Squire and Company for \$7600 as stated. Seconded by C. Rees.

Yes - C. Augustus
C. Jackman
C. Rees
No - C. Gygi

Motion passes.

7. Review/Action on Resolution Indicating the Intent of the City of Cedar Hills to Adjust the Common Boundary with Pleasant Grove City (Earl Property) (8:47 p.m.)

Mayor Richardson stated that from time to time there are people in another city who cannot receive municipal services through that city. At that point they come into Cedar Hills. The property at 9540 N Canyon Rd has requested adjustment to come into Cedar Hills' boundaries. Pleasant Grove has taken action and scheduled a public hearing.

MOTION: C. Jackman—To approve Resolution 5-15-2012A, a resolution indicating the intent of the City Council of Cedar Hills, Utah, to adjust the common boundary with Pleasant Grove City, Utah, authorizing a public hearing thereon and providing for notice of said public hearing. Seconded by C. Augustus. Vote taken by roll call.

Yes - C. Augustus
C. Gygi
C. Jackman
C. Rees Motion passes.

8. **Review/Action of the Adoption of a Resolution Authorizing Not More Than \$890,000 Utility Revenue Refunding Bonds, to Save Money by Refunding the City's Utility Revenue Bonds, Series 2009 at a Lower Interest Rate; and Relating Matters (8:49 p.m.)**

Mayor Richardson stated that the Council held a town hall meeting on this topic during the work session. There is potential to refinance the PI 2 bond, which was used to make improvements to the PI system in 2008 following water shortage. There is a significant cost savings of about \$13,000 a year. There is potential to pay off the bond early. There is no cost incurred by passing these parameter resolutions.

Mark Edminster stated that the refunding would recognize savings to the city. The PI 2 bond was purchased by Wells Fargo. The terms preclude early calling of the bonds. Wells Fargo is willing to refinance. The terms they put forth provide for a 7- or 5-year fixed rate, after which they become variable. There has been discussion about increasing debt payment to pay off the bond within the 7 years.

Council Discussion:

C. Rees stated that she would like this as a discussion item to fully understand the options.

C. Jackman stated that it only makes sense if the city pays off the bond as early as possible, which will require an increase in PI rates. There was a recent study of utility rates which recommended an increase to cover costs of inflation. He is concerned that those two increases on top of each other is too much. Further discussion is needed.

C. Augustus stated that this is a good step so that the Council can look at the options in a more formal setting. As it looks at option, he wants the Council to be careful that it does not raise taxes now to save money down the road.

MOTION: C. Augustus—To approve Resolution 5-15-2012B, a resolution authorizing not more than \$890,000 Utility Revenue Refunding Bonds, to save money by refunding the City's Utility Revenue Bonds, Series 2009 at a lower interest rate, and related matters. Seconded by C. Gygi. Vote taken by roll call.

Further Discussion

C. Rees clarified that this parameters resolution is not an obligation to proceed.

Yes - C. Augustus
C. Gygi
C. Jackman
C. Rees Motion passes.

9. Review/Action of the Adoption of a Resolution Authorizing Not More Than \$5,725,000 General Obligation Refunding Bonds, to Save Money by Refunding the City's General Obligation Refunding Bonds, Series 2005 at Lower Interest Rates; and Related Matters (8:49 p.m.)

Mayor Richardson stated that this bond was to acquire golf course and improvements. It was passed by voters and issued in 2005. He recommended starting the process and watching the spread. The city is still probably 5 months out from moving on the refinance.

Mark Edminster stated that there would be negative arbitrage on this bond, and he would not recommend immediately moving forward on this. The parameters resolution does not obligate issuing or refinancing the bonds. It allows the process to move forward. At a later time, the council could move forward.

MOTION: C. Augustus—To approve Resolution 5-15-2012C, a resolution authorizing not more than \$5,725,000 General Obligation Refunding Bonds, to Save Money by Refunding the City's General Obligation Refunding Bonds, Series 2005 at Lower Interest Rates; and Related Matters.

Seconded by C. Rees. Vote taken by roll call.

Yes - C. Augustus
C. Gygi
C. Jackman
C. Rees Motion passes.

6. Discussion on the Fiscal Year 2013 Budget (July 1, 2012 to June 30, 2013) (9:01 p.m.)

Rebecca Tehero presented the FY 2013 budget. See handouts. There have been many staffing changes and the budget has been changed accordingly, which mainly affects salary and benefits. The Building & Zoning department will be working towards contracting out inspections. There is a transfer in the general fund to recreation fund of \$65,000 to subsidize the golf course, which was a result in a decrease in the projected revenues for the golf course. The Council had requested a more realistic golf course revenue. In years past, the subsidization was reflected as a negative cash accrual.

C. Gygi thanked Ms. Tehero for the transparent manner in which she is trying to present these numbers.

C. Augustus stated that he is concerned that the snack shack competes with the grill. He would like to see those combined for efficiencies.

Mayor Richardson directed David Bunker to talk with staff about the snack shack and grill options.

MOTION: C. Jackman—To continue this discussion and ask the city council members and residents who have questions to direct comments to the finance committee. Seconded by C. Rees.

Yes - C. Augustus
C. Gygi
C. Jackman
C. Rees Motion passes.

11. Discussion on a Civic Center Preliminary Study and Analysis (9:20 p.m.)
C. Augustus stated that he is working on the plan for the basement.

12. Appointment to North Utah Valley Animal Shelter (NUVAS) Board (9:21 p.m.)
Mayor Richardson stated that Brad Kearl was the previous representative to the board. He does not feel it is a good idea to have staff fill this appointment.

C. Gygi volunteered to sit on the board. He serves with some of the same people on other boards.

MOTION: C. Jackman—To approve the Mayor’s appointment of Gary Gygi to the North Utah Valley Animal Shelter. Seconded by C. Rees.

Yes - C. Augustus
C. Gygi
C. Jackman
C. Rees Motion passes.

EXECUTIVE SESSION

13. Motion to go into Executive Session, Pursuant to Utah State Code 52-4-204 and 52-4-205 (9:25 p.m.)

MOTION: C. Jackman—To go into Executive Session, Pursuant to Utah State Code 52-4-204 and 52-4-205 to discuss legal items and character competency. Seconded by C. Gygi.

Yes - C. Augustus
C. Gygi
C. Jackman
C. Rees Motion passes.

14. Motion to Adjourn Executive Session and Reconvene City Council Meeting (11:30 p.m.)

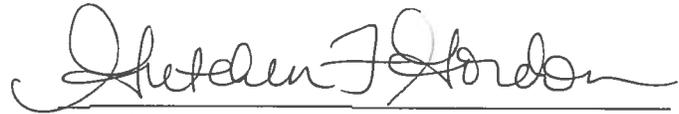
MOTION: C. Jackman— To Adjourn Executive Session and Reconvene City Council Meeting.
Seconded by C. Augustus.

Yes - C. Augustus
C. Gygi
C. Jackman
C. Rees

Motion passes.

ADJOURNMENT

15. This meeting was adjourned at 11:30 p.m. on a motion by C. Jackman, seconded by C. Augustus and unanimously approved.



Gretchen F. Gordon, Deputy City Recorder

Approved by Council:
July 10, 2012

