

CITY COUNCIL MEETING  
Tuesday, February 19, 2013 7:00 p.m.  
Community Recreation Center  
10640 N Clubhouse Drive, Cedar Hills, Utah

Present: Mayor Gary Gygi, Presiding  
Council Members: Trent Augustus, Scott Jackman, Stephanie Martinez, Jenney Rees, Daniel Zappala  
David Bunker, City Manager  
Chandler Goodwin, Assistant City Manager  
Greg Gordon, Recreation Manager  
Courtney Hammond, Transcriptionist  
Others: Mark Edminster, Lewis, Young, Robertson & Burningham, Inc.

COUNCIL MEETING

1. This meeting of the City Council of the City of Cedar Hills, having been properly noticed, was called to order at 7:08 p.m. by Mayor Gygi.

Invocation given by C. Jackman

Pledge of Allegiance led by Corbin Ditmar

2. Approval of Meeting's Agenda

**MOTION: C. Rees—To approve the agenda, as is.** Seconded by Martinez.

Yes	-	C. Augustus	
		C. Jackman	
		C. Martinez	
		C. Rees	
		C. Zappala	Motion passes.

3. Public Comment  
No comment.

REPORTS/PRESENTATIONS/RECOGNITIONS

4. Government Finance Officers Association's Distinguished Budget Presentation Award and Certificate of Recognition for Budget Presentation to Finance Director Charl Louw

Mayor Gygi stated that the Government Finance Officers Association of Canada and the United States has recognized both Cedar Hills and Charl Louw for the Cedar Hills budget.

David Bunker stated that the City of Cedar Hills received the award in 2001, 2003 and every year since. The city was in a transition period during the time that the requirements

needed to be submitted. Charl Louw and Chandler Goodwin were able to get everything together to get the budget submitted.

## SCHEDULED ITEMS

### 5. Discussion on the Manila Sewer Back-up

David Bunker stated that last Thursday, the city received a letter from the Utah Local Governments Trust, the city's insurance carrier, stating that they were denying the city's appeal for coverage. They deem it a no fault situation for the city. The city does a good job maintaining the sewer and keeping records. If the city failed to maintain or keep records on the sewer system, then coverage kicks in. They have provided the no fault coverage of \$5,000 per residence. The city plans on appealing before the board which is made up of a group of mayors.

#### Public Comments:

Suzy Butler: Ms. Butler stated that she was told that the city would find better insurance. She just laid carpet. She wants to know that she is protected going forward. The families are putting together a formal appeal. Roto Rooter stated that he had never seen this type of situation.

Mayor Gygi stated that the city is looking at all options for insurance coverage. They have coverage with the Utah Local Governments Trust through the end of the fiscal year. The city of Orem has a policy that they cover up to \$3,000 on personal items.

C. Zappala expressed that he understands the difficulty. If he was in the same situation, he would also be unhappy. The council's silence is not an indication of lack of sympathy.

### 6. Review/Action to Approve the Wells Fargo Utility Revenue Refunding Proposal

Charl Louw stated that the city has 16 years left on this bond. The interest rate is 5.99%, which is the highest rate on any city debt. Even though this proposal is an Adjustable Rate Mortgage, if the city pays it off over 10 years instead of 7, the cash flow wouldn't be so bad. Even if the interest rate bumped up to 8% after 7 years, the city would still be ahead. If the city felt that the new interest rate were too high, there would be enough in reserves to pay it off. Right now the city pays \$82,000 per year on this debt. If it paid it off 6 years earlier, that's almost \$500,000 that can be used on other things. There is an option after 3 years to call the debt. At the end of the 7 years the city is not required to pay off the balance. At the end of 7 years the unpaid balance will be about \$260,000. Rates wouldn't necessarily have to be raised, but capital improvements could be rescheduled to account for the increase in debt service payments.

C. Zappala stated that the reason why the city finances bonds over a long period of time is to spread the pain over a large number of residents because the infrastructure will be used for current and future residents. Shortening the period of time increases the pain on current residents.

The council requested information on how a refinance would affect the Bowen & Collins study, service levels, and capital projects.

## CITY REPORTS AND BUSINESS

### 7. City Manager

- A resident in the southern portion of the city has approached the city about a potential development.
- At the State Records Committee hearing, they reviewed the records in question and stated that what the city redacted was in line with GRAMA (Government Records Access Management Act) law.
- Lone Peak Public Safety District has commissioned a matrix study on fire services. The draft report is out. There are some inconsistencies in the report that are being worked through. It will be presented in the future.
- There have been further discussions with Pleasant Grove about the 4000 North sewer line. An agreement will be presented in a future meeting.

### 8. Mayor and Council

C. Zappala: There will be an Emergency Preparedness town hall meeting on Thursday. He reached out to the LDS church stakes to present at the meeting. He also met with Dax Fossum and David Bunker to go over the Parlant System. They will do a demonstration at the meeting and tell residents how to update their contact information. There will also be a demonstration on how to sign up on Twitter and follow the city for updates.

C. Augustus: North Point Solid Waste Special Service District sent out information about subgroups. He will participate on policies and procedures and finance.

C. Martinez: She is working with the mayor on committee chair groups for the Family Festival. Youth City Council (YCC) has put in place committees and subcommittees. They spent time reviewing the YCC ordinance. They recommended some changes to the ordinance. YCC is stuffing Easter eggs along with three volunteer groups.

C. Rees: She has issued two press releases, and is working on one more. The Beautification Committee will be working on the parks and trails master plan.

## SCHEDULED ITEMS (continued)

### 9. Discussion on the Family Festival – Dates, Programs, General Outline

Greg Gordon stated that the events of the Family Festival have been scheduled so that there are daily events. There are already 20 people signed up for the parade. The 2013 grand marshal is Quincy Lewis, basketball coach for Lone Peak High School, the number one team in the nation. This year there will be food trucks, including Pogi Grill and Waffle Love. So far the festival has seven business sponsors. The title sponsor is Harts. He is working with Bennett Communications on the magazine. He is also working on tapping into a resident committee. The Family Festival had to move up the date this year because of a conflict with the city of Orem's festival.

C. Martinez stated that she would like a confirmation of which rides the carnival company will be bringing. She would like a large slide rather than the small bouncy houses. She suggested asking the National Guard to sponsor a booth because they bring a

rock wall. She wants to be sure to include American Fork High School as well as Lone Peak High School. She also asked that staff consider a theme for this year's festival.

C. Jackman stated that every year the Family Festival is on a different weekend. He would like to find a way to stabilize it.

10. Review/Action on a Social Media Use Policy

Chandler Goodwin stated that the city wants to encourage the use of social media by the city council and staff. He suggested striking bullet number 3 in the policy under the commend section. For every social media page there would be a department chair over that page. The city is interested in controlling any site/page/media message that looks as if it is officially from the city.

**MOTION: C. Rees—To approve the policy regarding the Social Media Policy as part of the City's Policies and Procedures.** Seconded by C. Martinez.

Yes	-	C. Augustus	
		C. Jackman	
		C. Martinez	
		C. Rees	
		C. Zappala	Motion passes.

ADJOURNMENT

11. This meeting was adjourned at 8:17 p.m. on a motion by C. Jackman, seconded by C. Zappala and unanimously approved.

Approved by Council:  
April 2, 2013

/s/ Colleen A. Mulvey  
Colleen A. Mulvey, CMC  
City Recorder