

CITY OF SHELLEY  
WORK MEETING  
MINUTES

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MAY 14, 2024

PRESENT: Mayor Stacy Pascoe  
Council Members: Jeff Kelley, Kim Westergard (absent), Dallin Jolley, and Don West  
Public Wks Dir.: Justin Johnson  
City Clerk/Treasurer: Sandy Gaydusek  
City Building Inspector/Planner: Jordon Johnson

The meeting was opened at 6:15 p.m.

This work meeting was held to discuss the Water Improvement Project and the Technology Assistance Grant.

Ted Hendricks said the city is ranked #1 for a grant through DEQ for the water project. The total amount is \$16,300,000 with \$8,000,000 being loan forgiveness/grant. He said the city is able to borrow the other \$8,300,000 at a 1% interest rate over a period of thirty years. He said this is for inventory and replacement relating to lead and copper removal and replacement. Ted said the lead and copper issue is not going away, and we will probably never see an offer like this again. EPA will mandate removal and replacement within the next fifteen years. Ted said we are a year in front of most entities try to take care of this problem and that is why we are ranking so high. He said next year a lot of people will be seeking grants to do this. Sandy asked about the bond revenue projected rate. Ted said it will be about \$12 to \$13 in increased rates to the current rate to pay the loan portion back. Ted said the city is also seeking an additional \$10 million dollars from Rural Development to complete the project, however meters must be installed to be eligible. He said very little of Rural Development funding will be grant money due to the affordability rates which the city does not qualify for because our rates are too low and do not meet the minimum standard. Ted said DEQ will not provide funding for growth or non-compliance. It was suggested that we could have a public information meeting with the community to discuss why the city should move forward.

The Technology Assistance Grant was not discussed due to lack of time.

Adjourned: 7:15 p.m.

APPROVE: \_\_\_\_\_

ATTEST: \_\_\_\_\_