CITY OF SHELLEY WORK MEETING MINUTES

AUGUST 27, 2024

PRESENT: Mayor Stacy Pascoe

Council Members: Jeff Kelley, Kim

Westergard, Dallin Jolley, and Don West Public Work Director: Justin Johnson City Clerk/Treasurer: Sandy Gaydusek

City Building Inspector/Planner: Jordon Johnson

Deputy City Clerk: Lisa Ybarra

The meeting was opened at 6:30 p.m.

This work meeting was held to discuss the Water Improvement Project and a potential purchase.

Justin said he has the opportunity to purchase a used Motor Grader from Bonneville County. He said the cost is \$85,000. He said this piece of equipment will be in addition to the grader we already have. Justin said he knows this has not been budgeted, but he and Sandy looked at the budget and feels the funds could be taken out of the State Revenue Sharing Fund and the Street Fund. Sandy said the State sends funds from their surplus each year and this year was more than projected. The Council agreed to move forward with this purchase, this will be put on the next agenda for approval.

Ted Hendricks said there were documents he prepared last week showing how the water improvement project could affect the rates. He said debt reserve has to be at least 10% of the payments and it a fixed cost set by the State. Jeff discussed using Arpa funds and Water Reserve funds to keep the monthly cost down. He said he wants to be as conservative as possible. Mayor Pascoe said half of the funding is by grant and won't need to be paid back; the other half is a loan with 1% interest. He said he would be crazy not to accept the funding package from DEQ. Mayor Pascoe said in several years when we are mandated to do this project there will not be any financial help. Ted said the timing is critical, and we need the surveying done as soon as possible. Ted ais the project could be complete in late 2026 or early 2027. Justin reminded everyone that this project also includes replacing the service line from the curb stop to five feet from the foundation.

_ ATTEST: Sawa

Adjourned: 7:22 p.m.