

CITY OF SHELLEY
COUNCIL MEETING
MINUTES

MAY 12, 2015

PRESENT: Mayor Stacy Pascoe

Council Members: Earl Beattie, Jeff Kelley, Kim Westergard, and Adam French

Police Chief: Rod Mohler

Public Wks Dir.: Chuck Lloyd

Recreation Dir.: Dawn Lloyd

City Clerk/Treasurer: Sandy Gaydusek

City Attorney: BJ Driscoll

PLEDGE OF ALLEGIANCE: Rod Mohler

PRAYER: Jeff Kelley

Mayor Pascoe called the meeting to order at 7:35 p.m.

Jeff moved, Earl seconded to approve the following consent agenda:

Minutes of April 28, 2015

Approval of April Expenditures

Approval of April Overall Budget & Treasurer's Rpt.

Building Permits:

Lona Mathie	- fence
Fredy Vega	- re-roof
Alicia Nevarev	- re-roof
Susan Nuttall	- fence
Gary Grass	- re-roof
Jon Tomchak	- demolition

A roll call vote was taken: Earl- aye, Kim – aye, Jeff – aye, and Adam-aye. Approved unanimously.

Ryan Malone and Deb Morretto from US Bank Trust were in attendance to discuss the City's Investment Policy. This policy is typically reviewed annually. Mr. Malone said the majority of the city's funds are invested in CD's which is about 55% of the portfolio. Corporate Bonds covers about 26%, Government Bonds – 15% and cash makes up the remaining 4%. He said he feels the interest rates will be rising soon. He said the city's investment policy was reviewed several years ago, and was amended to allow up to 50% of the city's portfolio to be invested in Corporate Bonds. Mr. Malone said CD's have been paying more than Corporate Bonds currently, but the city will probably see more Corporate Bonds purchased since they seem to be rising. He said pursuant to State Statute Corporate Bonds must be an A rating or higher at the time of purchase. Ms. Morretto said the Statute does not address what should be done if the Bond rating drops after the time of purchase. Mayor Pascoe said he would not want to dump the bond and lose money if you sell before the bond matures. Mr. Malone said when the bonds

mature they pay the par value back. He said he understands that the bonds falling under an A rating was discussed during the city's audit. He said they monitor the bonds and if one falls out of favor they handle it. He said they have an additional office that monitors the bonds, and the manager is notified if there is a significant fall. Earl asked about the bond dropping somewhat, and if the manager is not notified. Mr. Malone said it is unusual to go from an A rating to a C rating, but there are people watching it for those types of changes. Jeff said it would be nice to provide something so the public will know we are monitoring the funds. Mr. Malone said this could be addressed in the investment policy. Adam said he didn't think it would really change anything by changing the investment policy. Mr. Malone said he would need the exact procedure to be followed if the bond rating falls after purchase. He said for example if Ebay falls to a BBB rating what would the procedure be. Would it be to contact a member of the council for instruction each time? The Mayor and Council discussed this further and determined to leave the investment policy as is.

Ron Carlson was not present to make a RDC presentation.

Sandy presented a comment sheet she received from Bingham County regarding a zone change and 4 lot subdivision on property owned by BV Copper Meadows LLC. She said the zone change being requested is from Agricultural to Residential Agricultural and lies within Hallmark Estates Subdivision. The approximate address is 853 E. 1430 N. Shelley, Idaho. After a brief discussion the Mayor and Council determined they have no concerns or comments regarding this issue.

Jeff moved, Adam seconded to approve the following business licenses for 2015:

Kurt Coates - Retail Lawn Sales/State Street

Juan Luis Garcia - Mobile Food Vendor

Approved unanimously.

BJ said he had not heard any more information from Steve Nielsen or his attorney regarding the accreted land issue near the river.

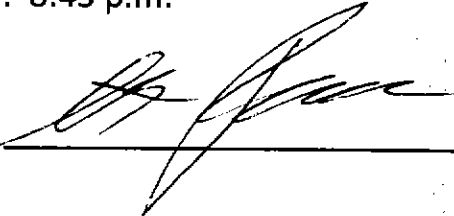
Rod said Officer Gunderson will be back from POST in a few weeks. He said there will be two other officers leaving for POST June 21, 2015.

Kim asked if the landscaping has been done at Golden Valley Natural. The walk path has been constructed.


Mayor Pascoe said EIRWWA will be paying to have the transmission line from Country Club Road to the lift station cleaned to alleviate any potential odors this summer. He said the City of Ammon presented a report regarding some work they did on the eastern transmission line. Mayor Pascoe said Ammon believes that debris may have gotten into the lines and causing build up which is turning septic and causing the odor. He said the lines from Ammon running towards Shelley cannot be cleaned until the Fall due to farming where the line runs. Jeff recommended that the line be cameraed while it's being cleaned to find out if there are other problems.

Adjourned: 8:43 p.m.

APPROVE:

A handwritten signature in black ink, appearing to be "S. J. ...", written over a horizontal line.

ATTEST:

A handwritten signature in black ink, appearing to be "Sandy ...", written over a horizontal line.