

CITY OF DELTA, UTAH  
SPECIAL CITY COUNCIL MEETING  
JULY 30, 2007

PRESENT

Gayle Bunker	Mayor
Kiley Chase	Council Member
Bruce Curtis	Council Member
Glen Swalberg	Council Member
Betty Jo Western	Council Member

ABSENT

Robert Banks	Council Member
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ALSO PRESENT

Kaela Jackson	City Attorney
Alan Riding	Public Works Director
Gregory Jay Schafer	City Recorder
Mike Steele	Sunrise Engineering

Mayor Bunker called the meeting to order at 5:30 p.m. He stated that notice of the meeting time, place and agenda had been posted at the City Building and provided to the Millard County Chronicle/Progress and to each member of the City Council at least two days prior to the meeting. City Recorder Gregory Schafer acted as secretary.

Mayor Gayle Bunker offered opening remarks following which he led those in attendance in the Pledge of Allegiance.

BUSINESS

MAYOR GAYLE BUNKER: CONTRACT STIPULATIONS FOR PERMANENT COMMUNITY IMPACT FUND BOARD FUNDING OF RIDGE TOP WELL PROJECT

Mayor Bunker advised Council Members that the loan closing for Permanent Community Impact Fund Board funding of the Ridge Top Well project is scheduled for Thursday, August 2<sup>nd</sup>. In reviewing details of the closing documents, he found a form entitled "Acknowledgment and Agreement" to be signed. This document agrees that, inasmuch as we have not yet advertised and received bids for the total project, in the event future bids exceed the amount of the PCIFB funding, Delta City will provide from its own accounts all funds necessary to complete the project and will not be allowed to apply for additional funding from PCIFB. It was Mayor Bunker's understanding

that if the cost of the project should exceed the loan amount, we could apply for additional funds.

Council Members discussed the projected costs and noted that the cost of drilling a test well would be \$227,000 which they was felt was too costly and decided that drilling of a test well will be eliminated from the project. Mayor Bunker noted that the Permanent Community Impact Fund Board has requested that we accept the low bid from Webber Drilling prior to closing the loan on Thursday. It was determined that savings could be achieved by using Delta City public works employees to install the pipe rather than contracting for installation. It was also determined that public works employees could construct the building at the well site. Additional savings could be obtained by acting as our own general contractor to manage and bid out the project in segments.

Following discussion, Council Member Glen Swalberg MOVED to authorize Mayor Bunker to sign the Acknowledgment and Agreement for the Permanent Community Impact Fund Board stating that any costs in excess of the \$3,073,000 loan to construct the Ridge Top Well Project will be paid from Delta City funds. The motion was SECONDED by Council Member Bruce Curtis. Mayor Bunker asked if there were any comments or questions regarding the motion. There being none, he called for a roll call vote. The vote was as follows:

Robert Banks	Absent
Kiley Chase	Yes
Bruce Curtis	Yes
Glen Swalberg	Yes
Betty Jo Western	Yes

The motion passed unanimously.

MAYOR GAYLE BUNKER: AWARD OF BID FOR DRILLING OF RIDGE TOP WELL

Mayor Bunker reported that the low bid for drilling the Ridge Top Well production well had been received from Webber Drilling in the amount of \$494,300.

Council Member Kiley Chase MOVED to award the bid for drilling the Ridge Top Well production well to Webber Drilling in the amount of \$494,300. The motion was SECONDED by Council Member Betty Jo Western. Mayor Bunker asked if there were any comments or questions regarding the motion. There being none, he called for a roll call vote. The vote was as follows:

Robert Banks	Absent
Kiley Chase	Yes
Bruce Curtis	Yes
Glen Swalberg	Yes
Betty Jo Western	Yes

The motion passed unanimously.

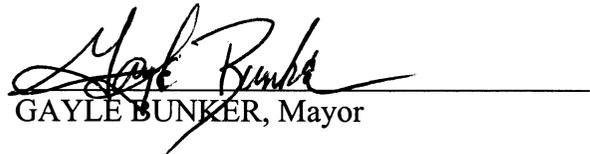
Mayor Bunker advised Council Members that there is a federal excise tax on the transport trailer which was approved for purchase at the previous meeting. The excise tax raises the price to approximately \$19,500.

Council Member Betty Jo Western MOVED to approve purchase of the transport trailer, with the additional cost of federal excise tax included, at a price of \$19,500. The motion was SECONDED by Council Member Glen Swalberg. Mayor Bunker asked if there were any comments or questions regarding the motion. There being none, he called for a vote. The motion passed unanimously.

Mayor Bunker asked if there were any comments, questions or other items to be discussed. There being none, Council Member Bruce Curtis MOVED to adjourn the meeting. The motion was SECONDED by Council Member Kiley Chase. Mayor Bunker asked if there were any comments or questions regarding the motion. There being none, he called for a vote. The motion passed unanimously.

Mayor Bunker declared the meeting adjourned at 6:17 p.m.

  
GREGORY JAY SCHAFFER, City Recorder

  
GAYLE BUNKER, Mayor

MINUTES APPROVED: RCCM 08-16-07