Minutes of the Budget Work Session of West Bountiful City held on Thursday June 4,2008 at West Bountiful City Hall, Davis County, Utah

Called to Order:

Mayor James Behunin called the Budget Work Session to order at 7:07pm

Members Present:

Mayor James Behunin, James Bruhn, Ken Romney, Valerie Shaw, Debbie McKean

Members Excused: Cheryl Searle

Staff Present:

Wendell Wild (City Administrator), Brian Passey (Financial Advisor) Blake Anderson (Public Works Director), Jason Burningham (Fiscal Advisor), Michael Buchanan(Police Cpl.), Corie Hamilton(Police Det. Cpl.),Matt Collier (City Engineer), Jami Zigich (Secretary)

Staff Excused:

Beverly Haslam (City Recorder)

Visitors Present:

Alan Malan, Mark Tanner

Mayor Behunin welcomed everyone in attendance and turned the meeting to Wendell Wild City Administrator to overview items to be discussed and information to be presented.

Wendell Wild city Administrator gave a brief overview of the needs of the City in regards to Waterline and Storm drain Replacement issues.

Wendell Wild informed those in attendance that the projects being discussed included:

- 500 South Improvement
- Porter Lane, 400 North and 1000 North

Mr Wild stated that the loan application prepared by staff and submitted to the state Water Resources was denied.

Mr Wild furthered stated that staff had contacted Lewis, Young, Robertson and Burningham, the City's fiscal advisory firm, to determine different options for the City's Waterline and Storm drain Funding.

Mr Wild introduced Jason Burningham of Lewis, Young, Robertson,and Burningham, to present options and findings.

Mr Burningham distributed documents and discussed the Water Enterprise Debt Service Coverage. Items discussed informally with staff, council and visitors were:

- Operating Revenues
- Operating Expenses
- Non- Operating Revenues(expenses)
- Impact Fees
- Water indebtedness
- Series 2008 Water Revenue Bonds
- Capital Improvement Program

The mayor, council, and staff discussed different options and solutions, topics included were:

- could water rates be structured according to usage
- 25% to 30% of citizens do not have Weber Water
- could a 25% - 25% - 25% increase be done overtime
- discussion of last water increase

Matt Collier City Engineer distributed and discussed:

-Capital Facilities Plan Projects
- City Storm Drain Master Plan Map
- Waterline Master Plan Map

Matt Collier stated that approximately $12 million would complete the plan, $5 million was critical, but the plan could be scaled back to buy time for the city's finical situation. Mr Collier continued that the longer projects were put off, the cost would rise.

Mr Collier further stated that to prevent major renovations from happening again a City Infrastructure Rotation Master Plan needed to be implemented.

Further discussion ensued amongst those in attendance regarding:

- rates compared to other communities
- county taxes
- size of lots in the city
- better interest rates for loans taken out by the city
- possibility of consolidating water and sewer

Great concern was expressed by all those in attendance of how to educate and inform citizens of the why's and how's of such a large water fee increase.

Mayor Behunin made assignment to Jason Burningham fiscal advisor,and Matt Collier city engineer, to prepare to present at the June 17th, Council Meeting the best case scenarios and plans regarding the Waterline and Storm Drain Replacement issue.

Council members voiced great concern of upcoming budget approval, and feeling uneducated and uniformed.

Informal discussion was held regarding the following:

- What is 0 based budget
- Different line items, more detail needed in budget
- What does Council approve
- Need to have information to inform citizens of where RDA money is being spent
- Issues regarding Holly repayment, Personal Property Tax, Lowes and Larry H Miller back taxes
- Impact fees
- Police Issues - dispatch, budget, 911 calls going to Bountiful, coverage at the RDA, need for 24 hr coverage

Concluding the meeting Mayor Behunin stated:

- A Budget Work Session would be held Thursday June 12 at 6pm - with individual line items to be discussed
- Options for funding for the Capital Improvement Plan would be presented at Council Meeting June 17th.

Budget work session concluded at 10:05pm

Mayor James Behunin

Beverly Haslam- City Recorder

Jami Zigich - Secretary

WEST BOUNTIFUL CITY CORPORATE SEAL DAVIS COUNTY UTAH