

**MINUTES**  
**ENOCH CITY COUNCIL**  
**January 3, 2018 at 6:00pm**  
**City Council Chambers**  
**City Offices, 900 E. Midvalley Road**

**Members present:**

Mayor Geoffrey Chesnut  
Council Member David Harris  
Council Member Jolene Lee  
Council Member Dave Owens  
Council Member Katherine Ross  
Council Member Shawn Stoor

**Staff present:**

Julie Watson, Recorder  
Ashley Horton, Treasurer  
Justin Wayment, City Atty.  
Robert Dotson, City Mgr.  
Jackson Ames, PD Chief  
Earl Gibson, Pub. Works Dir.

**Public present:** Marcus Keller, Lester Ross and Children, Nicole Hatch, Sasha Turner, Desiree Chesnut and Children, Chris Johnson, Dilworth Armstrong,

1. **CALL TO ORDER OF REGULAR COUNCIL MEETING-**By Mayor Chesnut at 6:00pm. He welcomed the audience.
  - a. **Pledge of Allegiance-**Led by City Manager Dotson
  - b. **Invocation-**Audience invited to participate-Given by Council Member Stoor
  - c. **Inspirational thought-**Given by Council Member Harris
  - d. **Approval of Agenda for January 3, 2018-**Mayor Chesnut said he would like to switch items #2 and #3 to allow time for guests to arrive at the meeting. **Council Member Harris made a motion to approve the agenda with that change. Motion was seconded by Council Member Stoor and all voted in favor.**
  - e. **Approval of Minutes for December 20, 2017-** **Council Member Harris made a motion to approve the minutes. Motion was seconded by Council Member Owens and all voted in favor.**
  - f. **Conflict of Interest Declaration for this agenda-**none stated
  
2. **REAPPOINT STATUTORY POSITIONS OF TREASURER, CITY RECORDER AND CITY MANAGER BY MOTION**  
Mayor Chesnut asked for a motion. **Council Member Harris made a motion to reappoint Treasurer Ashley Horton, City Recorder Julie Watson and City Manager Rob Dotson. Motion was seconded by Council Member Owens and all voted in favor.**
  
3. **ADMINISTER OATH OF OFFICE TO MAYOR CHESNUT AND TWO CITY COUNCIL MEMBERS-City Recorder**  
The City Recorder administered the Oath of Office individually to Council Member Jolene Lee, new Council Member Katherine Ross and Mayor Geoffrey Chesnut. They will serve four-year terms.
  
4. **APPROVE 2018 ENOCH CITY MEETING SCHEDULE BY MOTION**  
Mayor Chesnut read the meeting schedule as posted and noticed in the Spectrum newspaper and elsewhere. He asked for a motion. Council Member Stoor asked about the Recreation Advisory Board not being on the list. City Manager Dotson said they are not set up yet with a schedule and will be added later. **Council Member Ross made a motion to approve the 2018 meeting schedule. Motion was seconded by Council Member Harris and all voted in favor.**

**5. DISCUSS PARADES IN ENOCH CITY-Robert Barney**

Robert Barney was not in attendance but had spoken to City Manager Dotson about this. City Manager Dotson explained Robert helped to instigate the 4<sup>th</sup> of July parade. He has requested that we have more parades and wants the “buy in” from the City Council. One idea is a Christmas holiday light parade at night. The challenge is getting people to organize these things. It takes effort and energy to see that through. In Cedar City other groups do the parades and organize them. Robert is requesting that the City Council put forth the effort.

Council Member Lee pointed out that Robert does not actually live in Enoch. For a non-resident to request something from the City is a bit off. He has been discouraged that we have not done what he thinks should be done. Council Member Harris said he knows what it takes and he does not think the City ought to take that on. If someone or organization wants to do that we could support them. Council Member Owens said the challenge is we tried to use one of our committees to facilitate an event and it was out their scope. He does not feel that is our role as a City Council. We need more volunteers or organizations that are passionate about organizing these types of events. City Manager Dotson said we feel a sense that we want Enoch to be good and friendly and a great place to live with activities. We take it upon ourselves to facilitate things and help others accomplish their goals but there are limitations. As staff we are here to serve. Council Member Harris asked if Robert would do this and he will not. He has been invited before. He has also requested funds for these efforts. Council Member Owens said we need community participation and a desire to do this. Council Member Stoor suggested we could better support what we already have like the 4<sup>th</sup> of July parade instead of adding more. Council Member Harris said also we would be competing with Cedar City on many events. Our local commercial businesses could be solicited as sponsors. Citizens who want it should do something about it. Council Member Lee added it is hard to start a tradition. She agrees we should build up what we have and be supportive but not especially add to it. Mayor Chesnut agreed we will facilitate rather be left holding the bag. Council Member Owens would like a committee to help with the July 4<sup>th</sup> parade. Council Member Stoor said maybe each board could support an entry. No action was taken.

**6. DISCUSS ADOPTION OF PARAMETERS RESOLUTION AUTHORIZING THE ISSUANCE AND SALE OF NOT TO EXCEED \$320,000 IN GENERAL OBLIGATION SEWER REVENUE REFUNDING BONDS SERIES 2018**

Mayor Chesnut introduced Marcus Keller from the Zion’s Bank Public Finance who is helping the City with the refinance of the sewer bond. Marcus explained in 1997 the City issued general obligation revenue bonds. He gave background of what went on at that time. He explained the general obligation bonds required an election in Enoch and residents voted to allow issuance of the bonds. The security is in fact that property of taxable value in Enoch City could be charged a property tax to cover this bond but City leaders chose to do it with revenue from sewer fees. In this case there was no property tax imposed and the bond is paid with revenues from sewer system fees. You do have that authority to do the property tax if you wanted to do that. He said City Manager Dotson and Ashley Horton contacted him and they wanted to refinance a high interest bond. State Bank was contacted and gave a lower interest rate and it makes sense. Currently the rate is 5.125% from the USDA. That is pretty high. State Bank said they know Enoch well from past business and can do better for us. The proposed rate is 3.16%. It will pay off the bond in October 2033. That cuts off about four years of payments and everything stays the same except it is a new owner of the bond. Savings anticipated is about \$91,000 over the life of the loan. He gave credit to City Manager Dotson and Ashley for instigating this action in the interest of the City. Tonight they propose to adopt a parameters resolution. It gives the Mayor and Recorder authority to move forward with the refinance. It sets the parameters they stay within and

authorizes them to sign the documents to get the new bonds on the books and old off. They can't exceed the 4% rate and it can't go longer than 18 years. There is some flexibility but can't exceed \$320,000 of bonding capacity. It will probably be about \$270,000.

Today if the Council adopts this they would publish public notice of the bonds in the newspaper giving 30 days' notice. People should be in favor of this but they do get notice to complain if they want to. After 30 days we close and sign documents on 2-6-18. It is all structured correctly. We are refunding to save money. Council Member Lee asked if there is a downside. Marcus said no, we can pay it off early or refinance it again with no additional expenses. They don't see any downside. Justin Wayment, City Attorney, said he saw no problems with this from his reading of it. With growth and more revenue it is a "no brainer" to do this. Justin added banks are encouraged to do this. It makes them look good to their auditors. Mayor Chesnut thanked him.

**7. RESOLUTION NO. 2018-01-03 A RESOLUTION AUTHORIZING THE ISSUANCE AND SALE OF NOT TO EXCEED \$320,000 IN GENERAL OBLIGATION SEWER REVENUE REFUNDING BONDS SERIES 2018**

Mayor Chesnut asked for a motion. **Council Member Harris made motion to approve Resolution No. 2018-01-03, a resolution authorizing the issuance and sale of not to exceed \$320,000 in General Obligation Sewer Revenue Refunding Bonds Series 2018. Motion was seconded by Council Member Ross and a roll call vote was held as follows:**

**Council Member Harris-Yes**

**Council Member Stoor-Yes**

**Council Member Ross-Yes**

**Council Member Owens-Yes**

**Council Member Lee-Yes**

**Motion passed unanimously**

**8. DISCUSS AND APPROVE CAPITAL EXPENSE FOR SERVER UPGRADES**

Mayor Chesnut asked City Manager Dotson to tell them about this request. He invited Chief Ames up because the PD server is included in this. City Manager Dotson said we increased the budget for the equipment line item to \$11,000 for server upgrades for the office and the PD. The bids came back and it is a lot more than that. We have three options. City Manager Dotson explained the details of the new server system and how it would function. The PD, Office and other uses are all in one machine. Chief Ames said currently the PD server, the animal control server and Office server are all separate units. The bid is for a virtual server all in one machine. City Manager Dotson gave more details about the bid which includes back up, set up costs and a new rack for the unit.

Chief Ames gave more details about the uses and needs in the PD. He also said we preferred the bid from Mountain West because their staff is cleared by the FBI to do the UCJIS work they are required to do. City Manager Dotson said this is a capital expense and we have \$160,000 in the capital improvements fund. We set aside some additional money to spend this year on the animal shelter which will not require that much. The rest of the overage in the capital improvement fund needs to be spent this year. We called the auditors to see if this is justifiable and they said it is a capital expense and is an acceptable use of the funds. Equipment like this is required to keep the government going. This is in the budget but during past conversations the City Council wanted to be informed about anything above and beyond regular spending. We are asking for Option 3 in the bid with software and everything in the package. More memory and more speed will be about \$33,168. Mountain West Computers does all of our systems and services all of our systems.

Council Member Stoor asked if we could check the bid to be sure it is fair. City Manager Dotson said he would double check the price with others like The Leavitt Group. Chief said some of this equipment comes through Coban and they say we need to upgrade. There was more discussion on equipment details. Chief Ames said the DVD burner system has a dedicated

computer with it which included buying the license for the software to run it and that is part of the cost. Council Member Harris added we don't have to take the lowest bidder but it would be good to know if this quote is in the ballpark.

Mayor Chesnut said we will verify numbers and bring this back after double checking. We have to be able to interface with current systems too, Chief Ames added. Mayor Chesnut said let's get more "what and why" on this before proceeding. Council Member Harris added we have the money now and he likes the idea. Council Member Lee asked if this capital expense can be depreciated. City Manager Dotson said yes, all things depreciate in the various departments. Insurance depreciates the buildings and all the parks as well as equipment. Council Member Lee said computers depreciate quickly. Do we have any policy set that we will replace equipment on a regular rotating basis? We do, City Manager Dotson said. He explained the replacement schedule. We have an age on everything. We have put this equipment upgrade off for two years now. We budgeted for it but the actual bid came back higher so we are informing the City Council before moving ahead. Council Member Lee said she is fine with that. Ashley said we had too much money on hand per the auditors so we put the excess funds into capital improvements. We are asking the City Council because we need to spend it this year. There was brief discussion about the cost to run the new equipment and it will probably go down, City Manager Dotson said. Council Member Stoor said he is fine to move ahead if we get a fair deal. Sole sourcing things can be dangerous sometimes. Council Member Harris said he is fine with it but make sure it is a good deal. Mayor Chesnut asked if they want it back next meeting. Council Member Stoor proposed if the bid is fair after checking other sources then we go for it now. Council Member Lee agreed. Mayor Chesnut asked for a motion. **Council Member Harris made a motion to approve the expense as outlined with due diligence to check prices. The motion was seconded by Council Member Owens and all voted in favor.**

9. **PUBLIC COMMENTS-none**

10. **COUNCIL/STAFF REPORT**

Chief Ames said the holidays went fairly smooth and were quiet compared to some years. They assisted with pursuits on the freeway. They ended the year with about 1200 cases.

City Manager Dotson had no comments except to welcome to Council Member Ross.

Council Member Ross said she is glad to be here.

Council Member Stoor asked about the soccer goals. We received a grant for those from Iron County. City Manager Dotson gave details. The goals are expected at any time. Council Member Stoor said they will be getting the Recreation Advisory Committee and Tree Committee back on line and holding meetings.

Council Member Harris said the Planning Commission canceled their meeting for the 26<sup>th</sup> but will take up the CUP discussion on 1-9-18. He said thanks for the great Christmas party.

11. **ADJOURN-Motion to adjourn by Council Member Harris. Motion seconded by Council Member Owens and all voted in favor.** The meeting ended at 7:10pm.

 1-17-18  
Julie Watson, Recorder Date