

**MINUTES OF THE MEETING OF THE
HAILEY CITY COUNCIL
HELD MARCH 20, 2014
IN THE HAILEY TOWN CENTER MEETING ROOM**

The Meeting of the Hailey City Council was called to order at 11:35 A.M. by Mayor Fritz Haemmerle. Present were Council members Don Keirn, Pat Cooley, and Martha Burke. Staff present included City Attorney Ned Williamson, City Administrator Heather Dawson, and City Clerk Mary Cone.

[11:35:06 AM](#) call to order

Carol Brown and Eric Herringer of Piper Jaffray are conferenced in via phone to the meeting.

PUBLIC HEARINGS:

- PH 103 Wastewater Treatment Biosolids Project – consideration May revenue bond election*
- *Discussion of Financial Considerations for Bond by Piper Jaffrey*
 - *Consideration of Ordinance No. 1148 calling May 20, 2014 Revenue Bond Election and Reimbursement Resolution 2014-23*

[11:36:42 AM](#) Heather gives council a summary of the documents in front of them. Dawson hands over the conversation to Herringer to give council a summary of what has happened since Monday's council meeting 3/17/14. Standard amortization, can go to 30 years, lower rates but increases interest cost, today you see two options 20 year and 24 year bonds. Longer bonds equate to more interest costs. Herringer explains the difference between these two bond options.

[11:42:57 AM](#) Dawson explained that Herringer assessed our revenue estimates, longer bond 24 year is a lower net increase for rates than the 20 year bond.

Public comments:

[11:48:04 AM](#) Bob MacLeod Hailey resident, asks council to consider that it is important to keep these rates as low as possible.

[11:48:53 AM](#) Winn Weaver asks what happens if the city grows? Dawson answers this question. It won't affect the bond rate, the user rates will fluctuate.

Council discussion:

[11:50:09 AM](#) Keirn agrees with MacLeod's comments, go with lower number.

[11:51:01 AM](#) Burke initially thought like Keirn, but doesn't like paying over 1 million more for 4 years additional.

[11:51:30 AM](#) Cooley makes a statement, it offsets the reserves.

[11:52:27 AM](#) Burke reminds council that they were in agreement Monday night – wanted to have no impact on rates if possible, no increase. Cooley would support the lower increase in the 24 year bond even if it means paying more money over time.

[11:53:53 AM](#) Brown agrees with all comments.

[11:54:11 AM](#) Haemmerle agrees with Burke, wants to go with a 20 year bond to pay \$1.1 million less in interest. Haemmerle reiterates the difference is \$1.00, per month.

[11:55:51 AM](#) **Burke makes a motion to approve 20 year bond, seconded by Cooley, after some discussion, motion passes unanimously.**

[12:01:56 PM](#) **Motion to approve Ordinance No. 1148 made by Keirn, for a 20 year bond, waive 3 readings conduct 1 reading by title only, authorize the Mayor to sign, seconded by Burke. Brown added that the reason for waiving the readings is to get this ballot in front of voters for a May 20th election. Motion passed unanimously.**

Mayor Haemmerle conducts only reading of Ordinance No. 1148, by title only.

Williamson stated that he wanted to make sure that the motion to adopt the Ordinance included authorization by council to allow Mayor and Council President to sign.

[12:02:31 PM](#) **Motion to amend approval of Ordinance No. 1148, authorizing both Mayor and Council President to sign the bond ordinance, made by Burke, seconded by Keirn, motion passed unanimously.**

Williamson suggests that council approve Ordinance No. 1148 Summary as shown in packet as “Exhibit A.”

[12:04:45 PM](#) **Motion to approve Summary of Ordinance No. 1148 made by Burke, seconded by Cooley, motion passed unanimously.**

Williamson asks council to correct a previous resolution motion which adopt Resolution 2014-22, the resolution # in the packet was:

[12:06:59 PM](#) **Burke moves to adopt resolution 2014-23, seconded by Keirn, motion passed unanimously.**

PH 104 Discussion of commencement of process to prequalify construction companies and determine an eligibility list prior to the bond election

[12:08:36 PM](#) Dawson spoke to council regarding pre-qualification of the construction companies. Dawson explains pre-qualification at \$31,000 cost.

Mayor Haemmerle opens for public comments:

[12:12:36 PM](#) Winn Weaver speaks to council. Weaver pleads that the City will save the \$31,000 in trucking alone if you get the equipment 1 year earlier. Because you are shipping water now and in the future you won't be shipping water.

Council discussion:

[12:13:19 PM](#) Haemmerle asks if pre-purchasing the equipment saves us time. Williamson and Dawson answers this question. It depends on whether the equipment we design to wins the bid.

Williamson proposes to council that they discuss this further at the April 7th meeting.

[12:14:49 PM](#) Cooley asks if we can pre-purchase equipment and have bids taken with that equipment in mind? And 2nd Sluder Construction bid for irrigation went up significantly from last fall, when we did not accept the first bid, and chose to re-bid this job.

[12:16:02 PM](#) **Cooley makes a motion to table this conversation to the next meeting April 7, seconded by Keirn, motion passed unanimously.**

[12:16:38 PM](#) Burke moved to adjourn meeting, Keirn seconded, motion passed unanimously.