



MINUTES OF THE  
SOUTH OGDEN CITY  
SPECIAL COUNCIL MEETING

TUESDAY, AUGUST 6, 2018 – 6:00 PM  
EOC, CITY HALL

**COUNCIL MEMBERS PRESENT**

Mayor Russell Porter, Council Members Brent Strate, Adam Hensley, and Mike Howard

**COUNCIL MEMBERS EXCUSED**

Council Members Sallee Orr and Susan Stewart

**STAFF MEMBERS PRESENT**

City Manager Matt Dixon, Public Works Director Jon Andersen, and Recorder Leesa Kapetanov Fred Philpot, consultant from Lewis, Young, and Burningham was also present.

**CITIZENS PRESENT**

No one else attended the meeting

**Note: The time stamps indicated in blue correspond to the audio recording of this meeting, which can be found by clicking [http://www.southogdencity.com/CC180806\\_0605.mp3](http://www.southogdencity.com/CC180806_0605.mp3). You can also request a copy of the recording from the South Ogden City Recorder's office.**

**I. OPENING CEREMONY**

**A. Call To Order**

- Mayor Porter called the meeting to order at 6:07 pm and called for a motion to convene.  
00:00:00

**Council Member Hensley moved to convene the special council meeting. The motion was seconded by Council Member Howard. In a voice vote Council Members Strate, Hensley and Howard all voted aye.**

Mayor Porter announced the moment of silence and pledge would not take place that evening as there was no flag in the room.

**II. DISCUSSION/ACTION ITEMS**

**A. Discussion/Presentation on Sustainability with Fred Philpot from Lewis, Young, Robertson, and Burningham**

- Staff Overview by City Manager Dixon  
00:00:30

- Consultant Fred Philpot gave a presentation on the sustainability model and provided a handout to those present. See Attachment A

00:03:47

**B. Discussion on FY2019 Budget Including Utility Rates and Allocation of Utility Franchise Fees**

- Discussion on Budget

00:54:50

**III. ADJOURN**

At 6:12 pm, the mayor called for a motion to adjourn.

01:29:10

**Council Member Howard moved to adjourn, followed by a second from Council Member Hensley. The voice vote was unanimous in favor of the motion.**

I hereby certify that the foregoing is a true, accurate and complete record of the South Ogden City Council Special Work Session held Tuesday, August 6, 2018.

  
Leesa Kapetanov, City Recorder

September 4, 2018  
Date Approved by the City Council

## Attachment A

Handout from Consultant Fred Philpot

South Ogden Utility Rate Analysis  
8/6/2018

Bonding 0  
Funding of Depreciation 100%

	Current	2018	2019	2020	2021	2022
<b>Water Base Increase</b>			6.0%	6.0%	6.0%	6.0%
<b>Proposed Base Rate</b>	\$7.50	\$10.00	\$10.60	\$11.24	\$11.91	\$12.92
Tax A	\$1.54	\$1.25	\$1.33	\$1.40	\$1.49	\$1.58
Tax B	\$1.75	\$2.75	\$2.92	\$3.09	\$3.28	\$3.47
Tax C	\$2.25	\$3.25	\$3.45	\$3.65	\$3.87	\$4.10
Tax D	\$2.80	\$3.75	\$3.98	\$4.21	\$4.47	\$4.73
Tax E	\$3.19	\$4.00	\$4.24	\$4.49	\$4.75	\$5.05
Unrestricted Ending	\$1,525,702	\$1,487,544	\$993,070	\$802,808	\$734,755	\$594,555
Days of Working Capital	478	481	277	213	188	143
<b>Sewer Base Increase</b>			6.0%	6.0%	6.0%	6.0%
<b>Proposed Rate</b>	\$12.00	\$14.00	\$14.84	\$15.73	\$16.67	\$17.67
Tax A	\$2.50	\$1.00	\$1.06	\$1.12	\$1.19	\$1.26
Tax B	\$3.40	\$4.00	\$4.24	\$4.49	\$4.75	\$5.05
Tax C	\$4.70	\$4.75	\$5.04	\$5.34	\$5.68	\$6.00
Tax D	\$4.70	\$4.75	\$4.51	\$4.78	\$5.06	\$5.37
Unrestricted Ending	\$837,593	\$958,823	\$731,548	\$830,371	\$1,152,058	\$1,469,864
Days of Working Capital	178	188	131	164	218	297
<b>Storm Base Increase</b>			6.0%	6.0%	6.0%	6.0%
<b>Proposed Rate</b>	\$5.50	\$10.40	\$11.02	\$11.68	\$12.36	\$13.12
Unrestricted Ending	\$368,085	\$594,400	\$119,899	(\$13,959)	(\$136,942)	(\$307,357)
Days of Working Capital	#DIV/0!	56	56	(6)	(50)	(163)

	2018	2019	2020	2021	2022
Franchise Fees to GF	209,527.00	148,050.44	156,944.07	165,360.71	176,342.35

Franchise Tax Allocation 3%

	2019	2020	2021	2022	2023	2024	2025
<b>Estimated Charges for Service</b>	<b>Budget</b>	<b>Projected</b>					
Water	1,774,800	1,881,140	1,994,008	2,113,648	2,240,467	2,374,895	2,517,389
Sewer	2,009,104	2,193,250	2,324,845	2,464,336	2,562,909	2,665,426	2,772,043
Storm	1,091,584	1,157,079	1,226,504	1,300,094	1,378,100	1,460,786	1,549,433
<b>Total</b>	<b>4,935,348</b>	<b>5,231,469</b>	<b>5,545,357</b>	<b>5,878,078</b>	<b>6,181,476</b>	<b>6,501,107</b>	<b>6,837,865</b>

Scenario Analysis: Loss of Franchise Tax Allocation to General Fund							
0%	-	-	-	-	-	-	-
1%	49,353	52,315	55,454	58,781	61,815	65,011	68,379
2%	98,707	104,629	110,907	117,562	123,630	130,022	136,757
3%	148,060	156,944	166,361	176,342	185,444	195,033	205,136
4%	197,414	209,259	221,814	235,123	247,259	260,044	273,515
5%	246,767	261,573	277,268	293,904	309,074	325,055	341,893
6%	296,121	313,688	332,721	352,685	370,889	390,066	410,272

Certified Tax Rate Value 1,023,509,898

Property Tax Needed to Cover Loss to General Fund							
0%	-	-	-	-	-	-	-
1%	0.000048	0.000051	0.000054	0.000057	0.000060	0.000064	0.000067
2%	0.000096	0.000102	0.000108	0.000115	0.000121	0.000127	0.000134
3%	0.000145	0.000153	0.000163	0.000172	0.000181	0.000191	0.000200
4%	0.000193	0.000204	0.000217	0.000230	0.000242	0.000254	0.000267
5%	0.000241	0.000256	0.000271	0.000287	0.000302	0.000318	0.000334
6%	0.000289	0.000307	0.000325	0.000345	0.000362	0.000381	0.000401

Current Proposed Tax Rate 0.002900  
Budgeted Revenue (Tax Commission) \$3,011,245

% of Current Proposed Property Tax							
0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
1%	1.7%	1.8%	1.9%	2.0%	2.1%	2.2%	2.3%
2%	3.3%	3.5%	3.7%	4.0%	4.2%	4.4%	4.6%
3%	5.0%	5.3%	5.6%	5.9%	6.2%	6.6%	6.9%
4%	6.7%	7.0%	7.5%	7.9%	8.3%	8.8%	9.2%
5%	8.3%	8.8%	9.3%	9.9%	10.4%	11.0%	11.5%
6%	10.0%	10.6%	11.2%	11.9%	12.5%	13.1%	13.8%