

CITY COUNCIL MEETING
December 15, 2022

MAYOR & COUNCIL

Daniel M. Keller, Mayor
Todd Thomas, Council
Terry Larson, Council
Brent Dodge, Council
Chris Larsen, Council

STAFF

Linda Acock, City Clerk
City Engineer, Tyrell Simpson
Shawn Oliverson, Community Development
John Balls, Public Works Director
Kelly Mickelsen, Treasurer
Dan McCammon, Chief of Police
Jared Coburn, Attorney

Council Meeting was called to order at 6:00 P.M. by Mayor Dan Keller.

Wastewater
Treatment
Plant
USDA Grant

Stephen Woolf of the United States Department of Agriculture (USDA) presented city council with a grant in the amount of Ten Million Three Hundred Sixty-Five Thousand Dollars (\$10,365,000) and a subsequent loan for the wastewater treatment plant, in the amount of Eight Million Nine Hundred Thirty-Three Dollars (\$8,933,000). The total of the previous grant and this additional grant is Sixteen Million One Hundred Ninety-Five Thousand Five Hundred Forty-Six Dollars (\$16,195,546) and the total in loans to the USDA now total Thirty-Two Million Two Hundred Sixty-Eight Thousand Dollars (\$32,268,000).

Mr. Woolf presented a Letter of Conditions and two separate Obligation of Funds Forms. He explained that the funds were coming from two different places, so the amounts were broken down on the two separate obligation of funds forms.

The USDA does require that a 10% Debt Service Reserve be held in reserve. Mr. Woolf also stated that prior to the closing of the loan, the city would need to provide proof of insurance and bond coverage through the city's ICRMP Insurance.

Colter Hollingshead explained the anticipated monthly sewer rate would be \$95-\$99 per month. The amount includes the current rate, additional operation and maintenance (O&M), asset replacement and loan payment.

It was moved by Councilmember Terry Larson and seconded by Councilmember Todd Thomas to authorize Mayor Dan Keller to sign the USDA documents related to the Wastewater Treatment Plant, including the Letter of Intent to Meet Conditions and two Requests for Obligation of Funds. Request for Obligation of Funds #1 loan amount Six Million Dollars (\$6,000,000) and grant amount Two Million Dollars (\$2,000,000). Request for Obligation of Funds #2 loan amount Two Million Nine Hundred Thirty-Three Dollars (\$2,933,000) and grant amount Eight Million Three Hundred Sixty-Five Thousand Five Hundred Forty-Six Dollars (\$8,365,546). The vote was as follows:

Councilmember Todd Thomas	<u>Aye</u>
Councilmember Terry Larson	<u>Aye</u>
Councilmember Brent Dodge	<u>Aye</u>
Councilmember Chris Larsen	<u>Aye</u>

Motion passed by unanimous vote.

Wastewater
Treatment
Plant
Bid Award

Colter Hollingshead presented the Notice of Award Letter for the construction of the Preston Wastewater Treatment Plant Improvement Project.

On September 22, 2022, the bids were opened and reviewed. All bids came in over the amount awarded to Preston City in the judicial confirmation, and Preston City had to seek additional grants and revenue.

The successful bid was that of Record Steel and Construction dba RSCI in Boise, Idaho. The base bid and three bid additives total Fifty-Nine Million Six Hundred Forty-Five Thousand Eighty Dollars (\$59,645,080).

CITY COUNCIL MEETING
December 15, 2022

It was moved by Councilmember Todd Thomas and seconded by Councilmember Brent Dodge to approve the Notice of Award for the Preston City Wastewater Treatment Plant and award the bid to Record Steel and Construction, Inc. dba RSCI for the contract price of Fifty-Nine Million Six Hundred Forty-Five Thousand, Eighty Dollars (\$59,645,080) and authorize Mayor Dan Keller to sign said document, to be awarded December 19, 2022, contingent upon all positive returns of all funding sources. The vote was as follows:

Councilmember Todd Thomas	<u>Aye</u>
Councilmember Terry Larson	<u>Aye</u>
Councilmember Brent Dodge	<u>Aye</u>
Councilmember Chris Larsen	<u>Aye</u>

Motion passed by unanimous vote.

Adjourn Meeting was adjourned at 6:50 P.M. by Mayor Dan Keller.

Linda Acock, Clerk

Daniel M. Keller, Mayor

