

Minutes of the meeting of the Logan Municipal Council convened in regular session on Tuesday, February 7, 2017 at 5:30 p.m. in the Logan City Municipal Council Chamber, 290 North 100 West, Logan, Utah. Chairman Holly H. Daines conducting.

Councilmember's present at the beginning of the meeting: Chairman Holly H. Daines, Vice Chairman Tom Jensen, Councilmember Herm Olsen, Councilmember S. Eugene Needham and Councilmember Jeannie F. Simmonds. Administration present: Mayor H. Craig Petersen, Finance Director Richard Anderson, City Attorney Kymber Housley and City Recorder Teresa Harris.

Chairman Daines welcomed those present. There were approximately 23 citizens in the audience at the beginning of the meeting.

OPENING CEREMONY:

Light & Power Director Mark Montgomery gave the opening prayer and led the audience in the pledge of allegiance.

Meeting Minutes. Minutes of the Council meeting from January 17, 2017 were reviewed and approved with no changes.

ACTION. Motion by Councilmember Olsen seconded by Vice Chairman Jensen to **approve the January 17, 2017 minutes and approve tonight's agenda.** Motion carried unanimously.

Meeting Agenda. Chairman Daines announced there are three public hearings scheduled for tonight's Council meeting.

Meeting Schedule. Chairman Daines announced that regular Council meetings would be held the first and third Tuesdays of the month at 5:30 p.m. The next regular Council meeting is Tuesday, February 21, 2017.

QUESTIONS AND COMMENTS FOR MAYOR AND COUNCIL:

Logan resident Teresa Theurer addressed the Council. She lives at 322 East 2280 North in Logan. She expressed her concerns about parking in the area of 600 East between 800 North and 1000 North. She said the past six weeks there has been a huge problem with the road becoming narrower due to cars parked on either side of the street. Her main concerns are cars that are being allowed to park overnight in this area. She feels the City should be ticketing/towing cars in this area and she asked, is parking allowed. She also asked are all apartment owners in the City being treated the same? She feels that apartment owners are responsible to provide parking for their tenants not Logan City. She also said it states on the City website that the Logan City Police Department is doing parking enforcement and she feels they are not doing enforcement at this time and she asked the City Council if something more can be done, even hiring a private parking company which has been done in the past.

Councilmember Olsen thanked Ms. Theurer as an apartment owner, for being alert to the notion of parking issues in the City. He stated that Logan City has tried to be more diligent about on-street parking but it's also somewhat complaint driven and as there are complaints the police department can go out and look at the problem and see what can be done and how things can be improved.

Mayor Petersen stated that he will have the police department look at this area and said the City will do better regarding the parking concerns that were brought forward.

Logan resident Barbara Haynes addressed the Council. She is representing herself and neighbors regarding their concerns about the proposed project in the Stewart Nature Park area. She requested a meeting time with members of the Council to address these concerns and questions.

Chairman Daines responded that on the agenda tonight, Parks and Recreation Director Russ Akina will talk about the Stewart Nature Park project and can hopefully answer some of the questions from the neighborhood.

There were no further comments or questions for the Mayor or Council.

MAYOR/STAFF REPORTS:

Updates on Projects/Issues – Mayor Petersen

Mayor Craig Petersen updated the Council on the following Projects/Issues:

1. Current Construction Projects
 - a. The SR 30 water line is being installed.
2. RAPZ proposals are being prepared and the deadline for submission is March 3.
3. House Bill 164 (Municipal Enterprise Fund Amendments) was introduced to the legislature. At this time it's anticipated that the language in the bill will be changed. Transfers will still be allowed but cities will need to provide additional information about the transfers to citizens.
4. The link to the Online Occupancy Map is:
<http://gis.loganutah.org/ResidentialOccupancy>. A link will be placed on the City's website initially under "Logan City News" and later will be under Community Development.
5. Planning is underway for next summer's youth service project. The project involves housing, yard clean-up and repairs. Materials will be funded by an RDA grant.
6. The Water Board will make a recommendation this Thursday on the technology to be utilized for the new Wastewater Treatment Facility.

Online Occupancy Map – Mayor Petersen

Mayor Petersen gave a demonstration of the new Online Occupancy Map that will be posted and available for the public to view on the Logan City Website. The link is the following: <http://gis.loganutah.org/ResidentialOccupancy>.

Board Appointment (Cache Valley Transit District) – Mayor Petersen

Mayor Petersen asked for ratification of Lizette Cruz (new appointment) to serve on the Cache Valley Transit District Board.

ACTION. Motion by Vice Chairman Jensen seconded by Councilmember Olsen to **approve ratification of Lizette Cruz** as presented. Motion carried unanimously.

COUNCIL BUSINESS:

Air Quality Report – Emily Malik, Paul Rogers and Jackie Lowry

Emily Malik, Logan City RECAB Coordinator addressed the Council and gave an air quality report. She stated in January there were 9 red/orange days and 14 yellow days in Cache County. There has been a lot of interest in air quality during that time period and it continues today. A public lecture/meeting was held to give more information on air quality issues and what can be done to make improvements. She said eight additional anti-idling signs will be posted throughout the City in the coming months.

Paul Rogers addressed the Council regarding air quality. He distributed a handout titled *Idle Free: Health Effects from the Utah Department of Environmental Quality*. He also distributed an article titled *A Community-Based Participatory Research Partnership to Reduce Vehicle Idling Near Public Schools* which, he said is something that he would like to promote and bring awareness to Logan City and Cache County. He said the idea is to place signs at the schools with the message “*Turn the Key, Be Idle Free*”. He suggested that volunteers work with the Logan and Cache School Districts and place these signs on school property. He reminded everyone there are a lot of little things that can be done when it comes to air quality and everyone doing something will help to improve the air.

Vice Chairman Jensen asked what percentage of the air quality problem is caused by idling.

Mr. Rogers responded he does not know the exact numbers but he would guess it would be around 5%.

Jackie Lowry addressed the Council regarding the Cache Clean Air Consortium (CCAC). She stated that CCAC is a local non-profit organization in partnership with Breathe Utah. It began as a grassroots effort in 2013 by concerned citizens seeking to foster action at the local level. The mission of CCAC is to develop actionable strategies, increase awareness and create partnerships to work toward clean air solutions. More information can be found at cacheleanairconsortium.org. Several programs CCAC is involved in are the Cache Solar Discount Program, Utah Society for Environmental Education, Utah High School Clean Air Poster Contest, Envision Utah-Potential Process to Create Cache County Clean Air Toolkit and Breathe Utah.

Ms. Lowry announced that a presentation by Dr. Arthur Caplan will be held on February 16, 2017 at the Merrill-Cazier Library from 6:30 – 8:00 p.m. The presentation is titled *Controlling Red Air with a Gas Tax, the Case of Cache County, Utah*. This presentation

is open to the public and is sponsored by Cache Clean Air Consortium and USU Sustainability Council.

Chairman Daines thanked those who spoke tonight regarding air quality. She expressed her appreciation to all those that make an effort to improve air quality.

Councilmember Olsen also thanked those who spoke about air quality and said this is something that government cannot fix alone and it will take everyone doing something to make a difference.

River Restoration Plan – Russ Akina, Parks & Recreation Director

Parks and Recreation Director Russ Akina addressed the Council regarding the River Restoration Plan at Stewart Nature Park. He stated in November 2016, work began at Stewart Nature Park to reconstruct the South riverbank as part of the Conservation Action Plan that was brought forward by the Logan River Task Force. It is anticipated that this project will be completed this Spring.

Chairman Daines said there are questions from the neighborhood about the proposed bridge and she asked Public Works Director Mark Nielsen and Russ Akina to talk with those from this neighborhood about their concerns regarding the proposed bridge project.

Mr. Akina added this is a maintenance bridge that will allow access for pedestrians. It is not intended to be a vehicle bridge. Currently, the only way for the Parks Department to get their mowers to Stewart Nature Park is using the bridge which, is in the existing City right-of-way.

Mayor Petersen added the bridge will go across the Logan River and onto a new section of Stewart Nature Park that the City acquired through a property trade.

There was no further Council business discussed at this time.

ACTION ITEMS:

PUBLIC HEARING - CDBG Priorities and Goals for Program Year 2017 Annual Action Plan

At the January 17, 2017 Council meeting, CDBG Coordinator Aaron Smith addressed the Council regarding the CDBG Priorities and Goals for Program Year 2017 Annual Action Plan.

Project Updates

- Complete, but awaiting final closeout/drawdown
 - 2014, Low-Water Demonstration Garden
 - 2014 – Neighborhood Infrastructure
- Currently under construction
 - 2015 – 1800 South sidewalk (only sod installation remaining)
- Under contract, awaiting construction
 - 2015 – Rendezvous Park Railroad Crossing (\$30,000)

- Planned for spring/early summer 2017
 - 2015 – 300 South 100 West to 300 West sidewalk (\$280,000)
 - 2016 – 400 North medians (\$320,000)
 - 2016 – 400 East Center sidewalk (\$48,000)

Project Updates – 2016 Subrecipients

- Complete
 - Common Ground Roof
 - Whittier Center windows
- Underway
 - Bridgerland Literacy Program Materials (\$5,000)
 - Logan Family Center (AKA Family Information and Resource Center building upgrades (\$19,000)

Project Updates – Planning Projects

- Access and Mobility Plan
 - Inventory of parks, public infrastructure, and bus stops complete
 - Currently collecting winter conditions data for bus stops and corners
 - Conducting workshops with stakeholder groups
 - Completion Summer 2017
- Woodruff Plan
 - Inventory work complete
 - Woodruff resident’s workshop scheduled for January 25, 7:00 – 9:00 p.m.
 - USU resident survey
 - Completion Fall 2017
- Historic District Updates
 - Draft 2 with consultants
 - Workshops upcoming with residents and stakeholders
 - Completion Spring 2017

PY 2017 Discussion – Consolidated Plan

- Consolidated Plan (ConPlan) 2014-2018
 - Identifies funding priorities for the program
 - Set funding marks for all priorities
- Priority 1 – Contribute to at least one significant neighborhood infrastructure or facility improvement in each eligible neighborhood over the course of five years, such as:
 - Sidewalks, curb and gutter
 - Park improvements, community gardens, or other gathering areas;
 - Improved lighting
 - Traffic calming measures
 - Elimination and prevention of slum and blight, through means such as the purchase and rehabilitation and/or clearance of blighted properties that pose a public health and safety concern.
 - Funding – Approximately 65 -70% over five years

- Priority 2 – Support Social services, nonprofit, or neighborhood initiatives that address community needs for low/moderate income residents, including but not limited to:
 - Domestic abuse programs
 - Volunteerism programs
 - Integration of the immigrant community
 - Senior home care programs
 - Job training initiatives
 - Transitional housing units
 - Public transit services
 - Affordable programming for kids
 - Basic financial management classes
 - Funding – Approximately 10 – 15% over five years

- Priority 3 – Administration and Planning, including but not limited to:
 - Basic grant administration (1 FTE) – Salary, benefits, operational expenses, training, supplies, etc.
 - Planning documents
 - Funding – Approximately 20% over five years

- Estimated funding allocations for PY2017 - \$425,000
 - Priority 1 – Infrastructure and Facilities - \$300,000
 - Priority 2 – Nonprofit Services Support - \$42,500
 - Priority 3 – Administration and Planning - \$82,500

- Goals and Priorities for PY2017
 - Public Infrastructure and Facilities
 - What areas of the City may be emphasized?
 - What types of projects would the City like to accomplish?
 - Nonprofit Service Support
 - Are there specific services that are lacking that CDBG can help to provide?
 - Are there programs that should be bolstered?
 - Are there particular groups of people who are in need of service?
 - Planning
 - Are there planning projects that should be given consideration?

- PY2017 Application Change
 - 1 to 1 match for low/moderate income clientele projects
 - Programs open to the general public
 - Does not include projects that target only Logan City residents (Housing)
 - May be waived with verifiable, minimum 1 year clientele tracking
 - HUD requires that funding for a project be no more than the % of Logan City residents that benefit.
 - Projects from PY 2016 have varied from 52% to 75% Logan City residents

- If we fund a project for more than the % of Logan City residents we may have to repay funds
- A 1 to 1 match will reduce this risk

PY 2017 Timeline

- February 7 – Public Hearing
 - Discuss goals and priorities
 - Finalize steering committee (Council member or designee)
- February 9 through March 9 – Application period
- March 16 – Steering Committee Meeting
- April 4 through May 2 – Public comment period
- May 2 – Public Hearing – Adoption of the Annual Action Plan and associated funding

Chairman Daines opened the meeting to a public hearing.

There were no comments and Chairman Daines closed the public hearing.

No action was needed for the CDBG Priorities and Goals for Program Year 2017 Annual Action Plan.

PUBLIC HEARING - Budget Adjustment FY 2016-2017 appropriating: \$996,974 to transfer the proceeds from the sale of the 200 North corner block to the Capital Projects Fund; \$63,819 funds received this fiscal year for the Police Alcohol Grant - Resolution 17-04

At the January 17, 2017 Council meeting, Finance Director Richard Anderson addressed the Council regarding the proposed budget adjustments.

Chairman Daines opened the meeting to a public hearing.

There were no comments and Chairman Daines closed the public hearing.

ACTION. Motion by Councilmember Simmonds seconded by Vice Chairman Jensen to **approve Resolution 17-04** as presented. Motion carried unanimously.

PUBLIC HEARING - Consideration of a proposed ordinance vacating a Utility Easement between parcels 02-083-0006, 02-083-0007, 02-083-0021 and 02-083-0025 in the Logan Business Park Subdivision located at approximately 1600 South Park Avenue – Ordinance 17-02

At the January 17, 2017 Council meeting, Public Works Director Mark Nielsen addressed the Council regarding the proposed vacation of a Utility Easement. He stated the City of Logan received a petition to vacate a portion of a public right of way, and to vacate and reestablish public utility easements located at approximately 1600 South Park Avenue in the Logan River Business Park Subdivision.

Mr. Nielsen stated there are no utility easements in the area so there is no commercial or market value. At this time there is no opposition to the proposed vacation of the utility easement.

Chairman Daines opened the meeting to a public hearing.

There were no comments and Chairman Daines closed the public hearing.

Councilmember Olsen asked City Attorney Kymber Housley to confirm that there is no fair market value lost to Logan City as a result of vacating this utility easement.

Mr. Housley responded this is right-of-way so the underlying property is still owned by the proper owner. The proposed vacation is only for a utility easement and if the property is not used for that purpose there is no market value.

ACTION. Motion by Councilmember Simmonds seconded by Vice Chairman Jensen to **adopt Ordinance 17-02** as presented. Motion carried unanimously.

WITHDRAWN - Consideration of a proposed resolution of the Logan Municipal Council's opposition to House Bill 164 Municipal Enterprise Fund Amendments – Resolution 17-08 – Mayor Craig Petersen

Chairman Daines announced that Resolution 17-08 was withdrawn from the agenda as was explained by Mayor Petersen at the beginning of the meeting.

WORKSHOP ITEMS:

Budget Adjustment FY 2016-2017 appropriating: \$33,713 funds received from an insurance recovery toward the purchase of a replacement Electric Utility Truck; \$9,500 CCEMS funds to be passed through to North Logan City for ambulance services; \$5,200 for additional funding that the Drug Task Force was awarded. These funds will be used to purchase equipment to help reduce and prevent drug use; \$56,171 funds to replace a bucket truck destroyed by fire; \$15,000 for repairs at the Recreation Center - Resolution 17-06 – Richard Anderson, Finance Director

Finance Director Richard Anderson addressed the Council regarding the proposed budget adjustments.

The proposed resolution will be an action item and public hearing at the February 21, 2017 Council meeting.

Rezone – Consideration of a proposed rezone. The City of Logan is requesting to rezone approximately 65 acres in the Cliffside area. The proposed rezone from NR-6 to NR-4 includes the Johnson Property, Canterbury, Eastridge (South) and the Orchard Heights area – Ordinance 17-03 – Russ Holley, Planner

Russ Holley addressed the Council regarding the proposed rezone. He explained the request is to rezone approximately 60 acres in the Wilson neighborhood from the current

zoning designation of Traditional Neighborhood Residential (NR-6) to Suburban Neighborhood Residential (NR-4). This area is mostly already developed into single family residential homes with the exception of the LDS church building on Eastridge Drive and the recently approved Johnson Cove subdivision South of Canterbury Drive. The Johnson Cove subdivision was approved with 40 lots on approximately 20 acres. Existing lots range from approximately 0.75 to 0.20 acres. Typically the larger lots are located near the Orchard Heights area with the Canterbury area typically containing the smaller lots. Although difficult to perfectly match land development patterns, the NR-4 zoning district should better reflect the layout of this area.

Staff recommended that the Planning Commission recommend approval to the Municipal Council for a rezone from NR-6 to NR-4, the Cliffside NR-4 Rezone, for 107 properties located in the Cliffside area of the Wilson neighborhood.

On January 26, 2017, the Planning Commission recommended that the Municipal Council approve the Rezone.

Chairman Daines commented the City learned a lot after the zoning of the Johnson Gravel Pit area on 600 East 1400 North. When something is built after an established neighborhood is already there, the neighborhood can be opposed to new lot sizes if they don't match what is already in the current neighborhood.

Councilmember Olsen said he likes the notion of going from NR-6 to NR-4 but he also has a concern about the long term, valley wide, urban sprawl that occurs when we move away from the notion of infilling and densifying. Ultimately, we might look back and ask what happened to our open space and agricultural areas.

Chairman Daines said to keep people living in Logan City; we need to keep neighborhoods stable.

Councilmember Simmonds said it's imperative that the City provide a variety of housing and that variety has to include lot size. She hoped when the review was done on the proposed rezone that we would only rezone to NR-4 in those areas where the built-in environments surrounding them were the same.

Vice Chairman Jensen added the densification addressed in Envision Cache Valley was referring to not only infill lots but also urban housing in the core areas as well as what we have done at the University.

The proposed ordinance will be an action item and public hearing at the February 21, 2017 Council meeting.

Consideration of a proposed resolution for approval of, and authorization to execute and deliver the agreement for sale of renewable excess power – Resolution 17-05 – Mark Montgomery, Light & Power Director

Logan Light & Power Director Mark Montgomery addressed the Council regarding the proposed resolution. He stated that the Intermountain Power Agency (IPA) is renewing their contracts and repower from coal fired generation to natural gas fired generation. The

last thing that needs to be completed is if the City does not want to call the power back from the Intermountain Power Project (IPP) then, we can resell it to California. If we were to need the power back we would have to give a year notice to call it back. We can withdraw from that under certain conditions. The proposed agreement will authorize the City of Logan to sell excess power. If we don't sell it, we would be obligated to purchase and use the entire power percentage share.

Chairman Daines asked about the entitlement share referred to in the agreement and what the City's entitlement share would be.

Mr. Montgomery responded we were at 2.46% and we are now at 2.491% which is a very small percentage. Logan City is the second largest Utah participant in IPP.

Chairman Daines also asked about point of delivery and what is the Generation Station Bus.

Mr. Montgomery's responded this is a large piece of aluminum conductor bar that is in the substation and pushes the power out and onto the grid. He recommended that the Council approve authorization for the agreement to continue and feels this is a very good resource to have in Logan City's portfolio.

The proposed resolution will be an action item at the February 21, 2017 Council meeting.

Consideration of a proposed resolution adopting a Revised Logan Light & Power Net Metering Policy, Rate Schedule and Electric Fees Schedule – Resolution 17-07 – Mark Montgomery

Logan City Light & Power Director Mark Montgomery addressed the Council regarding the proposed resolution. He said a Logan City Light & Power Policy is needed setting forth requirements for the interconnection of customer electric generation facilities, including those that generate renewable energy within the Logan City electric distribution system. Some adjustments need to be made to fees to reflect current costs to Logan City Light & Power. An accompanying rate schedule is necessary for customers who generate electric energy from renewable sources that they would otherwise purchase from the City utility.

Mr. Montgomery said Logan City is the only utility that he knows of that pays for net meters. This is growing in popularity and the Light and Power Department is getting to the point where they don't have the funding to purchase that many meters, especially in apartment complexes. He has encouraged installers to put a production meter on their systems as well.

The proposed costs are the following:

Connection (meter charges)

Single Residence	\$71
Single Residence bi-directional meter	\$300
Residential Multi Family per banked meter	\$435

Commercial Multi Meter per banked meter
regular or bi-directional \$435

Distributed Generation Related

Mandatory Installer Orientation \$50
Net Metering Application Fee \$271
Additional Site Visits \$50

Councilmember Simmonds said she is concerned that if an application is “in the process” people might rush in to get their bi-directional meter.

Mr. Housley responded this is not like zoning where if we have a pending ordinance someone can “beat” the application deadline. Once the Council approves the resolution the fees will be effective. If someone submits an application the fee they will pay is the one we currently have.

Chairman Daines referred to the required annual testing and asked how this will be enforced.

Mr. Montgomery responded he has not done the annual testing because he doesn’t have the manpower but would eventually like to start.

Councilmember Olsen referred to an email from resident Mike Taylor regarding the proposed net metering resolution.

Mr. Montgomery stated he also received the email and Mr. Taylor has some good points which he will consider and can add to the resolution before the February 21 Council meeting.

Mr. Housley stated this isn’t something that we have to provide so if the Council is worried about a rush of applications coming forward before the new fee is implemented, a moratorium can be placed on any new applications.

ACTION. Motion by Councilmember Simmonds that Logan City suspends net metering applications until February 21, 2016. Motion failed for lack of a second.

The proposed resolution will be an action item and public hearing at the February 21, 2017 Council meeting.

**UAMPS CARBON FREE POWER PROJECT (SMALL MODULAR REACTOR)
– Mark Montgomery**

Logan Light & Power Director addressed the Council regarding the UAMPS Carbon Free Power Project (Small Modular Reactor). He reported that the siting phase study is complete. Site selection has been determined to be at the Idaho National Laboratories in Idaho and the Fatal Flaw Analysis is being completed at this time. Since the project’s inception in 2015 Logan’s participation has been approximately \$900,000 (2016-\$176,000 and 2017-\$710,000). We have subscribed for 30MW in capacity at the plant.

Logan is the largest participant with the next largest being Los Alamos New Mexico at 16MW. New Mexico specifically joined UAMPS just to be part of the Carbon Free Power Project. If we scale back it would be simply to lower our investment as we go forward. Our investment as being part of something this new has benefits. Currently we (the project) is the recipient of a 100% matching grant from the Department of Energy. For every dollar the project spends, the Department of Energy will match and for our half of the investment, NuScale matches our investment.

25% - UAMPS

25% - NuScale

50% - Department of Energy Grant

Total: 100%

The first of a kind cost are not being considered.

Mr. Montgomery continued stating that UAMPS is in the middle of its budget process for the next fiscal year so costs this year are not known at this time. There are several off-ramps if Logan City wants to withdraw from the project, they are the following:

1. Now: At the budgeting process, if the City Council deems no more money to the project we will be out.
2. When we are to sign a Long Term Power Purchase Agreement: This June/July is when that is predicted to happen.
3. When NuScale submits the Combined Operating License Application (COLA). They just submitted the Design Certification Application. COLA is projected to be next summer or fall of 2018.
4. Additional off-ramps will be available if project milestones are not met.

Mayor Petersen said we budgeted more and didn't spend all of it. He asked do we have legal obligations for additional money.

Mr. Montgomery responded that in the current contract and budget year we are under, we could receive a bill but the project is moving slower than anticipated. He feels this is a good project but he questions whether we should be the highest participant at UAMPS. He feels that nuclear power will be an important part of our future power and in the future we might also wish we had more than 30MW.

Mayor Petersen said 30MW is about 1/3 of our peak demand and 1/2 of our average demand.

Councilmember Simmonds asked will we have the same opportunity as we do with the IPP Project to sell off any additional capacity that we are not using. She feels if that's the case then she doesn't see a down side for Logan.

Finance Director Rich Anderson responded yes, other than its potentially 3 cents higher than the market rate of power.

Chairman Daines said there are a lot of "ifs" and another concern is the large amount of water needed for the project.

Mr. Montgomery said if the Council doesn't want to make a budget commitment for the next coming fiscal year, this would be an off-ramp for the City to either reduce their percentage or to get out. The next commitment will be substantially larger and he will know soon what those numbers will be, he is attending a UAMPS budgeting meeting tomorrow.

Mr. Anderson said his concern is they are incorporating creative financing which we will have no control over. Creative financing can be good and it does make sense to diversify their debt portfolio but it can also be a bad thing. Over the last 12 years, he has yet to see creative financing actually work out in anyone's favor but he knows it can. It concerns him with the kind of risks they are willing to take. Also, this type of technology is risky as well.

Mr. Montgomery said the nuclear reactor portion of this has been used for 60 years. The new technology is the coolant process.

Mr. Anderson said as a municipal power authority, he feels there is greater risk in trying to be on the cutting edge. We don't have the rewards that the private market has such as Rocky Mountain Power. He feels we need to exercise caution as we move forward and at the very least, we need to ask ourselves why Logan City is asking for more power than other cities in Utah. We need to have cost estimates which they haven't provided at this time.

Mayor Petersen said he feels the technology risk is relatively small; the financial risk is the concern.

Chairman Daines added there is also the regulatory risk of whether they can really get the water rights out of the Snake River without causing damage to that environment.

Mr. Montgomery said his feeling is whether or not we decided to scale back or not. If we approve the upcoming budget which, he'll know more about tomorrow, then as soon as we approve the Power Purchase Agreement we will have to complete the payment that month.

Mayor Petersen said even though there are off-ramps, at any point that we exercise our right to be on one of those off-ramps we will have nothing to show for the money we have paid.

Mr. Montgomery said there is some opportunity for a refund but the potential is there for no refund. There will be a presentation regarding the Carbon Free Power Project at the Utah League of Cities and Towns Conference in April 2017.

OTHER CONSIDERATIONS:

There were no further items discussed by the Council.

ADJOURNED. There being no further business to come before the Council, the meeting of the Logan Municipal Council adjourned at 7:05 p.m.

Teresa Harris, City Recorder