

SPECIAL MEETING - February 27, 1973

The meeting was called to order by the President of the Council at 7:30 p.m.

Roll Call Present - Councilmen Gerber, Giger, Wagner, and Westcott.

Absent - Mayor Roth and Councilmen Kariker and Tate.

Others present - Acting Supt. Whiteside, Attorney Bettis, Utility Board members Newton, Dreason, and Sandness, Manager Cox, secretary Sarty, publisher Weston, and Recorder Richardson.

Councilman Giger and Acting Supt. Whiteside told the Council of an equipment problem at the Sewage Treatment Plant wherein an aerator motor and gear box installed during recent construction was inadequate and required replacement. After a period of discussion, a motion was made by Councilman Westcott, seconded by Gerber and carried unanimously to purchase the required sewage treatment equipment from the R. M. Wade Company at a quoted cost of \$551.92.

Council President Howard Giger said the principal purpose of the meeting was to discuss the advisability of loaning funds from ~~Water~~<sup>Sewer</sup> Department Reserve to the Canby Utility Board to cover unpaid bills resulting from the recent Water Treatment Plant construction. Attorney Bettis advised the Council on the legal procedure of loaning funds from one of two Sewer Department Reserves with the understanding that it be paid back by June 30, 1973, and that the interest rate be no lower than the funds are currently earning in the bank savings account. Upon the Council's question of the amount of money required, Manager Cox stated there were five unpaid bills totaling \$22,014.92. The Council and Utility Board discussed the matter in detail, and agreed upon a tentative plan to make the loan according to the attorney's advise, but the proper process of making the transaction and paying the bills was still questioned at length. Manager Cox stated during the discussion, that the Utility Board had incurred bills in the amount of \$31,199.99, an additional cost of construction in connection with the Treatment Plant. A motion was made by Councilman Westcott, seconded by Gerber and carried unanimously authorizing the attorney to draw a resolution to loan the Canby Utility Board \$22,014.92 from the Sewer Sinking Fund at 4 $\frac{1}{2}$ % <sup>330.26</sup> <sub>4 MONTHS</sub> simple interest per annum, and to be paid back by June 30, 1973.

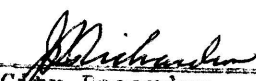
It was then recommended by the Recorder and approved by the Council and attorney, that funds in the amount of \$22,014.92 be withdrawn from the Sewer Sinking Fund by cashier's check and deposited in the City's general checking account and credited to the City Sewer Departments current budget: that the City pay the five bills which total \$22,014.92: and that the afore mentioned resolution include an agreement, ratified by the members of the Canby Utility Board concerning the repay, interest, and other pertinent statements pertaining to the loan.

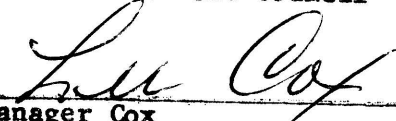
Attorney Bettis was excused from the meeting at 8:45 p.m.

Manager Cox told the Council that plans were, at the present time, to replace certain undersized pipelines in the water distribution system: to make certain improvements to the Water Treatment Plant: to build an additional building and construct additional filters and clarifiers: and to winterize the present filtering equipment at a cost of not less than \$32,000.00 which the Canby Utility Board is accepting as its responsibility. Councilman Westcott proposed a vote of appreciation to the members of the Utility Board for their moral willingness to accept these obligations in good spirit.

The meeting was adjourned at 8:53 p.m.

  
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President of the Council

  
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City Recorder

  
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Manager Cox