

Mayor Ed Sisson called the meeting to order at 7:00 p.m. Also present were Councilmembers Bill Raley, Robert Jurca, Mary Cooper, and Ray Penick along with City Manager Justin Clifton. Absent was City Attorney David Smith. A meeting notice was posted in the south window at City Hall at least twenty-four hours prior to the meeting.

Pledge of Allegiance

The Mayor led everyone present in the Pledge of Allegiance.

Changes to the Agenda

There were none.

Minutes

It was moved by Councilmember Penick and seconded by Councilmember Raley to approve the minutes of the September 17, 2013 regular meeting as submitted by the Clerk. All in favor, motion carried.

Citizen Comments

There were none.

Delta Montrose Electric Association Acquisition

Utilities Director Steve Glammeyer stated that this acquisition is to obtain more customers from DMEA. Staff has been working with DMEA since the first week in January regarding this acquisition. He explained that this acquisition will add an additional 111 accounts primarily along Pioneer Road and Cherry Lane.

Director Glammeyer reported that staff has followed state statute regarding the acquisition; however, the future revenues will be paid all in one lump sum rather than annually. He explained that he worked with DMEA to agree on a lump sum payment that is similar to the annual payment. The acquisition costs includes \$156,912.15 for facilities, \$28,248 for 321 DMEA man-hours, and \$240,742 for the 25% of lost future revenues of existing customers over 10 years for a total cost of \$425,903.08. If Council approves the acquisition tonight, staff will have the process finished by November 1st. The city reads meters on the 2nd so this would work well with billing.

Councilmember Raley questioned if the meters are read the same as DMEA.

Director Glammeyer stated the city does not do it remotely; however, we to have a mobile unite that reads all of the meters in the city within one day.

Mayor Sisson questioned if the city is saving money by paying the lump sum versus the annual payment for loss revenues.

Regular Meeting, Delta City Council, October 1, 2013 (cont.)

Delta Montrose Electric Association Acquisition (cont.)

Director Glammeyer stated that staff believes the city does save some money. He explained the process they are using to come up with the amount to be paid. He also explained that he has been tracking the pure revenue as well as the profit revenue from last year's acquisition and just on the pure revenue side of that acquisition, the acquisition will pay back in three years and three months. He stated that the payback will be a little longer on this acquisition because there are more accounts being acquired.

Councilmember Cooper stated that she agrees with increasing customers.

Councilmember Penick questioned how they determined the hourly rate.

Director Glammeyer stated DMEA determines that rate and he does not believe there is much the city can do regarding the amount.

It was moved by Councilmember Cooper and seconded by Councilmember Penick to purchase from DMEA the accounts and customers in the amount of \$425,903.08 as presented. All in favor, motion carried.

**Ordinance #6, 2013; Second and Final Reading
Solicitation Regulations**

Ordinance #6, 2013

AN ORDINANCE OF THE CITY OF DELTA, COLORADO,
AMENDING TITLE 5 CHAPTER 5.24 OF THE DELTA
MUNICIPAL CODE

was introduced as Council Bill #6, 2013 and read by the Clerk.

It was moved by Councilmember Penick and seconded by Councilmember Jurca to adopt Council Bill #6, 2013 on second and final reading. Roll call vote: Councilmembers Cooper, aye; Jurca, aye; Raley, aye, Penick, aye and Sisson, aye. Council Bill #6, 2013 was adopted on second and final reading as Ordinance #6, 2013.

City Attorney Comments

There were none.

City Manager Comments

Manager Clifton stated that he recently met with the Citizen Financial Task Force. They feel the city is headed in the right direction regarding the budget. They are in favor of asking the voters to keep the existing tax for the recreation center in the near future.

Manager Clifton also commented on his one year anniversary with the city.

Regular Meeting, Delta City Council, October 1, 2013 (cont.)

Councilmember Comments

Councilmember Cooper congratulated Manager Clifton on his first year with the city. She commented on a couple meetings she attended with CML.

Councilmember Penick questioned Manager Clifton if he is still being challenged.

Manager Clifton stated he is still being challenged.

Councilmember Penick stated that he would like to review the personnel policy regarding an employee in a leadership or department head position serving in a leadership position with another entity that provides service to the City of Delta or is in competition for service with the city.

Manager Clifton reported that they could take a look at the ICMA code of ethics.

There was discussion regarding the concerns of having an employee serving with an entity that could constitute a conflict.

Councilmember Raley stated he is pleased with the direction the city is heading. He appreciates the job Manager Clifton has been doing.

Councilmember Jurca questioned if they should be doing a review for Manager Clifton.

There was consensus to discuss the timeline for reviewing the City Manager at the next meeting.

Mayor Sisson stated it is very rewarding to work with the citizens of Delta.

The meeting was adjourned at 7:20 p.m.

/s/ Jolene E. Nelson
Jolene E. Nelson, City Clerk