

**SEPTEMBER 11, 2008**

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The City Council of the City of Idaho Falls met in Regular Council Meeting, Thursday, September 11, 2008, in the Council Chambers located in the City Annex Building at 680 Park Avenue in Idaho Falls, Idaho at 7:30 p.m.

There were present:

Mayor Jared D. Fuhriman  
Councilmember Sharon D. Parry  
Councilmember Karen Cornwell  
Councilmember Ken Taylor  
Councilmember Ida Hardcastle  
Councilmember Michael Lehto  
Councilmember Thomas Hally

Also present:

Dale Storer, City Attorney  
Rosemarie Anderson, City Clerk  
All available Division Directors

Mayor Fuhriman requested City Engineer Chris Fredericksen to come forward to lead those present in the Pledge of Allegiance.

Mayor Fuhriman stated that earlier this evening, the Fire Department conducted a memorial service for those that lost their lives in the September 11, 2001 Terrorist Attacks. He requested those present to observe a moment of silence in their honor.

**CONSENT AGENDA ITEMS**

Mayor Fuhriman requested Council confirmation for the appointment Nancy Boland to serve on the Historic Preservation Commission (Term to Expire December 31, 2011).

The City Clerk requested approval of the Minutes from the August 28, 2008 Executive Session, the August 28, 2008 Regular Council Meeting, and the September 8, 2008 Work Session and Executive Session.

The City Clerk presented monthly reports from various Division and Department Heads and requested that they be accepted and placed on file in the City Clerk's Office.

The City Clerk presented the following Expenditure Summary dated August 1, 2008 through August 31, 2008, after having been audited by the Fiscal Committee and paid by the Controller:

<b><u>FUND</u></b>	<b><u>TOTAL EXPENDITURE</u></b>
General Fund	\$ 1,417,851.47
Street Fund	663,654.16
Recreation Fund	27,897.06
Library Fund	115,833.01
Municipal Equipment Replacement Fund	84,618.08
Electric Light Public Purpose Fund	63,851.90
Golf Fund	21,872.74
Municipal Capital Improvement Fund	1,347.56
Street Capital Improvement Fund	778.00

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<b>FUND</b>	<b>TOTAL EXPENDITURE</b>
Water Capital Improvement Fund	14,174.74
Surface Drainage Fund	34,600.43
Airport Fund	284,228.57
Water and Sewer Fund	430,455.38
Sanitation Fund	323,040.51
Ambulance Fund	12,004.04
Electric Light Fund	3,728,939.46
Payroll Liability Fund	2,222,427.61
<b>TOTALS</b>	<b>\$ 9,447,574.72</b>

The City Clerk presented several license applications, all carrying the required approvals, and requested authorization to issue those licenses.

The City Clerk requested Council ratification for the publication of legal notices calling for public hearings on September 11, 2008.

The Airport Director submitted the following memo:

City of Idaho Falls  
September 8, 2008

MEMORANDUM

TO: Mayor and City Council  
FROM: Len Nelson, Airport Director  
SUBJECT: BID ADVERTISEMENT

The Airport Division requests permission from City Council to advertise for sealed bids regarding the construction of a Snow Removal Equipment and Storage Building at the Airport. Bids will be opened October 8, 2008. Funding is via the 2009 Airport Improvement Program and is 95% paid by the Federal Aviation Administration.

s/ Len Nelson

The Idaho Falls Power Director submitted the following memo:

City of Idaho Falls  
September 8, 2008

MEMORANDUM

TO: Honorable Mayor and City Council  
FROM: Jackie Flowers, Idaho Falls Power Director  
SUBJECT: CONSENT AGENDA – REQUEST AUTHORIZATION TO  
ADVERTISE FOR BIDS FOR EXPANSION OF WESTSIDE  
SUBSTATION

Idaho Falls Power respectfully requests authorization to advertise to receive bids for the Expansion of Westside Substation.

s/ Jackie Flowers

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It was moved by Councilmember Taylor, seconded by Councilmember Hardcastle, that the Consent Agenda be approved in accordance with the recommendations presented. Roll call as follows:

Aye: Councilmember Taylor  
Councilmember Hally  
Councilmember Parry  
Councilmember Lehto  
Councilmember Cornwell  
Councilmember Hardcastle

Nay: None

Motion Carried.

**REGULAR AGENDA ITEMS**

Councilmember Ken Taylor stated that earlier today the Mayor and City Council had the opportunity to meet on the east side of the river. The Idaho Falls Rotary Club presented the City of Idaho Falls with a check in the amount of \$150,000.00 for Greenbelt expansion. Even though the Rotary Club puts much work in to the Duck Races, it is really the citizens of Idaho Falls that contribute to this effort. Everyone is a winner as we enjoy the Greenbelt. This money will be used to assist in the extension of the Greenbelt from Pancheri Drive on the east side of the river to south of South Tourist Park. That construction begins on September 15, 2008. This check, when added to the other proceeds that the Rotary Club has given to the City of Idaho Falls over the last 18 years, exceeds \$1 Million. The City in applying for matching grants, has leveraged that money to more than \$3.5 Million. Because of the efforts of this service organization, the Mayor and City Council wish to express their appreciation to the citizens of Idaho Falls, the Rotary Club, and the Duck Race Committee. Councilmember Taylor acknowledged that Councilmember Cornwell has been involved in this effort for all 18 years that it has been running. It was her idea to begin the Duck Race.

Councilmember Cornwell indicated that there were four Rotarians on the City Council – Councilmember Taylor, Councilmember Hally, Councilmember Cornwell and Mayor Fuhriman.

Mayor Fuhriman stated that the City is very appreciative of the Idaho Falls Rotary Club for their efforts. We live in a better community because of their hard work.

The Idaho Falls Power Director submitted the following memos:

City of Idaho Falls  
September 8, 2008

MEMORANDUM

TO: Honorable Mayor and City Council  
FROM: Jo Elg, Assistant Idaho Falls Power Director  
SUBJECT: AMENDMENT TO THE BONNEVILLE POWER ADMINISTRATION SLICE AND BLOCK POWER SALES AGREEMENT

Attached for your consideration is Revision No. 7 to Exhibit C of the Bonneville Power Administration Slice and Block Power Sales Agreement. This is an annual update of the load forecast. The document has been reviewed by the City Attorney.

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Idaho Falls Power respectfully recommends approval of the Revised Exhibit C and authorization for the Mayor to sign the document.

s/ Jo Elg

It was moved by Councilmember Lehto, seconded by Councilmember Hally, to approve Revision No. 7 to Exhibit C of the Bonneville Power Slice and Block Power Sales Agreement and, further, give authorization for the Mayor to execute the necessary documents. Roll call as follows:

Aye: Councilmember Cornwell  
Councilmember Hardcastle  
Councilmember Hally  
Councilmember Parry  
Councilmember Taylor  
Councilmember Lehto

Nay: None

Motion Carried.

City of Idaho Falls  
September 8, 2008

MEMORANDUM

TO: Honorable Mayor and City Council  
FROM: Jo Elg, Assistant Idaho Falls Power Director  
SUBJECT: LETTER AGREEMENT WITH UAMPS MEMBERS

Attached for your consideration is a Letter Agreement memorializing the Agreement reached between the City of Logan and UAMPS members purchasing energy from Logan for the 2008-2009 winter season. The Agreement also clarifies Logan's action and obligation for the balance of the five year purchase.

Idaho Falls Power respectfully requests ratification of the Letter Agreement.

s/ Jo Elg

It was moved by Councilmember Lehto, seconded by Councilmember Hally, to ratify the execution of the Letter Agreement memorializing the Agreement reached between the City of Idaho Falls and UAMPS members purchasing energy from Logan for the 2008-2009 winter season and, further, clarifies Logan's action and obligation for the balance of the five-year purchase. Roll call as follows:

Aye: Councilmember Lehto  
Councilmember Parry  
Councilmember Hardcastle  
Councilmember Taylor  
Councilmember Hally  
Councilmember Cornwell

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Nay: None

Motion Carried.

City of Idaho Falls  
September 8, 2008

MEMORANDUM

TO: Honorable Mayor and City Council  
FROM: Jackie Flowers, Idaho Falls Power Director  
SUBJECT: AUTHORIZE THE MAYOR TO EXECUTE THE IDAHO  
CONSUMER OWNED UTILITIES MUTUAL AID AGREEMENT

Attached is a copy of the Mutual Aid Agreement developed by the Idaho Consumer Owned Utilities. This Agreement establishes the manner in which a utility may request and receive assistance from neighboring utilities in time of need. This agreement has been executed by Cooperative, Municipal and Investor-Owned Utilities throughout Idaho.

Idaho Falls Power respectfully requests authorization for the Mayor to execute this Mutual Aid Agreement.

s/ Jackie Flowers

It was moved by Councilmember Lehto, seconded by Councilmember Hally, to approve the Mutual Aid Agreement developed by the Idaho Consumer Owned Utilities establishing the manner in which a utility may request and receive assistance from neighboring utilities in time of need and, further, give authorization for the Mayor to execute the necessary documents. Roll call as follows:

Aye: Councilmember Parry  
Councilmember Cornwell  
Councilmember Taylor  
Councilmember Hardcastle  
Councilmember Lehto  
Councilmember Hally

Nay: None

Motion Carried.

City of Idaho Falls  
September 8, 2008

MEMORANDUM

TO: Honorable Mayor and City Council  
FROM: Jackie Flowers, Idaho Falls Power Director  
SUBJECT: IDAHO FALLS POWER BUILDING, CHANGE ORDER NO. 3

Attached is Change Order No. 3 to the Idaho Falls Power Building Renovation Project (Phase 2) for \$8,994.00.

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Idaho Falls Power requests Council approve this Change Order and authorize the Mayor to sign the document.

s/ Jackie Flowers

Councilmember Lehto stated that this renovation will be completed before the September 27, 2008 Idaho Falls Power Open House. It was moved by Councilmember Lehto, seconded by Councilmember Hally, to approve Change Order No. 3 to Double E Construction, Inc. in the amount of \$8,994.00 for the Idaho Falls Power Building Renovation Project, Phase 2 and, further, give authorization for the Mayor to execute the necessary documents. Roll call as follows:

Aye: Councilmember Hally  
Councilmember Taylor  
Councilmember Lehto  
Councilmember Cornwell  
Councilmember Hardcastle  
Councilmember Parry

Nay: None

Motion Carried.

The Municipal Services Director submitted the following memos:

City of Idaho Falls  
September 5, 2008

MEMORANDUM

TO: Honorable Mayor and City Council  
FROM: S. Craig Lords, Municipal Services Director  
SUBJECT: BID IF-08-33, FURNISHING/INSTALLING CONSOLE AND COMPUTER LAPTOP MOUNTS AND OTHER RELATED EQUIPMENT; INSTALLING GPS SYSTEMS, ALL IN IDAHO FALLS POLICE DEPARTMENT PATROL VEHICLES

Attached for your consideration is the tabulation for the above subject bid.

It is the recommendation of Municipal Services to accept the sole bid of Teton Communications, Inc. to furnish and install the required specified equipment for both sections for a Lump Sum Total amount of \$68,430.34.

Section I	Furnishing/Installing Console and Computer Laptop Mounts and Other Related Equipment	\$59,925.34
Section II	Installing GPS Systems	\$ 8,505.00
	LUMP SUM TOTAL	\$68,430.34

s/ S. Craig Lords

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Steve Roos, Police Chief, appeared to state that their goal, this next Spring, is to be fully operational for mobile dispatch.

The Municipal Services Director appeared to state that this bid does not add additional computers, it just provides for the mounting of 63 computers.

It was moved by Councilmember Taylor, seconded by Councilmember Hardcastle, to accept the sole bid from Teton Communications, Inc. to furnish and install the required specified equipment for both sections for a Lump Sum Total Amount of \$68,430.34. Roll call as follows:

Aye:            Councilmember Cornwell  
                  Councilmember Hardcastle  
                  Councilmember Hally  
                  Councilmember Parry  
                  Councilmember Taylor  
                  Councilmember Lehto

Nay:            None

Motion Carried.

City of Idaho Falls  
September 9, 2008

MEMORANDUM

TO:            Honorable Mayor and City Council  
FROM:        S. Craig Lords, Municipal Services Director  
SUBJECT:    HEALTH INSURANCE

Attached for your consideration are the summaries of proposals for the City's Health Insurance.

s/ S. Craig Lords

**City of Idaho Falls  
Rate Comparison**

<b>Tier</b>	<b>Enrollment</b>	<b>Current</b>	<b>Regence Renewal</b>	<b>Blue Cross Option 1</b>
Employee	70	\$ 410.30	\$ 389.80	\$ 345.05
Employee +1	151	952.70	895.60	792.75
Family	350	1,136.70	1,089.40	964.30
Monthly Total		\$ 572,413.70	\$ 543,811.60	\$ 481,363.75
Monthly Savings			28,602.10	91,049.95
Annual Total		5,868,964.40	6,525,739.20	5,776,365.00
Annual Savings			343,225.20	1,092,599.40

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<b>Multiple Year Rate Guarantee</b>				
<b>2 Year Level Rates</b>				
				<b>2 Year</b>
Employee				\$ 364.05
Employee +1				836.35
Family				1,017.35
Annual Total				6,094,138.20
Annual Savings				774,826.20
<b>1<sup>st</sup> year Current Proposed Rate Cap on 2<sup>nd</sup></b>				
Cap				Yes
First Year				Option 1 Rates
2nd Year Level Increase				Leveraged Trend on the 2 <sup>nd</sup> Year

Councilmember Taylor explained that the City received bids for the Health Insurance for City Employees. The City has been with Regence Blue Shield for a number of years. Their bid, compared with last year, would provide a savings of \$343,225.00. They bid for one year only. Blue Cross also submitted a bid representing a two year commitment, with an annual savings of \$774,826.00. For the first year, the spread in savings is \$432,601.00. Additionally, Blue Cross has committed to a two year commitment. Councilmember Taylor requested representatives from Blue Shield and Blue Cross to come forward to provide any additional information.

Jon Johnson, 3770 North Frandon Avenue, Meridian, Idaho, appeared to state that he was the Retention Manager from Regence Blue Shield. He had previously shared the following letter with the Mayor, City Council, and Municipal Services Director.

Regence Blue Shield of Idaho  
1175 Call Place, Suite 100  
Pocatello, Idaho 83201  
September 1, 2008

The Honorable Mayor Jared Fuhriman, Mayor of the City of Idaho Falls  
City Councilmembers, City of Idaho Falls

RE: Health Benefits for City of Idaho Falls

Dear Mayor Fuhriman and Members of the City Council:

I am writing this letter to you in the hopes of extending the long-standing partnership that has existed between the City of Idaho Falls and Regence Blue Shield of Idaho. I understand that the City's insurance committee will propose moving to another carrier effective October 1, 2008. I would like to take this opportunity to encourage you to stay with Regence.

Regence and the City have developed mutual respect and understanding as we have worked together in managing the increasing costs of health care. This positive relationship has enabled us to provide you with a more predictable forecast of claims – which helps you plan and budget for the future. As we prepared this year's medical renewal, we felt that, as your partner, it was

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important to make the proposal fiscally responsible. We do not feel that it is appropriate to offer you short-term savings that could lead to volatile or unpredictable, long-term problems.

The plan you have built with Regence has allowed you to manage your premiums while building a reserve account to protect the City. Those reserves have enabled you to fund other City projects when budgets were exhausted and deadlines loomed.

As you consider short-term savings offered by other carriers, I ask you to look at them not as savings but instead as an erosion of that fund and the City's ability to protect itself from major premium fluctuations in future years.

As part of our partnership you receive claims reporting that gives you the opportunity to see exactly where your expenses have been and where they are trending. In our estimation, moving to another carrier and paying premiums that are less than those we have calculated will make it highly unlikely that you will be able to continue funding your reserve account. We don't want to see the City lose this valuable tool, which has served you and your citizens so well over the last decade. We also believe the short-term savings will be more than offset by the substantial increases required in future years to make up for this highly discounted proposal.

Our commitment to the City of Idaho Falls is as strong today as it was the day we welcomed you. In these times of a weakened economy, we feel our partnership is as important as ever in ensuring the responsible management of our health care dollars – not only for today, but also for many years to come.

If you do move to another carrier, we will do all we can to minimize administrative disruption for the City and its employees and families. We know that changes in coverage can be difficult for our members and we always try to make the transition as smooth as possible. However, your plan is highly customized and requires manual claims processing. That complexity means that there would probably be some complications if you were to move your coverage to a new carrier. If a move does occur, we will call once again on our long history of mutual respect and understanding as we work together to ensure continuity of care and service to our impacted members during the transition process.

It is an honor to serve you and your employees and their families. We enjoy working with the City of Idaho Falls and hope to see that relationship continue for years to come.

Sincerely,

s/ Jon Johnson  
Jon Johnson  
Retention Manager  
Regence Blue Shield of Idaho

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Councilmember Taylor requested a representative from Blue Cross to come forward at this time. There was no representative from Blue Cross present at this meeting.

Councilmember Taylor stated that a decision on the insurance coverage needs to be made at this time. The new contract would begin on October 1, 2008. The annual savings of approximately \$750,000.00 each year is significant. The City Council does not take this lightly. The question is whether there would be a significant increase from Blue Cross in the third year. The decision would have to be based on the facts or circumstances of today. Councilmember Taylor requested the City Council to present their points of view regarding this issue.

Councilmember Cornwell stated that Regence Blue Shield had previously indicated that there would be an increase in premiums, before the health insurance was sent out to bid. Then, when the bids were received, there was a reduction in premium submitted by Regence Blue Shield. She requested to know why that happened.

Mr. Johnson re-appeared to explain the reason the premium costs were reduced through a negotiation process. He stated that the underwriters try to maintain a certain dollar figure in the reserve account. In the bidding process, they included a response that the reduction would have a negative impact on the reserve account.

Councilmember Hardcastle stated that this is a hard decision for the City Council to make. She said that everyone has appreciated what Regence Blue Shield has done over the years. Everyone is aware that the City has a unique health insurance policy. Blue Cross has indicated that they will match the coverage line for line. That makes it very difficult to leave that much money on the table.

Councilmember Lehto stated that this is a short-term contract, that the City Council cannot let cloud the long-term picture. He indicated that the City Council needs to be considering the long-term questioning as to what will happen in the third, fourth or fifth year of coverage. Given the information that he has received, he was going to be a proponent of staying with Regence Blue Shield.

Councilmember Hardcastle stated that she had agreed with Councilmember Lehto until the discussion with the professionals was held.

Councilmember Lehto stated that his argument is still compelling. The long-term cost/benefit analysis indicates to him that following the two years, the best deal that Blue Cross is going to offer to the City is how to true up the contract. That amount is more than this City Council or the taxpayer is willing to consider.

Councilmember Hardcastle stated that the two years will allow for an analysis of different insurance coverage that could be implemented.

Councilmember Lehto stated that a decision to go with Blue Cross is a decision that will unravel the insurance benefits package that the City employees now have. The long-term consequences will be a significant emotional event.

Councilmember Hally stated that he has looked at this decision carefully. He has listened to the input from the employee's insurance committee. He knows that there is money involved in this decision, but the City does not know which way the wind is going to blow down the road on money. He stated that he is convinced, very strongly, with the two year bid from Blue Cross that the City Council had better have another package ready to go, because the costs will increase tremendously. Councilmember Hally stated that he has had a history of dealing with insurance companies. There are many claims that go into many gray areas. In his experience, Regence Blue Shield has been a solid company in dealing with those issues. He wants the City employees to have quality as well as a savings. It can always look appealing to jump at something that looks like savings and in the end it might be a storm that might cost the City more money. He stated, further, that he still has his vote on his heart.

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Councilmember Parry stated that as she has worked with insurance and understanding the dilemmas of moving from one company to another, hearing some of the good and bad that comes from that, it gives her quite a bit of assurance that the contracts are going to be identical. Argyle Insurance has indicated that they will assist with the transition and any problems with claims. This is one of five things that need to be addressed in the next few years. The bidding process is one step to lower insurance costs. Consumer driven health care, employee wellness program, deductibles, and a restructure of the insurance plan will all have to be looked at.

Councilmember Lehto stated again, that this seems to be the unraveling of the insurance plan that the City now has. The last comments seem to indicate that this might be a good thing.

Councilmember Parry stated that she would not phrase this as the “unraveling” of the insurance plan, because that has a negative connotation. She stated that the City cannot continue to allow increases without questioning whether there is a better way.

Councilmember Lehto stated that the first two years under Blue Cross will be enjoyable. Looking long-term at the third year, it will be another City Council that will have to struggle with how to keep the benefits whole and what will need to be given up to balance that.

Councilmember Hardcastle stated that for many years, the City Council has felt that they need to get a handle on health care costs and have not been able to do that.

Councilmember Lehto stated that a number of years ago, the City Council would set a limit as to how much more the City would cover. That has not been done. In the tough budgetary years, the Regence Blue Shield reserve account has been a comfort to have. This contract has been working well for the City. He stated again that he was concerned for the future of the City’s health insurance.

Councilmember Hardcastle stated that she understood that there would have to be changes made to the health insurance program.

Councilmember Lehto stated that with 18 years experience, the City has been able to keep the employee’s health insurance plan whole.

Councilmember Hardcastle stated that she does not have a background in health insurance, so she relies on the professionals to make recommendations. She stated, further, that she is placing her trust in the Argyle brothers and in the Municipal Services Director for their recommendation.

Councilmember Hally commented that insurance is one aspect that the City Council will be reviewing. Salary surveys are also going to be conducted, as that has not been done for some time. At this time, insurance premiums are just under \$7 Million. Councilmember Hally stated that he has studied insurance packages quite extensively. This is a national problem. The City would like to provide a nice salary package as well as a nice insurance package. At this time, the City will have to go to the market on salaries as well as insurance. The Blue Cross package gives the City time to look at the many different variables.

Councilmember Taylor stated that no one knows what is going to happen two years from now. The insurance industry may change. There is no guarantee that if the City remains with Regence Blue Shield that the premiums would be any lower. Blue Cross has committed to exactly duplicate the current contract provided by Regence Blue Shield for a two year time period. That will result in approximately \$1.5 Million savings during that two year period. That is a known factor. Even though the decision rests with the Mayor and City Council, Councilmember Taylor stated that he relies on the recommendation given by the employee’s insurance committee, as well as the Municipal Services Director and insurance agents, that the Blue Cross contract would be the preferable option at this time.

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Both Regence Blue Shield and Blue Cross are reputable companies. They have been around a long time.

It was moved by Councilmember Taylor, seconded by Councilmember Hardcastle, to accept the Blue Cross proposal for the City's Health Insurance and, further, authorize the Mayor and City Clerk to execute the necessary documents. Roll call as follows:

Aye: Councilmember Hardcastle  
Councilmember Parry  
Councilmember Taylor

Nay: Councilmember Cornwell  
Councilmember Hally  
Councilmember Lehto

Mayor Fuhriman stated that he has been a City employee with the City of Idaho Falls for twenty years. The insurance, from the employee's perspective, is good. The City employees have sacrificed wages in order to keep the benefits whole. Mayor Fuhriman commented that Regence Blue Shield has paid for three of his children, one birth being a set of twins (which was expensive). Regence Blue Shield has been very reliable. The City employees have been very comfortable with their service. Mayor Fuhriman stated that his decision is going to be based on economics – what is best for the City employees, what is best for the City of Idaho Falls, and what is best for the taxpayer. He concurred with Councilmember Lehto in that he realizes that the benefits package will change. He indicated that he knows that the City will not be able to maintain the plan as it is currently implemented because forces will drive it to a different level than the City is accustomed to. Mayor Fuhriman stated, further, that with the savings received from Blue Cross, it will put the City in a better financial situation in preparing for the change in the future. Mayor Fuhriman broke the tied vote by voting "Aye" and stating that the City should change to Blue Cross. Mayor Fuhriman told Mr. Johnson not to take this decision personally and hoped that they would be willing to bid again, should the need arise. He thanked Regence Blue Shield for their good service over the years.

City of Idaho Falls  
September 9, 2008

MEMORANDUM

TO: Honorable Mayor and City Council  
FROM: S. Craig Lords, Municipal Services Director  
SUBJECT: LIFE INSURANCE

Attached for your consideration is the proposal for Life Insurance. It is the recommendation of Municipal Services that the City Council and Mayor accept the proposal from Regence Life.

s/ S. Craig Lords

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**City of Idaho Falls  
Group Life Insurance**

	<b>Current</b>	<b>Renewal</b>	<b>Metlife</b>	<b>Regence</b>
Employee	\$ 0.22	\$ 0.26	\$ 0.174	\$ 0.17
A D & D	0.04	0.04	0.026	0.03
Dependent	0.64	0.64	0.670	0.59
<b>Volume</b>				
Life	\$50,347,000.00	\$50,347,000.00	\$50,347,000.00	\$50,347,000.00
A D & D	29,806,000.00	29,806,000.00	29,806,000.00	29,806,000.00
Dependent	525	525	525	525
<b>Premium</b>				
Life	\$ 11,076.34	\$ 13,090.22	\$ 8,760.38	\$ 8,558.99
A D & D	1,192.24	1,192.24	774.96	894.18
Dependent	336.00	336.00	351.75	309.75
Estimated Annual Premium	12,604.58	14,618.46	9,887.08	9,782.92
Annual Premium	151,254.96	175,421.52	118,645.01	117,155.04
Annual Savings		(24,166.56)	32,609.95	34,099.92
Rate Guarantee		1 Year	3 Years	3 Years
Match Current Contract		Yes	Yes	Yes
<b>Supplemental per \$1,000</b>				
< 25	N/A	N/A	\$ 0.072	\$ 0.07
25 - 30	N/A	N/A	0.073	0.07
30 - 34	N/A	N/A	0.093	0.08
35 - 39	N/A	N/A	0.124	0.10
40 - 44	N/A	N/A	0.146	0.17
45 - 49	N/A	N/A	0.218	.31
50 - 54	N/A	N/A	0.362	0.52
55 - 59	N/A	N/A	0.653	0.90
60 - 64	N/A	N/A	0.912	1.04
65 - 69	N/A	N/A	1.607	1.83
70 - 74	N/A	N/A	2.611	3.20
75 +	N/A	N/A	2.611	4.90

It was moved by Councilmember Taylor, seconded by Councilmember Hardcastle, to accept the proposal from Regence Life for Life Insurance and, further, give authorization for the Mayor and City Clerk to execute the necessary documents. Roll call as follows:

Aye: Councilmember Cornwell  
 Councilmember Hardcastle  
 Councilmember Hally  
 Councilmember Parry  
 Councilmember Taylor  
 Councilmember Lehto

Nay: None

Motion Carried.

The Parks and Recreation Director submitted the following memos:

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City of Idaho Falls  
September 11, 2008

MEMORANDUM

TO: Honorable Mayor and City Council  
FROM: David J. Christiansen, Parks and Recreation Director  
SUBJECT: WESTSIDE SOCCER COMPLEX IRRIGATION SYSTEM

On Wednesday, September 3, 2008, bids were officially opened for the Westside Soccer Complex Irrigation System Project. The lowest qualified bidder for the project was Summer Rain Landscaping, Inc. of Idaho Falls, Idaho, in the amount of \$113,911.00. The Engineer's Estimate for the project was \$145,000.00.

The Parks and Recreation Division respectfully requests approval of the plans and specifications as presented and recommends authorization for the Mayor and City Clerk to execute said contract.

s/ David J. Christiansen

It was moved by Councilmember Hardcastle, seconded by Councilmember Lehto, to approve the plans and specifications as presented; to accept the lowest qualified bid from Summer Rain Landscaping, Inc. in the amount of \$113,911.00 to complete the Westside Soccer Complex Irrigation System; and, further, give authorization for the Mayor and City Clerk to execute the necessary contract documents. Roll call as follows:

Aye: Councilmember Lehto  
Councilmember Parry  
Councilmember Hardcastle  
Councilmember Taylor  
Councilmember Hally  
Councilmember Cornwell

Nay: None

Motion Carried.

City of Idaho Falls  
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MEMORANDUM

TO: Honorable Mayor and City Council  
FROM: David J. Christiansen, Parks and Recreation Director  
SUBJECT: TAUTPHAUS PARK ZOO – BEAR EXHIBIT

On Tuesday, September 2, 2008, bids were officially opened for the Bear Exhibit at Tautphaus Park. The low bidder for the project was Vern Clark and Sons of Idaho Falls, Idaho in the amount of \$233,840.00. The amount of the contract reflects the proposed rejection of Bid Alternates No. 1, No. 2, and No. 3.

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The Parks and Recreation Division respectfully requests approval of the plans and specifications as presented and recommends authorization for the Mayor and City Clerk to execute said contract.

s/ David J. Christiansen

Councilmember Hardcastle stated that she appreciated the more than 500 people have donated to this campaign. This will be a great addition to the zoo.

Councilmember Cornwell stated that the Bear Exhibit will provide an unbelievable boost in attendance at the zoo. She commended the Zoo Superintendent for providing natural surroundings for the animals. She stated that she is proud of what the Zoo Superintendent has accomplished in providing such a great asset to the City of Idaho Falls.

It was moved by Councilmember Hardcastle, seconded by Councilmember Lehto, to approve the plans and specifications as presented; to accept the low bid from Vern Clark and Sons Construction Company, Inc. in the amount of \$233,840.00 rejecting Bid Alternates No. 1, No. 2, and No. 3; and, further, give authorization for the Mayor and City Clerk to execute the necessary Contract Documents. Roll call as follows:

Aye: Councilmember Parry  
Councilmember Cornwell  
Councilmember Taylor  
Councilmember Hardcastle  
Councilmember Lehto  
Councilmember Hally

Nay: None

Motion Carried.

The Public Works Director submitted the following memo:

City of Idaho Falls  
September 3, 2008

MEMORANDUM

TO: Honorable Mayor and City Council  
FROM: Chad Stanger, Public Works Director  
SUBJECT: WEST SIDE SOCCER COMPLEX – PURCHASE AGREEMENT  
AMENDMENT

Attached is a proposed Amendment to the West Side Soccer Complex Purchase Agreement. The original agreement required the seller, Rosewood Contractors, LLC, to construct a water main to serve the property. Unforeseen to the Seller or the City at the time of agreement, was a need to install a valve and modify the City's existing water main. As proposed, this agreement increases the purchase price by an amount of \$55,430.53 to compensate for the additional expense.

**SEPTEMBER 11, 2008**

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Public Works recommends approval of this amendment; and, authorization for the Mayor and City Clerk to sign the documents.

s/ Chad Stanger

It was moved by Councilmember Lehto, seconded by Councilmember Parry, to approve the Amendment to the Purchase Agreement with Rosewood Contractors, LLC and, further, give authorization for the Mayor and City Clerk to execute the necessary documents. Roll call as follows:

Aye: Councilmember Hally  
Councilmember Taylor  
Councilmember Lehto  
Councilmember Cornwell  
Councilmember Hardcastle  
Councilmember Parry

Nay: None

Motion Carried.

Mayor Fuhriman requested Councilmember Parry to conduct a public hearing for consideration of a Conditional Use Permit for RSC-1 Use (Print/Copy Shop) in an R-3A Zone (Apartments and Professional Offices), located generally south of Third Street, north and adjacent to Fourth Street, east of Holmes Avenue, west and adjacent to Freeman Avenue and legally described as Lots 18 and 19, Block 1, Mathewson-Vercler Addition, Division No. 1. At the request of Councilmember Parry, the City Clerk read the following memo from the Planning and Building Director:

City of Idaho Falls  
September 8, 2008

MEMORANDUM

TO: Mayor and Council  
FROM: Renee R. Magee, Planning and Building Director  
SUBJECT: CONDITIONAL USE PERMIT FOR RSC-1 USE (PRINT/COPY SHOP) IN AN R-3A ZONE - LOTS 18-19, BLOCK 1, MATHEWSON-VERCLER ADDITION, DIVISION NO. 1

Attached is the application for a Conditional Use Permit to operate a Print/Copy Shop on Lots 18-19, Block 1, Mathewson-Vercler Addition, Division No. 1. The property is zoned R-3A, and the request is being filed under the provision of Section 7-6-2.E of the Zoning Ordinance which allows RSC-1 uses as a Conditional Use Permit. The Planning Commission considered this request at its August 19, 2008 Meeting and recommended approval with the conditions no more than 1,200 square feet of the building be dedicated to the copy shop, no substantial remodeling in conjunction with the use be permitted, and no significant changes to the site, access, or parking be allowed specific to this use. Staff concurs with the recommendation. This request is now being submitted to the Mayor and Council for consideration.

s/ Renee R. Magee

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The Planning and Building Director located the subject area on a map and further explained the request. Following is a list of exhibits used in connection with this Conditional Use Permit request:

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|-----------|--|
| Slide 1   | Vicinity Map showing surrounding zoning                                    |
| Slide 2   | Site Photo showing front of building                                       |
| Slide 3   | Site Photo showing existing parking between building and residential home  |
| Slide 4   | Site Photo looking west along 4 <sup>th</sup> Street                       |
| Slide 5   | Site Photo of the Scout Office on the south side of 4 <sup>th</sup> Street |
| Exhibit 1 | Planning Commission Minutes dated August 19, 2008                          |
| Exhibit 2 | Staff Report dated August 19, 2008   |
| Exhibit 3 | Aerial Photo   |

Bruce Bradley, 1603 South 10<sup>th</sup> East, Idaho Falls appeared to represent Bradley Enterprises, Inc. This building has been an incubator building over the years, being the starting place for many new businesses. He requested approval from the Mayor and City Council for the Conditional Use Permit so that they can keep the building occupied.

There being no further discussion either in favor of or in opposition to this Conditional Use Permit request, Mayor Fuhrman closed the public hearing.

It was moved by Councilmember Parry, seconded by Councilmember Hally, to approve the Conditional Use Permit for an RSC-1 Use (Print/Copy Shop) in an R-3A Zone (Apartments and Professional Office), located generally south of Third Street, north and adjacent to Fourth Street, east of Holmes Avenue, west and adjacent to Freeman Avenue and legally described as Lots 18 and 19, Block 1, Mathewson-Vercler Addition, Division No. 1, with the conditions no more than 1,200 square feet of the building be dedicated to the copy shop, no substantial remodeling in conjunction with the use be permitted, and no significant changes to the site, access, or parking be allowed specific to this use. Roll call as follows:

Aye: Councilmember Parry  
Councilmember Cornwell  
Councilmember Taylor  
Councilmember Hardcastle  
Councilmember Lehto  
Councilmember Hally

Nay: None

Motion Carried.

The Annexation Proceedings Prior to Platting of 14.560 Acres in the Northeast Quarter of the Southwest Quarter of Section 8, Township 2 North, Range 38, East of the Boise Meridian from Bonneville County was withdrawn by the applicant.

Mayor Fuhrman requested Councilmember Parry to conduct Annexation Proceedings Prior to Platting for 25.93 Acres in Section 26, Township 2 North, Range 37, East of the Boise Meridian. At the request of Councilmember Parry, the City Clerk read the following memo from the Planning and Building Director:

**SEPTEMBER 11, 2008**

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City of Idaho Falls  
September 8, 2008

MEMORANDUM

TO: Mayor and Council  
FROM: Renee R. Magee, Planning and Building Director  
SUBJECT: ANNEXATION AND INITIAL ZONING OF C-1 – 25.93 ACRES  
NORTH AND ADJACENT TO SUNNYSIDE ROAD, EAST OF  
PIONEER ROAD, AND WEST OF SNAKE RIVER PARKWAY

Attached is the Annexation Agreement and Annexation Ordinance for 25.93 Acres north of and adjacent to Sunnyside Road, east of and adjacent to Pioneer Road, and west of Snake River Parkway. The requested initial zoning is C-1. The Planning Commission recommended approval of the annexation request and initial zoning at its August 5, 2008 Meeting with conditions which have been included in the Annexation Agreement. Staff concurs with the recommendation. This request is now being submitted to the Mayor and Council for consideration.

s/ Renee R. Magee

The Planning and Building Director located the subject area on a map and further explained the request. Following is a list of exhibits used in connection with this annexation request:

Slide 1	Vicinity map showing surrounding zoning
Slide 2	Aerial Photo
Slide 3	Aerial Photo – Close Up
Slide 4	Comprehensive Plan
Slide 5	Site Photo showing section of Pioneer Road that is south of the Canal
Slide 6	Site Photo looking east across site and north of Sunnyside Road
Slide 7	Site Photo looking west at site toward Teton Toyota
Exhibit 1	Planning Commission Minutes dated August 5, 2008
Exhibit 2	Staff Report dated August 5, 2008
Exhibit 3	Vicinity Map

Daryl Kofoed, Mountain River Engineering, 1020 Lincoln Road, appeared to state that this project is an area that the City can be proud of. This is a logical connection to what is being built in the area.

There being no further discussion either in favor of or in opposition to this annexation request, Mayor Fuhrman closed the public hearing.

It was moved by Councilmember Parry, seconded by Councilmember Hally, to approve the Annexation Agreement for 25.93 Acres in Section 26, Township 2 North, Range 37, East of the Boise Meridian and, further, give authorization for the Mayor and City Clerk to sign said Agreement. Roll call as follows:

Aye: Councilmember Lehto  
Councilmember Parry  
Councilmember Hardcastle  
Councilmember Taylor

**SEPTEMBER 11, 2008**

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Councilmember Hally  
Councilmember Cornwell

Nay: None

Motion Carried.

At the request of Councilmember Parry, the City Attorney read the following Ordinance by title only:

**ORDINANCE NO. 2781**

**25.93 ACRES IN SECTION 26, TOWNSHIP 2 NORTH, RANGE 37,  
EAST OF THE BOISE MERIDIAN**

AN ORDINANCE ANNEXING CERTAIN LANDS TO THE CITY OF IDAHO FALLS, IDAHO; DESCRIBING THESE LANDS; REQUIRING THE FILING OF THE ORDINANCE AND AMENDED CITY MAP AND AMENDED LEGAL DESCRIPTION OF THE CITY WITH THE APPROPRIATE COUNTY AND STATE AUTHORITIES; AND ESTABLISHING EFFECTIVE DATE.

The foregoing Ordinance was presented by title only. Councilmember Parry moved, and Councilmember Hally seconded, that the provisions of Idaho Code Section 50-902 requiring all Ordinances to be read by title, and once in full, on three separate dates be dispensed with, the Ordinance be passed on all three readings, and, further, give authorization for the Mayor and City Clerk to sign the necessary documents. Roll call as follows:

Aye: Councilmember Parry  
Councilmember Cornwell  
Councilmember Taylor  
Councilmember Hardcastle  
Councilmember Lehto  
Councilmember Hally

Nay: None

Motion Carried.

A public hearing was conducted to consider the initial zoning of the newly annexed area. There being no discussion, it was moved by Councilmember Parry, seconded by Councilmember Hally, to establish the initial zoning for 25.93 Acres in Section 26, Township 2 North, Range 37, East of the Boise Meridian as C-1 (Limited Retail Business) Zoning as presented, that the comprehensive plan be amended to include the area annexed herewith, and that the City Planner be instructed to reflect said annexation, zoning and amendment to the comprehensive plan on the comprehensive plan and zoning maps located in the Planning Office. Roll call as follows:

Aye: Councilmember Hally  
Councilmember Taylor

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Councilmember Lehto  
Councilmember Cornwell  
Councilmember Hardcastle  
Councilmember Parry

Nay:           None

Motion Carried.

There being no further business, it was moved by Councilmember Cornwell, seconded by Councilmember Lehto, that the meeting adjourn at 8:45 p.m.

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CITY CLERK

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MAYOR

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