

Grand Junction, Colorado

January 17, 1975

RECESSED MEETING

ROLL CALL

The City Council of the City of Grand Junction, Colorado, met in recessed session at 12:00 noon at the Vault, 5th & Rood, on Friday, January 17, 1975. Present for roll call were: President of the Council Lawrence Kozisek, Harry Colescott, Elvin Tufly, Robert Van Houten, Jane Quimby and Silas Grantham. Councilman Stanley Anderson was absent. Also present, City Attorney Gerald Ashby, City Manager Harvey Rose and City Clerk Neva Lockhart.

TIARA RADO GOLF COURSE & MUNICIPAL BUILDING - \$450,000 Revenue Bond Issue - \$600,000 G.O. Bond Issue - Underwriters Agreement

Mr. Dan Herrington of Boettcher and Company outlined the steps necessary to effect the \$450,000 Revenue Bond Issue for the Tiara Rado Golf Course. Since it is necessary to purchase the Golf Course and equipment from the present owners right away, Boettcher and Company has negotiated a loan between the City of Grand Junction and the First National Bank in the amount of \$285,000 at six percent per annum, payable in 45 days until the bond issue can be closed. He needed Council approval of two agreements; the first being the underwriters agreement with Boettcher and Company for the \$450,000 Revenue Bond Issue at a net effective interest rate of 8.78 percent for Tiara Rado Golf Course, and the second being the underwriters agreement with Boettcher and Company for the \$600,000 General Obligation Bond Issue at a net effective interest rate of 6.51 percent for the Municipal Building. He explained that interest rates are high at this time, so these Issues have been structured so they can be refinanced at a lower interest rate later. There would be a small premium of one-half percent on the Revenue Bond Issue if refinanced. Discussion followed regarding the formation of a Recreation Authority. Mr. Herrington suggested the City may wish to do this in the near future with the idea of placing other recreational facilities and Tiara Rado Golf Course in a common pool.

It was moved by Councilman Van Houten and seconded by Councilman Grantham that the underwriters agreement with Boettcher and Company for the Golf Course Bond Issue be approved and the President of the Council be authorized to sign said agreement and secure the interim financing.

Councilman Colescott said he was opposed to the purchase of Tiara Rado Golf Course originally because of its inflationary impact. He feels the information today bears out that opposition. Councilman Tufly stated that at the time this purchase was being discussed, the financing picture was much brighter. He said he now feels that he has been put in a corner. He asked about the legal aspects of

the transaction. City Attorney Ashby advised that from a legal standpoint the City could back off; morally it was questionable. Motion carried with Councilman Colescott voting NO.

It was moved by Councilman Van Houten and seconded by Councilwoman Quimby that the underwriters agreement with Boettcher and Company for the Municipal Building General Obligation Bond Issue be approved and the President of the Council authorized to sign said agreement. Motion carried.

DISCUSSION - 1975 REVISED EDITION OF THE NATIONAL ELECTRICAL CODE
Reconsider Tabling

Chief Building Inspector Dick Hollinger reported that the main amendment in the 1975 Revised Edition of the national Electrical Code is the requirement that on all new buildings or any buildings proposed to be remodeled, the receptacle required on the outside of the house must have a ground fault interrupter. The new Code also requires that a light be provided in the attic and in the crawl space under the house where mechanical equipment is located. He noted that the State will enforce the 1975 Revised Edition of the Code particularly for hospitals and nursing homes. Mr. Hollinger said he had talked with a gentleman regarding HUD funds or Federal funds and was advised that the current Code would be required. He asked that Council reconsider its position on this matter.

ADJOURNMENT

It was moved by Councilman Van Houten and seconded by Councilman Colescott that the meeting be adjourned. Motion carried.

Neva B. Lockhart

City Clerk