OFFICIAL MINUTES OF THE SPECIAL MEETING
CITY COUNCIL OF THE CITY OF SUGAR CITY
MADISON COUNTY, IDAHO
THURSDAY, SEPTEMBER 21, 2026

Presiding: Mayor Steven Adams
Meeting Via Internet and at City Hall Convened at 6:30 p.m.
Prayer: Councilwoman Ball
Pledge of Allegiance: Mayor Adams

Present at City Hall and Online: Mayor Steven Adams; Councilors Catherine Nielsen, Glenn Dayley (joined online) and Carter Stanford; City Information Technologist Spencer Cook; and others who may have joined electronically or physically but not identified. Clerk Treasurer Wendy McLaughlin was excused.

AMENDED PUBLIC HEARNG: CONTINUATION OF FORGONE TAX RESOLUTION NO. 2026-7:

OPENING OF THE HEARING:

Mayor Steven Adams formally opened the continued public hearing at 6:30 p.m. regarding the consideration and adoption of Resolution No. 2026-7 to reserve the city's Fiscal Year 2027 forgone property tax amount of $3,842 pursuant to Idaho Code § 63-802(1)(f).

Mayor Adams noted for the record that this session is a continuation of the public hearing originally opened on August 27, 2026, and that an Amended Notice of Continuation was duly published in the official newspaper on September 11 and September 18, 2026, and posted physically at City Hall to correct a scheduling date error in the initial publication.

Staff Report:

Mayor Adams presented the background for City Clerk McLaughlin's Staff Report on the forgone tax calculation, confirming the non-binding amount to be reserved is exactly $3,842. He clarified that passing the resolution banks the statutory capacity for future city operational needs but does not impose a new property tax hike at this time.

Public Testimony:

Mayor Adams called for public comment.

- **In Favor:** None
- **In Opposition:** None
- **Neutral / Written Comments:** None

Close of Public Hearing:

There being no further public comments, the public hearing was officially closed at 6:35 p.m.

COUNCIL DELIBERATION AND ACTION ITEM:

Discussion:

The City Council reviewed the proposed resolution. Councilman Stanford asked about the extension granted by the County in order to notice and hold a public hearing to reserve the Forgone as required by law. Due to an amendment to the tentative budget to reserve the forgone rather than accepting the 3% property tax increase—which was previously passed during the August 13, 2026 meeting—the August 27 hearing did not meet the necessary requirements.

Resolution No. 2026-7 was introduced to the council:

"A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF SUGAR CITY, IDAHO, RESERVING THE FORGONE AMOUNT FOR FISCAL YEAR 2027 FOR POTENTIAL USE IN SUBSEQUENT YEARS AS DESCRIBED IN IDAHO CODE 63-802."

MOTION: It was moved by Councilman Dayley and seconded by Councilwoman Ball to approve Resolution No 2026-7 for the Appropriation Ordinance No. 412_2026. Thereupon, the Mayor called roll upon the motion.

Those voting aye: Councilors Ball, Dayley, and Stanford
Those voting nay: Councilwoman Nielsen

Thereupon, Mayor Adams declared the motion passed. A copy of said resolution is attached hereto marked "Attachment 1".

Motion Carried by a vote of 3 to 1.

Meeting adjourned 6:40 p.m..

Signed: _____
Steven Adams
Mayor

Attested: _____
Wendy McLaughlin,
Clerk-Treasurer

ATTACHMENT #1

RESOLUTION N0.2026-7

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF SUGAR CITY, IDAHO, RESERVING THE FORGONE AMOUNT FOR FISCAL YEAR 2027 FOR POTENTIAL USE IN SUBSEQUENT YEARS AS DESCRIBED IN IDAHO CODE §63-802, et al.

WHEREAS, Idaho Code §50-235 empowers the City Council of each City to levy taxes for general revenue purposes; and,

WHEREAS, Idaho Code §50-1002 requires the City Council of each City in the State of Idaho to pass a budget, referred to as an Annual Appropriation Ordinance; and,

WHEREAS, Idaho Code §63-802 sets limitations on all taxing district budget requests on the amount of property tax revenues that can be used to fund programs and services; and,

WHEREAS, Idaho Code §63-802(l)(a) allows each taxing entity to increase property tax budget amounts by a maximum of 3%, plus an amount calculated based on the value of both new construction and annexation added during the previous calendar year, plus an amount for forgone taxes; and,

WHEREAS, Idaho Code §63-802(l)(f) requires that the city adopt an annual resolution to reserve additional forgone amount in order to utilize that amount in subsequent years; and,

WHEREAS, the City has met the notice and hearing requirements in Idaho Code §63-802(1)(f) to reserve the current year's increase in the forgone amount; and,

WHEREAS, the City intends to reserve $3,842 of its current year's increase in allowable forgone amount.

NOW, THEREFORE BE IT RESOLVED BY THE COUNCIL OF THE CITY OF SUGAR CITY, IDAHO, that $3,842 of the current year's allowable increase in its forgone amount is reserved and included in the City's total forgone balance for potential use in subsequent years.

PASSED by the SUGAR CITY COUNCIL on the 21st day of September, 2026.

_____
MAYOR

ATTEST:

_____
CITY CLERK-TREASURER