

SOUTH DAVIS SEWER DISTRICT
BOARD OF TRUSTEES
SPECIAL MEETING
6 August 2020

The Board of Trustees of the South Davis Sewer District, Davis and Salt Lake Counties, met in special session at 5:00 p.m. at the District Office located at 1800 West 1200 North, West Bountiful, Utah, with the following members present:

Dee Hansen	Chairman
Howard Burningham	Vice-Chairman (via videoconference)
Mark Preece	Trustee (via videoconference)
Len Arave	Trustee (via videoconference)
Ryan Westergard	Trustee (via videoconference)

Excused:

John Davies	Trustee
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Absent:

Randy Lewis	Trustee
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Others meeting with the Board:

Dal Wayment	General Manager/Treasurer
Matt Myers	Assistant General Manager
Mark Katter	Accounting Manager/Clerk
Susanne Monsen	Administrative Asst/Asst Clerk

1. OPEN MEETING:

The Chairman called the meeting to order at 5:00 p.m.

2. CONSIDER AMENDING AND RESTATING SUPPLEMENTAL RESOLUTION NO. 173 AUTHORIZING THE ISSUANCE AND SALE OF \$12,179,000 COMBINED UTILITY SYSTEM REVENUE BONDS, SERIES 2019 TO CORRECT AN ERROR:

The 2019 Bonds were issued on 12/3/2019 and were purchased by ZMFU II, Inc., an investment affiliate of Zions Bank. ZMFU proposed that the 2019 Bonds that matured before 2035 would bear interest at 2.05% and that the 2019 Bonds that matured in 2035 through 2029 would bear interest at 2.29%. The interest rate on these later maturities will be reset on 12/1/2034, subject to a minimum reset rate of 2.29% and a maximum reset rate of 7.29%.

The Supplemental Resolution that authorized the 2019 Bonds was prepared based on a misunderstanding that all of the maturities would bear interest at 2.05% and that the 2.29% rate only applied as the minimum reset rate in 2034. The amendment and restatement of the Supplemental Resolution corrects this error and confirms that the 2019 Bonds bear interest at the rates proposed by ZMFU. It should be noted that the debt service payment schedule for the 2019 Bonds was prepared using the correct interest rates, so this correction will have no impact on the debt service payments being made by the District.

Motion was made by Mr. Howard Burningham seconded by Mr. Len Arave to amend Supplemental Resolution No. 173 as presented. Motion carried unanimously with Trustees Hansen, Burningham, Preece, Arave and Westergard voting "aye".

3. CONSIDER LEASE AGREEMENT FOR HYDRAULIC TESTING FACILITY:

The lease agreement for this project has not been received from the District's legal counsel. This item will be held until the next Board Meeting.

4. CONSIDER AUTHORIZING REQUEST FOR BIDS FOR MEMBRANE FILTRATION EQUIPMENT FOR NORTH PLANT NUTRIENT REMOVAL:

One of the long lead time equipment purchases for the North Plant Advanced Biological Nutrient Removal (ABNR) system is a membrane filtration system. Early procurement of this equipment will allow the District to lock in the price. It will also allow the design of the ABNR system to use actual drawings, dimensions, specifications, etc. to be used. We would like to have the purchase order for this project in place by the end of August.

Motion was made by Mr. Ryan Westergard seconded by Mr. Mark Preece authorizing the request for bids for the membrane filtration equipment for the North Plant nutrient removal project as presented. Motion carried unanimously with Trustees Hansen, Burningham, Preece, Arave and Westergard voting "aye".

5. NEXT MEETING SCHEDULED:

The next regular meeting has been scheduled for Thursday, 20 August 2020, 5:00 p.m.

6. DISMISSAL:

The meeting ended at 5:30 p.m.



Clerk



Chairman, Board of Trustees