

SOUTH DAVIS SEWER DISTRICT
BOARD OF TRUSTEES
REGULAR MEETING & PUBLIC HEARING
5 December 2019

The Board of Trustees of the South Davis Sewer District, Davis and Salt Lake Counties, met in regular 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
John Davies	Trustee (via teleconference)
Randy Lewis	Trustee
Mark Preece	Trustee
Len Arave	Trustee
Ryan Westergard	Trustee

Others meeting with the Board:

Dal Wayment	General Manager/Treasurer
Mark Katter	Accounting Manager/Clerk
Susanne Monsen	Administrative Asst/Asst Clerk
Matt Myers	District Engineer
Ron Mortensen	Resident, Bountiful
Deby Marshall	Resident, West Bountiful
Dixie Weeks	Resident, Woods Cross

1. MINUTES:

The regular meeting was called to order at 5:00 p.m. at which time the Chairman asked for comments of the regular Board Meeting held 21 November 2019. After consideration motion was made by Mr. Randy Lewis seconded by Mr. Len Arave to accept the Minutes as presented. Motion carried unanimously with Trustees Hansen, Burningham, Davies, Lewis, Preece, Arave and Westergard voting "aye".

2. BUDGET REPORT:

The Budget Report dated 12/5/19 was presented for review. The combined Revenue Budget has received 74% in revenues; the Collection System is 75% expended; Treatment Plants are 89% expended; Industrial Pretreatment is 93% expended; Capital Expansion is 60% expended; Water Quality Group (JR/FB) is 92% expended; OU2 Remediation is 65% expended; Water Quality Group (Utah Lake) is 59% expended; General & Admin is 86% expended; and, Wasatch Resource Recovery (WRR) is 89% expended. The budget ratio to calendar months is 92%.

3. INVESTMENT REPORT:

Current investments are maintained by Zions Bank, Public Treasurer's Investment Fund (PTIF) and Moreton Asset Management. Through the end of November Moreton held \$2.6 million at an approximate interest rate of 2.7746%. PTIF (November/2019) held \$6 million an approximate rate of 2.3976%.

4. APPROVAL OF DISBURSEMENTS:

Trustees reviewed the list of Disbursements. After consideration and some review motion was made by Mr. Howard Burningham seconded by Mr. Len Arave to accept the Disbursements as presented. Motion carried unanimously with Trustees Hansen, Burningham, Davies, Lewis, Preece, Arave and Westergard voting "aye".

5. OPEN PUBLIC HEARING:

Motion was made by Mr. Howard Burningham seconded by Mr. Randy Lewis to open the Public Hearing. Motion carried unanimously with Trustees Hansen, Burningham, Davies, Lewis, Preece, Arave and Westergard voting "aye".

6. REVIEW PROPOSED 2020 BUDGET:

A. PRESENTATION.

The final draft for the 2020 Budget was presented. The line items of the budget summary were reviewed. The overall operation and maintenance portion of the budget is 11.2% less than 2019. The capital budget at \$9.9 million is a significant increase of 200%. This is due to the rehabilitation of the District's South Plant and the addition of the ability to remove nitrogen and phosphorus from our effluent.

B. PUBLIC COMMENTS.

Ron Mortensen, - Resident of Bountiful City.

Q: Does the 2020 budget include a rate increase?

A: The District has hired a third party to perform an independent rate study.

Deby Marshall - Resident of West Bountiful City

Q: Will operating expenses for WRR with natural gas change the budget?

A: Operating expenses will remain the same. It was always intended that natural gas would be purchased for WRR operations because the renewal natural gas produced by WRR is worth approximately five times as much as the utility natural gas.

Dixie Weeks - Resident of Woods Cross

Q: If a rate increase is proposed, what is a ball-park increase?

A: This will be determined by the rate study.

7. CLOSE PUBLIC HEARING:

Motion was made by Mr. Randy Lewis seconded by Mr. John Davies to close the Public Hearing. Motion carried unanimously with Trustees Hansen, Burningham, Davies, Lewis, Preece, Arave and Westergard voting "aye".

8. CONSIDER RESOLUTION NO. 107-20 (2020 BUDGET):

Motion was made by Mr. Ryan Westergard seconded by Mr. Len Arave to adopt the 2020 Budget as presented through Resolution No. 107-20. Motion carried unanimously with Trustees Hansen, Burningham, Davies, Lewis, Preece, Arave and Westergard voting "aye".

9. ADOPT 2020 MEETING SCHEDULE:

The Meeting Schedule for 2020 was presented for acceptance. Motion was made by Mr. Howard Burningham seconded by Mr. Mark Preece to adopt the Annual Meeting Schedule for 2020 as presented. Motion carried unanimously with Hansen, Burningham, Davies, Lewis, Preece and Arave voting "aye".

10. GENERAL MANAGER'S REPORT:

A. TOUR - EPA REGION 8.

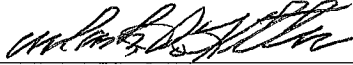
On 11/20/19, the District and WRR hosted a tour of the WRR facility and the ABNR (Advanced Biological Nutrient Removal) pilot plant for Mr. Greg Sopkin, EPA Region 8 Administrator. Mr. Sopkin was accompanied by his Senior Advisor, and the Region 8 Sustainability Director. A reporter for the Deseret News accompanied the tour. There was a positive report and a Deseret News article about the project. It was mentioned that food-waste-to-energy projects are a priority for Mr. Sopkin.

11. NEXT MEETING SCHEDULED:

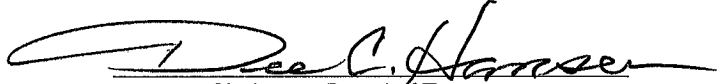
The next meeting has been scheduled for Thursday, 16 January 2020, 5:00 p.m.

12. DISMISSAL:

The meeting ended at 5:47 p.m.



Clerk



Chairman, Board of Trustees