

**SOUTH DAVIS SEWER DISTRICT  
WEST BOUNTIFUL, UT  
NOTICE OF PUBLIC HEARING AND INTENT TO ISSUE BONDS**

PUBLIC NOTICE IS HEREBY GIVEN that the Board of Trustees (the Board) of the South Davis Sewer District, Utah (the District) will hold a public hearing to receive input from the public with respect to the issuance of its non-voted revenue bonds (the Bond) to finance all or a portion of the cost of the acquisition, construction and completion of (a) facilities to remove nutrients (primarily nitrogen and phosphorous) from the treated wastewater discharges from the District's South Plant located in the City of North Salt Lake, Utah, to enable the District to comply with new and future regulatory permit requirements, (b) the rehabilitation and improvement of certain existing facilities located the District's South Plant, and (c) facilities and studies with respect to the remediation of various non-point sources of water pollution (collectively, the Project), and the potential economic impact that the Project will have on the private sector and customers served by the District.

**PURPOSE FOR ISSUING THE BOND**

The District intends to issue the Bond for the purpose of (1) financing all or a portion of the costs of the acquisition, construction and completion of the Project, (2) funding necessary reserves and contingencies in connection with the Bond, and (3) paying the costs incurred in connection with the issuance of the Bond. The Bond will be issued and delivered to the Utah Water Quality Board.

**TERMS OF THE BOND**

The District intends to issue the Bond in an aggregate principal amount not exceeding \$28,851,000 at an interest rate of 0.55% per annum. The Bond will mature no more than 20 years after the completion of the Project and will require an annual debt service payment of approximately \$1,527,304.

The Bond will be secured by and paid from revenues from the combined utility system of the District for the collection, treatment and disposition of sewage and solid waste, including from the Project, and no taxes will be pledged for repayment of the Bond.

**DISTRICT USER FEES AND CONNECTION CHARGES**

The District currently charges a user fee of \$5/month for each equivalent residential unit. This user fee has not changed in 29 years. The District's Board is considering adjustments to the user fee that could increase it by \$3 to \$5/month. The District also imposes impact fees and levies property taxes, and no changes to the impact fees and property tax levies are currently expected.

**TIME, PLACE AND LOCATION OF PUBLIC HEARING**

The District will hold a public hearing during its Board Meeting which begins at 12:00 p.m. noon on July 28, 2017. The public hearing will be held at the regular meeting place of the Board at 1800 West 1200 North, West Bountiful, Utah. All members of the public are invited to attend and participate in the public hearing. Written comments may be submitted to the District, to the attention of the District Clerk at PO Box 140111, Salt Lake City, UT 84114-0111, prior to the public hearing.

**PURPOSE FOR HEARING**

The purpose of the hearing is to receive input from the public with respect to the issuance of the Bond and the potential economic impact that the Project will have on the private sector and the customers served by the District.

**SOUTH DAVIS SEWER DISTRICT  
Mark R. Katter  
District Clerk**