

SOUTH DAVIS SEWER DISTRICT
BOARD OF TRUSTEES
REGULAR MEETING
18 July 2024

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:

Howard Burningham	Chair
Mark Preece	Vice-Chair
Len Arave	Trustee
Gina Hirst	Trustee
Brian Horrocks	Trustee
Kendalyn Harris	Trustee (arr. 5:05 pm)
Ryan Westergard	Trustee

Others meeting with the Board:

Matt Myers	General Manager/Treasurer
Mark Katter	Accounting Manager/Clerk
Susanne Monsen	Administrative Asst/Asst Clerk
Ron Mortensen	Resident, Bountiful
Matt Dugdale	Stifel
Mark Anderson	Attorney, Fabian Vancott
Beverly Westle	EIP Ventures

1. OPEN MEETING:

The Chair called the meeting to order at 5:01 p.m.

2. PUBLIC COMMENTS:

None

3. APPROVAL OF MINUTES:

The Chair asked for comments of the Regular Board Meeting held 20 June 2024. After consideration motion was made by Len Arave seconded by Mark Preece to accept the Minutes as presented. Motion carried unanimously with Trustees Burningham, Arave, Hirst, Preece, Horrocks and Westergard voting "aye".

4. BUDGET REPORT:

A. SOUTH DAVIS SEWER DISTRICT.

The Budget Report ending June/2024 was presented for review. The combined Revenue Budget has received 39% in revenues. The Collection System is 45% expended; Treatment Plants are 47% expended; Industrial Pretreatment is 52% expended; Capital Expansion is 6% expended; Water Quality Group (JR/FB) is 50% expended; OU2 Remediation is 52% expended; Water Quality Group (UT LK) is 53% expended; and General & Admin is 33% expended. The budget ratio to calendar months is 50%.

B. WASATCH RESOURCE RECOVERY.

The Budget Report ending June/2024 was presented for review. The Revenue Budget has received 27% in Revenues and is 42% expended. The budget ratio to calendar months is 50%.

5. INVESTMENT REPORT:

Current investments (June/2024) are maintained by Zions Bank, Public Treasurers Investment Fund (PTIF) and Moreton Asset Management. Zions Trust held approximately \$5.5 million at an interest rate of 5.4391% (funds are with PTIF); PTIF held approximately \$5.8 million at an interest rate of 5.4391%; and Moreton held approximately \$1.9 million at an interest rate of 4.8782%.

6. APPROVAL OF DISBURSEMENTS:

Trustees reviewed Zions Bank check numbers 35214, 35218, 35221, 35228, 35265, 35299. After further consideration motion was made by Ryan Westergard seconded by Len Arave to accept the Disbursements as presented. Motion carried unanimously with Trustees Burningham, Arave, Hirst, Preece, Horrocks, Harris voting and Westergard "aye".

7. APPROVAL OF SEWER LINE DEEDS:

A. ROAD DEDICATION 1200 WEST AND 1970 SOUTH STREETS - PROJECT NO. 8-21,

The Deed for the sanitary sewer located within the Road Dedication 1200 West and 1970 South Streets, located in Woods Cross, has been received. The total sewer costs for this development are \$66,804.

Motion was made by Kendalyn Harris seconded by Gina Hirst to accept the Deed for 1200 West and 1970 South Streets. Motion carried unanimously with Trustees Burningham, Arave, Hirst, Preece, Horrocks, Harris and Westergard voting "aye".

8. REVIEW \$30 MILLION DIRECT PLACEMENT BOND OFFER:

Matt Dugdale of Stifel reviewed the difference between private placement with a bank/lender versus a public offering, both of which the District has utilized in the past, and the benefits of each. The District has received a private placement offer from a bank for the upcoming first tranche of financing for the North Plant upgrades. Matt Myers noted we could probably wait until September or October before those funds were needed. With the current interest rates in the bond market and other factors no decision was made at this time.

9. SCADA INTEGRATION SERVICES FOR NORTH PLANT - REPORT:

The District was unaware that the SCADA costs were not bid as part of the North Plant upgrade project. SKM installed and has maintained the SCADA system at the South Plant and assumed they would do the same for the North Plant. Due to their estimated cost of this integration at the North Plant, management has sent out a Request for Statements of Qualification (RFSQ). These are due on 7/23/24 and will be reviewed within the week following with recommendations to the Board at the August meeting.

10. ODOR UPDATE:

With the on-going odor issues at Wasatch Resource Recovery staff felt it would be desirable let the public know what the District has done and is doing to address odors and to solicit comments from the public, specifically the Foxboro neighborhood. The draft Odor Management Plan was reviewed. When completed this will be placed on the District's website and will be monitored and updated as needed.

11. NORTH PLANT REHABILITATION AND NUTRIENT REMOVAL PROJECT - REPORT:

Alder Construction is in the process of mobilizing at the North Plant. A meeting will be held with West Bountiful City planning commission to receive a conditional use permit prior to beginning construction. We will also need to obtain a building permit.

12. WASATCH RESOURCE RECOVERY (WRR) PROJECT - REPORT:

We lost a conveyor in the receiving building, but found a used replacement which is being installed today. Dominion experienced a meter failure that may have under-reported gas sales recently. This is being looked into to resolve with them.

13. GENERAL MANAGER'S REPORT:

A. JUSTICES AGREE TO REVIEW SAN FRANCISCO'S CHALLENGE TO EPA'S CWA (CLEAN WATER ACT) LIMITS.

Matt Myers reported on potential clean water act litigation at the US Supreme Court.

B. DISSOLUTION OF CLEARAS WATER RECOVERY, INC. (ABNR).

Matt Myers reported on the Dissolution of Clearas, the technology company that the District had previously partnered with on using algae to treat wastewater.

C. COST-SAVING MEASURES.

District staff is continually looking for ways to save money, especially on expensive equipment items. Matt Myers reviewed a recent purchase by maintenance on a pump saving several thousand dollars.

14. APPROVAL TO CLOSE THE MEETING TO DISCUSS THE SALE OF REAL PROPERTY:

Motion was made by Ryan Westergard seconded by Brian Horrocks to go into closed session. Motion carried unanimously via a roll call vote with Trustees Burningham, Arave, Hirst, Preece, Horrocks, Harris and Westergard voting "aye".

The Chair declared the meeting closed at 5:50 p.m.

Motion was made by Brian Horrocks seconded by Gina Hirst to return to the open session of the meeting. Motion carried unanimously with Trustees Burningham, Arave, Hirst, Preece, Horrocks, Harris and Westergard voting "aye".

The Chair declared the meeting opened at 6:27 p.m.

15. NEXT MEETING SCHEDULED:

The next regular meeting has been scheduled for Thursday, 15 August, 5:00 p.m.

16. DISMISSAL:

The Chair declared the meeting adjourned at 6:28 p.m.


Assistant Clerk


Chair, Board of Trustees