

SOUTH DAVIS SEWER DISTRICT
BOARD OF TRUSTEES
REGULAR MEETING
21 January 2021

The Board of Trustees of the South Davis Sewer District, Davis and Salt Lake Counties, met in regular session at 5:00 p.m. Due to the COVID-19 pandemic, the meeting was held electronically without an anchor location with the following members participating:

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

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
Lanese Hendrickson	Staff Engineer (via videoconference)
Rex Call	Resident, North Salt Lake (via videoconference)
Ron Mortensen	Resident, Bountiful (via videoconference)

1. OPEN MEETING:

The Chairman called the meeting to order at 5:04 p.m. and read the Electronic Board Meeting Determination Statement.

2. APPROVAL OF MINUTES:

The Chairman asked for comments of the regular Board Meeting held 3 December 2020. After consideration motion was made by Mr. Randy Lewis seconded by Mr. John Davies to accept the Minutes as presented. Motion carried unanimously with Trustees Hansen, Burningham, Davies, Lewis, Preece, Arave and Westergard voting "aye".

The Chairman then asked for comments of the Public Hearings held 3 December 2020. After consideration motion was made by Mr. Mark Preece seconded by Mr. Ryan Westergard to accept the Minutes as presented. Motion carried unanimously with Trustees Hansen, Burningham, Davies, Lewis, Preece, Arave and Westergard voting "aye".

3. BUDGET REPORT:

A. SOUTH DAVIS SEWER DISTRICT.

The unaudited final Budget Report dated 1/15/21 was presented for review. The combined Revenue Budget has received 87% in revenues; The Collection System is 99% expended; Treatment Plants are 108% expended; Industrial Pretreatment is 112% expended; Capital Expansion is 39% expended; Water Quality Group (JR/FB) is 103% expended; OU2 Remediation is 86% expended; Water Quality Group (Utah Lake) is 97% expended; and General & Admin is 88% expended. The budget ratio to calendar months is 100%.

B. WASATCH RESOURCE RECOVERY (WWR).

The unaudited final Budget Report dated 1/15/21 for WRR was presented for review. The Revenue Budget has received 112% in revenues and is 112% expended. The budget ratio to calendar months is 100%.

4. INVESTMENT REPORT:

Current investments (December/2020) are maintained by Zions Bank, Public Treasurer's Investment Fund (PTIF) and Moreton Asset Management. Zions Trust held approximately \$10 million at an interest rate of 0.4895% (funds are with PTIF); PTIF held approximately \$4.6 million at an interest rate of 0.4895%; and, Moreton held approximately \$1.8 million at an interest rate of 1.0916%.

5. APPROVAL OF DISBURSEMENTS:

Trustees reviewed the Zions Bank check number 30551. After consideration 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".

6. APPROVAL OF SEWER LINE AGREEMENTS:

A. SHAMROCK VILLAGE PHASE 8 SUBDIVISION - PROJECT NO. 3-20.

Mr. Wayment recommended the Agreement for Shamrock Village Phase 8 Subdivision, located at approximately 2200 West Mountain View Blvd in Woods Cross, known as Project 3-20 (added to the existing Phase 7 project), be accepted.

B. THE HIVE PUD - PROJECT NO. 1-21.

Mr. Wayment recommended the Agreement for The Hive PUD, located at approximately 555 North 400 West in Centerville, known as Project No. 1-21, be accepted.

Motion was made by Mr. John Davies seconded by Mr. Randy Lewis to authorize the Chairman to sign the Agreements for Shamrock Village Phase 8 Subdivision and The Hive PUD. Motion carried unanimously with Trustees Hansen, Burningham, Davies, Lewis, Preece, Arave and Westergard voting "aye".

7. CONSIDER JOINT RESOLUTION OF BOUNTIFUL CITY (RES. NO. 2021.01) AND OF THE SOUTH DAVIS SEWER DISTRICT (RES. NO. 176) DECLARING AN INTENT TO ADJUST THE BOUNDARY OF THE SOUTH DAVIS SEWER DISTRICT WITHIN BOUNTIFUL CITY:

Upon adoption of the Joint Resolution of Intent by both the South Davis Sewer District and Bountiful City a notice will be mailed to each property owner and registered voter within the proposed boundary adjustment area and the Utah Public Notice Website advising interested parties of the intent to adjust the District boundaries within Bountiful City and the date of the Public Hearing of each entity. If no written protests are filed prior to or at either or both of the Public Hearings (60-day waiting period after adoption by both parties of the Resolution of Intent) a Joint Resolution approving the boundary adjustment and the final local entity plat will be presented for adoption at the District's April Board Meeting. Within 30 days after the Joint Resolution approving the boundary adjustment is adopted, a Notice of Impending Boundary Action will be filed with the Lt. Governor's Office. NOTE: In September 2020, the Board approved a similar joint resolution (Resolution No. 175) to be finalized at the December Board Meeting. However, because the December meeting was a Public Hearing to consider adoption of a tax increase, State Statute did not allow a Public Hearing for purpose of boundary adjustment. Therefore, District Resolution No. 175 becomes void and is replaced by Resolution No. 176.

Motion was made by Mr. Ryan Westergard seconded by Mr. Len Arave to Declare an Intent to Adjust the District boundary within Bountiful City through Resolution No. 176 as presented. Motion carried unanimously with Trustees Hansen, Burningham, Davies, Lewis, Preece, Arave and Westergard voting "aye".

8. CONSIDER JOINT RESOLUTION OF CENTRAL DAVIS SEWER DISTRICT (RES. NO. 2021-1-14) AND OF THE SOUTH DAVIS SEWER DISTRICT (RES. NO. 178) DECLARING AN INTENT TO ADJUST THE COMMON BOUNDARY OF THE SOUTH DAVIS SEWER DISTRICT AND THE CENTRAL DAVIS SEWER DISTRICT:

Upon adoption of the Joint Resolution of Intent by both the South Davis Sewer District and the Central Davis Sewer District a notice will be mailed to each property owner and registered voter within the proposed boundary adjustment area and the Utah Public Notice Website advising interested parties of the intent to adjust the common boundary of the South Davis Sewer District and the Central Davis Sewer District and the date of the Public Hearing of each entity. If no written protests are filed prior to or at either or both of the Public Hearings (60-day waiting period after adoption by both parties of the Resolution of Intent) a Joint Resolution approving the boundary adjustment and the final local entity plat will be presented for adoption at the District's April Board Meeting. Within 30 days after the Joint Resolution approving the boundary adjustment is adopted, a Notice of Impending Boundary Action will be filed with the Lt. Governor's Office.

Motion was made by Mr. Mark Preece seconded by Mr. John Davies to Declare an Intent to Adjust the common boundary of the South Davis Sewer District and the Central Davis Sewer District through Resolution No. 178 as presented. Motion carried unanimously with Trustees Hansen, Burningham, Davies, Lewis, Preece, Arave and Westergard voting "aye".

9. SOUTH PLANT ODOR CONTROL PROJECT REPORT:

All of the odor neutralization system equipment and materials are on-site. Installation of the vaporizing equipment and installation of the distribution piping are going well. Installation of the equipment to treat the de-watered biosolids directly is also well along. These projects should be complete by the end of next week.

10. REVIEW ISSUES AND CONCERNS REGARDING THE DISTRICT'S FEE INCREASE:

During the public hearing for the recent rate increase several comments were received regarding user fee equity. The District's user charge for a small apartment is the same as for a large home. A question was also raised relative to the flat rate and multiple dwelling units such as four-plex's versus single family dwellings. The Board discussed the pro's and con's of various sewer rate possibilities and how well do we address this equity issue. Mr. Len Arave noted that absolute equity would be very difficult to achieve. A District resident attending the meeting electronically commented about the equity related to the number of occupants of a dwelling which will range from a minimum of one to potentially a dozen.

11. SOUTH PLANT NOTICE OF VIOLATION (NOV) SETTLEMENT AGREEMENT - CONSIDER APPROVAL:

After lengthy negotiations with the Division of Water Quality (DWQ) a final draft of the Settlement Agreement for the South Plant ammonia violations has been approved by DWQ, District staff and District legal counsel. The basic returns of the agreement were reviewed. The settlement will include a penalty of \$264,689 of which \$158,813 will be held in abeyance subject to on-going compliance. It provides for a cash settlement with DWQ in the amount of \$61,888 and the District is required to fund an environmental mitigation project in the amount of \$52,938.

Motion was made by Mr. Randy Lewis seconded by Mr. Mark Preece to approve the Settlement Agreement between the District and the Division of Water Quality (DWQ) subject to final agreement of terms with the State. Motion carried unanimously with Trustees Hansen, Burningham, Davies, Lewis, Preece, Arave and Westergard voting "aye".

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

The District has been delivering renewable natural gas (RNG) to the Dominion network since the first of the year. Having the gas scrubbing system up and running and delivering gas is a major milestone for the project. Recently a very sophisticated throttling valve on the main compressor failed. Upon disassembly a number of problems were found. The root cause appears to be a number of bolts that were not properly tightened nor secured with a thread locker. We were able to expedite replacement parts and a local machine shop responded with quick turn around time on machining components. During this down time operations and maintenance crews took advantage and performed a number of needed projects to improve performance.

We are continuing to work with area landowners for the agricultural use of biosolids and nutrients produced by the project. New and potential feed stock sources were reviewed. Digesters are healthy and working well. The quality of gas produced is excellent. We are working on a drop-off point for household food waste such as expired food storage.

13. GENERAL MANAGER'S REPORT:

A. UPDES PERMIT RENEWALS.

All plants discharging to the Jordan River will have their UPDES discharge permits renewed this year. The preparation of applications for current permit renewal require a significant amount of effort. DWQ has requested that the Publicly Owned Treatment Works (POTW's) initiate sampling in the Jordan River above and below the treatment discharge points. This will allow DWQ staff to prepare better models and support their waste load analysis both of which drive the setting of permit limits. DWQ and the Wasatch Front Water Quality Council are sponsoring a detailed study of flows in the Jordan River. Flows are also a major factor in determining permit limits.

B. SOUTH PLANT REHABILITATION - PROGRESS REPORT.

The on-going South Plant rehabilitation project construction activities were reviewed. This work is progressing well. Photos of various areas under construction were reviewed.

14. NEXT MEETING SCHEDULED:

The next meeting has been scheduled for Thursday, 18 February 2021, 5:00 p.m.

15. DISMISSAL:

The Chairman declared the meeting adjourned at 7:22 p.m.


Chairman, Board of Trustees


Clerk