

MINUTES OF THE REGULAR MEETING OF THE BOARD OF TRUSTEES, MIDVALLEY IMPROVEMENT DISTRICT, HELD AT 160 EAST 7800 SOUTH, MIDVALE UTAH 84047 ON APRIL 13, 2016 AT THE TIME OF 4:30 PM, PRUSUANT TO NOTICE.

BOARD OF TRUSTEES PRESENT

**BRENT W. SMART - CHAIRMAN
DAVID DAWES
QUINN SPERRY**

OTHERS PRESENT

**MARK F. BELL, DISTRICT ATTORNEY
BRAD M. POWELL, DISTRICT MANAGER
CATHY KINGSBURY, OFFICE CLERK
BRENT CHRISTENSEN, CHIEF FINANCIAL OFFICER
MARC JONES, OPERATION'S SUPERVISOR**

Meeting was called to order at 4:52 PM by Chairman Brent Smart.

MINUTES

Upon motion made by Mr. Dawes, Seconded by Mr. Sperry and passed unanimously, the minutes of the Board Meeting held on March 16, 2016 was approved as corrected.

ATTORNEY'S REPORT

Mr. Bell stated the hearing concerning the Amaya case will be conducted on April 18, 2016.

Mr. Bell recommended that the General Manager post and publish all notices and take all other actions required for consideration and approval of the District's impact fee and service fees. Mr. Bell also recommended the May 11, 2016 Board of Trustee meeting be scheduled to start at 5:30 PM; and that the public hearings for the impact and service fees begin no later than 6:00 PM. It was also stated, by Mr. Bell, the contract with Bowen Collins Associates for the preparation of the Impact Fee Analysis be ratified by the Board at its May 11, 2016 meeting. Also, on May 11, 2016, the Board should hold the public hearing required before consideration of a resolution to approve the proposed impact fee and to approve amendments to its service fees.

Upon Motion made by Mr. Dawes, Seconded by Mr. Sperry and passed unanimously, that the District cure the defect related to its Impact Fee Analysis, and proceed with the approval process for its impact fee and service fees, as follows:

- A. That the General Manager be directed to post a Notice of Preparation of Impact Fee Analysis;
- B. That the General Manager post and publish all notices and take all other actions required for consideration and approval of the District's impact fee and service fees;
- C. That the May 11, 2016 meeting of the Board of Trustees be scheduled to begin at 5:30 PM; and that the public hearings for impact and service fees begin no earlier than 6:00 PM
- D. That the contract with Bowen Collins & Associates for the preparation of the Impact Fee Analysis be ratified by the Board at its May 11, 2016 meeting;
- E. That on May 11, 2016 the Board hold the public hearing required before consideration of a resolution to approve the proposed impact fee; and
- F. That on May 11, 2016, the Board hold the public hearing required before consideration of a resolution to approve amendments to its service fees.

GENERAL MANAGER/ENGINEER REPORT

Mr. Powell stated that after Bowen Collins & Associates finished their analysis of the District's sewer service rates and they recommended to the District to raise the service rates to \$18 month. Mr. Powell stated that at the beginning of the District in 1954 the District's sewer service rates were \$3.50 monthly and in 2002 the Districts raised the rates to \$10 a month to cover inflation cost and improvements to South Valley Water Reclamation Facility (SVWRF). The recommended increase from Bowen Collins & Associates will be 80% higher with the \$18 monthly increase.

Mr. Powell stated the reason for the increase of rates has mainly to do with the upgrades to the sewer treatment plant which will cost approximately ten million dollars. The plant is required by the State to have the upgrades completed by 2020. The cost to the District for the upgrades will be approximately \$1.4 million. One of the new regulations by the State is that the sewer plant cannot go above 1 part per million on the phosphorous discharge along with other regulation changes. SVWRF will start construction in 2018 to have the construction complete by 2020. Also, the cost to the District in the past few years to operate the plant has gone up 20% yearly.

The Trustees would like a one page summary stating where the money from the increase will be applied. Mr. Christensen was asked to put together a summary showing what the monthly sewer cost would have been if there had been an inflation increase done yearly starting in 2002 when the rates were raised to \$10.

Mr. Powell stated the 2015 Grand Cherokee is up to sale; the Cherokee was purchased at \$39,168 and resale is approximately \$35,000 to \$37,000. Mr. Powell is looking to replace the Grand Cherokee with a F150 Lariat pickup. The resale on an F-150 Lariat pickup would hold its value better than the Grand Cherokee and because of this, Mr. Powell would like to get quotes for a F-150 Lariat Pickup.

Mr. Bell stated there is new legislation on buy back purchases on vehicles and asked Mr. Powell to meet with him before the sale of the next vehicle.

Upon Motion made by Mr. Sperry, Seconded by Mr. Dawe and passed unanimously, for the General Manager to get two more quotes and order a 2016 F-150 Lariat pickup from the dealer with the lowest quote, not to exceed \$44,000.

REVIEW AND APPROVE BILLS

The Board complimented Mr. Christensen on talking with Utopia and getting the bill reduced to \$50 from the \$199 monthly charge.

Upon Motion made by Mr. Dawes, Seconded by Mr. Sperry and passed unanimously, to pay the March 16-April 13, 2016 bills for \$180,142.11 and ratify March payroll for \$60,118.

CHIEF FINANCIAL OFFICER

Mr. Christensen stated the audit went well with no findings.

OPERATION'S SUPERVISOR REPORT

Mr. Jones stated construction in the District is still low with one duplex being built on 700 East.

Mr. Jones updated the Board on the slip lining project stating the project should start the middle of May but Insituform will give Mr. Jones a 2-week heads up before starting the project. The project will take approximately 5-8 days with the restaurants being done at night to not interrupt the businesses.

TRUTEES REPORT

Mr. Dawes complimented the District employees on how well the equipment looks, he appreciates it.

ADJOURN – 6:05 PM