

MONDAY, APRIL 16, 2018

Minutes of the 822nd meeting of the Metropolitan Water District of Salt Lake & Sandy

The Board Meeting of the Metropolitan Water District of Salt Lake & Sandy on Monday, April 16, 2018 began at 4:30 p.m. in the District's Board Room located at 3430 East Danish Road, Cottonwood Heights, Utah 84093.

The following trustees were present:

Tom Godfrey	-Chair
Donald Y. Milne	-Vice Chair
Patricia Comarell	-Secretary
Cindy Cromer	-Trustee
Joan Degiorgio	-Trustee
Arthur D. Hunter	-Trustee
John H. Mabey, Jr.	-Trustee

Also present:

Mike DeVries, General Manager
Wayne Winsor, E&M Manager/Assistant General Manager
Annalee Munsey, Assistant General Manager
Matt Tietje, Operations Manager
Ryan Nicholes, IS Manager
Cláudia Bauleth, Lab Manager
Blake Bowles, Executive Assistant
Sonya Shepherd, Accountant
Brice Meier, Water System Operator
Jacob McGill, Water System Operator
Jared Rose, Systems Administrator
Shawn Draney, Snow Christensen & Martineau
Tom Ward, Sandy City Public Utilities
Jesse Stewart, Salt Lake City Public Utilities
Keith Denos, Provo River Water Users Association
Johnathan Ward, Zions Public Finance
Eric Hunter, Chapman & Cutler
Chris Finlinson, Central Utah Water Conservancy District
Mike Wilson, CRS Engineers

Work Session Agenda

1. Operations Department
2. Review and discuss tentative budget
3. Other

Board Meeting Agenda

1. Call to order

2. Employee recognition
3. Public comment
4. Environmental Committee report
5. Finance Committee report
 - a. Consider resolution 1894 authorizing the issuance of up to \$68 million principal amount of water revenue refunding bonds; and related matters
 - b. Consider adoption of tentative budget
 - c. Periodic reporting items
6. Consider approval of Board Meeting minutes dated March 26, 2018
7. Consider acceptance of financial reports
8. Reporting/Scheduling items
9. Other business
10. Items to be discussed at future meetings
11. Closed session
12. Adjourn

Work Session

Operations Department

Mr. Tietje provided an overview of the water supply forecast, holdover forecast, and irrigation deliveries. He reviewed the District's facilities that deliver water to Salt Lake City, Sandy City and to irrigators. A history of the water sources utilized during prior water years was provided to the board members.

Review and discuss tentative budget

Mr. DeVries reviewed the FY19 budget's executive summary which summarizes the District's proposed revenues and expenses. The budget includes a 3 percent water rate increase to the member cities. Mr. DeVries reviewed the budgeting schedule and the noticing requirements. Arrangements to schedule the budget presentations to the Salt Lake City and Sandy City councils are underway. The Finance Committee met on April 3, 2018 and reviewed the FY19 tentative budget. Mr. Hunter reviewed the discussion held at the Finance Committee meeting and expressed thanks to the committee members for their due diligence.

Board Meeting

Call to order

At 4:30 p.m. the Chair called the meeting to order and welcomed board members, staff and guests.

Employee Recognition

Mr. Tietje recognized two Water System Operators for their service anniversaries. Mr. Brice Meier reached his 15 year service anniversary in February and Mr. Jake McGill reached

his 10 year service anniversary in March. Mr. Nicholes recognized Mr. Jared Rose for his 5 year anniversary. Mr. Rose is one of the District's System Administrators.

Public comment

The Chair invited any public comment and no comments were made.

Environmental Committee report

Ms. Degiorgio reported on the Environmental Committee meeting held on April 3, 2018. The committee toured the watershed area and water systems in Little Cottonwood Canyon, specifically the Salt Lake County Service Area #3-Snowbird office, the Wasatch Drain Tunnel, and Bay City Mine Portal. Mr. DeVries reported on the Central Wasatch Commission meeting with Representative Mia Love's staff. It appears that Rep. Love will likely support federal land designation legislation.

Finance Committee report

Mr. DeVries welcomed Mr. Johnathan Ward and Mr. Eric Hunter to the board meeting. Mr. Ward reviewed the refinancing opportunity for the District's 2012A bonds. These bonds have a call date of 2022 and the bonds allow for one refunding during the call date period. The IRS allows the District to sell taxable bonds in advance of the call date. Resolution 1894 initiates the refinancing process for the 2012A bonds if approved by the pricing committee. These bonds would be issued as taxable bonds and at a certain date they would convert to tax-exempt bonds. Mr. Hunter reviewed the parameters of the resolution and the designated officer. The refinancing opportunity needs to meet the parameters outlined in the resolution. Mr. Hunter, Mr. Godfrey, and Mr. DeVries were assigned to the pricing committee. The committee would report any refinancing activity to the full board.

Consider resolution 1894 authorizing the issuance of up to \$68 million principal amount of water revenue refunding bonds; and related matters

Mr. Hunter motioned to approve resolution 1894 authorizing the issuance of up to \$68 million principal amount of water revenue refunding bonds; and related matters, with the additional parameters noted; Ms. Degiorgio seconded the motion. The motion passed unanimously.

Consider adoption of tentative budget

Mr. Milne motioned to adopt the FY2019 tentative budget; Ms. Comarell seconded the motioned and it carried unanimously.

Consider approval of Board Meeting minutes dated March 26, 2018

Mr. Milne motioned to approve the Board Meeting minutes dated March 26, 2018; Ms. Comarell seconded the motion and it passed unanimously.

Consider acceptance of financial reports

Mr. Hunter motioned to accept the February 2018 financial reports; Ms. Degiorgio seconded the motion and it passed unanimously.

Mr. DeVries reported that the Finance Committee received the quarterly check register (January – March 2018), electronic payments, over \$10,000 report, and the credit card purchases report.

Reporting/Scheduling items

Mr. DeVries referred the board members to the capital projects report in the board packet. Mr. Winsor provided an update on Terminal Reservoir. The installation of the geofoam is 90 percent complete and the liner will be installed on April 18, 2018. Landscaping at the site will be mobilized, weather permitting. Board recommended sharing the landscaping schedule with homeowners. Mr. Winsor also reviewed the status of the roof replacement project for the Administration building.

Other business

No other business was discussed.

Closed Session

A closed session was not deemed necessary.

Adjourn

At 5:32 p.m. the board meeting adjourned.

Chair

Secretary