

Minutes
Central Davis Sewer District Board Meeting
June 10, 2010

The Board of Trustees for Central Davis Sewer District met in regular session at 7:00 pm at the District office located at 2200 South Sunset Drive, Kaysville, Utah 84037.

Present: Attending the meeting were Chair Susan Holmes and Trustees Steve Brough, John Thacker, and Carol Page. Trustee Sherm Cloward was excused. Staff members attending were District Manager Leland Myers and District Engineer Jill Houston. Also attending was Brian Child from Olympus Insurance.

Minutes: Chair Holmes asked if there were any corrections to the minutes for May 13, 2010. No corrections were made to the minutes. Trustee Brough moved to approve the minutes as presented. Trustee Page seconded the motion and all Trustees present voted aye.

Claims: Chair Holmes asked Manager Myers to review the claims list with the Board. After review, Trustee Thacker moved to accept the claims as presented. Trustee Brough seconded the motion and all Trustees present voted aye.

District Insurance Renewal: Chair Holmes welcomed Brian Child from Olympus Insurance and invited him to review the insurance proposal for the District with the Board. Mr. Child reviewed the details of the proposal with the Board. Board members discussed multiple options for savings. After review, the Board determined that it should increase the property deductible to \$5,000. With savings from the change in property deductible, the proposed renewal costs are \$79,545. Trustee Thacker moved that the Board accept the insurance renewal proposal as presented and modified. Trustee Page seconded the motion and all Trustees present voted aye.

Municipal Wastewater Planning Program 2009 Report: Chair Holmes indicated that the format of this report is similar to that in prior years and asked if there were any questions on the results. Manager Myers indicated that the report shows that the District is in great condition both operationally and financially. The Board expressed satisfaction with the report and Trustee Page moved to adopt the resolution approving the report. Trustee Brough seconded the motion and all Trustees present voted aye.

Procurement – Return Activated Sludge Grinder: Chair Holmes asked Manager Myers to review the proposed procurement items. Manager Myers explained that one of the RAS 1 grinders has significant problems and could either be rebuilt or replaced. Manager Myers reviewed the costs of each alternative and discussed the success of the prior rebuild. The Board determined that it was most cost effective to replace the

grinder. Trustee Thacker moved to approve the purchase of a replacement grinder from Franklin Miller for \$22,580. This is an identical replacement for the existing unit. Trustee Page seconded the motion and all Trustees present voted aye.

Procurement – Diesel Storage Tank: Manager Myers explained that the District could benefit from a larger diesel storage tank both operationally and in emergencies. A 2,000 gallon tank would reduce the frequent need to order fuel during summer peak usage. In addition, this storage amount would provide two additional days of emergency power operation. The Manager indicated that this was not a necessity but was a opportunity for increased security in emergencies. The board discussed the benefits of the proposal. Trustee Page questioned the unit costs. Manager Myers explained that Convault system provided both a tank and spill containment. Trustee Thacker moved to approve the purchase of a Convault for \$17,336. Trustee Brough seconded the motion and all Trustees present voted aye.

Sewage Backup Damage Claim: Manager Myers presented a claim from Mr. Sean Smith for personal property damages due to a sewage backup. The claim is for over \$9,000 with the largest amount being for lost art painted by one of the inhabitants. The Board reviewed the list and discussed the merit of the claim. Trustee Thacker moved to approve a reimbursement for the actual value of the items with no artistic value for the paintings. Trustee Page seconded the motion and all Trustees present voted aye.

National/Local Regulatory Issues: Manager Myers discussed implications of the following political and/or regulatory issues:

1. Evaluation of national sanitary sewer overflow regulations by EPA
2. Petition to EPA on establishment of secondary treatment nutrient standards
3. Information on emerging contaminate research
4. EPA wetland tour of the Great Salt Lake
5. Letter from the State of Utah Attorney General on the implementation of employee verification requirements.

All of these issues have potential cost implications to the District and will be followed.

Employee Compensation: Manager Myers indicated that the 2010 budget included a merit increase for employees. This increase was subject to release by the Board. Not all employees qualify for a merit increase based on District policy. Chair Holmes stated that she felt that merit raises should be given. Trustee Thacker moved to approve merit increases for those who qualify. Trustee Page seconded the motion and all Trustees presented voted aye.

Procurement – Polymer Blending Unit: Manager Myers indicated that procurement of a polymer blending unit is needed for the SVI control project approved at the May, 2010 Board Meeting. Staff is proposing a Polyblend PB600-4.5 costing \$8,632. This unit is identical to other polymer blending units used by the District. This keeps operation consistent. Trustee Thacker moved to approve the purchase of the recommended unit from Waterford Systems. Trustee Brough seconded the motion and all Trustees present voted aye.

2010 Certified Tax Rate: Manager Myers presented the preliminary certified tax rate for the 2010 budget year. The preliminary certified rate from the State/County is 0.000212. Manager Myers commented that this was the lowest sewer entity tax rate in Davis County. The revenue for the certified rate is included in the 2010 Budget. Trustee Thacker moved to adopt the certified tax rate for 2010. Trustee Brough seconded the motion and all Trustees present voted aye.

Minor item: The Board reviewed the expended vs. budget report. Manager Myers gave an update on the West Farmington mixed used development pump station. The Board was also informed that Jon Hess reaches 30 years with the District this month. Chair Holmes asked if any special activities are planned to celebrate his 30 years. Manager Myers said they would have a luncheon BBQ and he would be given a 30 years of service gift. Board members extended their thanks for Jon's 30 years of service.

Trustee Thacker moved to adjourn the meeting. Trustee Page seconded the motion and all Trustees present voted aye.

The meeting adjourned at 8:20 pm.

Next regular meeting: July 8, 2010.

District Manager