

MONDAY, MARCH 22, 2010

Minutes of the 739th meeting of the Metropolitan Water District of Salt Lake & Sandy

The Board Meeting of the Metropolitan Water District of Salt Lake & Sandy on Monday, March 22, 2010 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:

Leland J. Myers	-Chair
John S. Kirkham	-Vice Chair
Lee Kapaloski	-Secretary
Donald Y. Milne	-Trustee
Tom Godfrey	-Trustee
David L. Buhler	-Trustee
Kathy W. Loveless	-Trustee

Also present:

Michael Wilson, General Manager
Michael DeVries, Assistant General Manager/Information Services Manager
Josh DeBry, Controller
Steve Stocking, Operations & Maintenance Manager
Wayne Winsor, Engineering Manager
Annalee Munsey, Executive Assistant/HR Officer
Cláudia Wheeler, Environmental Services Manager
Gardner Olson, Project Engineer
Shawn Draney, Snow, Christensen & Martineau
Tom Ward, Salt Lake City Public Utilities
Shane Pace, Sandy City Public Utilities
Mike Collins, Bowen Collins & Associates
Chris Finlinson, Central Utah Water Conservancy District
Mike Marchant, Brown and Caldwell
Ryan Beck, Envision Utah
Mike Riddle, J-U-B Engineers
Stan Postma, Montgomery Watson Harza
Mike Zuhl, R&R Partners

Work Session Agenda

1. Presentation by Envision Utah—Wasatch Canyons Tomorrow
2. Discuss fiscal year 2011 budget
3. Other

Board Meeting Agenda

1. Call to order
2. Public comment
3. Consider approval of resolution 1838 regarding the approval of the River Oaks de-annexation
4. Consider approval of fiscal year 2010 capital budget transfer
5. Conservation Committee report
 - a. Consider approval of water audit contract with Utah State University
6. Management Advisory Committee:
 - a. Authorized sale of surplus vehicles
 - b. Accepted report on disposal of miscellaneous surplus equipment
 - c. Legislative update
7. Finance Committee:
 - a. Liquidity provider agreement for variable rate debt
 - b. Check register review
 - c. Credit card expenditure review
 - d. Deposits and investment report review
8. Consider acceptance of financial reports

9. Consider approval of board meeting minutes dated February 22, 2010
10. Reporting/Scheduling items
 - a. Water week activities
 - b. Misc. reports
11. Other Business
12. Items to be discussed at the next meeting
13. Closed session (if necessary)
14. Adjourn

Work Session Agenda

Presentation by Envision Utah—Wasatch Canyons Tomorrow

Mr. Ryan Beck, from Envision Utah, reported on the goals of the Wasatch Canyons Tomorrow campaign, the public feedback received from the open houses and surveys, and recommendations based on the feedback. Envision Utah has been asked by Salt Lake County, Salt Lake City, Forest Service, and State of Utah to update the Salt Lake County Wasatch Canyons Master Plan.

Discuss fiscal year 2011 budget

Mr. Wilson presented a conceptual summary of the fiscal year 2011 budget. The District will begin incurring costs for the Provo Reservoir Canal Enclosure Project in 2011 and this has the greatest impact on the Operations and Maintenance budget. The rest of the budget is relatively stable. The personnel chapter of the budget identifies the elimination of one FTE position in 2011. The District is projecting no salary increases but is recommending a salary structure adjustment. Increases are expected in medical and dental costs; however the trend has been relatively minimal increases. The District has received proposals (via the Utah Water Finance Agency) for a new liquidity provider and is proposing to enter into a contract with Helaba Bank. The District is recommending maintaining the current fee schedule (no rate increases) and no increase to the certified tax rate.

Other

No other business was discussed.

Board Meeting Agenda

Call to order

At 4:37 p.m. the Chair called the meeting to order and welcomed board members, staff and guests.

Public comment

The Chair invited any public comment. No public comment was made.

Consider approval of resolution 1838 regarding the approval of the River Oaks de-annexation

Mr. Godfrey motioned to approve Resolution 1838 regarding the approval of the River Oaks withdrawal; Mr. Milne seconded the motion, and the motion carried unanimously upon roll call:

Mr. Myers	-aye
Mr. Kirkham	-aye
Mr. Kapaloski	-aye
Mr. Milne	-aye
Ms. Loveless	-aye
Mr. Godfrey	-aye
Mr. Buhler	-aye

Consider approval of fiscal year 2010 capital budget transfer

Staff is requesting the Board to authorize the transfer of \$50,000 from the capital budget Project Contingency account to the Salt Lake Aqueduct Improvements account. As the cathodic protection system has been implemented, interference with other utilities (Questar) has been discovered. Additional excavations and installation of materials at various locations is required.

Mr. Kirkham motioned to approve the fiscal year 2010 capital budget transfer; Ms. Loveless seconded the motion and it passed unanimously.

Conservation Committee report

The Conservation Committee reviewed the water audit contract with Utah State University and made some technical amendments to the contract. The committee also reviewed the Utah Lake System water use report. Water Week activities were discussed.

Consider approval of water audit contract with Utah State University

Mr. Milne motioned to approve the water audit contract with Utah State University, subject to the amendments by the Conservation Committee for \$47,311.00; Mr. Godfrey seconded the motion and the motion carried unanimously.

Management Advisory Committee

Mr. Kirkham reported on the Management Advisory Committee meeting. The committee authorized the sale of surplus vehicles and miscellaneous surplus equipment. The committee also reviewed some FY 2011 budget items. Mr. Mike Zuhl provided an update on legislative activity.

Finance Committee

The Finance Committee met and reviewed presentations related to underwriting services. The committee deemed it appropriate to not to take any action. The committee also discussed a new liquidity provider. The committee received and reviewed the credit card expenditures, check register, and the District's deposits and investments report.

Consider acceptance of financial reports

Mr. Kirkham motioned to accept the January and February 2010 financial reports; Mr. Milne seconded the motion, and the motion passed unanimously.

Consider approval of board meeting minutes dated February 22, 2010

Mr. Milne motioned to approve the Board Meeting Minutes dated February 22, 2010, with amendment noted; Mr. Godfrey seconded the motion and it carried unanimously.

Reporting/Scheduling items


The Board reviewed the Water Week activities.


Other Business

No other business was discussed.

Adjourn

At 5:07 p.m. Mr. Kirkham motioned to adjourn; Mr. Buhler seconded the motion and the motion passed unanimously.


Chair


Secretary

METROPOLITAN WATER DISTRICT OF SALT LAKE & SANDY

RESOLUTION NO. 1838

**RESOLUTION APPROVING THE WITHDRAWAL
OF RIVER OAKS PROPERTIES**

WHEREAS, on January 11, 2010, by Resolution No. 1836, the Board of Trustees began the process for the consideration of the withdrawal from the District of the River Oaks properties; and

WHEREAS, the District prepared, posted and mailed notice of the contemplated withdrawal in a manner required by applicable law; and

WHEREAS, a public hearing was held on February 22nd, 2010 where the Board of Trustees received and considered public comment regarding the proposed withdrawal; and

WHEREAS, the proposed withdrawal will not adversely affect the District's performance of any duties or obligations; and

WHEREAS, it is appropriate and in the best interests of the District and the public to withdraw the River Oaks properties from the District.

NOW, THEREFORE, it is hereby **RESOLVED** by the Board of Trustees of the Metropolitan Water District of Salt Lake & Sandy as follows:

1. The properties that are the subject of this resolution, specifically described by Salt Lake County parcel number, street address, and legal description in the attached Exhibits A and B, are, and shall be, withdrawn from the Metropolitan Water District of Salt Lake & Sandy, effective as of the date of certification by the Lt. Governor, or as otherwise determined by applicable law.

2. Regarding the described withdrawal, Counsel and the General Manager of the District are hereby directed and authorized to: a) take all steps reasonable and necessary to meet all applicable requirements of the District's Master Bond Resolution and other applicable commitments; and b) take all steps reasonable and necessary to effect, formalize, and record as appropriate; and c) give all reasonable and necessary notice to appropriate public officials and appropriate members of the public.

THIS RESOLUTION is adopted by a vote of the Board of Trustees of the Metropolitan Water District of Salt Lake & Sandy on the 22nd day of March, 2010.

Leland J. Myers, Trustee	-aye
John Kirkham, Trustee	-aye
Lee Kapaloski, Trustee	-aye
Donald Milne, Trustee	-aye
Kathy Loveless, Trustee	-aye
Tom Godfrey, Trustee	-aye
Dave Buhler, Trustee	-aye