

**MINUTES OF THE REGULAR MEETING OF THE  
BOARD OF TRUSTEES OF THE SOUTH DAVIS WATER DISTRICT  
HELD MARCH 9, 2022 AT THE DISTRICT OFFICE  
LOCATED AT 407 WEST 3100 SOUTH, BOUNTIFUL, UTAH**

Trustees Present:

M. Jerry Hawley	Chairman
Ron Mortensen	Trustee
Kathy Thurston	Trustee

Also present:

Jake M. Ferguson	Manager
Tracie James	District Clerk
Robert Mabey	North Canyon Water Shareholder
Brad Hansen	North Canyon Water Shareholder
Grant Jones	North Canyon Water Shareholder
Richard Clark	North Canyon Water Shareholder

The meeting was called to order by Trustee Hawley at 4:30 p.m., after which he welcomed all those present.

**Meet with Shareholders of the North Canyon Water Company to Discuss any Issues That May Have Arisen Since the Last Meeting in March 2020:**

Mr. Ferguson, President of the North Canyon Water Company, called the meeting to order and welcomed all those present.

Stockholders present were those who are trustees and employees of the South Davis Water District-M. Jerry Hawley, Ron Mortensen, Kathy Thurston, Jake Ferguson and Tracie James-along with Robert Mabey, Brad Hansen, Grant Jones and Richard Clark, comprising 97.3% of the stock, making the meeting official.

Minutes of the previous meeting held March 11, 2020, were presented. There were no questions or changes.

Mr. Ferguson followed up with the idea of the South Davis Water District buying all the shares of the North Canyon Water Company and dissolving the company, which was discussed at the previous meeting. Mr. Ferguson reported that the earliest priority date for the North Canyon Water Company shares is dated back to 1849. The District does not want to lose that priority date, therefore, South Davis Water does not want to buy all of North Canyon Water shares nor dissolve the company, also, not all of the North Canyon Water shareholders wanted to sell their shares.

Mr. Ferguson distributed a map showing the 2 locations of the points of diversions for the North Canyon Water rights, just for informational purposes. The water rights are surface water rights at 15 cubic feet per second. The water does not currently flow at 15 cubic feet per second.

Ms. James presented the financial statement showing the deposits and disbursements during the past 2 years. The cash balance as of March 1, 2022 is \$115.71. North Canyon Water did not make any assessments during the previous two years. \$20.00 was spent during the last 2 years, which was paid to the State of Utah to renew the company name at \$10 per year.

Mr. Ferguson declared nominations be taken for the election of officers. Mr. Hawley motioned that Mr. Ferguson remain the President/Water Master and that Ms. James remain as the Secretary/Treasurer. Mr. Clark seconded the motion. The motion passed unanimously. Mr. Ferguson nominated and motioned that Robert Mabey, Brad Hansen and Grant Jones be voted in as board members. Mr. Hawley seconded the motion. The motion passed unanimously.

There being no further business, the meeting of the North Canyon Water Company adjourned at 5:00 pm.

#### Minutes of Previous Meeting:

Trustee Mortensen moved that the minutes for Feb. 9, 2022 be approved as written. Trustee Thurston seconded the motion. The motion carried with Trustees Hawley, Mortensen and Thurston voting "aye".

#### Expenditures Update:

The expenses for February were reviewed. Trustee Thurston moved that the expenses for February be ratified and approved. Trustee Mortensen seconded the motion. The motion carried with Trustees Hawley, Mortensen and Thurston voting "aye".

#### Consider Applying for Grant Money Related to HB 242-Secondary Water Metering Amendments:

It was discussed that the District will have until 2023 to apply for the American Rescue Plan Act (ARPA) grant money in order to receive the 70/30 split, where the grant would cover 70% of the costs and the District would be responsible for 30% of the costs. There are some questions as to whether or not there is currently \$50 million available or \$250 million available in grant money this year. There are also some questions as to whether or not the project has to be completed by 2026 or if the District just has to be entered in to a contract for the work by 2026. Mr. Ferguson will be meeting with the director of the Division of Water Resources, Candice Hasenyager, on Friday, March 11 and will hopefully get some clarification on these matters. Mr. Ferguson will report on his findings at the next board meeting.

After some discussion, the board has decided not to apply for the grant at this time.

#### Construction and Maintenance:

Mr. Ferguson reported that there is a new bill that passed legislation, HB 269, that will require the board to pass a capital management plan.

Mr. Ferguson reported that the District is down to a 3 month supply of fluoride. He is still working on proving that the shipment the District most recently received is UL certified. Due to the uncertainty of the sodium fluoride and the possibility of having to switch the system over to fluorosilicic acid, Mr. Ferguson is holding off on getting bids for other District projects this year, just in case the District has to come up with money for a fluoride system change. Mr. Ferguson is going to inspect other water systems to see what will be needed to switch the system over if the District is forced to do so.

Mr. Ferguson reported that the State of Utah has updated the lead and copper rule requirements. The District will be required to create and provide an inventory of all the lead service lines in the District.

Mr. Ferguson reported that the EPA will require the District to perform unregulated contaminant monitoring (UCMR5) testing starting next year. This can prove to be time consuming and costly.

Mr. Ferguson reported that Weber Basin sent out a letter stating that there may be significant restrictions put in place this year regarding outside watering. It is possible that water will not be turned on until mid-May, outdoor watering will be cut back to once per week, irrigation contracts will be cut by 60%, culinary contracts will be cut by 10% and irrigation water will be turned off mid-September. These are just proposed restrictions at this time. There will be a meeting held at Weber Basin's office on April 6th to discuss this matter further.

Mr. Ferguson reported that since the last meeting District personnel have had to repair 1 culinary main line break and a pressure reducing valve that blew. Personnel have also replaced 2 galvanized service lines, replaced 4 bad meters, removed an old abandoned service line at Les Schwab and have been painting faded fire hydrants. A contractor pulled out an irrigation main on 200 East and has repaired the line. The new vacuum unit has arrived and is an extremely helpful tool for the water operators.

Mr. Ferguson reported that the irrigation trunk lines have been inspected. It was discovered that an old repair on irrigation reservoir #1 needs to be repaired again. This repair will be done before irrigation water is turned on. A new 16" drain line is going to be installed on irrigation #4 which will enable the District to drain the reservoir quickly if needed in emergency situations, such as an earthquake.

Mr. Ferguson would like to install electronic remote draw down sensors at all of the culinary wells in order to have all of the levels documented.

Irrigation Metering Requirements for SB 242:

The new developments with HB 242 were discussed as noted above.

Water Outlook:

Snow pack is at 77% of normal for this time of year.

Financial Statement:

There were no questions or concerns regarding the District's finances.

There being no further business, the meeting adjourned at 6:25 p.m.

  
District Clerk