

MOUNTAIN GREEN SEWER IMPROVEMENT DISTRICT
5455 West Old Highway Road, Mountain Green, Utah 84050
Minutes of the Monthly Board of Trustees Meeting
Wednesday, June 1, 2016 starting at 7:35 P.M.

Board Members Present: Zane Gray, Wendy Eliason, Blair Larsen, Lannie Jolley and Gary Ross. **Excused:** Shane Rice and Lynn Peterson **Employees Present:** Robert Volk and Janet Boudrero

Chair: Board Chairman Zane Gray welcomed those present and chaired this meeting for the Mountain Green Sewer Improvement District board meeting. Zane had previously requested that our board meeting this evening start thirty minutes later due to a community Dyer's Woad weed clean up.

Invocation: Zane Gray

Public Comment Period: No comments

LAST MINUTE ADDITION - DISCUSSION: Traveler's Insurance Scheduled Bond

Zane explained that this last minute addition item is for discussion only due to posting regulations and that it is in regards to the annual renewal of an insurance bond. As the Chairman he has the option to add it to the Agenda of this meeting as a discussion only item as the insurance policy has a renewal date in June. Robert explained that the District has been paying for an annual position bond since well before 2002 that is no longer needed. The bond is issued through Traveler's Insurance Co. and it is tied to the State of Utah acting through the Department of Health Division which has cost the District between \$579 and \$388 per year. It appears that this bond has not been needed since the loans for the original construction loans were paid off in 1996.

This bond is project specific and it is required by the State when an entity borrows money from the State. It is meant to protect the State, not the District, in the event a board member or an employee of the borrowing entity embezzles or misappropriates the loaned funds.

The coverage amount is up to \$100,000 total with a \$500 Deductible. All positions and employees are exempted except the Secretary/Treasurer and President/Chairman of the Board. This policy renews June 14, 2016 through June 14, 2017.

This policy could be easily confused with the District's Employee Dishonest policy through the Cincinnati Insurance Company, which was renewed 05-01-16 through 05-01-2017, which would explain why it has been overlooked for so long.

As an extra note, Robert did review the District's Employee Dishonesty policy with Cincinnati Insurance that will remain in effect and he noted that the amount of coverage

looks low and recommends that we update this policy. He asked the insurance agency to send someone out to review the coverage at a Board Meeting, but the soonest then can send an agent out would be August or September.

Zane stated that unless the board objects, Robert will not renew the annual Position Schedule Bond through the Traveler's Insurance Co. on June 14, 2016 for \$388.00 as it only cover the State for a loan that no longer exists.

Board members discussed this at some length and Robert answered several questions. Blair said to just cancel the policy and discuss the other District Employee Dishonesty Coverage after an agent can come and update our policy.

Item # 1. Discussion: Grease trap at the airport used as oil dump.

Board members were updated on the situation regarding one of the hangars at the airport being used as an oil dump and what was done to rectify the problem.

Robert explained that he asked board member Lynn Peterson to accompany him to the site where they met with one of the hangar owners and discussed the ongoing violation. Within a week of the joint inspection, the grease trap had been cleaned out. Robert expressed gratitude for Lynn Peterson's assistance.

Discussion ensued regarding the history of the Morgan County Airport and several other issues related to it. Some of the items brought up were the previous payment of impact fees, the need to have a punitive policy in place, the installation of grease traps and the sharing of sewer laterals.

Around 2005 the Board had voted to have each hangar owner pay the full cost of an impact fee for each own separate hangar. Then in 2007 the MGSID sewer board changed that policy to allow the airport hangar owners to split the cost of and share in paying for one Impact Fee. As a result of that decision, some previously paid impact fees were then refunded and they were then allowed to pay \$300.00 each per impact fee. Currently there are nineteen hangar owners paying one nineteenth of the cost of twelve months of service for one ERU, which is currently $\$38 \times 12 = \456 .

Blair Larsen shared valuable information regarding his knowledge around the history and excavation of the airport and the sewer main installation. He further explained that Kent Wilkerson was the County Engineer at the time he did this excavation and how the whole airport has been a source of frustration to those that serve on boards etc.

Gary Ross noted that he is very much interested in airports and they are somewhat his specialty. He is familiar with airport regulations and the need for an airport manager. He also expressed that he would like to assist in the inspections of the hangars and to make sure they are complying with all regulations. Gary added that according to records from the FAA, it shows a Joe Garfield as being the Manager of the Morgan County Airport Association.

Item # 2. Discussion: Rosehill proposed annexation and infrastructure install.

Robert briefly addressed this item and explained Mike Johansen's efforts in behalf of the Cottonwood Mutual Water Company on their proposed annexation of those living in the Rosehill Subdivision and also the planned infrastructure installation.

Mike feels like he has received many positive responses on the surveys that were sent out. He is also planning to set up a public meeting with those residents of Rosehill to determine the next feasible step.

Board members briefly discussed this item and are not interested in making any decisions at this time. Robert indicated he will be happy to attend the meeting with our Board Chairman but emphasized that he is not going to make any agreements with the Cottonwood Water Company or the residents on behalf of the District as that would be the responsibility of the Board.

Item # 3. Discussion: New Truck Status

Robert indicated that the truck was put on a rail car on May 13, 2016 and he expects the new truck to be delivered around June 10, 2016. He also said there will be an age limit of eighteen or older for anyone driving the truck.

Item # 4. Discussion: Board Member required training

Zane encouraged those board members who have not yet completed their required training to try and complete it as soon as possible.

Item # 5. Discussion: Part Time Summer Help

The District will begin advertising for two part time summer position which the District does each year. Duties will vary and will include assisting with manhole inspections, landscape maintenance and occasional office work. The District will pay between \$12 to \$14 per hour for these temporary positions.

Item # 6. Discussion: District Operations- May 2016

Board members were updated on the District operations for the month of May. Our carpets in the District office were cleaned and one large cottonwood tree behind the lagoons was blown over during a windstorm. Our effluent water continues to measure well as does our E-Coli bacteria registered at non detectable levels.

Item # 7. Discussion: District Statistics as of May 31, 2016.

The District Statistics and financials as of May 31, 2016 were reviewed.

Item # 8. Discussion/Decision: Review and approval of the May 4, 2016 Minutes

After board review of the minutes of May 4, 2016, Gary made a motion to approve the minutes as read. Wendy seconded the motion. All voted in the affirmative. Motion passed.

Item # 9. Discussion: The next scheduled Board Meeting will be held Wednesday, July 6. 2-16 at 7:00 P.M. two days after the July 4th holiday weekend.

Adjourned: 9:35 P.M.

Signed _____