

SOUTH UTAH VALLEY ELECTRIC SERVICE DISTRICT
BOARD OF TRUSTEES MEETING – REGULAR SESSION
January 14, 2020

South Utah Valley Electric Service District (SESD) held a regular Board Meeting on Tuesday, January 14, 2020 at the SESD office located at 803 N 500 E in Payson, Utah – immediately following the annual meeting.

Trustees Present: Nelson Abbott, Joel Brown, Brent Gordon, Ray Loveless, Paul Meredith, and Wendy Pray.

Trustees Excused: Kenny Seng

Also Present: Ryan Bagley, Jennifer Hatcher, and Mark Holdaway – SESD
Jens Nielson, Attorney at Law – Wasatch Land & Title/Law
Tom Cooper – Spanish Fork Power
Ted Barnett – Salem City Power
Steve Anderson – SESD Customer, Elk Ridge

Ray Loveless, newly elected Chairman of the Board, called the meeting to order at 11:45 a.m.

PUBLIC FORUM

Ray Loveless welcomed those in attendance. There were no comments or questions from the attendees.

APPROVE BOARD MEETING MINUTES

The December 10, 2019 board meeting minutes were reviewed by the trustees:

Wendy Pray requested that an approved and signed copy of the minutes be given to Blair Hamilton, former Board Chairman.

MOTION to approve December 10, 2019 board meeting minutes.

Wendy Pray made a motion seconded by Brent Gordon to approve the December 10, 2019 Board Meeting Minutes. Nelson Abbott, Joel Brown, Brent Gordon, Ray Loveless, Paul Meredith, and Wendy Pray approved the motion.

FINANCE COMMITTEE

Joel Brown stated that the December 2019 expense report had been previously reviewed by the trustees and asked if there were any questions regarding the disbursements.

Wendy Pray inquired about the large payment to Utah Retirement Systems (URS).

Mark Holdaway reported that the separate payment of approximately \$24K was a one-time lump sum payment for the employee who transferred from another URS participating entity that had not been properly certified. Mark stated that the check was for make-up payments; the deficiency was identified during the most recent audit performed by Larson & Company.

Paul Meredith asked about the payment to SESD’s lobbyist in Washington , D.C. – Marcus Faust; he inquired if the payment to Marcus was still necessary.

Mark Holdaway answered that Strawberry Water Users Association (SWUA) is petitioning for a title transfer of the generating units and the transmission system; Mark reported that he spoke with Dan Ellsworth who confirmed that the continued efforts of Marcus were essential to protecting the interests of SESD not only in relation to the SWUA title transfer but also in the wake of the ever-changing face of the electric utility industry and the laws that regulate it.

Ray Loveless indicated that as the new Chairman, he would reach out to Marcus Faust and inquire about specifics regarding Marcus’ efforts on behalf of SESD.

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FINANCE COMMITTEE (continued)

Nelson Abbott requested that Ray Loveless or Mark Holdaway request the same regular updates from Foxley & Pignanelli (F&P). Nelson stated that the League of Cities & Towns provides him with a daily report while the Utah Legislature is in session and he would like to see the same daily summary from F&P.

Mark Holdaway reported that F&P had requested to have a conference call with the board; Mark stated that he would arrange for the call and request that F&P provide a daily report on happenings on the hill related to SED. Mark stated that in addition to the F&P report, he would forward the daily report he receives from LeGrand Bitter, Director of the Utah Association of Special Districts (UASD) to the board members.

Nelson Abbott reiterated the importance of staying “in-the-know,” as he is aware that two of Utah County’s Representatives are sponsoring 25 bills each this legislative session.

MOTION to approve December 2019 Disbursements & Expenses.

Joel Brown made a motion seconded by Paul Meredith to approve the December 2019 Disbursements & Expenses. Nelson Abbott, Joel Brown, Brent Gordon, Ray Loveless, Paul Meredith, and Wendy Pray approved the motion.

Mark Holdaway reviewed the December 2019 Financial Reports with the trustees. He stated that 50% of the fiscal year had passed and the budget is right in-step with that timeline at 50.8%.

Wendy Pray pointed out that the report indicated projected revenues for the entire fiscal year – not just 50% - had already been met.

Mark Holdaway stated that was an error in the report, a simple type-o that needed correction.

Nelson Abbott verified through simple math that the ratios appear to be more in-line with actual time passed; he confirmed approximately 50%.

MOTION to approve December 2019 Financial Reports.

Joel Brown made a motion seconded by Paul Meredith to approve the December 2019 Financial Reports. Nelson Abbott, Joel Brown, Brent Gordon, Ray Loveless, Paul Meredith, and Wendy Pray approved the motion.

UAMPS REPORT

Ray Loveless shared an invitation from UAMPS for the board members to attend various workshops and scheduled meetings for newly elected board members or for those who would like to have a better understanding of public power and the inter-workings of UAMPS.

Ray also reported that members of UAMPS participated with the International Atomic Energy Agency (IAEA), an organization that pairs nicely with UAMPS Carbon Free Power Project (CFPP), to prepare a video on Nuclear Power and Climate Change. The board viewed the video.

SUVPS REPORT

Brent Gordon reported cooperative work being done at the Nebo Power Plant.

POWER SYSTEM REPORT

No report given.

CLOSED SESSION - UT Code 52-4-205(d)

No closed session.

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ADJOURNMENT

Paul Meredith made a motion to adjourn.

Ray Loveless adjourned the meeting at 12:25 p.m.

Ray Loveless, Chairman

Mark Holdaway

Date Approved

Date Approved

Next Meeting Date

The next scheduled meeting will be a Regular Session Board meeting on Tuesday, February 11, 2020 at 11:00 a.m.