

**PUBLIC HEARING
DECEMBER 11, 2018**

2018 AMENDED BUDGET ADOPTION

Kierstan Smith, Financial Officer, addressed the Governing Board of the Twin Creeks Special Service District and indicated that there was more growth in Twin Creeks than was anticipated. There has been some savings. There were projects to be done but not enough time in 2018 to get them done.

Board Chair Mike Petersen then opened the matter up for public comment and there was no public comment so the public comment period was closed.

Board Member Steve Farrell made a motion that we approve the amended budget for 2018 as presented which is Resolution No. 2018-09. Board Member Kendall Crittenden seconded the motion and the motion carries with the following vote:

**AYE: Board Chair Mike Petersen
AYE: Board Member Greg McPhie
AYE: Board Member Kendall Crittenden
AYE: Board Member Danny Goode
AYE: Board Member Spencer Park
AYE: Board Member Steve Farrell**

NAY: None.

**PUBLIC HEARING
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2019 BUDGET ADOPTION

Kierstan Smith, Financial Officer, addressed the Governing Board of the Twin Creeks Special Service District and indicated that there has been some growth in Twin Creeks which brought in some increased revenue. Capital outlays will be more this year. The major project is the cell towers which Twin Creeks will be participating in and there is ongoing cost with regard to that. The budget for Twin Creeks for the year 2019 is \$4,069,500.00. And the projected expenses are \$4,069,500.00.

Chair Mike Petersen then opened the matter up for public comment. There was no public comment so the public comment period was closed.

Board Member Kendall Crittenden made a motion that we approve Resolution No. 2018-09 as it concerns the 2019 budget adoption as presented. Board Member Greg McPhie

seconded the motion and the motion carries with the following vote:

**AYE: Chair Mike Petersen
AYE: Board Member Spencer Park
AYE: Board Member Steve Farrell
AYE: Board Member Danny Goode
AYE: Board Member Kendall Crittenden
AYE: Board Member Greg McPhie**

NAY: None.

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WATER AND IRRIGATION WATER RATE STUDY ADOPTION

Justin Dietrich, from Bowen Collins, addressed the Governing Board of the Twin Creeks Special Service District and went through the culinary rates which are pretty consistent with the rates that have been present for a while and increases will be just slightly above inflation. Justin then went through a power point presentation. Justin then went through the irrigation increases and there are inadequate revenues to cover the cost associated with the district's retail secondary water service. There will be revenue increases associated with making that whole. The current rate structure has an allowance of 50,000 gallons a month and does not provide any incentive for conservation within that range and there will be increases to handle additional costs. Justin then went through the 22% revenue increase in 2019 and that is not necessarily a rate increase for most users. Also new metering is being pursued for new customers and the current rate structure for metered customer is a flat overage and anything over the 50,000 gallons as an average fee. Justin then went through the four tiers being proposed. The only difference is in the basic rates.

Chair Mike Petersen then opened the matter up for public comment.

Dr. Doug Murdock, Wasatch County resident, addressed the Governing Board of the Twin Creeks Special Service District and indicated that he is just learning about this as I have purchased some ground in this area. Also, my culinary rates are three times the cost of Heber City rates. Also, if I put a meter on that will cost me a lot of money and don't know if it is even worth it. Also have some agriculture water concerns also.

Gordon Mortensen, Wasatch County resident, addressed the Governing Board of the Twin Creeks Special Service District and indicated that he has a problem with the rate structure being set based on 50,000 being the correct number of gallons used. The rate shouldn't be a flat number independent on the property that you are occupying. The second concern is that any development that is approved in the County has to have water shares that are turned over to

Wasatch County for use so there shouldn't be different tiered pricing in the County because all the water rights have been surrendered as mandated by law and any development should have water shares surrendered also. Everybody then should be paying the same rate for water for anybody who lives in the County if all developments were built according mandated statute and thus there shouldn't be class one or class two. It should be water users per acre not per user.

Chair Mike Petersen then closed the public comment period.

Ron Phillips, indicated that the reason that there are two classes of water because there are two different kinds of water that cost a lot more money for the assessment. You can't combine them all and charge everybody says \$250 per acre foot average because it is not costing us that for the agriculture shares. The water shares that cost less is in Class One. Where the assessment costs more is in Class Two.

Board Member Steve Farrell made a motion that we adopt the water and irrigation water rate study as presented. Board Member Spencer Park seconded the motion and the motion carries with the following vote:

**AYE: Board Chair Mike Petersen
 AYE: Board Member Spencer Park
 AYE: Board Member Greg McPhie
 AYE: Board Member Danny Goode
 AYE: Board Member Kendall Crittenden
 AYE: Board Member Steve Farrell**

NAY: None.

**PUBLIC HEARING
 DECEMBER 11, 2018**

PUBLIC HEARING TO ALLOW PUBLIC INPUT REGARDING THE (A) ISSUANCE AND SALE OF NOT MORE THAN \$5,500,000 AGGREGATE PRINCIPAL AMOUNT OF WATER REVENUE BONDS SERIES 2018 AND (B) ANY POTENTIAL ECONOMIC IMPACT THAT THE PROJECT DESCRIBED HEREIN TO BE FINANCED WITH THE PROCEEDS OF THE SERIES 2018 BONDS ISSUED UNDER THE ACT MAY HAVE ON THE PRIVATE SECTOR; AND RELATED MATTERS.

Ron Phillips, the General Manager, addressed the Governing Board of the Twin Creeks Special Service District and indicated that this public hearing is a requirement of the Division of Drinking water which is providing the loan funds and the \$600,000 of loan forgiveness. Also, not to exceed \$5,500,000. Water Revenue Bonds to allow public input on the issuance of the Bonds and any potential economic impact that the Project may have on the private sector. The

State of Utah Drinking Water Board has committed to purchasing the bonds. The proceeds of the bonds will be used to finance the costs of the treatment plant upgrades, a new tank, distribution piping and all related improvements to the District's water system.

Mark Anderson, from Zion's Bank, addressed the Governing Board of the Twin Creeks Special Service District and indicated that Ron Phillips presented the matter fully. Mark Andersen indicated that we are scheduled to issue the first part of this \$5 million bond next week.

Chair Mike Petersen then opened the matter up for public comment.

Gordon Mortensen, Wasatch County resident, addressed the Governing Board of the Twin Creeks Special Service District and just wondered what the five million dollars is going to be spent for?

Ron Phillips, the General Manager, addressed the Governing Board of the Twin Creeks Special Service District and indicated that the Twin Creeks Water Treatment Plant will be doubled from a half a million gallons minimum per day and building a million water storage tank and extending a water pipeline from Cobblestone to Mill Road south on Mill Road to US 40 and southeast to US 40 to tie into the Billie Bethers system and provide a relentless supply there.

Chair Mike Petersen then closed the public comment period and indicated that no action will be taken on this matter.

Board Member Steve Farrell made a motion to adjourn. Board Member Spencer Park seconded the motion and the motion carries with the following vote:

**AYE: Board Chair Mike Petersen
AYE: Board Member Spencer Park
AYE: Board Member Steve Farrell
AYE: Board Member Greg McPhie
AYE: Board Member Danny Goode
AYE: Board Member Kendall Crittenden**

NAY: None.

Meeting adjourned at 7:00 p.m.

MIKE PETERSEN/CHAIRMAN