

**MINUTES OF THE WASATCH COUNTY COUNCIL
ACTING AS
THE GOVERNING BOARD OF THE TWIN CREEKS SPECIAL SERVICE DISTRICT
APRIL 14, 2020**

Present: Board Chair Jeff Wade
Board Member Spencer Park
Board Member Steve Farrell
Board Member Danny Goode
Board Member Kendall Crittenden
Board Member Marilyn Crittenden
Board Member Mark Nelson

OTHERS PRESENT: No one else was present because of the COVID-19 Virus problem.

STAFF: Dana Kohler, Accounting Clerk/Administrative Assistant

Board Chair Jeff called the meeting to order at 4:36 p.m. on April 14, 2020 and indicated that the Board Members are present electronically and the only one present in the room is Dana Kohler. The meeting is taking place in the Wasatch County Council Chambers located in the Wasatch County Administration Building at 25 North Main Street, Heber City, Utah 84032.

REGULAR SESSION

APPROVAL OF THE MINUTES FOR MARCH 10, 2020

Board Member Marilyn Crittenden made a motion that we approve the March 10, 2020 minutes as written. Board Member Steve Farrell seconded the motion and the motion carries with the following vote:

**AYE: Board Chair Jeff Wade
AYE: Board Member Spencer Park
AYE: Board Member Steve Farrell
AYE: Board Member Danny Goode
AYE: Board Member Kendall Crittenden
AYE: Board Member Marilyn Crittenden
AYE: Board Member Mark Nelson**

NAY: None.

WARRANT LIST APPROVAL

Board Member Kendall Crittenden made a motion to approve the warrants for the Twin Creeks Special Service District in the amount of \$754,455.92. Board Member Spencer Park seconded the motion and the motion carries with the following vote:

**AYE: Board Chair Jeff Wade
AYE: Board Member Spencer Park
AYE: Board Member Steve Farrell
AYE: Board Member Danny Goode
AYE: Board Member Kendall Crittenden
AYE: Board Member Marilyn Crittenden
AYE: Board Member Mark Nelson**

NAY: None.

WATER DEDICATION POLICY/EQUALIZATION FEE

Justin Dietrich, from Bowen Collins and Associates, presented a power point presentation and then addressed the Governing Board of the Twin Creeks Special Service District and indicated that there will be two changes and one is the changes on the irrigation being changed to where we calculate the diversion amount rather than on the fully consumptive amount. The second change is to adopt a new equalization fee in the Lake Creek and Timpanogos irrigation areas and will actually lower the equalization fees that are in place and remove the requirement within the Timpanogos irrigation area just for irrigation. Dustin indicated that an equalization fee is an up front fee paid along with the water dedication and its purpose is to equalize the liability associated with the new M&I type water and the water dedicated in the past to serve existing users. The equalization fee helps keep rates more consistent and rate changes more gradual as well as keep future rates as low as possible for district customers.

Also we were looking at a situation where the cost to serve future customers was going to be much more than the cost to serve existing customers and several possibilities were looked at to accommodate future growth by accepting M&I based water right shares but not put the costs of those higher assessments on existing customers.

Justin Dietrich indicated that in total the major things that were changes were that we adjusted the equalization fee based on particular costs and benefit situations throughout the districts and within the service areas within the districts principally in the Lake Creek service area versus the Timpanogos service area within Twin Creeks. Also looked at differences in what benefits were customers existing and future getting from the M&I shares and try and take that into account rather than solely basing the equalization fee on differential costs. The second change is that we changed the calculations to target a viability for the equalization fee fund of thirty years rather than an indefinite term.

Results for the Lake Creek Irrigation Service Area the equalization fee is the Assessment Value in Equalization Fee is \$223.29 per acre foot per year and the Equalization Fee is \$6,185 acre

foot. The result for the Twin Creeks Special Service District Secondary System Use, Timpanogos Irrigation Service Area Equalization Fee is the Assessment Value in Equalization Fee is \$0 per acre foot per year and the Equalization Fee is \$0 per acre Foot. The Twin Creeks Special Service District Culinary System Use Equalization Fee is the Assessment Value in Equalization Fee is \$93.04 per acre foot per year and the Equalization Fee is \$2,577 per acre foot. The Jordanelle Special Service District/North Village Special Service Fee Culinary System Use Equalization Fee is the Assessment Value in Equalization Fee is \$93.04 per acre foot per year and the equalization fee is \$2,577 per acre foot. The North Village Special Service District Secondary System Use equalization fee the Assessment Value in Equalization Fee is yet to be determined and the Equalization Fee is yet to be determined.

Justin Dietrich indicated that the recommended fee schedule is for the Twin Creeks Special Service District Secondary System Use-Timpanogos Irrigation the Equalization fee per acre foot is for TI-D shares \$0 and for the LCIC-MI Shares n/a.

Justin Dietrich indicated that for the Twin Creeks Special Service District secondary system use-Lake Creek Irrigation service area the equalization fee 4 per acre foot for TI-D shares n/a and for the LCIC-MI Shares \$6,185.

Justin Dietrich indicated that for Twin Creeks Special Service District culinary system use for the Equalization Fee \$ per acre foot for the TI-D shares is \$2,577 and for the LCIC-MI shares n/a.

Justin Dietrich indicated that for the Jordanelle Special Service District/North Village Special Service District culinary system use the Equalization Fee \$per acre foot for the TI-D shares is \$2577 and for the LCIC-MI Shares is n/a.

Board Member Danny Goode indicated that when the motion was made regarding this part of the motion was that as more information was brought forward we would make adjustments over time.

Board Member Marilyn Crittenden indicated that this is quite a bit different than what we have had in the past. Max Covey indicated that he feels that this new schedule is going to cover the costs and do what is needed to do. Also if this schedule is adopted the next step is to work with the Timpanogos Irrigation Company to have an agreement that the Twin Creeks would be the residential service provider in the area and also like to work with them on different ways that when water rights are conveyed to the district that we may not have to convert them to a Class D until that is needed which will reduce the assessment cost to the district annually which is going to result in a lower rate for the users.

Max Covey, the Interim General Manager, addressed the Governing Board of the Twin Creeks Special Service District and indicated that we feel strongly that this will serve best everyone involved and so we would ask that you approve Resolution No. 2020-01 adopting the revised water rights dedication policy.

Board Member Steve Farrell made a motion that we go ahead and approve the amended rate structure for the revised Water Rights Dedication Policy and also for the equalization fee as presented which is Resolution No. 2020-01. Board Member Danny Goode seconded the motion and the motion carries with the following vote:

**AYE: Board Chair Jeff Wade
AYE: Board Member Spencer Park
AYE: Board Member Steve Farrell
AYE: Board Member Danny Goode
AYE: Board Member Kendall Crittenden
AYE: Board Member Marilyn Crittenden
AYE: Board Member Mark Nelson**

NAY: None.

OTHER BUSINESS

Max Covey, the Interim General Manager, addressed the Governing Board of the Twin Creeks Special Service District and indicated that he has no other business.

ADJOURNMENT

Board Member Danny Goode made a motion to adjourn. Board Member Kendall Crittenden seconded the motion and the motion carries with the following vote:

**AYE: Board Chair Jeff Wade
AYE: Board Member Spencer Park
AYE: Board Member Steve Farrell
AYE: Board Member Danny Goode
AYE: Board Member Kendall Crittenden
AYE: Board Member Marilyn Crittenden
AYE: Board Member Mark Nelson**

NAY: None.

Meeting adjourned at 5:00 p.m.

JEFF WADE/BOARD CHAIR