

**MINUTES OF THE METROPOLITAN WATER DISTRICT
OF PLEASANT GROVE
September 14, 2022
5:00 pm**

Please note one or more members of the Board may be joining the meeting electronically.

PRESENT:

Mark Bezzant	Chair
Brian Andrew	Vice-Chair
Marty Beaumont	Board Trustee
Frank Mills	Board Trustee
Paul Pierpont	Board Trustee

STAFF PRESENT:

Denise Roy	Finance Director
Kathy Kresser	Assistant Secretary

Excused: Craig Veenker, Board Trustee and Neal Winterton, Board Trustee

The Board of Trustees of the Metropolitan Water District of Pleasant Grove held a meeting on September 14, 2022 in the Community Room 108 S 100 E, Pleasant Grove Utah at 5:00 pm.

Chair Mark Bezzant called the meeting to order and welcomed everyone to the meeting. He then noted that the meeting is being recorded and that no one from the public was in attendance for the public hearing items. He then excused Board Trustee Craig Veenker.

1. Review and approve Q4 Metropolitan Water District Financials.

Director Roy reported that the second page is the balance sheet that shows that there is almost \$700,000 in the cash fund. She noted that she has made all of the audit entries but the financials are not audited because the auditors have not been on site. The deferred revenue that you see on the balance sheet is the banked water that developers have turned into the city and have not been used yet.

Trustee Frank Mills asked how the value is calculated on the deferred shares. Trustee Marty Beaumont responded that when a developer comes in with shares they might have more than what is required for the development and wants the City to hold them for future development. He assumes that the assessed value is based on what the city valuation is for each share, probably \$5-6,000 per share. Then that amount will be multiplied by the number of shares left for the future. Trustee Brian Andrew asked if those shares are turned over entitled to the City. Trustee Beaumont replied in the affirmative, however they may want to look into banking water shares. A lot of the shares are PGIC shares, and they own them so there is a value to that. What they need to make sure of is that they are not duplicating the shares. Director Roy noted that when the shares come off the list then she takes them off of the deferred revenue list and they are moved into the developer contribution list.

Chair Bezzant wanted to know the value of the shares. Director Roy responded that the actual value of the shares is \$4,000 per acre feet, so the banked value is in acre feet. He then wondered how that balances out because they are paying per share. Trustee Beaumont commented that these are two different things. One is what is the value of the water to the City and the other is what is the Board willing to pay to buy shares from someone. Those are two different numbers. They feel that if they go to the open market and try to buy shares \$4,000 is a good number, however, the Board doesn't want to do be a water broker. The assessed value is different than what they are willing to pay. Trustee Andrew asked if the spreadsheet could be added to packet each meeting so they can see how many shares there are that they are holding.

Trustee Beaumont commented that some of the shares that they are holding are a number of years old and they are just sitting there. There is money available to purchase the shares and he suggested that they make an active effort to contact these developers to see if they are willing to sell the shares to the city so they can clean up the banked shares. They are trying not to take more shares than what is being required for development. Trustee Mills remarked that Metro has been paying the assessments on the shares that have been banked and if the developers want Metro to purchase the shares then there should be a mechanism to get reimbursed for the assessments that have been paid over the years. Trustee Beaumont replied that they have been using the water so it might be hard to get the value of the assessment back.

Director Roy remarked that when the audit is ready she will bring it back before the Board.

Motion: Trustee Mills moved to approve the financial statement as presented. Trustee Paul Pierpont seconded the motion. Board Trustee Votes: Brian Andrew, Yes; Marty Beaumont, Yes; Mark Bezzant, Yes; Frank Mills, Yes; and Paul Pierpont, Yes; The motion passed unanimously.

2. Review and approve Metropolitan Water District Bylaws.

Chair Bezzant noted that there were a few suggested amendments. On page one Section 2 the word should be "Trustees" instead of "Trustee". Article 8 talks about the fiscal year and he felt that the fiscal year be added to the bylaws which is July 1 to June 30.

Chair Bezzant then noted that on page 4 there is specific mention of a Treasurer. He would like to make a designation of who the Treasurer is. After the bylaws are adopted he would then like a motion to approve the acting Finance Director of Pleasant Grove City as the Board Treasurer. Suggested wording could state "the acting Finance Director or Designee of Pleasant Grove City"

Motion: Trustee Andrew moved to adopt the Bylaws as corrected. Trustee Beaumont seconded the motion. Board Trustee Votes: Brian Andrew, Yes; Marty Beaumont, Yes; Mark Bezzant, Yes; Frank Mills, Yes; and Paul Pierpont, Yes; The motion passed unanimously.

Motion: Trustee Andrew moved to assign the Pleasant Grove City Finance Director or

Designee as the Metropolitan Water Board Treasurer. Trustee Beaumont seconded the motion. Board Trustee Votes: Brian Andrew, Yes; Marty Beaumont, Yes; Mark Bezzant, Yes; Frank Mills, Yes; and Paul Pierpont, Yes; The motion passed unanimously.

Trustee Mills remarked that he appreciates the work that went into updating the bylaws. As he travels around the State to the different water boards there have been many times that he has seen the different water boards lose out or get delayed on the money that they are trying to get from the State because their bylaws are not up to date. The money that is being distributed from the State, there are a lot of cities that want that money, but they weren't approved because the State is looking at little things like the bylaws not being updated to not give out the money until some of these things are being completed.

3. Review and Approve minutes of the June 19, 2022 meeting.

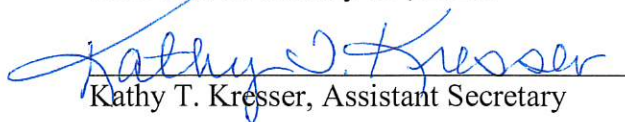
Next Chair Bezzant asked if there were any discussion or changes of the June 19, 2022 meeting minutes, he noted that he has a couple of changes. Page 3 shows that Trustee Beaumont abstained from the motion on the approval of the minutes, he wanted to note that Trustee Beaumont abstained because he was not present at that meeting. Also on the meeting adjournment Trustee Beaumont is listed as abstaining from the motion but he is the one that seconded the motion.

MOTION: Trustee Andrew moved to accept the minutes as corrected. Trustee Pierpont seconded the motion. Board Trustee Votes: Brian Andrew, Yes; Marty Beaumont, Yes; Mark Bezzant, Yes; Frank Mills, Yes; and Paul Pierpont, Yes; The motion passed unanimously.

MOTION: 5:34 pm Trustee Pierpont moved to adjourn. Trustee Beaumont seconded the motion. Board Trustee Votes: Brian Andrew, Yes; Marty Beaumont, Yes; Mark Bezzant, Yes; Frank Mills, Yes; and Paul Pierpont, Yes; The motion passed unanimously.

The meeting adjourned at 5:34 p.m.

The Metropolitan Water District Meeting Minutes of September 14, 2022 were approved by the Board on January 25 , 2023.


Kathy T. Kresser, Assistant Secretary

(Exhibits are in the City Records office)

