



SPRINGVILLE UTILITY ADVISORY BOARD
REGULAR AGENDA
ELECTRIC OPERATIONS CENTER
MULTI-PURPOSE ROOM
777 NORTH 425 WEST, SPRINGVILLE UTAH

APRIL 12, 2023 - 6:30 A.M.

Monthly Utility Board meeting, held in the Electric Operations Center Multi-Purpose Room. 777 N 425 W Springville, UT 84663. Convened at 6:30 a.m.

Board Members Present:

Mark Lamoreaux, Calvin Crandall, Ken Condie, Bryan Boshell, Kellen Hyer, Carl Burrows, Clair Anderson, Nile Hatch.

Staff and Council Members Present:

Shawn Black, Power Department Director, Brad Stapley, Public Works Director, Councilman Jason Miller, Tyson Bartlett, Jason Riding, Jake Nostrom, Brandon Graham.

Approval of Agenda:

The agenda was unanimously approved as distributed.

Approval of Minutes:

The minutes of the previous meeting was unanimously approved as distributed.

New Business:

Review of the 2023-2024 Public Works Budget - Presented by Brad Stapley

Brad shared with the group some of the details of preparing the upcoming fiscal year's budget, explaining that additional positions have been created as the City has grown and expanded, and Public Works is striving to maintain a high level of service. The workforce of Public Works is young, and so will benefit from mentorship and additional training. Brad also explained that there is a concerted effort to remove superintendents from day to day operational activities, so that they can focus on long range planning and future projects.

Due to inflation, there has been a significant impact to how Capital Improvement Projects are being budgeted. The City has seen price increases for needed materials. The current plan is to possibly delay certain projects to see if prices come down.



Brad shared details from each division of Public Works, which Capital Improvement Projects are currently scheduled, and their respective rate increases.

Storm Water Division: Deep maintenance routines and annual Monitoring of Commercial Impervious surfaces/billings

Rate Increase of 7.7%

Storm Capital Improvement Projects consist of General Repairs budgeted at \$50,000, Miscellaneous Projects budgeted at \$75,000, and Impact Fee Projects budgeted at \$200,070.

The Water Division: Facing training and education costs that are up 51% with inflation at 2%, and the division will have a rate increase of 9.75%

Water Capital Improvement Projects consist of the Lower Spring Creek Tank #1 budgeted at \$130,000, Penstock PRV's budgeted at \$100,000, the Burt Springs Renovation budgeted at \$2,335,430, with a grant of 1,000,000, the Houtz Pipeline -budgeted at 1,132,000, and Impact Fee Oversizing budgeted at \$209,300.

The Wastewater Division: Facing training and education costs that are up 77% with inflation at 2%, and division will have a rate increase of 9.75% (non-commercial) and 14.7% (industrial).

Wastewater Capital Improvement Projects consist of the Arts Park Sewer Main budgeted at \$350,000, and Impact Fee Oversizing budgeted at \$30,000.

New Public Works Facility

Brad presented a conceptual drawing of the proposed Public Works Facility. The project will be phased, and additional property will need to be purchased. Phase 1 will cost \$4.3 million.

After this information was presented, the Board moved to recommend the budget.

Power - Presented by Shawn Black

The monthly average price for market purchases per Megawatt Hour was presented to the board. The monthly market wholesale cost per Megawatt Hour versus Springville's monthly budget cost was also presented to the board. Springville's average residential monthly bill has risen 7.4% over the last 6 years.

The power department is facing some significant challenges.



Review of the 2023-2024 Power Department Budget

\$2.6 Million in the power budget for the coming year, with \$400,000 allocated for the North Substation Transformer. There will be a \$850,000 transfer to the General Fund.

Other large Capital Projects withdrawn from Reserves:

\$3.1 Million for the Caterpillar Project, and \$1.69 million for the West Fields Substation.

The Power Department is proposing an 11% residential rate increase, as well as a 13% commercial increase.

REPORTS

Water Cost Reports - Presented by Jake Nostrom

Power Revenue Reports - Presented by Shawn Black

Power Resource Report - Presented by Shawn Black

Power Distribution Report - Presented by Brandon Graham

Shawn Black shared with the board that the Power Department has been the recipient of several safety awards.

Hobble Creek Spring Runoff Review - Presented by Brad Stapley

Brad Stapley shared with the board details relating to spring runoff mitigation efforts performed by all departments. He reviewed the USGS NOAA Forecast Hydrograph, and the board discussed floor preparations.

ADJOURNMENT

The meeting was adjourned at 7:30 a.m.

Minutes submitted by Rachel Orme, Public Works Executive Assistant