

SOUTH UTAH VALLEY ELECTRIC SERVICE DISTRICT

BOARD MEETING

June 14, 2022

South Utah Valley Electric Service District (SESD) held a regular Board Meeting on Tuesday, June 14, 2022 – at 11:00 a.m. at the SESD office located at 803 N 500 E – Payson, UT.

Trustees Present: Nelson Abbott, Richard Behling, Joel Brown, Kenny Seng, and Brent Winder

Excused: Trustees Brent Gordon, and Ray Loveless
Ryan Bagley – SESD
Jens Nielson, Attorney at Law – Wasatch Land & Title/Law

Also Present: Brook Christensen, Dan Ellsworth, Jennifer Hatcher, and Mark Holdaway – SESD

Joel Brown welcomed everyone to the meeting, excused Board Chair Ray Loveless and Trustee Brent Gordon, and called the meeting to order at 11:00 a.m.

Kenny Seng offered a prayer and Nelson Abbott led the group in *The Pledge of Allegiance*.

PUBLIC FORUM

No public comment.

APPROVE BOARD MEETING MINUTES

MOTION to approve May 10, 2022 Board Meeting Minutes.

Nelson Abbott made a motion seconded by Richard Behling to approve the May 10, 2022 board meeting minutes. Nelson Abbott, Richard Behling, Joel Brown, Kenny Seng, and Brent Winder approved the motion.

FINANCE COMMITTEE

Kenny Seng reported that the May 2022 Disbursements & Expense reports were reviewed prior to the board meeting.

Joel Brown requested that Legal Services and fees be itemized on future D&E reports.

MOTION to approve the May 2022 Disbursements & Expenses.

Nelson Abbott made a motion seconded by Kenny Seng to approve the May 2022 Disbursements & Expenses. Nelson Abbott, Richard Behling, Joel Brown, Kenny Seng, and Brent Winder approved the motion.

Mark Holdaway reviewed the May 2022 Financial Reports.

MOTION to accept the May 2022 Financial Reports.

Richard Behling made a motion seconded by Nelson Abbott to accept the May 2022 Financial Reports. Nelson Abbott, Richard Behling, Joel Brown, Kenny Seng, and Brent Winder approved the motion.

Mark Holdaway presented the Budget for the upcoming fiscal year.

MOTION to approve tentative FY 2023 Budget.

Kenny Seng made a motion seconded by Richard Behling to accept the FY 2023 Budget presented with recent adjustments. Nelson Abbott, Richard Behling, Joel Brown, Kenny Seng, and Brent Winder approved the motion.

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FINANCE COMMITTEE (continued)

Mark Holdaway suggested that the Budget Hearing be held on Wednesday, June 29, 2022 at 6:00 p.m.

MOTION to approve the June 29, 2022 date for Public Hearing

Brent Winder made a motion seconded by Kenny Seng to hold the Budget Hearing to approve the FY 2022 Budget Amendment and the FY 2023 Budget on Wednesday, June 29, 2022 at 6:00 p.m. at the SESD office. Nelson Abbott, Richard Behling, Joel Brown, Kenny Seng, and Brent Winder approved the motion.

RESOURCE COMMITTEE

No report.

OPERATION REPORT

Mark Holdaway reviewed resource acquisition and allocation, including total kWh purchased for the month of April and the average cost per kWh.

MOTION to accept the April 2022 Operation Report.

Richard Behling made a motion seconded by Kenny Seng to accept the April 2022 Operation Report. Nelson Abbott, Richard Behling, Joel Brown, Kenny Seng, and Brent Winder approved the motion.

EXECUTIVE COMMITTEE

No report.

Mark Holdaway reviewed the proposed changes to the SESD Employee Handbook, stating that the Federal/State Juneteenth holiday will be observed by SESD; Juneteenth will be treated the same as the Utah Pioneer Day holiday. Mark also mentioned that paid holiday hours have been further defined and clarified in the handbook.

MOTION to approve the SESD Employee Handbook changes.

Nelson Abbott made a motion seconded by Brent Winder to revise the SESD Employee Handbook as proposed. Nelson Abbott, Richard Behling, Joel Brown, Kenny Seng, and Brent Winder approved the motion.

UAMPS REPORT

No report.

Mark Holdaway informed the board that the solar generation UAMPS projects to which SESD is subscribed will have completion dates delayed due to supply chain issues. Mark reported that the initial Steel 1 Solar project anticipates generation to begin in the summer of 2023, while the 1B project expects delays at least until the end of 2023 or even into the beginning of 2024. Mark stated that the resource total between the two projects amounts to approximately 2MW.

CREDA REPORT

No report.

SUVPS REPORT

Brook Christensen reported that he attended the SUVPS Technical Committee. Brook stated that the SWUA title transfer agreement has been signed and the transfer to SUVPS is in process. He explained that the cost to complete the transfer will be paid from the SUVPS coffers.

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(continued)

SUVPS REPORT (continued)

Brook also reported that SUVPS and Rocky Mountain Power are continuing work on the transmission line study, with results and recommendations expected by the end of the summer.

POWER SYSTEM REPORT

a) Outage Report

Brook Christensen stated that there were only three call-out outages despite multiple microburst windstorms; he reported that the crew has kept the system in good operating condition, increasing its reliability.

SPANISH FORK CITY accounts clean-up update

Brook Christensen reported that 52 transfers have been completed leaving approximately 35 pending transfers. Brook explained that the Spanish Fork Power (SFP) workload has increased, delaying the remaining transfers. Brook stated that he will continue to communicate with SFP to ensure that the momentum is not lost, and the remainder of the transfers can be completed in a timely manner.

PAYSON CITY

Brook stated that communication has continued with Payson City; he reported that neither party's proposal was acceptable to the other. Brook explained that further talks will be held with the key Payson City representatives, SESD Board Chairman Ray Loveless, SESD Trustees Brent Gordon & Kenny Seng and himself later in the month. Brook is hopeful that there will be progress to report during the next board meeting.

SALEM CITY

Nothing to report.

LEGAL UPDATE

No report.

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

No closed session.

ADJOURNMENT

Nelson Abbott made a motion to adjourn the meeting.

Joel Brown adjourned the meeting at 12:05 p.m.

Ray Loveless, Chairman

Mark Holdaway, Clerk

Date Approved

Date Approved

Next Meeting Date

The next scheduled meeting will be the Budget Hearing held on Wednesday, June 29, 2022 at 6:00 p.m.