



State of Utah

GARY R. HERBERT
Governor

SPENCER J. COX
Lieutenant Governor

Department of
Environmental Quality

Alan Matheson
Executive Director

DIVISION OF DRINKING WATER
Kenneth H. Bousfield, P.E.
Director

Drinking Water Board
Paul Hansen, P.E., *Chair*
Betty Naylor, *Vice-Chair*
Brett Chynoweth
Tage Flint
Roger G. Fridal
Alan Matheson
David L. Sakrison
David Stevens, Ph.D.
Mark Stevens, M.D.
Kenneth H. Bousfield, P.E.
Executive Secretary

DRINKING WATER BOARD MEETING

August 4, 2016 – 11:00 am

Multi Agency State Office Building
Arches South Conference Room - 3116
195 North 1950 West
Salt Lake City, Utah 84116
Emergency Teleconference

DRAFT MINUTES

1. Call to Order – Chairman Hansen

Paul Hansen, Board Chairman, called the meeting to order at 11:03 am

2. Roll Call – Ken Bousfield

Board members present: Paul Hansen, Betty Naylor, Roger Fridal, Brad Johnson, David Sakrison, and David Stevens.

Board members excused: Brett Chynoweth, Tage Flint, and Mark Stevens.
Citing a conflict in interest, Brett Chynoweth recused himself.

Division Staff present: Ken Bousfield, Michael Grange, Heather Bobb, and Marianne Booth

3. Financial Assistance Committee Report

A. SRF Applications

i. STATE:

a) Henrieville Town – Michael Grange

Representing Henrieville Town (Henrieville) was Dave Roberts, Mayor; Marie Jagger, Town Clerk; and Carson DeMille, of Jones & DeMille Engineering.

Michael Grange, Construction Assistance Section Manager with the Division of Drinking Water (DDW, the Division), informed the board that on June 24, 2016 Henrieville suffered a complete water outage. Investigation identified an airlock in the horizontal well and potential airlocks in the transmission line as the cause; additional investigation also identified at least one air release valve blown off the transmission line when water was restored and found several other valves severely corroded and inoperable; therefore they are requesting \$690,000 in financial assistance to install 34,000 feet of 6 inch diameter transmission line, build a new water turnout, reconstruct a source collection box, install a low water level alarm at the storage tank, and also perform a hydrogeological and source evaluation. The local MAGI for Henrieville is \$33,983, which is 81% of the State MAGI. Their current average water bill is \$36.15, or 1.28% of local MAGI, and includes a \$5 irrigation water fee. Their water bill after funding is expected to be \$73.05, or 2.58% of the local MAGI, therefore they do qualify for additional subsidization. Due to the emergency nature of this project the FAC did not review it, however Division Staff recommends that the Board authorize a \$345,000 construction loan at 1% interest for 30 years and a \$345,000 construction grant to Henrieville Town to complete replacement of the Town's transmission line and other necessary construction to solve the emergency situation as well as conduct a hydrogeologic and source water assessment to meet the Town's source water capacity needs.

There was discussion between the Board, Division Staff, and those representing Henrieville regarding the \$5 irrigation fee not being included in the monthly water bill but is a separate water bill. Michael noted that as it is a water related fee it does get included in the calculations as a way to ensure comparability to other cities. There was also discussion regarding the ability of Henrieville to make the annual payments on the loan as they already have two outstanding loans on their water system that use approximately 50% of their annual budget, the additional increases to the water bill would put a financial burden on many of their citizens, phasing of the project, the possibility of refinancing and consolidating their current loans, and options for additional funding from other sources. It was also noted that Henrieville was without water for a total of 7 days and after it was restored they had a boil order in effect for approximately 3 weeks.

- David Stevens moved that due to the emergency nature of the project the DWB authorize a \$345,000 construction grant to Henrieville Town to begin replacement of the transmission line and other necessary construction to resolve the emergency situation. Roger Fridal seconded. The motion was carried unanimously by the Board.

4. Next Board Meeting:

Date: Tuesday, August 30, 2016
Time: 1:30 pm
Place: Davis Conference Center – Zephyr
Room 1651 North 700 West
Layton, Utah 84041

5. Adjourn

- Betty Naylor moved to adjourn the meeting. The motion was carried unanimously by the Board.

The meeting adjourned at 11:32 am.

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