

The meeting was called to order at 01:00 pm by Chairman Mumeby with a roll call and a confirmation of quorum. Director Sims, Director Hua and Vice-Chairman Morgan were present in the conference room with Chairman Mumeby. Director Wilson was excused. Anonymous guest "Michael" was present on Zoom. Also present in the conference room were Manager Bruce Halverson, and Executive Assistant Keri Scott.

MINUTES

Director Sims made a motion to approve the minutes of the April 15, 2026, Regular Meeting. The motion was seconded by Director Morgan and passed unanimously.

Director Morgan noted a correction on page one of the Budget Committee Meeting minutes, clarifying that while the text reads "operated in the green," the standard financial phrase is "operated in the black." Management noted the original phrasing was a fitting play on words given that green is the official utility locate color for wastewater.

Director Morgan made a motion to accept the minutes of the May 6th, 2026, Budget Committee meeting. The motion was seconded by Director Hua and passed unanimously.

Director Sims made a motion to accept Budget Narrative: Placement of Retiree Bridge Health Insurance report. The motion was seconded by Director Morgan and passed unanimously.

FINANCIAL REPORT

The financial report for the month ending April 30, 2026, was presented for review. Director Morgan noted two typographical errors on the report and requested the following corrections:

- General Fund Summary of Revenues Table: Change Actual YTD Revenue from \$3,529,468.00 to the true figure of \$3,544,861.62.
- System Development Fund Summary of Expenses Table: Change Actual YTD Expense from \$536,314.86 to the true figure of \$578,048.61.

Director Morgan moved to approve the financial report for the month ending April 30, 2026, with the noted corrections. The motion was seconded by Director Sims and passed unanimously.

UNFINISHED BUSINESS

NEW BUSINESS

The Board resumed discussion on the proposed Retiree Bridge Health Insurance Resolution 2026-01, marking the third consecutive meeting this policy has been under review. A comprehensive discussion ensued regarding the scope, duration, and structure of the benefit, highlighting the following key points:

- Director Morgan noted that while she intended to vote against the resolution, she would prefer to see the health insurance structured as an earned benefit tracked through an accrual system.
- The Board debated whether coverage should extend to an employee's entire family, the employee alone, or the employee and a partner.
- Board reviewed the annual sunset verbiage, noting that because the benefit period spans a maximum of three years, the resolution itself should mirror that three-year timeframe rather than sunseting annually during an active benefit period.

Following the discussion, the Board directed a specific amendment to Section 3 of the resolution, changing the phrase "retiree and eligible dependents" to "retiree and eligible partner."

Director Sims moved to approve Resolution 2026-01 as amended. Seconded by Director Hua. The motion carried 3-1, with Director Morgan voting no.

Director Morgan moved to approve Resolution 2026-02: Adopting the Employee Deductible Reimbursement Plan for Fiscal Year 2026-2027. Seconded by Director Sims. The motion carried.

Director Sims moved to approve Resolution 2026-03: Repealing Resolution 97-01 and Clarifying the Allocation of Ad Valorem Tax Revenue. Seconded by Director Morgan. The motion carried.

MANAGER'S REPORT

Irrigation Agreement: The Cowans have decided they do not want our recycled water. Our attorney, Scott Barbur, drew up the new agreement. It was the same language as the last one. Cowan refused the agreement. We had the attorney draw up a refusal of the agreement document. As of this date, Cowan has not signed either document. We have valves in different fields that we can turn off and isolate Cowan's fields from ours. My only regret is that I wish they would have let us know they weren't interested in an agreement before we spent the money having the attorney write up a new agreement.

880 Greenridge: We attended a zoom mediation meeting with our attorney, a representative from SDAO, the homeowners, the homeowner's attorney, and the homeowner's attorney's expert. We were there just to listen and hear the information provided by their expert. We did not comment at that time. We let our attorney, Kurt Peterson, do the talking. Present for the Agency was Keri, Brad, Dave, and myself. The expert attempted to explain what caused the flooding at the residence. At this point I will only comment that they don't really understand how high-pressure line cleaning works. May 28th is the date of the next mediation discussion.

Budget Meeting: The annual budget committee meeting was held on May 6th. After some important discussion the budget passed with minor changes. The board will finalize the budget at the June 17th Budget Hearing at 7:00 pm.

Wheeler Emergency Septic: The emergency septic system for the City of Wheeler is complete!

BOARD COMMENTS

The next Regular Board of Director's meeting is June 17th, directly following the Budget Hearing at 7:00 pm.

The Board agreed to change the regular meeting time to 7:00 pm going forward.

PUBLIC COMMENTS

There being no further business, Chairman Mumey adjourned the meeting at 1:47 pm.


Mellissa Mumey, Chairman


Bruce Halverson, Manager