

OFFICIAL IBSD MINUTES

MAY 4, 2011

IONA-BONNEVILLE SEWER DISTRICT (IBSD) SPECIAL BOARD MEETING

Meeting called to order by Chairman John Price at: 4:00 p.m.

Board Members Present: John Price (Chairman); Mike Klingler; Jason Blundell; Glen Clark; Kelly Howell

IBSD Staff: Cindy Wellman, Manager; Donna Bridges, Field Coordinator; Bonny Harding, Administrative Assistant

Attorney: Tony Sasser, Sasser Law Office

Public: Frank Dye, PERSI; Marshall Free, visitor; Hayden Chatterden, visitor; Dave Noel, Forsgren; Lance Bates, City of Ammon

Agenda Items:

1. PERSI presentation – Frank Dye
2. Midway/Eagle Interceptor – Discussion regarding proposed construction plans
3. Action items
4. Adjournment

Meeting minutes: For additional information, please reference the meeting recording.

00:04:50 PERSI PRESENTATION – FRANK DYE

Mr. Frank Dye introduced himself; he is a retirement specialist from PERSI. PERSI consists of two plans, one mandatory and one voluntary for public employees.

The mandatory plan requires all eligible employees to make a 6.23% contribution to be kept in the employees name earning interest. The employer contributes 10.39% on behalf of the employee. The Board Members are eligible just by being elected and are vested after 5 months. All other employees have to work 20 hours or more over a five month period to be eligible and are vested after 60 month of work.

The voluntary plan is a 401K plan. This account is subject to federal limits and rules. A call center is available for questions and a newsletter is published periodically. PERSI also offers several workshops for debt management, investing, and retirement planning.

Mr. Dye discussed several ways to receive disbursements from the plan; death benefits, disability, retirement and cash out. The longer the member works the bigger the benefit. Benefits are calculated based on a formula that takes into account month of service plus age.

00:21:00

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Mr. Dye discussed naming beneficiaries and contingent annuitants and the benefits to be expected by beneficiaries in the event of the member's death. Mr. Dye recommends receiving benefits as an annuity rather than cashing out the value on retirement. He also suggested leaving the funds in the account in the event the member becomes ineligible. PERSI offers several workshops to member for planning and preparing for retirement. Additional information regarding PERSI as well as the handbook is available on the website.

00:59:00

00:59:00 **MIDWAY/EAGLE INTERCEPTOR – DISCUSSION REGARDING
PROPOSED CONSTRUCTION PLANS**

Mr. Lance Bates, City of Ammon Engineer, stated that the plans for the Midway/Eagle Interceptor plans have been completed and submitted to the City of Idaho Falls for review. Idaho Falls Public Works have responded with comments regarding the buried manhole in the Hillcrest High School easement. The objection has to do with accessing the manhole for maintenance, it is not recommended but it is not against any standard.

Another issue is the manhole on Ammon Road. The manhole was designed with gates for constructability. The gates are not against any standards so Mr. Bates is asking the Board what their preference is with regards to the gates since Idaho Falls is objecting to maintaining the gates. Mr. Dave Noel stated the long term cost of construction is less with the gated manhole since it minimizes the pump around of sewage. If the gate is not wanted the cheapest thing would be to close the gate and pull the stem, the most expensive thing would be to pump around.

The manhole located on Sunnyside Road is also an issue with the City of Idaho Falls. They would like a separation of structures with a minimum of 10-foot separation. The box was designed to allow the construction and minimize the impact of existing utilities and traffic on Sunnyside Road. If the structure was changed it will require additional bypass pumping increasing cost of construction.

Mr. Price stated he did not have a problem with the design as long as Idaho Falls is satisfied. Mr. Bates stated the design is not against any published standards. Mr. Noel stated that it will cost significantly more money to construct the line as Idaho Falls is requesting.

Mr. Klingler's concern is the structure on Sunnyside is combined so it may cause problems in the future if the structure needs to be replaced. Mr. Blundell does not believe this is a decision to be made by the IBSD Board; it should be worked out between Ammon and City of Idaho Falls. Mr. Price agreed and offered to attend a meeting as a representative of IBSD.

Mr. Noel stated that the change that Idaho Falls is requesting will cost more money. The current design is according to current standards and specifications. The changes being requested are just Idaho Fall's preference. The specifications are a specific published document. Mr. Bates stated a specification in engineering terms is very specific and has to be a published document.

01:32:00

Mr. Clark stated he would like to see a written document from the City of Idaho Falls stating what is okay or not okay with the design. Mr. Noel stated the question will be who will pay for

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the changes if Idaho Falls will not accept the current design; the costs could easily exceed \$50,000.00.

Mr. Klingler asked if there is a possibility of eliminating the manhole in the field of Hillcrest. Mr. Noel stated he tried to convince Idaho Falls it was not needed but due to the distance between manholes and the limitation on their maintenance equipment it was required.

01:51:30

01:51:30 ACTION ITEMS

The Board reviewed a list of Action Item consisting of work items in progress as the result of meetings (see attached). Many items need to be discussed at a meeting so the Board decided to review the item and determine if action is need and how action will be taken or taking off the action item list.

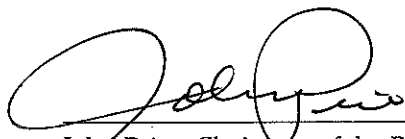
The first item is the policy manual which a draft has been prepared. The Board advised the staff to thin out to relevant items and categorize to be reviewed and approved by the Board.

The Board discussed several items on the list and directed the staff to gather additional information for items to be discussed at the next meeting.

02:32:30

02:32:30 ADJOURNMENT

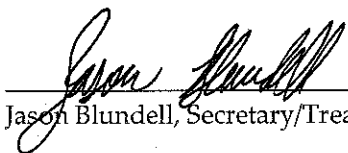
The meeting Adjourned at 6:37 p.m.



John Price, Chairman of the Board of Directors

6-6-2011

Date



Jason Blundell, Secretary/Treasurer

06/07/11

Date