

Silver Fork Pipeline Corporation

Minutes of the Annual Shareholders Meeting on Monday, May 6, 2024

The Annual Meeting of the shareholders of the Silver Fork Pipeline Corporation was held in a snowstorm on May 6, 2024 at 7 pm, at Fire Station #108, 7688 S. Big Cottonwood Canyon Road, Brighton UT 84121.

Pursuant to provisions of the By-laws, Phil Lanouette, President of the Corporation, presided over the meeting, assisted by Jolene Despain, Secretary of the Corporation, and Earlene Lanouette. A list of stockholders was available during the meeting, and it was confirmed that a quorum was present for the meeting (43 in-person shareholders plus 95 proxies).

Consumer Confidence Report (CCR): Steve McIntosh presented the CCR and noted that there were no system violations in 2023. Testing required was BacT and Nitrate in 2023, and BacT, Nitrate, Asbestos for 2024. The report is required by the EPA and insures that SFPC meets all federal and state requirements. A copy of the report was available at the meeting and is on the website (www.silverforkwater.com). It's important to protect the system or be required to have a chlorinated system.

President's Report: Phil Lanouette reported that the SFPC shed had to be demolished following damage from the Big Snow of 2023. A new cement slab is in place and construction of the new building will be completed later in 2024. SFPC received an insurance payment of \$30,000 for the repair, but the company subsequently cancelled the policy.

There were 3 changes to the Bylaws last year:

Section 2.1 Annual Meeting. The meeting date was allowed to be scheduled around the first part of May, instead of the specific 1st Monday after the 1st Sunday in May. This will allow flexibility for scheduling an appropriate meeting place.

Section 2.6 Quorum. The required Quorum was changed from 130 to 100, assuring that the annual meeting would be more likely to take place.

The Rules & Regulations now require Water Meters for all new construction and STRs. Current homeowners are encouraged to install one.

Long-Range Plans include shed replacement, increase capacity for fire flow, install pressure-reducer valves, and installation of water meters.

Water Master's Report: Steve McIntosh explained that our water comes out of the Woodlawn Mine through 8,000 ft of limestone, quartzite, tillite, and granite, so it is well filtered to exclude heavy metals. He urged shareholders to be sure there is a backflow filter on their home water system. He noted that the total number of gallons that passed through the mine tunnel meter in 2023 was 28,722,000 gallons, which is 95% of the 2022 flow. The mine tunnel high flow was 272.30 gpm (gallons per minute) the week of July 6. The mine tunnel low flow was 37.11 gpm the week of April 6 (lowest flow ever again this year). Church Road meter ran 12,586,020 gallons in 2023 (a 20% increase from 2022) due to a leak in April 2023. The highest community usage was 38.97 gpm on April 20, 2023 (much worse than 2022 due to leak). The lowest community usage was 12.23 gpm on the week of Sept 7, 2023. The average winter Community Usage was 3 gpm more in 2023 summer and winter. This past winter usage averaged 23.32 gpm + 6 gpm for the two bleeders. Overflow was present all year, with winter overflow averaging 14.76 gpm.

In 2023, there were no freezes. There are only 2 bleeders remaining that run at 6 gpm in winter (one on Slaughter's property, and one at the bottom of Burnt Flat Road), which represents 15% of the water going into the ground. Each summer Steve tests 25% of the hydrants. They are generally placed every 500 ft. apart throughout the community. Shareholder Responsibilities were outlined: 1. Please notify Steve about freeze-ups and all construction near water lines. Every new construction has to pass a Bacteria Test. Waterline contamination could require an expensive chlorination system. Currently we don't add fluoride or chlorine to our water. 2. Please mark your water service lines so they can be found in case of a winter water freeze-up. 3. Be sure water lines at least 6' deep. 4. Please shovel the fire hydrant closest to your property. Each year it costs the company about \$1,000 to clear snow from hydrants. 5. Please remove hoses from outside water faucets for winter, or a freeze-up is guaranteed, which is dangerous for the whole system, and very expensive to repair. 6. If you leave your home for vacation, please leave the thermostat at ~60°. Hard-wired thermostats are preferred, and can save the headache of having a battery die in a vacant house in the middle of winter. If you have questions, contact Steve. SFPC will pay for 2 hours of homeowner assistance work, but beyond that there will be a charge of \$50/hour.

Ulrich Brunhart and Steve McIntosh are working on a water supply capacity study to project the amount of water that will be needed in the future. Currently there are 40 unused water shares. We need to be sure we have enough water to serve all shareholders at build-out.

This year water companies throughout the country are required by federal mandate to submit a Service Line Inventory that ensures their systems are free of possible lead contamination by October 16, 2024. Steve is asking that shareholders send a

photo of the drinking water line as it comes through the wall or up from the floor, including the shutoff valve, to him at sfpc@hotmail.com. Indicate the size of the service line (either 0.5" or 1") and your address.

Steve showed the new water meters that are now available. They are free to current homeowners, but homeowners must pay a plumber for installation. Meters will be required for all building permits, new construction and remodel, all water share transfers, all business licenses, including short-term rentals. So far there are 26 meters installed and 15 in process. Two small leaks have already been detected. Meters have been very helpful for detecting leaks quickly. Data from the 26 current meters indicate that STRs use more water than full-time residents. However, they are often unoccupied much of the time, so the usage turns out to be about the same as full-time residents. The goal is to have all water meters installed by 2029 or sooner.

Q: *(Daniel Schlehuber) What is the lowest groundwater temperature that has been recorded?*

A: *(Steve) It's been as low as 31 degrees when we did some repairs during the winter at Jason Johnson's house.*

Q: *(Sarah Jean Hogan) How can I get a water meter?*

A: *(Steve) Call me (801-330-3448). I will get one to you for your plumber to install, then we can make the electronic connection after that.*

Elections: Phil then conducted the Annual Election. Three Directors are to be elected this year. The slate includes Dave Carlson, Logan Cookler, and Phil Lanouette. Rob Weaver moved to accept the slate of nominees, Dan Knopp seconded and the motion carried. No other nominations were presented from the floor, so the slate was elected by acclamation. If anyone would like to stand for next year's election, please come to the SFPC Board meetings or notify the Board by February 2025.

Minutes: The Minutes of May 2, 2023 were approved as submitted. *(Motion by Dan Knopp; 2nd by Daniel Schlehuber)*

Financials: Income- \$125,679.90; Expenses- \$112,424.14; Total Assets- \$561,056.99; Liability & Equity- \$561,056.99; Cash on Hand- \$235,337.11; Receivables- \$-150.00 (overpayment from 2023). Salt Lake City Public Utilities charged \$26,300 last year for the surplus water contract (41% increase from 2022).

State of the Town: Phil invited Mayor Knopp to give a report from the Town of Brighton. He reported that Rocky Mountain Power will finish up with the \$22M project for undergrounding the main trunkline and secondary lines that feed to the poles. They will not underground wires that run from the poles to the homes because it is too complicated to get all homeowners to agree to pay for that process. Please have patience with this project, as it will require digging in neighborhoods. If anyone refuses to allow the digging on their property they will cancel nearby neighbors also. This is an important project for fire mitigation. The cost of the project was increased to \$26M because RMP agreed to underground the secondary wire.

Mayor Knopp reported that the State Legislature mandated the County Sheriff and UPD to separate by July 1, 2024. The Sheriff will oversee the jail, Canyon Patrol, US Forest Service, and policing for unincorporated Salt Lake County. All other cities and towns will be served by UPD. Brighton chose UPD to provide police services for the Town because we would have better representation. Sergeant Mike Hill will be chief for Brighton, with office space at the Fire Station. The shift for UPD is from 6 am-1 am (two shifts). If there is a call after 1 am, it will be taken by the Holladay precinct. Brighton will also use the Holladay Justice Court.

Winter traffic has been better this year, thanks to the resorts and town requiring reservations before 1 pm. This spread out upcoming traffic, but evening traffic remains heavy. The mouth of the canyon will be under construction this summer as SLCPUD begins the update on the Big Cottonwood Water Treatment Plant. UDOT is planning to purchase land at the gravel pit for \$13M for a parking structure and road widening. Since the gondola in LCC is in lawsuit limbo, it is hoped that BCC can get some funding for a transit hub at each resort, two lanes around the Brighton Loop, and a realignment of the Guardsmans Pass intersection.

Mayor Knopp noted that he sold his Big Cottonwood Rotary Plow Company to Holly and Anders Carlson who have been doing a lot of the plowing this winter. The Silver Fork Lodge and his home are also up for sale. He would like to be able to travel and spend more time with his family. He plans to stay in the canyon and build a smaller house in Silver Fork.

Free Water: Congratulations to Steve Hall and Carolyn Fushimi who won the annual Water Assessment Waiver for 2024! The winning ticket was drawn by Jolene Despain to honor Steve McIntosh's 25 years as our Watermaster.

The meeting was adjourned at 8:25 p.m. *(Motion by Allyson Walter, 2nd by everyone. Motion Carried)*

Submitted by ~~Barbara~~ Cameron