

Grand Water & Sewer Service Agency

Budget Hearing & Full Agency Meeting
December 13, 2000

The meeting was called to order by Vice President Paul Morris at 7:37 p.m. at the Agency office, 3025 E Spanish Trail Rd, Moab, Utah. Other Agency Board members present were Neal Dalton, John Keys, Karl Tangren, Dan Holyoak, Ned Dalton, Bill McDougald, Kyle Bailey, Karla VanderZanden, and Al McLeod. Other Agency Board members absent: Gary Wilson, James Walker, and George White.

Others present were Dale Pierson, Marsha Modine, Rex Tanner, Jerry McNeely, Kirstin Peterson, Bill Love, and John Chartier – Sunrise Engineering.

After calling for additions or corrections to the minutes of the Operating Committee meeting of November 15, 2000 and hearing none, Vice President Morris asked that the minutes be approved as circulated to the Board. Motion: Bill. Seconded: John Keys. Paul – aye, Ned – aye, Neal – aye, Dan – aye, Karl – aye, John – aye, Karla – aye, Kyle – aye, Bill – aye, Al - aye. Motion carried.

Bill Love

Citizens To Be Heard Bill Love stated that his understanding was that certain portions of the proposed Cloudrock development would remain under State Lands lease and thus not pay property taxes. Bill asked if this would not result in the development being subsidized by Spanish Valley taxpayers. Bill also asked how much of the proposed 2001 Agency budget was earmarked for Cloudrock Development.

Vice President Morris replied that there were no monies within Agency budgets, either operational or construction, which were allocated to Cloudrock. He also stated that the Agency had the ability to make up any taxing differences by adjusting service rates. Paul mentioned that it was very difficult to answer questions regarding the proposed development at this time as the Agency has had no plans or engineering studies submitted by the developer to them for review. Further discussion followed.

Amend 2000 Budget Marsha presented the 2000 amended budget line by line and answered questions from the Board. Motion by Ned to approve the 2000 amended budget as presented, second by Dan. Paul – aye, Ned – aye, Neal – aye, Dan – aye, Karl – aye, John – aye, Karla – aye, Kyle – aye, Bill – aye, Al - aye. Motion carried.

Amend 2000
Budget

2001 Budget Hearing Vice President Morris opened the 2001 Budget Hearing at 8:30 p.m. Marsha presented the budget on a line by line basis. She and Dale answered questions from the Board and public in attendance.

2001 Budget
Hearing

Dale recommended to the Board that Bookkeeper - Marsha Modine and Billing & Records Administrator/Secretary – Rhonda Riberia receive a 6% salary increase for 2001, that increase to include the 3.5% cost of living increase. Vice President Morris stated that he and President Wilson recommended that Manager Dale Pierson receive a 10% salary increase for 2001, that increase to include the 3.5% cost of living increase. Discussion followed. Motion by Bill to increase salaries for Marsha and Rhonda by 6% for 2001, and 10% for Dale, those increases to be inclusive of the cost of living increases. Seconded: Dan. Paul – aye, Ned – aye, Neal – aye, Dan – aye, Karl – aye, John – aye, Karla – aye, Kyle – aye, Bill – aye, Al - aye. Motion carried. Motion by Dan to approve the 2001 Budget as presented with the addition of salary increases, second by John. Paul – aye, Ned – aye, Neal – aye, Dan – aye, Karl – aye, John – aye, Karla – aye, Kyle – aye, Bill – aye, Al - aye. Motion carried.

Water Project John Chartier – Sunrise Engineering, reported on the progress of the distribution system and storage tank construction.

Water
Project

John handed out to the Board and discussed the results of the groundwater reconnaissance performed on Andrea Castellanos' property by AquaTrack. The reconnaissance shows that the optimum site for a source well would be east of the present planned location.

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involved
moving the
site have b

discussed with Andrea and were discussed with the Board. Additional discussions will need to be held prior to a decision being made.

SITLA Agreement for Prepaid Impact Fees The agreement was discussed by the Board at length. Motion by Dan to approve the agreement with School and Institutional Trust Lands as presented, second by Neal. Paul – aye, Neal – aye, Dan – aye, John – aye, Bill – aye. Al – nay, Karla – nay, Ned – nay, Karl – nay. With the vote 5 aye and 5 nay the motion neither passed or failed. Motion by Kyle to table the SITLA agreement, second by Karla. Paul – aye, Ned – aye, Neal – aye, Dan – aye, Karl – aye, John – aye, Karla – aye, Kyle – aye, Bill – aye, Al - aye. Motion carried.

Service of Sewer Collection to San Juan County Issues surrounding sewer collection service outside District boundaries were discussed. Moab City's stance is that under the terms of the present sewage treatment agreement the District is not allowed to provide sewage collection outside its boundaries. Kirsten Peterson – Moab City Council, suggested that a temporary agreement could be worked out between the City and Agency regarding this matter. Motion by Dan that John Keys and Kyle Bailey be assigned the task of trying to arrive at a temporary agreement between the City and Agency regarding sewage collection outside of service boundaries. Seconded: Bill. Paul – aye, Ned – aye, Neal – aye, Dan – aye, Karl – aye, John – aye, Karla – aye, Kyle – aye, Bill – aye, Al - aye. Motion carried.

Moab City Sewage Treatment Plant Agreement A report was expected from Alton Anderson, Sunrise Engineering at this meeting, but due to Alton's illness that report is unavailable. Dale asked that the Board consider how they would wish to proceed with negotiations regarding the agreement once the report is available.

Monthly Service Charge for Wastewater Treatment Plant Services – Increase Additional staff research is required on this matter prior to a recommendation being made to the Board. Motion by Ned to table the decision as to what to do about the Wastewater Treatment service charge increase, second by Karl. Paul – aye, Ned – aye, Neal – aye, Dan – aye, Karl – aye, John – aye, Karla – aye, Kyle – aye, Bill – aye, Al - aye. Motion carried.

Irrigation Meter Readings Dale referred the Board to the irrigation meter reading report in their packets. The report was discussed. Motion by Dan to charge overage penalties only on amounts of water used above the amount stipulated in the annual purchase contract, second by Karl. Paul – aye, Ned – aye, Neal – aye, Dan – aye, Karl – aye, John – aye, Karla – aye, Kyle – aye, Bill – aye, Al - aye. Motion carried.

North Corridor Development John Chartier presented estimates of bond repayment for the proposed North Corridor project. A best case/worst case scenario has been broken down to arrive at costs per month per acre. The report was discussed. John also mentioned that a public hearing will be required for the Rural Development and Division of Water Quality funding applications.

Financial Statement The financial statement was presented to the Board.

Check Approval Motion to approve checks: Dan. Seconded: Karla. Paul – aye, Ned – aye, Neal – aye, Dan – aye, Karl – aye, John – aye, Karla – aye, Kyle – aye, Bill – aye, Al - aye. Motion carried.

Items from Board: none

Items from Staff:

Letters to EPA – Dale noted that a comment letter regarding a proposed EPA rule requiring water system operators using gas chlorination to become pesticide applicator certified was included in the Board packets.

SITLA
Agreement
Prepaid
Impact Fees

Sewer
Service –
San Juan
County

Moab City
Treatment
Plant
Agreement

Monthly
Service
Charge
Increase

Irrigation
Meter
Readings

North
Corridor
Development

Letters to
EPA

Snow pack
The Decem
11, 2000 U
snow
precipitation

update was also included in the packet.

Vice President Morris declared the meeting adjourned at 10:55 p.m.

ATTEST:

Gary N. Wilson, President

Dale F. Pierson, Secretary/Treasurer