

GRAND WATER & SEWER SERVICE AGENCY

Operating Committee

February 24, 2004

The meeting was called to order by President Gary Wilson at 7:08 p.m. at the Agency office, 3025 East Spanish Trail Road, Moab, Utah. Other Agency Board members present were Dan Pyatt, Dan Holyoak, Brian Backus, Rex Tanner. Absent was Jerry McNeely. Those present established a quorum. Others present were Kyle Bailey, Barbara Morra and James Walker.

Others present were Audrey Graham, Carrie Switzer, Ben Wilson, Brady Baggett, Steven Lopez, Stacey Boender, Marsha Modine, and Dale Pierson.

Minutes Motion by Tom Stengel to approve the minutes of the meeting of February 10, 2005 as written. Second by Rex Tanner. James Walker-Aye, Dan Holyoak-Aye, Gary Wilson-Nay, Dan Pyatt-Nay, Rex Tanner-Nay, Tom Stengel-Nay, Barbara Morra-Nay, Brian Backus-Nay, Kyle Bailey-Nay. MOTION FAILED. Motion by Tom Stengel to approve the minutes of the meeting of February 10, 2005 with the addition to the following sentence "Mr. Carlton also pointed out that the revised Special Service District would not be considered a new entity, thereby enabling the District to fall under the 1977 laws, not the laws created after the District was formed, *in regard to the water provisions, not necessarily the sewer.*" Second by Rex Tanner. Gary Wilson-Aye, Dan Pyatt-Aye, Dan Holyoak-Aye, Brian Backus-Aye, Rex Tanner-Aye, Kyle Bailey-Aye, Barbara Morra-Aye, James Walker-Aye.

Citizens to be Heard None.

Resolution in Support of moving Atlas Tailings Pile Dale explained that it would be a good idea to have formal support of moving the Atlas tailings pile from the board. Motion to approve the resolution in support of moving the Atlas tailings pile by Rex Tanner. Second by Kyle Bailey. Gary Wilson-Aye, Dan Pyatt-Aye, Dan Holyoak-Aye, Brian Backus-Aye, Rex Tanner-Aye, Kyle Bailey-Aye, Barbara Morra-Aye, James Walker-Aye.

RFP for hydropower generation project The Board was presented with the draft RFP. Board members will review the document and discuss changes at the next meeting.

RFP

Award Maintenance Contract One bid was received by Dave Cozzens Construction. The board compared the 2005 bid to Cozzens' 2004 bid. Barbara motioned to table the maintenance contract discussion until the next meeting. Motion died for lack of a second. Motion to award the 2005 maintenance contract to Dave Cozzens Construction by Rex Tanner. Second by Tom Stengel. Gary Wilson-Aye, Dan Pyatt-Aye, Dan Holyoak-Aye, Brian Backus-Aye, Rex Tanner-Aye, Kyle Bailey-Aye, Barbara Morra-Aye, James Walker-Aye.

Maintenan
ce
Contract

2004 Annual Report Dale reviewed the 2004 Annual Report with the Board. Of note, is that water use is up 4%. This marks the first time there has been an increase in usage since the conservation oriented rate structure was enacted. Dale suggested this may indicate that the conservation rates may be ineffective, as these rates normally are over time, and might have to be reviewed again to encourage conservation.

Annual
Report

Check Approval Motion to approve the checks in the amount of \$26,594.74 by Tom Stengel. Second by Dan Holyoak. Gary Wilson-Aye, Dan Pyatt-Aye, Dan Holyoak-Aye, Brian Backus-Aye, Rex Tanner-Aye, Kyle Bailey-Aye, Barbara Morra-Aye, James Walker-Aye. MOTION CARRIED

Financial Statement The December Financial Statement was presented to the Board.

Items From Board & Staff Rex requested that the board be kept informed of the nitrate levels detected in the water.

Gary said that the trip to Washington, D.C. went well. He and Dale met with the entire Utah Congressional delegation and their staff regarding the water study appropriation request of \$2 million. In general, the response was that the study is a worthwhile project; however, budgets are tight. Matheson will still include the study in the Water Resources Development Act, which provides a two prong approach for the money. Dale said we will know if the money is granted when there is a line item in the budget for the study, which should occur sometime this spring.

President Wilson declared the meeting adjourned. Hearing no objections the meeting adjourned at 8:20 pm.

ATTEST:

Dale F. Pierson, Secretary/Treasurer

Gary N. Wilson, President