

GRAND WATER & SEWER SERVICE AGENCY
Workshop and Special Meeting
February 15, 2017

The workshop began at 3:00 p.m. Trustees present were: Dan Pyatt, Gary Wilson, Preston Paxman, Mike Holyoak, Rex Tanner, Dale Weiss, and Curtis Wells. Others present were: Robert Worley, Orion Rogers, Scott Hacking, Patrick Dean, Lisa Cenicerros, Clint Johnston, Dana Van Horn and Art Wollenweber.

Presentation of Culinary Water Project Preliminary Engineering Report and implementation options

Robert Worley of Sunrise Engineering presented the PER and funding options for the project. There were several alternatives presented on the funding. The two major options were to either go for funding in one complete project or to split the project into two projects with two funding options. The board favored proceeding as one project to maximize grant monies and minimize rate increases. The sub-options weighed the difference between paying off an existing loan immediately, keep paying the loan and apply for project funding and adjusting the schedule of the proposed loan to begin paying the new loan when the existing loan is paid in 2020 for a total of 36 years. The board favored the latter and directed Sunrise to proceed with the application process using this approach.

The meeting was called to order by President Dan Pyatt at 4:30 p.m. at the Agency Office, 3025 E. Spanish Trail Rd., Moab, Utah. Other trustees present were: Gary Wilson, Kyle Bailey, Curtis Wells, Preston Paxman, Rex Tanner, Mike Holyoak and Dale Weiss. Jerry McNeely arrived at 4:35 p.m. Those present established a quorum. Absent were: Brian Backus and Rick Thompson. Others present were: Art Wollenweber, Dana Van Horn, Clint Johnston, Lisa Cenicerros, Mayor Dave Sakrison, Orion Rogers, Scott Hacking and Patrick Dean.

Manager Report and discussion of WWTP bids received by the City of Moab President Pyatt moved this agenda item to accommodate the Mayor's schedule. Mayor Sakrison told the board about the bids received for the construction of the WWTP. The bids came in 32% higher than estimated by Bowen, Collins. The overall cost increase to the project totals \$3.8M. Mayor Sakrison said that the five prequalified bidders are very busy and are bidding high on jobs they really don't need. He said that a redesign of the plant would take too long and there really aren't any design changes that can be made without considerable delay or function of the plant. As it stands right now, there is a six-week delay in construction. Bowen, Collins are compensating for their mistakes by providing services at no cost to the City for the revised impact fee analysis. It is anticipated that impact fees may go up by approximately \$100.00 per ERU. The City Attorney will begin working on an amendment to the interlocal agreement that will include new costs and how to address cost overruns. There will be an article that addresses the remediation of the old site. The City plans to meet with the funding agency to ask for an extension of the loan terms at the same interest rate. Art provided a summary of the bidding process, areas/causes for the high bids, and a timeline of funding meeting dates. The Mayor left at 4:55 p.m.

Minutes of meeting 2-2-2017 Motion to approve the minutes of 2-2-2017 as presented by Mike Holyoak. Second by Dale Weiss. MOTION CARRIED 8-0. Curtis Wells abstained.

Citizens to be heard None.

Check approval Motion to ratify/approve the payment of bills in the amount of \$258,256.89 by Rex Tanner. Second by Gary Wilson. MOTION CARRIED 9-0.

Financial statement None.

Lake/Snow report The lake is at 1891 AF, SWE is 146% of average and Precipitation is 1236% of average. Soil moisture is at 43%. Art attended the Mill Creek distribution meeting last week and met with Marc Stilson and David Horsley earlier this week. He said that Mr. Stilson recommended making the temporary change from last year a permanent change. He is proceeding with the application on our behalf. He also mentioned the idea of possibly selling additional water contingent on water conditions. The board will discuss the issue further at the next meeting on March 2, 2017.

Committee Report discussed the WWTP bids.

Items from staff Seat still open on the SVWSID.

Items from board members None.

Closed session if necessary None.

President Pyatt declared the meeting adjourned. Hearing no objections; the meeting adjourned at 5:18 p.m.

ATTEST:

Dan Pyatt, Chairman

Art Wollenweber, Secretary/Treasurer