

GRAND WATER & SEWER SERVICE AGENCY
Operating Committee Meeting
July 3, 2003

The meeting was called to order by President Gary Wilson at 7:00 p.m. at the Agency office, 3025 East Spanish Trail Road, Moab, Utah. Other Operating Committee members present were Dan Holyoak, Dan Pyatt, Neal Dalton, William McDougald (arrived at 7:38 pm) and Rex Tanner. Absent was Barbara Morra. Other Board members present were Karl Tangren, Jerry McNeely, James Walker and Kyle Bailey. Those present established a quorum.

Others present were Judy Carmichael, Lisa Church, Ron Flanders, Sena Flanders, Rick McElhaney, Judy Bane, Sue Dalton, Norma Nunn, Stacey Boender, Marsha Modine and Dale Pierson.

Minutes

Motion by Rex Tanner to approve the minutes of the meeting of June 26, 2003. Second by Neal Dalton. Gary Wilson-Aye, Dan Holyoak-Aye, Neal Dalton-aye, Dan Pyatt-Aye, Rex Tanner-Aye, Karl Tangren-Aye, James Walker-Aye, Kyle Bailey-Aye, Jerry McNeely-Aye, William McDougald-absent for vote. MOTION CARRIED.

Citizens to be Heard None.

Gilmore Property Service Ron Flanders asked the Board to revisit the water and sewer annexation decision regarding the Gilmore property that he and seven other family members now own. It was Mr. Flanders' understanding that since the property owners gave, free of charge, Spanish Valley Water & Sewer Improvement District water line easements through the property that they would be serviced. The Board reviewed easement letters regarding the property. Dale Pierson explained that annexation is not required for servicing the property. Utah State Code gives SVWSID the authority to serve outside its boundaries, though they are not required to provide service even if the property does annex into the District. Dale also said the calculations for the current impact fee amount charged included service to this area. Impact fees would be charged at current rates for the property; however, a higher monthly service rate would apply to compensate for the lack of tax revenue generated from the property. If the property was annexed in, normal service rates would apply and taxes would be collected by San Juan County and forwarded to Spanish Valley Water & Sewer Improvement District. Mr. Flanders was not opposed to the annexation, though his concern was the timing of the process due to the impending sale of the property. Plus, correspondence the owners received from the District seemed to indicate service availability. Gary Wilson stated that he would "hate to see a development out there without sewer service at least- it is a ground water protection issue." He further stated he would like them to annex into the District. Dale explained the annexation process.

Mr. Flanders asked if the Board could agree to provide service and he would agree to proceed with annexation. The Board explained that the decision would have to be made in a Spanish Valley Water & Sewer Improvement District meeting. Kyle Bailey suggested the Board visit the new Moab City Sewer Agreement before promising service outside the District. Dan Holyoak motioned to conceptually agree that water and sewer service should be provided to the property, but will assume the Improvement District's recommendation. Gary Wilson-Aye, Dan Holyoak-Aye, Neal Dalton-aye, Dan Pyatt-Aye, Rex Tanner-Aye, Karl Tangren-Aye, James Walker-Aye, Jerry McNeely-Aye, William McDougald-Aye, Kyle Bailey-Nay. MOTION CARRIED. After further discussion, Dan Holyoak agreed to call an Improvement District meeting the following week to poll members on their potential annexation votes before the owners start the annexation process.

Gilmore Propo

retained for Water Source Protection or Other Purposes The Board reviewed an aerial map of the property containing two zones, prepared by Dale Pierson. Dale recommended the Board retain Zones 1 and 2 totaling approximately 8.28 acres for source protection. Motion by James Walker to retain Zone 1 and 2 for well protection. Second by Rex Tanner. Gary Wilson-Aye, Dan Holyoak-Aye, Neal Dalton-aye, Dan Pyatt-Aye, Rex Tanner-Aye, Karl Tangren-Aye, James Walker-Aye, Jerry McNeely-Aye, William McDougald-Aye, Kyle Bailey-Aye. MOTION CARRIED.

Gary Wilson asked that the White property purchase committee (Rex Tanner, Dan Pyatt, Dan Holyoak, Karla VanderZanden, and now Judy Carmichael) meet in the next few weeks to come up with five or six ideas for the resale of the property.

2003 Irrigation Season Dale reported the June diversions to Ken's Lake were 119% of average. Storage in the Lake at the end of June was 109% of average. He also stated that 167 more acre feet is needed to make it through the irrigation season without restrictions. Because of the promising outlook, he will stop the monthly irrigation reports unless there is a change.

Moab City Sewer Agreement Rex Tanner motioned to untable the Moab City Sewer Agreement. Second by Kyle Bailey. Gary Wilson-Aye, Dan Holyoak-Aye, Neal Dalton-aye, Dan Pyatt-Aye, Rex Tanner-Aye, Karl Tangren-Aye, James Walker-Aye, Jerry McNeely-Aye, William McDougald-Aye, Kyle Bailey-Aye. MOTION CARRIED. Rex Tanner explained that he had been unsuccessful in setting up a Moab City / Grand County meeting regarding a regional sewer plant. After discussion, Dale suggested in order to move the agreement along and not rule out any ideas; the Board motion the staff to put the agreement to legal review. Meanwhile, the Board could review the document and bring questions and comments to Dale. Then, Dale could forward concerns to the City, because the City cannot make changes to the agreement until they know what clauses are at issue. Kyle Bailey motioned to have the draft Moab City Sewer Agreement reviewed by the Agency attorney. Motion died for lack of a second.

Check Approval Motion by James Walker to approve the checks in the amount of \$23,093.97. Second by Jerry McNeely. Gary Wilson-Aye, Dan Holyoak-Aye, Neal Dalton-aye, Dan Pyatt-Aye, Rex Tanner-Aye, Karl Tangren-Aye, James Walker-Aye, Jerry McNeely-Aye, William McDougald-Aye, Kyle Bailey-Aye. MOTION CARRIED.

Items From Board None.

Items From Staff None.

President Wilson declared the meeting adjourned. Hearing no objections the meeting adjourned at 9:03 pm.

ATTEST:

Dale F. Pierson, Secretary/Treasurer

Gary N. Wilson, President