

GRAND WATER & SEWER SERVICE AGENCY

Operating Committee

August 2, 2007

The meeting was called to order by President Dan Pyatt at 7:02 p.m. at the Agency office, 3025 East Spanish Trail Road, Moab, Utah. Other Agency Board members present were: Gary Wilson, Dan Holyoak, Rex Tanner, Lance Christie, John Hartley, Mike Holyoak, John Keys, Brian Backus, Jerry McNeely, and Kyle Bailey. Those present established a quorum. Absent was Tom Stengel.

Others present were: Terry Sykes, Marsha Modine, Dana Van Horn, Donna Metzler, Robert Worley, Rick Bailey, Dan Stenta, Bob Greenberg, Ron Georg, Shawn Warnke, Gene Ciarus, Richard McElhaney, and Mary Hoffine.

Minutes Motion by Mike Holyoak to approve the minutes of the meetings of July 19, 2007. Second by Gary Wilson. Dan Pyatt-Aye, Gary Wilson-Aye, Brian Backus-Aye, Mike Holyoak-Aye, Jerry McNeely-Aye, Dan Holyoak-Aye, John Keys-Aye, Kyle Bailey-Aye, Rex Tanner-Aye, Lance Christie-Aye. John Hartley-Abstain. MOTION CARRIED.

Citizens to be Heard none

Check Approval Motion to approve checks in the amount of \$45,165.97 by Lance Christie. Second by Mike Holyoak. Dan Pyatt-Aye, Gary Wilson-Aye, Brian Backus-Aye, Mike Holyoak-Aye, Jerry McNeely-Aye, Dan Holyoak-Aye, John Keys-Aye, Kyle Bailey-Aye, Rex Tanner-Aye, Lance Christie-Aye, John Hartley-Aye. MOTION CARRIED.

Wastewater Study Presentation- Robert Worley, Sunrise Engineering Robert presented the wastewater study funded by the Agency, San Juan County and SITLA. The Executive Summary is attached to these minutes. Following the presentation President Pyatt allowed the board to discuss and ask questions. The board discussed the location, design and funding of several of the proposed plans. President Pyatt then took questions and comments from the public. Rick McElheney expressed concerns over how many homes were actually built. He asked Mary Hoffine how many housing permits are issued in a year. She estimated around 50 and said that number did not include multi-unit dwellings. He said that if we did 100 homes a year – that five years we would really be lucky to build (and sell) 500 homes. Bob Greenberg then inquired why the northern half of Spanish Valley would need to be pumped instead of flowing to the City facility when the primary growth is targeted in San Juan County and the southern portion of Spanish Valley. Robert replied that without the rate payers at the northern end contributing there would not be enough customers to support the cost of the facility as the population is much less dense in the south at this time. Bob also suggested that the largest land owner in San Juan County should contribute to this project. President Pyatt said that SITLA contributed to the study and their involvement has been discussed in committee. Donna Metzler asked for clarification on the 18% number that was mentioned as still going to the city. Lance and Robert responded that the number was 18% of what the city is treating now and that at “build out” it would represent 0.17 MGD going to the city facility. Donna then asked how the cost was broken down in the Option 1 (building onto / next to the city facility.) Robert responded that it was calculated by the district essentially building a 1 MGD facility right next to the city plant and still using some of the City’s labor and other facilities. Robert also said the figures were estimated as they had little information from the City for the study. Donna then asked what figure the study used for the cost per acre for property to locate the facility. Robert said they used \$100,000 per acre. Dan Stenta asked about upgrading the interceptor lines. Robert said that they would need to be upgraded before “build out.” The cost of upgrading the interceptor line has been calculated into the proposed impact fee. Rick McElhaney said that the figures used for San Juan were incorrect. John Hartley asked Rick Bailey if there were any plans if the treatment plant were built. Rick said that there are no subdivisions in process that he is aware of and he is not sure what SITLA has planned. Shawn Warnke asked if the impact fee was flat or if we would consider an equity buy-in for places outside the existing infrastructure. There was discussion about the range of impact fees recommended by the study and ways that San Juan could impose different fees from the District. Motion to approve Option 3 – not MBR or SBR specifically – and direct Robert to move on and seek funding after San Juan County approves the same plan by John Hartley. Second by Gary Wilson. John Hartley mentioned that he would like the Agency’s committee to meet with a committee from the Grand County Council regarding this issue. Dan Pyatt-Aye, Gary Wilson-Aye, Brian Backus-Aye, Mike Holyoak-Aye, John Hartley-Aye, Rex Tanner-Aye, Lance Christie-Aye, John Keys-Aye, Dan Holyoak-Aye, Kyle Bailey-Abstain, Jerry McNeely-Nay. MOTION CARRIED.

Discuss, consider, amend current sewer service commitment restrictions Motion to table this agenda item until a meeting with the County Council occurs by John Hartley. Second by Gary Wilson. Dan Pyatt-Aye, Gary Wilson-Aye, Brian Backus-Aye, Mike Holyoak-Aye, John Hartley-Aye, Lance Christie-Aye, John Keys-Aye, Dan Holyoak-Aye, Kyle Bailey-Aye, Rex Tanner-Nay, Jerry McNeely-Nay. MOTION CARRIED.

President Pyatt declared the meeting adjourned. Hearing no objections the meeting adjourned at 8:45 p.m.

ATTEST:

Dan Pyatt – President

Gary Wilson – Vice President