

SPANISH VALLEY WATER SEWER IMPROVEMENT DISTRICT

Regular Meeting -----October 9, 1985

The meeting was called to order by the Chairman, W. Darwin Gilger at 7:00 P.M. Other Board members present were Dan Holyoak, Neal Dalton, Linda McKinney and George White. ATTENDANCE

Others present were Rudy Bleggi, J. C. and Catherine Webb, Gerri Neumeier, Gary Holyoak, Tui Simmons, Connie Huff, Vern Simmons, Connie Fugal, Jim Mattingly, Alvie Huff, Mr. & Mrs. Matt Helmann, Barbara McCandless, Harold Jones, R. W. Randall, Derk Lovell, Stan C. Zook, Ben F. Smith, Harry Snow, Attorney, Dale Pierson, Barbra Ossola and Roberta Highland.

Roberta read the minutes of the September 25, 1985. Dan Holyoak moved the minutes be approved as read. Linda McKinney seconded. MOTION CARRIED. MINUTES

Darwin briefly explained the reasons for the proposed sewer rate increase to those present. Rudy Bleggi asked why the City raised our rates. Darwin replied this was for upkeep and maintenance of their treatment plant. J. C. Webb asked what city customers paid for their sewer. Derk Lovell asked why the cost had gone up since the Board had promised no rate increases. Barbra explained the Bond requirement required a sinking fund that we now are required to set aside funds for, and the water and sewer funds had to be separated and accounted for separately. After a question as to what the District was doing to enforce the connection fees to those who were not paying and not hooking up. Harry Snow explained the District had filed suit to enforce payment. Darwin explained the billing system to those people along the line, whether or not they are hooked on. Derk Lovell asked if the District had approached Farmers Home about re-structuring the debt. Darwin explained this had been broached to Farmers Home, and they were not receptive to this suggestion. The separation of the water and sewer funds was discussed, and it was asked why the water could not keep on supporting the sewer portion of the District. Dan explained the Audit had brought out that this was not legal, and that if one function was making money, the rates could be reduced, and if one function went into the hole, rates would have to be raised. The bonding of the system was brought up and discussed. Darwin pointed out what the District was doing to keep costs at a minimum. Alvie Huff asked about the culvert on Wagner Avenue and the method of dedicating that road to the County. Derk Lovell suggested looking into other alternatives if another economic disaster happened, to limit the liabilities of the customers. Darwin stated we had talked to Farmers Home, but Farmers Home had no firm suggestions for us. The contract with the City was generally discussed, together with the methods of bidding out materials. It was stated they had to bid out anything costing more than \$4,000.00. Tui Simmons asked if those people who moved, who was responsible for those connections. She was told when a home is vacant, there is no payment made on that vacant SEWER RATE INCREASE

property. The rates were discussed generally and it was pointed out this was the first rate increase to the district in several years. The audit system was discussed. It was asked if the City had another meeting to raise rates, would the District call some people to network and ask other residents to appear.

After a discussion of the method of payment to the City, Harry gave the opinion the Agreement with the city should not be amended. Dan suggested we get the City to notify us in writing of the new charges. Dale stated he would talk to the mayor about this. Linda McKinney moved Resolution 3-85 be accepted. George White seconded. MOTION CARRIED.

Harry reported that with regard to the Eldon Ray ELDON RAY lawsuit, the lack of the witness would be fatal to our case. LAWSUIT He stated that he had come to a settlement for the sum of SETTLEMENT \$2,530.00. The settlement was approved by consensus.

With respect to the Reid water line, Dale stated he ROBERT REID had sent the specifications out to contractors, together with WATER an invitation to bid.

After a brief discussion, George White moved the RWA CONVEN- District pay half the expense of registration and lodging for TION Dale to attend the NRWA convention in Colorado Springs. Neal Dalton seconded. MOTION CARRIED.

The following bills were presented for payment: BILLS

FmHA	2,241.00
FmHA	1,701.00
GCWCD	4,661.75
W. R. White	16.80
Brig's Sporting Goods	6.54
Office Equipment	13.30
U.S. Postmaster	22.00
Eldon Ray	2,530.00
City of Moab	1,156.23
Montgomery Ward	81.64

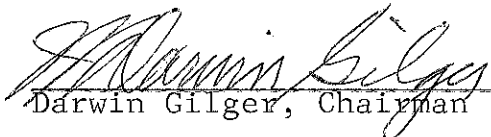
Neal Dalton moved the above bills be paid. George White seconded. MOTION CARRIED.

The meeting adjourned at 9:05 P.M.

ADJOURNMENT

ATTEST:


Neal Dalton, Clerk


Darwin Gilger, Chairman