

SPANISH VALLEY WATER & SEWER IMPROVEMENT DISTRICT

Tax Hearing

September 4, 2008

The meeting was called to order by Chairman Gary Wilson at 7:00 p.m. at the Agency office, 3025 East Spanish Trail Road, Moab, Utah. Other trustees present were: Mike Holyoak and Lance Christie. Those present established a quorum. Absent were John Hartley and Tom Stengel.

Others present were: Dan Pyatt, Rex Tanner, Brian Backus, Kyle Bailey, Mark Sovine, Marsha Modine, Dana Van Horn, Fred Powell, George Carter, Nels Werner, Tom Lacy, Doug Rasmussen, and Ron Georg. Barb Morra participated via telephone.

Minutes Motion by Lance Christie to approve the minutes of the meeting of June 26, 2008. Second by Mike Holyoak. Gary Wilson-Aye, Mike Holyoak-Aye, Lance Christie-Aye. MOTION CARRIED.

Public Hearing – amend Agency Interlocal Agreement Chairman Wilson opened the public hearing at 7:01 p.m. Gary: Is there anyone that wants to speak? Barb: I would. Gary: Ok, We're going to go ahead with about three minutes if you want to go ahead. Be my guest. Thank you. Barb: Okay. Thanks. I have a few questions I'm supposed to ask you. Let's see...The first one is with what authority is the Agency going to be bonding? I guess vis a vis our part of the District the question that has been asked over and over again is – What is the benefit to the Improvement District of this amendment? How are you going to deal with boundary issues because the area that is involved with this agreement only has very small area they serve, the Improvement District. The question is:What's that noise? Can you hear that noise? Gary: No. Barb: What? Marsha: No, we don't hear any noise. Barb: Okay because I'm getting feedback from that machine. So, seeing that the Improvement District is really the only boundary that all three Districts serve and the Agency; how are you going to be sure that there will be enough growth to the bonding companies to um, that you'll have the income to pay back the bonds? The question is – What is the benefit to the Improvement District and also um, I deal with a lot of people that couldn't come to this meeting tonight. You know it's a really long meeting. So, I'm wondering if you are going to be taking written comments as to when and if you are going to um, extend this meeting to a more rational night. Can you answer my question? Gary: We're not going to answer questions it's a comment, a public comment. Barb: but taking comments... that's a totally legitimate question that is asked at meetings all the time. Kyle: Will you be taking written comments? Gary: Yes. We definitely will Barb if you want to send them to us um, I suspect we will not take action on this tonight. Barb: Okay. Thanks. Gary: So we will go ahead and hear the public's questions and discuss those so if you want to send them be my guest. We will definitely evaluate those and look at your comments. Barb: Okay. Gary: As far as your other questions um, we'll listen to those and if anyone wants to respond to it maybe before the vote. But tonight we're not going to get into a debate – just listening to the public opinion. Barb: So you are talking about extending the public hearing so the public may be able to comment. Gary: Yes. Send your comments. We appreciate it. Barb: Okay. Thank you. Gary: Okay. Thank you. Anyone else wants to speak on this subject from the public? Barb: I'm good. Chairman Wilson closed the public hearing at 7:05 p.m.

Discuss, consider, approve amended Agency Interlocal Agreement Motion to table this agenda item until the next meeting of the Improvement District by Lance Christie. Second by Mike Holyoak. Gary Wilson-Aye, Lance Christie-Aye, Mike Holyoak- Aye. MOTION CARRIED.

Audit report – Doug Rasmussen – Action Item Doug Rasmussen of Smuin, Rich and Marsing presented the audit for the year ending December 31, 2007 to the board. There were no qualifications in the opinion and no management letter was issued. Motion to accept the audit for the year ending December 31, 2007 by Lance Christie. Second by Mike Holyoak. Gary Wilson-Aye, Lance Christie-Aye, Mike Holyoak-Aye. MOTION CARRIED.

Discuss, consider, approve proposed five year audit pricing schedule A pricing schedule for the next five years of audits was provided to the board. The percentage of increase was approximately 3% per year. Motion to approve the five year audit pricing schedule as presented by Lance Christie. Second by Mike Holyoak. Gary Wilson-Aye, Lance Christie-Aye, Mike Holyoak-Aye. MOTION CARRIED.

Financial Statement Marsha presented the second quarter 2008 financial statement to the board.

Chairman Wilson declared the meeting adjourned. Hearing no objections the meeting adjourned at 7:20 p.m.

9/4/2008

ATTEST:

Gary Wilson, Chairman

Mike Holyoak, Clerk

9/4/2008