

GRAND WATER & SEWER SERVICE AGENCY

Operating Committee

May 18, 2006

The meeting was called to order by President Dan Pyatt at 7:00 p.m. at the Agency office, 3025 East Spanish Trail Road, Moab, Utah. Other Agency Board members present were Brian Backus, Mike Holyoak, John Hartley, Rex Tanner and Jerry McNeely (arrived at 7:05). Those present established a quorum. Gary Wilson was absent. Other members present were Lance Christie, Kyle Bailey and Dan Holyoak.

Others present were LaRue Christie, Dave Cozzens, Carrie Moissen, Stacey Boender, Marsha Modine and Terry Sykes.

Minutes Motion by Mike Holyoak to approve the minutes of the meeting of May 4, 2006. Second by Lance Christie. Dan Pyatt-Aye, Mike Holyoak-Aye, Kyle Bailey-Aye, John Hartley-Aye, Rex Tanner-Aye, Lance Christie-Aye, Dan Holyoak-Aye, Brian Backus-Aye, Jerry McNeely-absent for vote MOTION CARRIED

Citizens to be Heard None.

Creation of Additional Staff Position Terry explained the need for additional maintenance staff. Reasons include the creation of a valve location and exercising program, GIS accuracy, maximizing use of contract labor and safety issues. Marsha presented the potential costs of a new employee and said the Agency could afford to hire a new person including the procurement of another work vehicle. Lance Christie motioned to authorize staff to create and fill another maintenance position. Second by John Hartley. Dan Pyatt-Aye, Mike Holyoak-Aye, Kyle Bailey-Aye, John Hartley-Aye, Rex Tanner-Aye, Lance Christie-Aye, Dan Holyoak-Aye, Brian Backus Aye, Jerry McNeely- Aye MOTION CARRIED Dan Holyoak motioned to authorize staff to procure a half ton truck for \$21,000 or less. Second by Lance Christie. Dan Pyatt-Aye, Mike Holyoak-Aye, Kyle Bailey-Aye, John Hartley-Aye, Rex Tanner-Aye, Lance Christie-Aye, Dan Holyoak-Aye, Brian Backus-Aye, Jerry McNeely- Aye MOTION CARRIED

Award Maintenance Contract The Board reviewed a bid from Cozzens's Construction, the only bid received. Motion to award 2006 Maintenance Contract to Cozzens's Construction by Mike Holyoak. Second by Dan Holyoak. Dan Pyatt-Aye, Mike Holyoak-Aye, Kyle Bailey-Aye, John Hartley-Aye, Rex Tanner-Aye, Lance Christie-Aye, Dan Holyoak-Aye, Brian Backus-Aye, Jerry McNeely- Aye MOTION CARRIED

Annual Report Stacey presented the 2005 Annual Report to the Board and answered question.

Sam Somerville Pack Creek Water Mike said Mr. Somerville is still working on his proposal for selling Pack Creek water to the Board. He will contact the office to be put on the agenda when he is ready.

Delinquent Sewer Penalties and Late fees Stacey requested the board waive some penalties and late fees for five delinquent sewer accounts that have accrued a large amount of penalties. The fees are normally waived when the person pays in full, so to clear up the books she suggested taking them off now. Motion to waive late fees and penalties on the five delinquent sewer accounts by Dan Holyoak. Second by John Hartley. Dan Holyoak-Aye, Kyle Bailey-Aye, Dan Pyatt-Nay, Mike Holyoak- Nay, John Hartley- Nay, Rex Tanner- Nay, Lance Christie- Nay, Brian Backus- Nay, Jerry McNeely- abstained MOTION FAILED

Financial Statement The Board reviewed the April financial statement.

Check Approval Motion to approve the checks in the amount of \$25,176.07 by Rex Tanner. Second by Mike Holyoak. Dan Pyatt-Aye, Mike Holyoak-Aye, Kyle Bailey-Aye, John Hartley-Aye, Rex Tanner-Aye, Lance Christie-Aye, Dan Holyoak-Aye, Brian Backus-Aye, Jerry McNeely- Aye MOTION CARRIED

Items From Board & Staff The Board reviewed the Ken's Lake statistics through the end of April. Terry reported that it was the Grand County Road Department using the clay out of the Agency's mine. They have kept track of how much they have been using and will pay. A sewer committee meeting will be scheduled soon since the additional exhibits have been obtained.

President Pyatt declared the meeting adjourned. Hearing no objections the meeting adjourned at 8:30 pm.

ATTEST:

Dan Pyatt, President

Gary N. Wilson, Vice President