

GRAND WATER & SEWER SERVICE AGENCY
Full Board Meeting
June 26, 2003

The meeting was called to order by President Gary Wilson at 10:16 p.m. at the Agency office, 3025 East Spanish Trail Road, Moab, Utah. Other Agency Board members present were Dan Holyoak, William McDougald, Neal Dalton Rex Tanner, Jerry McNeely, and Kyle Bailey. Absent was Barbara Morra, Dan Pyatt, James Walker, Karla VanderZanden, Al McLeod, and Karl Tangren. Those present established a quorum.

Others present were Doug Rasmussen, Lisa Church, Mike Suarez, Brent Rose, Blaine Carlton, John Chartier, Dave Allen, Stacey Boender, Marsha Modine and Dale Pierson.

Minutes

Motion by Rex Tanner to approve the minutes of the meeting of June 5, 2003. Second by Kyle Bailey. Gary Wilson-Aye, Dan Holyoak-Aye, Neal Dalton-Aye, Rex Tanner-Aye, Kyle Bailey-Aye, Jerry McNeely-Aye, William McDougald-Aye, MOTION CARRIED.

Citizens to be Heard None.

Award Bid – Monitoring Well John Chartier, of Sunrisé Engineering, presented the Board with two bids for drilling two ground water monitoring wells, as required by the Division of Water Right's Memorandum Decision. Five requests for bids were made. Mr. Chartier recommended awarding the bid to the low bidder, Lee Well Service. Motion by Rex Tanner to accept the low bid from Lee Well Service. Second by Jerry McNeely. Gary Wilson-Aye, Dan Holyoak-Aye, Neal Dalton-Aye, Rex Tanner-Aye, Kyle Bailey-Aye, Jerry McNeely-Aye, William McDougald-Aye, MOTION CARRIED.

Award Monitoring
Well Bid

Final Water Project Report John Chartier presented the final maps and information binders containing the history and contractual documents to the Board. The mapping information is also contained in the GIS system.

Approve \$20,000 expenditure for Automatic Meter Reading Dale explained that the \$20,000 would purchase 100 radio-read meters plus the hardware and software necessary for the billing computer to interface with the automatic meters. Dean Brady compared the offerings of three companies that provide automatic meter read systems. The decision was made to go with the Neptune meters due to ease of use, reliability, and a number of the Agency's existing meters can easily be retrofitted with the Neptune system. Dale stated that it would take two to four years to outfit the entire water system with radio-read meters. A culinary water rate increase will not be necessary to finance the meters. The Development Standards for subdivisions will need to be amended, upon approval of the \$20,000 expenditure, in order to require developer's to install radio-read meters. Culinary water hook up fees will also need to be increased to cover the cost of the automatic meters. Motion to approve \$20,000 expenditure for automatic meter reading by Rex Tanner. Second by William McDougald. Gary Wilson-Aye, Dan Holyoak-Aye, Neal Dalton-Aye, Rex Tanner-Aye, Kyle Bailey-Aye, Jerry McNeely-Aye, William McDougald-Aye MOTION CARRIED.

Automatic Meter
Reading System

AGENDA ITEM 15. Consideration and approval of a joint resolution: (i) confirming the policy that the applicable rate or rates for all charges and fees imposed for services rendered by the agency on behalf of each of its member entities shall be set by the board of the applicable member entity and be billed and collected by the agency, and (ii) providing for a separate accounting of revenues and expenses among the member entities of agency including the adoption of relative percentages for allocating operating expenses among said entities.

Joint Resolution 1

See number 18

AGENDA ITEM 16 Consideration and adoption of a joint resolution approving and adopting the Statement of Revenues, Expenditures / Expenses and Administration Costs – Allocated for all districts recorded in the Grand Water and Sewer Service Agency.

Joint Resolution 2

See number 18

AGENDA ITEM 17 Discussion concerning the 2002 Audit, including member entity allocation schedules Discussion occurred in the Spanish Valley Water & Sewer Improvement District's June 26, 2003 meeting, where Agency Board members agreed by majority to a 90% Improvement District / 10% Conservancy District allocation of administrative costs based on the number of customers in each District.

Allocation
Schedules

AGENDA ITEM 18. Approval for Smuin, Rich & Marsing to prepare Statement of Revenue, Expenditures and Administration Costs for years 1999 to 2001 Motion to approve items number 15,16, & 18, as modified in the Spanish Valley Water & Sewer Improvement District July 26, 2003 meeting. Second by Jerry McNeely. Gary Wilson-Aye, Dan Holyoak-Aye, Neal Dalton-Aye, Rex Tanner-Aye, Kyle Bailey-Aye, Jerry McNeely-Aye, William McDougald-Aye MOTION CARRIED.

Public Hearing on 2003 Amended Budget Chairman Wilson opened the 2003 Amended Budget Hearing at 10:39 pm. Hearing no public comment, Chairman Wilson closed the 2003 Amended Budget Hearing at 10:44 pm.

Amend 2003 Budget Marsha Modine explained to the Board the necessary amendments to the 2003 Budget. Motion to approve 2003 Amended Budget by Rex Tanner. Second by William McDougald. Gary Wilson-Aye, Dan Holyoak-Aye, Neal Dalton-Aye, Rex Tanner-Aye, Kyle Bailey-Aye, Jerry McNeely-Aye, William McDougald-Aye MOTION CARRIED.

Amend
2003 Budget

Financial Statement The Board was presented the May 2003 financial statement.

Moab City Sewer Agreement- Tabled

Check Approval Motion to approve checks in the amount of \$25,303.26 by Rex Tanner. Second by Kyle Bailey. Gary Wilson-Aye, Dan Holyoak-Aye, Neal Dalton-Aye, Rex Tanner-Aye, Kyle Bailey-Aye, Jerry McNeely-Aye, William McDougald-Aye MOTION CARRIED.

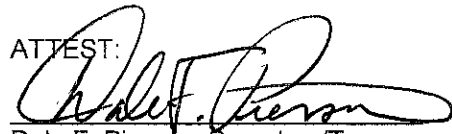
Items From Board None.

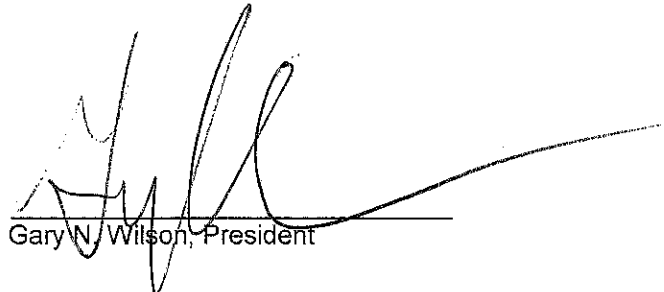
Items From Staff Dale informed the Board that a failure to sample for bacteria notice will appear in the Times Independent. This failure occurred in April and is a violation of the Utah Public Drinking Water regulations. No threat to public health was experienced due to the failure to sample.

Brent Rose, of Clyde, Snow, Sessions and Swenson, addressed the Board regarding conflict of interest allegations directed at him in the letter Barbara Morra wrote to the Spanish Valley Water & Sewer Improvement District Board Members dated June 26, 2003. He stated that Ms. Morra's accusations are completely baseless. Each entity within the Agency is "free and, in fact encouraged, to seek independent legal counsel any time they feel the need to do so."

President Wilson declared the meeting adjourned. Hearing no objections the meeting adjourned at 10:46 pm.

ATTEST:


Dale F. Pierson, Secretary/Treasurer


Gary N. Wilson, President