

# GRAND WATER & SEWER SERVICE AGENCY

## Full Board Meeting

June 27, 2013

The meeting was called to order by Vice President Gary Wilson at 8:16 p.m. at the Agency office, 3025 East Spanish Trail Road, Moab, Utah. Other Agency Board Members present were: Kyle Bailey, Pat Holyoak, Jerry McNeely, Preston Paxman, Tom Stengel, Leon Behunin, Mike Holyoak, and Dale Weiss. Those present established a quorum. Absent were: Dan Pyatt, Rex Tanner and Brian Backus.

Others present were: George Carter, Doug Rasmussen, Mark Sovine, Dana Van Horn and Marsha Modine.

**Minutes of board meeting 5/22/13** Motion to approve the minutes of 5/22/13 as presented by Tom Stengel. Second by Mike Holyoak. MOTION CARRIED 9-0.

**Citizens to be heard** None.

**Check approval** Motion to approve checks in the amount of \$203,100.13 by Tom Stengel. Second by Dale Weiss. MOTION CARRIED 9-0.

**2012 Audit presentation and acceptance** Doug Rasmussen of Smuin, Rich, and Marsing presented the 2012 audit. The opinion was unqualified and no management letters were issued. Motion to accept the 2012 audit as presented by Mike Holyoak. Second by Tom Stengel. MOTION CARRIED 9-0.

**Discuss, consider, approve 5 year audit proposal** Doug explained to the board that due to changes at the State Auditor's office, the pricing and type of work performed for the Districts may be affected. The rules from the State Auditor were in draft form at the time of the meeting. The type of audit required of the Agency will remain the same. Vice President Wilson said that it would be preferable to review all of the proposals at the same time. Doug will return and present a new five year proposal when the State Auditor's rules are made final. Motion to table by Kyle Bailey. Second by Pat Holyoak. MOTION CARRIED 8-0. (Jerry stepped out of the meeting for a few minutes and was not present for the vote.)

**Financial statement** The May 2013 financial statement was presented.

**Lake/snow report / irrigation system update** The lake has 565 AF in storage. YTD precipitation is 76% of average and soil saturation is at 8%. Mark presented a worksheet that estimated use, inflow, and capacity compared with the remaining allotment of the irrigation users through August. A shortfall of approximately 292 AF exists. Mark said that staff is aware of several customers who will not be using their full allotment this year which reduces the shortfall number. He will continue to update the board throughout the remainder of the season.

**Committee report** None.

**Items from staff** Letters from both Grand and San Juan Counties were included in the packet. The letters were sent in support of the negotiations between GWSSA and the BLM regarding a reduction of wintertime flows in Mill Creek during low water years. George Carter asked how low the lake will be taken down this year. Mark said that it will be approximately 200 AF. Mark met with the BLM and members of a technical team on the 23<sup>rd</sup>. The meeting went well and the next meeting is scheduled for July 10<sup>th</sup>. Royce contacted Mark regarding putting a transmitter for River Canyon Wireless on top of the 3mg tank instead of the 1mg tank. Mark asked if members of the board had objections to pursuing the contract as they approved negotiations when the 1mg tank was the proposed location. Alex Buxton of Zion's Bank approached Mark regarding refinancing of bonds. The interest rate was lower at the time and it is not recommended to refinance until

conditions are more favorable. Alex would like to present a proposal to the board for approval when the interest rates are favorable for the refinance.

**Items from board members** None.

**Closed session if necessary** None.

Vice President Wilson declared the meeting adjourned. Hearing no objections; the meeting adjourned at 8:47 p.m.

ATTEST:

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Dan Pyatt, President

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Mark Sovine, Secretary/Treasurer