

Central Iron County Water Conservancy District
Board Meeting Minutes
October 20, 2016



Board Members

Brent Hunter – Chairman
Rick Bonzo – Vice Chair
Spencer Jones
John Black
Tim Watson

Others In Attendance

District Staff

Paul Monroe – General Manager
Mandi Williams – Office Manager
John Juergens - Operator
Tracy Feltner – Operator
Curtis Neilson– District Engineer
Doug Hall – Chairman Conservation

CALL TO ORDER: Board Chairman called the meeting to order at 6:28 PM. (4:19)
Gary Player led the pledge. Tracy Feltner opened the meeting with prayer

DECLARATION OF ABSTENTIONS AND/OR CONFLICTS OF INTEREST BY BOARD MEMBERS: No abstentions (5:44)

CONSIDER APPROVAL OF MINUTES FROM THE BOARD MEETING HELD September 15, 2016: Board Member Jones moved to approve the minutes from the meeting held September 15, 2016; Second by Board Member Black.
Motion Unanimous at 6:34 PM. (5:45)

CONSIDER APPROVAL OF PAYMENT OF BILLS AND ADJUSTMENTS FROM SEPTEMBER 9, 2016 THROUGH OCTOBER 13, 2016. •Monroe- Discussed recharge permit cost of \$1,000 to the State of Utah Engineer. This permit includes all our project locations. Fuel for test pumping in the West Desert was mentioned. (7:08) A refund issued due to a clerical issue the wrong meter was installed at the wrong location. As a foot note, Mandi has certified liens totaling \$2,500. Those have been certified with the County and will be collected by the county. (8:05)

Board Member Black motioned to approve the payment of bills and adjustments from September 9th through October 13th, 2016. 6:33PM (9:09)

REVIEW 2016 FINANCIALS: •Monroe- We're 83% through the year and have made 95% of our water revenue. We've had nine more connections than we estimated for new homes. That is nine after what we had amended. We've had a total of 49 connections this year so far. (11:20) I adjusted the budget and moved \$5,000 more into fuel and equipment line. The "Professional and Technical" line covers Applied Analysis as well as some of the general work Ensign does for us (11:50)

•Tracy Feltner discussed the water sampling for the West Desert water sampling. 6:38 (14:06)
•Monroe-We are at 12% of tax revenue. We will be receiving most of that in a lump sum in November/December. We've received \$240,000 in state grants. We originally received a grant for our water development projects to drill wells in the north end of the valley. We ended up needing to drill the well in District 2. The state was originally okay with that, but they are having

some issues with that now. We may not receive that grant. If that happens, we can utilize some funds from our impact fees. (16:15)

On the Capital side of the budget with the recharge \$41,000 to date, there is still \$30,000 within the next year to work with the construction of that project. (16:40)

The water development project (District #1 well) has about \$100,000.

West desert project- \$400,000 has been spent on test wells and \$65,000 for environmental.

79,000 of the 150,000 has been spent on the water acquisition of those water rights. 6:41PM (17:22)

REVIEW THE PROPOSED 2017 BUDGET-Monroe-at 6:42 PM spent several minutes reviewing the 2017 budget to receive further input from the Board before the Public Hearing. (24:00) The Operational Budget for 2016-2017 will have an approximately \$70,000 reduction. 6:48 PM (24:20)

The Capital side of the Budget will include additional SCADA infrastructure including back up SCADA boxes. It also includes a backup pump and motor for North Ridge to have on reserve as well as a diesel generator to run our system in the event the power goes out for an extended period. Discussion on the budget review concluded at 6:58 PM (34:24)

Gary Player left the meeting 6:59PM

GENERAL MANAGER'S REPORT: Began at 6:59 PM •Monroe-Discussed the need for a public education committee. Discussion about possible Committee members continued for several minutes. (41:30) •Board Member Black would like to set up a Special Meeting to discuss ONLY this CIRPAC Committee and Ground Water Management Plan committee. 7:07PM (43:13) •Monroe-I would like to tentatively schedule that Special Meeting for October 31st, 2016 at 7:00 AM. (48:07) 7:12 PM

•Monroe- Curtis and I met with Cross Hollow Hills about letting the District take over their system. We put together a spreadsheet of all of the costs associated with that project that we could think of. Discussion of possible takeover lasts for several minutes.

Tim Watson arrived at the meeting at 7:30 PM

It was directed that Paul meet with the Board President of Cross Hollows and let them know where the District Board stands given the unknowns of a GMP and their water rights. Discussion concluded at 7:47 PM (1:23:41)

PUBLIC COMMENT: •Doug Hall- commented about the Cedar City Board Meeting last night. Jonathan Stathis presented several ideas of what to do with the water that comes from the wastewater treatment plant. 7:53 PM (1:29:26)

AQUIFER RECHARGE: UPDATE, DISCUSSION & THE CONSIDERATION TO APPROVE A LEASE AGREEMENT AND MEMORANDUM OF UNDERSTANDING BETWEEN JONES LAND AND LIVESTOCK (CRAIG JONES) AND CICWCD.

•Board Member Jones-I would like to see the verbiage in the agreement that will cover the District's interest in the property where we recharging the water. 8:01PM (1:37:09)

Board Member Jones motioned to approve with the following incorporated 1. Hold Harmless for acts of God and 2. An easement alignment large enough for maintenance and repair 3. That we will negotiate to the best of our ability two 10 year extensions of the lease or that CICWCD will

have the option to purchase the property within the first 10 years. 4. The District Attorney Justin Wayment make and approve these conditions.

Board Member Jones withdrew his motion.

Board decided to hold a Special Meeting upon review of new agreement by Justin Wayment.

8:16 PM (01:51:55)

AQUIFER BALANCE & WATER DEVELOPMENT PROJECTS: •Monroe-We are waiting for the call from the irrigators to be done with the water so that we can begin that recharge.

(01:52:30)

DEVELOPMENT PROJECTS: DISTRICT #2, •Monroe-We have been waiting on Grimshaw to get back to the well to complete the project. They have a dual swab on site but have not

entered the hole. (01:53:50)

SUBSIDENCE MONITORING: 8:18PM We are going to put about eight monuments on the Jones' land. We just have to change a couple of things-they want to be held harmless if they hit

one with their tractor. (01:54:25)

WAH WAH AND PINE VALLEY: •Feltner-The Gardner Brothers have drilled four test wells at 1000 feet each. Three of those wells are complete and the fourth should be complete

tomorrow. (02:01:30)

BOARD MEMBERS REPORT: •Monroe-Next meeting date: October 31, 2016-Special Board Meeting held at 7 am. November 17th, 2016 (02:00:10)

ENGINEERING REPORT: -Neilson-requested a engineering report be on the agenda for a monthly update on where we are at. The drilling in Pine Valley is going great and is on schedule. Feltner-We've drilled area #25, #26, #18 and half of #24. The fourth one should be complete tomorrow. We are getting good water on #6. On the others, we won't know until we pump it, but the latest report is that there is gravel everywhere we go. I will give a more in depth update on this and District #2 next month. (02:02:00)

Board Member Watson motioned to move from regular session to executive session;

Second by Board Member Black; 8:27 PM (2:03:25)

Motion unanimous at 8:27 PM

Roll Call as follows:

Watson-Aye

Jones-Aye

Black-Aye

Bonzo-Aye

Hunter-Aye

Board Member Black motioned to adjourn closed session and resume regular session board meeting Second by Board Member Bonzo at 8:47 PM

Board Member Black motioned to adjourn regular session board meeting Second by Board Member Bonzo at 8:47 PM