

Central Iron County Water Conservancy District
Board Meeting Minutes
June 20th, 2019



Board Members

Brent Hunter-Chairman
David Harris
Tom Stratton
Tyler Allred

Others in Attendance

Cory Dow-Carollo Engineering
Kelsey Keener-Iron County Today
Gabe Miller-Kimball&Roberts
Rick Roberts-Kimball&Roberts
Clint Rogers-Stantec Engineering

District Staff

Paul Monroe-General Manager
Mandi Williams-Office Manager
John Juergens-Water Operator
Tracy Feltner-Water Operator
Jeff McKee-Water Operator
Jessica Staheli-Public Outreach
Kassie Neiwert-Intern

Kelly Crane- District Engineer
Curtis Nielson- District Engineer
Justin Wayment-District Legal Counsel

CALL TO ORDER: •Board Chairman Hunter called the meeting to order at 6:36 PM. Tyler Allred led the Pledge of Allegiance. David Harris offered the invocation. **(1:31)**

DECLARATION OF ABSTENTIONS AND/OR CONFLICTS OF INTEREST BY BOARD MEMBERS: •None. **(1:49)**

CONSIDER APPROVAL OF MINUTES FROM THE BOARD MEETING HELD MAY 16, 2019:

•Board Member Allred moved to approve the minutes from the Board Meeting held May 16th, 2019. Second by Board Member Harris. Motion unanimous 6:39 PM. **(2:21)**

CONSIDER APPROVAL OF PAYMENT OF BILLS AND ADJUSTMENTS MAY 11, 2019 THROUGH JUNE 12, 2019: •Williams-Went over the Payment Approval. There was payment to Barnett Water for the WAC meeting and some work for the EIS. There was a back up pump ordered for Parkwest. There was a payment to Kimball and Roberts for the yearly audit. Three peaks transducer monitor for SCADA was bought. The chlorinator moter was replaced at Eagle Valley. There was a payment to SUU for water sampling. The Verizon bill increased due to the sim cards that are recording our data logger recharge projects that will live feed to the website.

•Monroe-Said the water samples on the recharge are being sampled to see the trend as the snowmelt comes down. There is significant TDS when the floodwater comes down. They are curious where the water picks up the sediment. We will be monitoring all of the irrigation company's water flows, and the recharge flows as well.

•Board Member Harris moved to approve the payment of bills and the adjustments register from May 11, 2019 through June 13, 2019. Second by Board Member Allred. Motion Unanimous at 6:44 PM. **(6:58)**

REVIEW 2019 FINANCIALS: ▪Williams-Went over the Transaction Register. There were paperless billing credits. There was a large account clean up for a lot that was being billed to the wrong customer. She then went over the budget. Connection fees are on track with 35 currently paid. We have not received any State Grants, but there are submissions for grants in right now. We will also be receiving money for the data logger costs. There are some legislative funds that we received for the EIS. We just paid \$51,000 for the new data loggers. The legislative funds we received will be going to Transcon for the EIS. \$750,000 will be going towards the West Desert in the next 2 years for the EIS and the Financial Business Plan/Water Needs Assessment. (12:21)

The Board agreed to move the Audit Report before the General Manager's Report.

CONSIDER THE ADOPTION OF THE 2018 AUDIT: ▪Roberts-Went over the Independent Auditor's Report. "In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the business-type activities of CICWCD at December 31, 2018, and the changes in financial position and cash flows, thereof, for the year then ended in accordance with accounting principles generally accepted in the USA." They found no material errors that they would need to report. He then went over the Management's Discussion and Analysis. He went over the Statement of Net Position and then over the Statement of Revenues, Expenses, and Changes in Net Position. The District's liabilities are coming down, by paying off debts. The District's liability is about \$65,000 in retirement funds. He went over operating expenses and nonoperating expenses. The net position increased from 2017. He discussed the Statement of Cash Flows. The net cash also increased this year.

▪Miller-Went over the Notes to the Financial Statements. There was 2.1 Million cash on deposit and 2.7 Million held in the State Treasurer's Investment Pool. He discussed the unrestricted and restricted cash. He spoke about the capital assets of the District. He went over the long-term debt schedule. He went over bonds. ▪Monroe-Said that the interest in the PTIF will be able to pay for most of these bonds. ▪Miller-Briefly discussed the pension plan. "During our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified." He commended the Board and Staff members. "In our opinion, CICWCD complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on the District for the year ended December 31, 2018." (34:04)

•Board Member Harris moved to approve the Adoption of the 2018 Audit. Second by Board Member Stratton. Motion unanimous 7:11 PM. (34:22)

GENERAL MANAGER'S REPORT: ▪Monroe-Said there was a leak at the bottom of the Cedar Highlands tank. Jeff welded the door to fix the leak. The operators have been putting in the new data loggers. They fixed about 3 main line leaks this month. They have been keeping a look out for a truck to haul the back-hoe. The Water Festival is on June 29th. We have had more sponsors and booths than normal. Water Advisory Committee last month was Faye Rutishauser and Candace Schaible who spoke on conservation. Next week is Jeremy Aguero and economist who created the economic and fiscal analysis years ago for the District. The Board was invited to attend the meeting. (40:28)

WATER RIGHT ACCEPTANCE POLICY DISCUSSION AND CONSIDERATION FOR APPROVAL: ▪Monroe-Said he would like to have the whole board present for this discussion.

▪Board Member Harris moved to table the Water Right Acceptance Policy. Second by Board Member Allred. Motion Unanimous at 7:18 PM. (41:15)

CONSIDER APPROVAL OF A RESOLUTION TO ADOPT THE FINAL TAX RATE FOR 2018 FOR CICWCD: ▪Monroe-Presented the tax rate was put together by the County.

The tax rate has gone down. .00537 is the proposed rate by the county auditor and assessor. Due to new growth, our budget for taxes is larger.

▪Board Member Harris moved to Adopt the Final Tax Rate for 2018 for CICWCD. Second by Board Member Stratton. Motion Unanimous at 7:20 PM. (43:25)

WAH WAH AND PINE VALLEY: CONSIDER APPROVAL OF A CONSULTANT FOR THE CICWCD FINANCIAL BUSINESS PLAN AND WATER NEEDS ASSESSMENT:

▪Monroe-Said that a committee met and reviewed the proposals done to choose a consultant for the CICWCD Financial Business Plan and Water Needs Assessment. The firms who submitted proposals were Carollo Engineers, Sunrise Engineering, StanTec and AE2S. The committee consisted of Paul Monroe, Kelly Crane, Spencer Jones, David Harris, and Brent Hunter. Fee was not considered by the committee until proposal scoring was completed. Proposals were also reviewed by the municipal advisor, Jonathan Ward from Zions Bank who confirmed the committee's opinion. The committee recommended the Board to select Carollo Engineers as the consultant for the project in the amount of \$99,650. All were well qualified and very similar; the fee was the eventual tie-breaker. ▪*There was some in regard to the work that the different firms had completed in the area.* ▪Crane-Expressed his appreciation to the firms for spending the time to put together the proposals.

▪Board Member Stratton moved to approve Corollo Engineering as the Consultant for the CICWCD Financial Business Plan and Water Needs Assessment. Second by Board Member Harris. Motion Unanimous at 7:27 PM. (50:11)

CONSIDER APPROVAL OF ENGAGEMENT FOR APPLIED ANALYSIS TO UPDATE THE CICWCD WATER RESOURCE ECONOMIC AND FISCAL ANALYSIS: ▪Monroe-

Said that this is a continued engagement with Applied Analysis to update the economic and fiscal analysis. This will also help with the EIS as well.

▪Board Member Harris Moved to Approve the Engagement for Applied Analysis to Update the CICWCD Water Resource Economic and Fiscal Analysis. Second by Board Member Allred. Motion Unanimous at 7:29 PM. (52:01)

PUBLIC COMMENT: ▪None. (52:21)

AQUIFER RECHARGE: UPDATE AND DISCUSSION: ▪Monroe-Said the recharge flow peaked on June 5th, but there is still quite a bit of water. It usually peaks in May. Last year the creek was flowing at 50 CFS, this year it is around 220 CFS. ▪Feltner-Said the Western Rock Pit,

Airport Pit, and the City Pits are still flowing. He spoke about the silt that may be collecting in the bottom of the pits. ▪*There was discussion in regard to the different recharge pits.* ▪Monroe-Showed the Board the website that will be showing the live flows from the new data loggers. ▪Nielson-Said they are going to repair or replacing the actuator out at Quichipa, because it got water inside of it. ▪Feltner-Said the water isn't going down the stream currently. He said that the gates are going to be changed so that they can open them online instead of manually. They will be able calculate the water going over the gates as well. There will be sensors controlling the gates as well. (1:06:12)

WATER CONSERVATION: UPDATE AND DISCUSSION: ▪Monroe-Water Festival 2019 will be held on June 29th. (1:06:46)

DISTRICT INFRASTRUCTURE IMPROVEMENTS: ▪Monroe-Stated that the Chekshani grant is finally submitted. Cedar Highlands grant is in the review process. He went over some concerns that he has. The District has been testing wells west Chekshani Cliffs and the water doesn't not much better. *There was some discussion in regard to the Holt Well and its effect on the Chekshani well. Discussion also continued in regard to different wells that could be sampled as well.* ▪Monroe-Went over the charts that showed the sample results for the tested wells. He said that there still needs to be some further analysis done. Eventually it will be the Chekshani residents who make the final decision. ▪Allred-Spoke about a homeowner that put in a water cleansing system who doesn't seem to be having problems with the water in his home. (1:15:08)

DISCUSSION OF GROUNDWATER MANGAGEMENT PLAN AND LOCAL WATER RIGHT CHANGES: ▪Monroe-Said that the State Engineer will come down soon to meet with the GMP Committee. There will be some Water Rights potential litigation discussion for closed session. (1:15:35)

BOARD MEMBER REPORT: ▪None. (1:16:50)

ENGINEERING REPORT: UPDATE AND DISCUSSION: ▪Crane-Said the EIS is in process. There are weekly meetings for that with Transcon. They are working on the exact alignment of the pipeline for the surveys. There has been significant discussion on the groundwater modeling. Don Barnett has been involved in the hydrology process. (1:19:49)

Next meeting date: July 18th, 2019.

Board Member Harris motioned to close the regular session and go into a closed session. Second by Board Member Stratton. Motion unanimous at 7:57 PM.

Roll Call as follows:

Allred-Aye

Stratton-Aye

Harris-Aye

Hunter-Aye

Board Member Harris motioned to adjourn the closed session and resume regular session Board Meeting. Second by Board Member Allred. Motion Unanimous at 8:27 PM.

Board Member Harris motioned adjourn the regular session Board Meeting. Second by Board Member Allred. Motion unanimous at 8:27 PM.

Meeting Adjourned at 8:27 PM.