

Central Iron County Water Conservancy District
Public Hearing and Board Meeting Minutes
November 17, 2016



Board Members

Brent Hunter – Chairman
Rick Bonzo – Vice Chair
Paul Cozzens
Tim Watson

District Staff

Paul Monroe – General Manager
Mandi Williams – Office Manager
Shelby Ericksen-Office Intern
John Juergens - Operator
Tracy Feltner – Operator
Kelly Crane-District Engineer
Curtis Neilson– District Engineer
Justin Wayment-District Legal Council

Others In Attendance

Tiger Funk-SUU
Wayne Fausett & Guest-Westview Estates Resident
Arlo Fawson-Go Civil Engineering

CALL TO ORDER: Board Chairman called the meeting to order at 6:25 PM. (1:20)
John Juergens led the pledge. Paul Cozzens opened the meeting with prayer
Justin Wayment excused himself, but he will return to the meeting.

DECLARATION OF ABSTENTIONS AND/OR CONFLICTS OF INTEREST BY BOARD MEMBERS: No abstentions (3:00)

CONSIDER APPROVAL OF MINUTES FROM THE BOARD MEETING HELD OCTOBER 20, 2016: Board Member Watson moved to approve the minutes from the meeting held October 20, 2016; Second by Board Member Bonzo.
Motion Unanimous at 6:34 PM. (4:20)

CONSIDER APPROVAL OF PAYMENT OF BILLS AND ADJUSTMENTS FROM OCTOBER 14, 2016 THROUGH November 9, 2016. ▪Monroe-Our operators have started to fence out the cows in Cedar Highlands, you'll see the charges for that project. Also, the first payment was made to Grimshaw for the District #2 project. (06:40) ▪Watson-Asked who will be installing the fence and if all the supplies been purchased. ▪Juergens-Said they will be doing the work with the help of some Eagle Scouts, and are waiting on one additional bid for materials.
Board Member Cozzens motioned to approve; second by Board Member Bonzo
Motion was unanimous at 6:34 PM (10:00)

REVIEW 2016 FINANCIALS: ▪Monroe-At this point of the year, we are in good standing. We are right on track for 1.3 million in Operating Expense. We had budgeted 1.6 million. Roughly, there will be a savings of \$300,000. Only about 14% of the property tax revenue has been received. An estimated 1.2 million in Property Tax is yet to be received.
Discussion on 2016 Financials continues for several minutes 6:36 PM-6:39 PM (13:30-15:15)

REVIEW THE PROPOSED 2017 BUDGET-Monroe-Discussed that there have been no changes from the review that we held last month. He asked to have another review for those in attendance and also those members of the board that could not attend last month's meeting.

(16:25)

▪Monroe- Continued to discuss the budget.

▪Cozzens-What are the estimated the Coal Creek Recharge expenses? ▪Monroe-The entire cost is close to \$400,000, but with the cost sharing and grants will put the actual expense from the District closer to \$94,000. (23:15)

▪Monroe-We are expected to finish out the year with approximately \$8,000 in the positive. 6:48 PM (24:00)

Board Member Watson motioned to move to Public Hearing; second by Board Member Bonzo

6:50 PM

ROLL CALL:

Watson-Aye

Cozzens-Aye

Bonzo-Aye

Hunter-Aye

Motion Unanimous at 6:50 (26:15)

Public Hearing for proposed 2017 budget

▪Cozzens-Why don't we allow the public a few moments to look through the budget. While they are doing that, I would like to mention that I was speaking with Nate Moses. He was surprisingly unaware of the Coal Creek Recharge project that we are doing, but he was thoroughly elated.

(28:35)

▪Bonzo-I spoke with Rob Dotson and he feels the same way about what we are doing out in Enoch. ▪Monroe-Our operators have received great feedback from the public, specifically some farmers in that area who have basically said that they are surprised that we have been able to do so much with a fairly small amount of expense. (30:30)

Recharge discussion continues for several minutes. 6:56 pm (35:35)

▪Hunter-Would anyone from the public like to comment on the proposed budget at this time? There was no comment from those in attendance. (35:45)

Board Member Watson motioned to close the public hearing; Second by Board Member Cozzens.

Motion unanimous at 7:00 PM (36:00)

GENERAL MANAGER'S REPORT: ▪Monroe-For any of the public here tonight that didn't receive a notice from State, there will be a meeting held December 8th, at 6PM at Cedar High School Auditorium. (37:20)

The board discussed the groundwater management plan committee.

▪Hunter-I would like to suggest that we have Reed Erickson to represent the county I believe that Reed has a grasp on the County Entity as a whole. (39:50)

Discussion on the names for both the GMP Committee and the CIRPAC committee continues for several minutes. Both committees are very important to our community. 7:07PM (45:30)

▪Hunter-would anyone like to suggest any other names or add anything additional? I think if we are okay with the names on this list we need to personally get in touch with the people and ask if they are willing to serve. 7:11 PM

It is the recommendation from the board to move forward with contacting those on the list.
(46:40)

▪Bonzo-Asked for an update on Cross Hollow Hills. ▪Monroe-I contacted the president of their water board and discussed our concerns about the water right dates and their priority dates. I assured them that we would continue to supply them with bulk water and hopefully be able to work with the State Engineer on the water rights and take their system over in the future. (52:45)

▪Wayne Fausett-How close are you on balancing the aquifer? ▪Hunter-The State Engineer said at his last meeting that there are 75,000 ac/ft of water rights appropriated and we only have 25,000 ac/ft of water to use. ▪Monroe-As far as the balancing of the aquifer we are close. The safe yield is 20,000-24,000 acre feet. Around 28,000 acre feet are used and that is a depletion number. We are over mining the aquifer by about 4,000 ac/ft. (55:50)

PUBLIC COMMENT: ▪No Public Comment at this time (56:30)

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

▪Monroe-The agreement with Spearhead has been signed. Brad Schmutz has read his agreement and gave his verbal okay. That is also where we stand with the Jones'. They have given verbal approval. 7:27 PM (1:02:40)

Justin Wayment reviewed the agreements with the board.

Board Member Bonzo motioned to approve the three agreements; Second by Board Member Cozzens

Motion unanimous at 7:28PM (1:04:05)

DEVELOPMENT PROJECTS: DISTRICT #2, ▪Monroe-Grimshaw still has their rig stuck at 400 feet. This was an error on Grimshaw's part. ▪Juergens-Grimshaw has said that they are going to try to bring in a bigger rig and pull it out. We need to make sure that Grimshaw does a thorough camera of that well before we accept the project. The end result is, Grimshaw will replace the well if they can't get it out. 7:32 PM (1:08:35)

SUBSIDENCE MONITORING: ▪Monroe-We have adjusted the agreement for the eight monuments that we are placing on the Jones' property. (1:09:10)

WAH WAH AND PINE VALLEY: ▪Feltner- We have just finished up well #7 in Pine Valley. We have test pumped five wells at this point. The well furthest south and furthest north both produce very little water. The very most south well will only produce 20 GPM. Each well was drilled to 1,000 feet. The five that are complete are #25, #24 we hit solid rock at 400 feet. From #24 we went to #8. On #8 we test pumped at 600 feet and that pumped at 120 GPM with 40-60 feet draw down with a very quick recovery. The samples on #25 and #8 the water is really good.

The TDS is at 300. That is very close to the drinking water that we utilize in our valley now. Finally, on #18 it didn't perform well either. However, on #11 the drawdown was only five feet and obviously had a very quick recovery. 7:41 We have finished #12 the water there was very good. We have been so impressed with the work from Gardner Brothers Drilling. 7:48 PM (1:22:45)

Discussion on the findings of the wells in Pine Valley continues for several minutes. (1:27:10)

BOARD MEMBERS REPORT: •Hunter-Next meeting is December 15th, 2016. The Christmas party will be held prior to the meeting. (1:28:25)

ENGINEERING REPORT: •Crane-nothing additional to report other than what we've already discussed. (1:28:55)

**Board Member Bonzo motioned to move from regular session to executive session;
Second by Board Member Watson; 7:53 PM (1:29)
Motion unanimous at 7:53 PM**

Roll Call as follows:

Watson-Aye

Cozzens-Aye

Bonzo-Aye

Hunter-Aye

**Board Member Bonzo motioned to adjourn closed session and resume regular session
board meeting Second by Board Member Watson at 8:31 PM**

**Board Member Bonzo motioned to adjourn regular session board meeting Second by
Board Member Watson at 8:31 PM**