

**Mt. Nebo Water Agency Board Meeting
June 19, 2017**

Board Members: Vice-Chairman Gene Shawcroft, Central Utah Water; Soren Christensen, Salem City; Marty Larsen, Strawberry Highline Canal Company; Keith Broadhead, Santaquin City; Nathan Ivie, Utah County; Paul Munns, Goshen Valley Local District; Rick Moore, Payson City.

Board Alternates:

Technical Committee: Chris Hansen CUWCD; Richard Nielson, Utah County; Chris Thompson, Spanish Fork City; Bruce Ward, Salem City

Staff: S. Junior Baker, Shelley Hendrickson, Steve Clyde

Public present: Darrick Whipple, Rich Tullis, Scott Phillips, Mark Sorenson

Vice Chairman Gene Shawcroft, who chaired the meeting in the absence of the chairman, called the meeting to order at 7:31 a.m.

Swearing in of new board members/alternates

Shelley Hendrickson performed the swearing in of a new board alternate member: Paul Munns, Goshen Valley Local District.

Public comment period

Vice Chairman Gene Shawcroft invited public comment. There was none.

Board action to approve minutes – February 13th & May 15, 2017

Vice Chairman Gene Shawcroft said that Chairman Warren Peterson requested that the Board delay taking action on the minutes as he had not had time to complete review of them.

Soren Christensen **moved to table** the minutes of February 13, 2017, and May 15, 2017, to the next Board meeting. Nathan Ivie **seconded** and the motion **passed** with all in favor.

Technical committee report – Chris Hansen

- a. Regional Water Study on Phase II (status update & participants)**
 - i. Board Action on Technical Committee Report – Regional Water Study**

b. Flood Control Project (Muscle Walls)

i. Who is participating

Vice Chairman Gene Shawcroft asked Chris Hansen to report.

Chris Hansen said that Hansen, Allen and Luce were still working on the regional water supply study. He said the Technical Committee has not met since the Agency's last board meeting. He said that he did know that Hansen, Allen and Luce were continuing to work and would be sending some information to the Committee. He said the Board should have received a copy of the last invoice to review and asked if any of the Board members had any questions relative to the Study. There were no questions.

Muscle Wall – Chris Hansen said that he had received responses back from most of the entities regarding participation in Project #3, purchase of the Muscle Wall flood control barriers, but has not received all of the responses yet.

Vice Chairman Gene Shawcroft asked for an update on the participants for the Phase II Water Study. Chris Hansen said that he has not changed anything since the last Board meeting. He does not have a commitment from any of the small communities that expressed interest in the study. He said where the study is almost completed it is hard to get them excited to pay for the study when it is almost complete. Vice Chairman Gene Shawcroft asked if anyone had any questions. There were none.

Water resource management committee report – Board action on Water Resource Management Committee Report

Soren Christensen reported that he did not have anything to report as he was waiting for the completion of the study in order to move forward with recommendations.

Public Hearing to amend FY 2017 and FY 2018 Budgets

Nathan Ivie **moved** to open into a Public Hearing to discuss amending the FY 2017 budget. Marty Larsen **seconded** and the motion **passed** with all in favor at 7:35 a.m.

Junior Baker explained the FY2017 project #2 amended budget as follows:

FY 2017 PROJECT #2 AMENDED BUDGET

PROJECT #2

Regional Water Study Phase 2

Expenses

Regional Water Study Phase 2 \$188,646.92

Total \$188,646.92

Revenues

Member Assessments \$188,646.92

The only thing that changed is the Project 2 budget. This reflects that change, changing the budget amount from \$309,000 to \$188,646.92.

Vice Chairman Gene Shawcroft invited public comment. There was none.

Soren Christensen moved to close the Public Hearing to amend the FY 2017 budget. Nathan Ivie seconded and the motion passed with all in favor at 7:39 a.m.

Nathan Ivie moved to adopt the FY2017 amended budget. Soren Christensen seconded and the motion passed with all in favor.

Soren Christensen moved to open into a Public Hearing to discuss the FY2018 Administrative Budget. Nathan Ivie seconded and the motion passed at 7:39 a.m.

Junior baker explained that the FY2018 Budget is broken down into four different categories as follows:

FY 2018 ADMINISTRATIVE BUDGET

Expenses

Clerk (paid through Spanish Fork City) \$ 1,000.00
Professional services 2,000.00
Administrative Fee to Spanish Fork 100.00
Mail box 145.00
Meals and entertainment 500.00
Publication Expenses for Public Hearings 50.00
Total \$3,795.00

Revenues

Member assessments \$ 3,795.00
(\$421.67 each)

FY 2018 FINAL PROJECTS BUDGET

PROJECT #2

Regional Water Study Phase 2

Expenses

Carry Over (original amount \$306,000.00) \$120,353.08
Total \$120,353.08

Revenues

Carry Over funds

\$ 88,853.08

PROJECT #3
Muscle Walls

Expenses

Purchase muscle walls

\$ 25,000.00

Total

\$ 25,000.00

(if all participate, \$2,777.78)

PROJECT #4
Groundwater Management

Expenses

Identify groundwater basins and water rights

\$35,000.00

Professional services

\$ 5,000.00

Total

\$40,000.00

(If all participate, \$4,444.44)

Vice Chairman Gene Shawcroft asked if there were any questions from the Board. There was none.

Vice Chairman Gene Shawcroft invited public comment. There was none.

Rick Moore **moved** to close the public hearing on the 2018 Budget discussion. Nathan Ivie **seconded** and the motion **passed** with all in favor.

Vice Chairman Gene Shawcroft asked the Board if they had any questions on the FY 2018 budget. There were none.

Marty Larsen **moved to approve** the FY2018 budget. Soren Christensen **seconded** and the motion **passed** with all in favor.

Junior Baker asked for a poll of the Agency members to determine who were going to participate in Project #3 so he could make proper assessments. Chris Hansen said that the Technical Committee was still working on who would be participating and would let the Board know.

New Member Buy In

Junior Baker said that the Board had given him direction in their last meeting to review the Agency's assets to determine the assessment to be paid by new Agency members upon admission. Mr. Baker reported that the amount is \$28,638.69 divided by seven members for a total of \$4,091.24, so the calculated amount for the new member buy in (Santaquin and Genola) will be \$4,091.24.

Vice Chairman Gene Shawcroft asked the Board if they had any questions. There were none.

Vice Chairman Gene Shawcroft asked Junior Baker if the Board had taken action on this item in their last Board meeting. Junior Baker said that he had received Board direction and was just reporting on the amount.

Soren Christensen asked if the new member buy-in would be a moving amount. Junior Baker said that the Agency's assets would be assessed at the time of membership.

Keith Broadhead **moved** to assess Santaquin City and Genola City a new member buy-in of \$4,091.24. Soren Christensen **seconded** and the motion **passed** with all in favor.

Other Business

No discussion

Next meeting

The agenda lists the next Board meeting as August 17th. This date is incorrect. The next meeting will be August 21, 2017.

Marcus Faust asked Gene Shawcroft to report on the Federal Budget. Gene Shawcroft indicated that Central Utah had issued a contract for the first reach of the Utah Lake System. He also indicated that we do not know what the future budget will bring, but he is more optimistic with this administration versus the past one.

Soren Christensen **moved** to adjourn. Paul Munns **seconded** and the motion **passed** with all in favor at 7:55 a.m.