

**Special Service District #1
September 5, 2017**

Meeting called to order by Chairman John Byars at 7:05 p.m. in the Sevier Co. Administration Building. Also Present at the meeting were board members Dennis Larson and Ken May, Kary Monroe from Jones & DeMille Engineering, Bob Watts from the Sevier County Road Department, and Trent Brown from Sunrise Engineering.

August minutes were reviewed. Ken moved to approve the July minutes, Dennis seconded, all were in favor. The minutes will be sent to Barbara for posting tomorrow.

Financials

Dennis presented the financials to review. Year to date revenue is \$5,200,000, the District received the July check for \$256,000, for a total of \$5,553,000. There are expenditures of \$5,200,000 on construction projects, total expenditures of \$8,100,000 including debt payments. The District has spent \$3,000,000 more than it has taken in this year, but will take more in by the end of the year. Governmental funds are \$9,100,000, \$2,500,000 in liabilities, leaving \$6,600,000 in fund equity to debt service and to construction encumbrances. Current assets are at \$4,000,000, restricted cash is \$4,400,000, \$20,000,000 in notes receivables, assets at \$29,000,000, \$2,000,000 in bond, \$20,000,000 in long term bond, bond reserves of \$2,000,000, road \$2,500,000 leaving a net position of \$6,800,000, down from \$9,000,000 earlier in the year. Expenses paid to Ogden's (Dennis submitted an invoice from Ogden's for Miss Mason's property for signature). Encumbrances include the long-term commitment on Gooseberry, Chip Seal 2017 and Burrville Road. Dennis moved to approve the financials as presented, John seconded, all were in favor.

Invoices

Ken submitted an audit, Ken also presented to the board a royalty document that the Trump administration passed. Royalties will remain the same at least for now under the current administration.

Dennis asked John and Ken if they had their requests, Dennis requested that they send them ASAP so he can get them paid.

Ken also submitted two documents from the Utah Local Government Trust for review. He also submitted a \$60 dollar check from the Emery County Progress for overpayment, a document from Cincinnati Insurance for the Burrville Road Contractor Insurance, and Traveler's Insurance for Sunroc.

Bob submitted an invoice for the Salt Shed project. Kary did want to make sure that the project will bid under the SSD. The District has paid \$9,000 for the drawings.

Kary submitted invoices for Crane Loop Rocky Ford Canal, Convulsion Road, Chip Seal 2017, Burrville Road, Turn Lanes at Willow Creek, Auction Road, Salt Shed Building,

KV Fencing, pay estimates for the Burrville Road, final payment on the Convulsion Road, Cove View Road, Chip Seal 2017, and Crane Loop Rocky Ford Canal.

John made a motion to approve invoices as presented, Ken seconded, all were in favor.

CIB Grant

Ken will report later.

Chip Seal 2017

The contractor is coming in next week to flush coat and paint. They are coordinating with Jeff to consider the 14th or 15th to flush coat the mine road, and painting it the following Monday. The road will not be closed, they will just do sections at a time and use flaggers and pilot cars. Kary asked if all of Quitcupah needs to be painted, John recommended painting the whole road at once. Kary will get that finalized with the contractor tomorrow. Inspection will be held at the end of the month.

Convulsion

John asked Kary's opinion on the project. Kary stated in some places they dug to the gravel and some places they didn't. They were hoping that they were leaving a skim of asphalt but it did go under in some spots. Some of the soft spots were holding water and the trucks would've gone right into the gravel. Kary felt like the approach was the best fix for the least amount of cost. In some spots it was a little harder to keep grade, and the contractor mentioned that the recycle material was harder to lay smooth, but he did feel like it was a good product. The invoice tonight was the final bill.

Crane Loop

The fence is still not up at Scott Anderson's. Ken drove by the project and he thought things looked good. Bob had pictures of the water going through the culvert. Gary said that he is ready for an inspection and punch list. Kary asked about scheduling that either at the end of this week or the first of next week. Ken suggested Thursday afternoon after the Salina Chamber of Commerce meeting, at 2:30 p.m., at the Gooseberry culvert. Kary will check and make sure that works for Gary and confirm. Scott Anderson mentioned that he wanted some new wire, Kary will look into it and report back.

Cove View

The project is complete and can be taken off the list.

Burrville Road

Lyndon stated that they are looking at paving in a few weeks, they are shooting for the week of the 18th. There are some issues with the leaking water system, so they may need to fix a few of those leaks. They are going to put some gravel at the cemetery. Lyndon hopes it will be complete by the end of the month.

Doctor Creek

The project is complete and can be taken off the list.

Salt Shed

Bob is meeting with Kendrick tomorrow to go over electrical, the footing plan is complete and can be advertised by next week. The project will be advertised for 3 weeks and the bid opening will be held at next month's meeting on October 3rd.

Willow Creek to SR-89

Kary revised the design a little bit to stay out of Consol Coal property. The District is getting a little piece from Terrel Nielson's on the corner. Kary presented plans of the intersection to review. Kary has the paperwork for Bob to get signed and deeded. This is a UDOT project and the District will be paying for 50% of the turn lanes. UDOT will pave the county road to the east.

Bridge Maintenance

Kary presented a map of all the bridges in the County. He outlined repairs that Bob can work on, and projects that need to be put into a bid package. There is one bridge at the Red Creek old highway frontage road that would be eligible for complete replacement, which is eligible for 93% federal grant. Lyndon presented some pictures of the bridge for discussion. Ken asked what standards and specs it would have to comply to, it would have to meet the current standards. Dennis asked if there was any reason to have any more than gravel on that road. The UDOT applications are due the first week of January but it may not be funded for 2 or 3 more years. UDOT will receive the applications and make a priority recommendation to the committee. There are some other bridges that are scour critical that were discussed. The bridges are inspected every 2 years. Dennis recommended getting with Bob to decide what the County can repair and then review those that the District may need to put into projects. Dennis recommended starting the application on the Red Creek Bridge.

Richfield Auction Road

Kary got a call back from Dan Peters with the railroad. Kary showed a map of the old railroad spurs. Dan is researching to see if the spurs have reverted back or if they still have ownership. Kary also has the documentation that the branch is abandoned but he can't find any deeds or information. Kary will follow up and report at next month's meeting.

Ken asked Bob if he had quotes for pipe. He presented quotes for half the amount of pipe, \$36,000 for a full load, \$18,000 for a half load. Both suppliers project that the prices will go up. Ken made a motion to go ahead and approve payment for a full load, Dennis seconded, all were in favor.

Kary brought up the 2016 chip seal project, the 1400 West road. They looked at the road this summer and noticed that there were some loose rocks on the edges, and they told the contractor that something may need to be done. The contractor told them that they came in and painted it before they swept it. The surface looks good but the paint is pretty well gone. John recommended coming to one of the meetings to discuss it with the Board. John asked if we could add that back into the 2017 Chip Seal project. Bob thinks that the

contractor should sweep it, flush it and paint it. Kary will contact the contractor again and see what they would be willing to do.

Kary also talked with Bob about the main road going into Sigurd, it's been 20 years since anything has been done on that road. There are a lot of cracks in the road and Kary recommended an asphalt overlay and shouldering for a 2018 project. Kary will come up with some cost figures and report back.

Dennis made a motion to adjourn at 8:39 p.m., Ken seconded, all were in favor.