

1. The meeting was called to order at 6:03 pm.
2. The Pledge of Allegiance was led by Mayor Moser.
3. Roll Call: Neil Duncan, Harold Merritt, Ron Brown, and Mayor Moser were present. Jack Davis was absent. Dale Harris was present. Rod Mills of Ensign Engineering was present. Legal Counsel was excused. Nathan Bronemann was present taking minutes.
4. Declarations of conflict of interests  
None stated.
5. Discussion and action on 2017 budget and 2016 budget amendments from Town

The board reviewed the proposed budgets.

Motion made by Mayor Moser to accept the proposed budgets. Ron Brown seconded the motion. Vote: Neil Duncan-yes, Ron Brown-yes, Mayor Moser-yes, and Harold Merritt-yes. The motion passed 4/0.

6. Construction and Acquisitions – Harold Merritt
  - a. New Water Systems

Nothing new to discuss.

7. Funding – Rod Mills

- a. Discussion and action on a Hardship Grant Agreement with the DEQ Water Quality Board for a \$38,000 wastewater study

Motion made by Neil Duncan to approve of the terms of the Hardship Grant Agreement. Ron Brown seconded the motion. Vote: Neil Duncan-yes, Ron Brown-yes, Mayor Moser-yes, and Harold Merritt-yes. The motion passed 4/0.

- b. Discussion and action on infrastructure prioritization of new Division of Drinking Water funding

Rod Mills said the funding application had been reviewed and they intended to recommend approval of a \$90,000 grant/\$90,000 zero interest 20-year loan funding package. He said that was a very generous offering compared to other typical funding packages. He said taking on additional debt would still be a burden to the District with the tight finances and the reserve fund requirements. He said he spoke with Michael Grange about the District's current position. Mr. Grange said he would reevaluate the offering and consider recommending the deferment of the initial loan payments for several years. He said the official funding meeting would take place on July 8<sup>th</sup> in Vernal.

Rod Mills stated that the funding application primarily focused on bringing the Hwy. 59 well online. He said in reality, protecting the main transmission line wash crossings coming down from the tank should be top priority. He said bringing the Hwy. 59 well online would be the next priority. He said erosion control by the Cedar Point tank was also a priority.

8. Operations – Neil Duncan

Neil Duncan said his only concern was being covered over the summer months.

9. Resource Management – Mayor Moser

Mayor Moser said no contact had been made with the Webb family.

10. Development – Jack Davis

- a. Water Rates  
Nothing to discuss.
- b. Sewer  
Nothing to discuss.

11. Review of Policies and Procedures

- a. Discussion and action on policy change regarding issuance of water connections only after building permits have been issued, excluding agriculturally zoned parcels

Motion made by Harold Merritt to adopt the updated policies and procedures manual. Mayor Moser seconded the motion. Vote: Neil Duncan-yes, Ron Brown-yes, Mayor Moser-yes, and Harold Merritt-yes. The motion passed 4/0.

12. Consent Calendar - Income and Expenses

Motion made by Neil Duncan to accept the consent calendar as presented. Mayor Moser seconded the motion. Vote: Neil Duncan-yes, Ron Brown-yes, Mayor Moser-yes, and Harold Merritt-yes. The motion passed 4/0.

The board reviewed the current budget.

13. Consider approval of minutes:

- a. June 1, 2016 Regular Meeting Minutes  
Motion made by Mayor Moser to approve the June 1, 2016 regular meeting minutes. Ron Brown seconded the motion. Vote: Neil Duncan-yes, Ron Brown-yes, Mayor Moser-yes, and Harold Merritt-yes. The motion passed 4/0.

14. Request for a closed session

None requested.

15. Adjournment

Motion made by Mayor Moser to adjourn the meeting. Neil Duncan seconded the motion. Vote: Neil Duncan-yes, Ron Brown-yes, Mayor Moser-yes, and Harold Merritt-yes. The motion passed 4/0.

Meeting adjourned at approximately 6:39 PM.

Date approved: \_\_\_\_\_

ATTEST BY: \_\_\_\_\_

Nathan Bronemann

\_\_\_\_\_  
Chairman Harold Merritt