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Skyline Mountain Resort Special Services District  
2201 Skyline Mountain Resort  
Fairview, UT 84629

## Minutes of the monthly Board of Trustees meeting November 24, 2007

**Board Members in Attendance:** Terry Behunin, Frank Fraser, Jay Hansen, Roy Slater

**Board Member Excused:** Monte Pugmire

**Contract Employee in Attendance:** Orson Stilson

The meeting was called to order by Frank Fraser at 6:30 PM in the Clubhouse of the Skyline Mountain Resort.

Minutes of the October 20<sup>th</sup> meeting were distributed and reviewed. Roy Slater pointed out that the Robinson lot sited in the minutes should be B-3 and not B-5 as shown. Jay moved that the corrected minutes be approved, Terry seconded; motion passed 4-0.

Frank passed out a draft Board member list for distribution to the Resort web site. Changes to the document were made by the Board members. Jay moved and Roy seconded that the list be placed on the Resort web site. Motion passed 4-0. Frank will contact the web manager and have the information posted.

The following bills were presented for payment:

- Chemtech-Ford for water testing
- Membership renewal bill from the Utah Water Association
- Two Mt. Pleasant City Corp. power bills (Thads Peak and the mail well)
- A bill from Doug Shelly for Chicken Springs pipeline repair (welding grate)
- A bill from Doug Shelly for grading of Juniper Drive
- A bill from Smith and Hartvigsen for a telephone conferences
- A bill from Horseshoe Mountain Hardware for marking equipment for road repair and power boxes

A bill was also presented from Hansen Allen and Luce along with a returned check. Terry will research this and report back to the Board.

Frank reported that he had been contacted by the State of Utah asking why there was no monthly test for Thads Peak during October. Frank had explained to the State that the water pipe froze the first week of October thus negating the need for a test. The State has changed the operating dates for the Thads Peak well to June 1<sup>st</sup> through September 31<sup>st</sup>. When the Thads Peak well is reopened next spring, a number of tests will be conducted in addition to the regular monthly tests. Frank has sent an e mail to the State on this issue.

Jay reported that Legacy is now trying to transfer Birch Creek irrigation water into the new well that was drilled above Chicken Track Springs. Jay pointed out that we needed to closely monitor this since it would have a great impact on Chicken Track Springs. Jay will contact Smith and Hartvigsen and have them follow through on the transfer of water shares and see if there are any challenges or notices we

need to file on this issue. Jay has been told that Legacy has filed an application with Birch Creek Irrigation to transfer water. Jay will find out that if the SSD Board or the SMR Board needs to file an objection to this petition.

The Board agreed that in the long term, water program development and source protection are the main areas of concern facing the SSD Board. Frank stated that Jay's qualifications and knowledge on these items make him the logical "point person" from the SSD Board. Frank then motioned that Jay be designated the person representing the SSD Board on water system development, spring development and source protection matters with the full backing to act on behalf of the SSD Board. Roy seconded the motion. The motion passed 4-0.

Orson reported that with the drought, the various water levels have really dropped this last year. He is concerned that the SSD Board needs to look at putting a "hold" on new hook-ups. The concern is not having enough water for current customers. Jay stated that his concern was not as much those on the inside hook-ups but rather the outside usage. He believes the single greatest thing that would help control the usage problem is a new billing system. It was also discussed that, with the culinary water, there actually needs to be an increase in usage for the purpose of showing the State that the shares are being used. This will prevent the State from taking the water shares and distributing them to some other agency. Although there is agreement that the culinary water needs to be used to prevent its loss, the problem is the lack of storage space to insure those on the system doesn't run out. Roy stated that Roosevelt just lost some of their water because it wasn't being used. There was discussion regarding increasing the storage capacity of the existing tank versus building a new tank. There was also discussion regarding the rehabbing of the main well. It was expressed that a new casing may not be necessary. Rather the existing casing may be able to be cleaned and the flow increased through that process. Jay recommended that the Board study the report from Hansen, Allen and Luce on the main well.

Frank reported there are no new developments on the status of the Lease Agreement between the SSD Board and the SMR Board. The three attorneys (Craig Smith, Donald McCandless, and Ross Blackham) have not been able to schedule a phone conference together. The earliest phone conference opportunity will be next week. As a result

The SMR Board has authorized the payment of up to \$35,000.00 for road projects that have already been completed. The SMR Board will pay the contractors directly. Ted Haynes has already submitted a bill (\$11,185.00) for the work he has completed and this bill has been forwarded to the SMR Board for payment. Contacts have been made with Doug Shelly and Brent Christensen to receive bills from each of them.

The following report was delivered on the status of various road projects:

- Chokecherry has been graded and graveled
- Juniper Drive from Pine Canyon to the Winter Sports park area has been re-sloped, drainage opened up, a culvert installed and road base applied
- The short road near the G-2 area was opened up and some road base applied.
- The Main Road between the Winter Sports Park area and Legacy's property was not graded because power will be installed in that area next summer.
- The lower end of Deer Valley Drive has been opened up, drainage added, crowned and some road base applied.

- Mountain Springs Circle has been widened and sloped. The concrete culvert has been installed. The second culvert will be installed next spring.

There was discussion regarding future road projects and the possibility of developing an evaluation system which would be used to assess every road in the Resort and set the priorities for road repair. Frank will prepare a draft of an evaluation system and provide it to the Board for discussion. Jay suggested developing a book which would contain a map of all the roads in the Resort as well as the evaluation of that road. Each Board member would have a copy and be able to look up the road and the evaluation survey at the same time.

Frank talked with Everett Taylor and confirmed that the 50/50 agreement for the payment of snow grooming was still in place for the upcoming year.

Jay said that the snow mobile parking lot and adjacent loop road in Birch Creek needed to have a light grading as soon as possible. This would be needed to remove the water pockets and move the gravel back to the middle in the lot. Frank will contact someone to do this.

The Board discussed placing road base in the "C" section. Jay moved that the Board authorize the expenditure of a maximum of \$2,000.00 for road base and associated spot grading in the C section. Preference should be given to areas where there are full time residents. Terry seconded the motion. The motion passed 4-0.

Frank presented two letters from members regarding road concerns. One was from Roy Fox in the C section and the other from Matt Parsons, Alan Colledge and Hugh Johnson in Elk Meadows. Frank will draft a response to the letters for Board approval.

Orson reported a water leak in the culinary water system by Mr. Guevara's house. Frank will call Doug Shelly and have him contact Orson on this leak.

Orson also stated that next summer he will require more spray for the weeds. He believes there is some being stored at Steve Regan Company. Jay will follow up on this and find out what type of spray and how much is in storage.

Terry led a detailed and extensive discussion on both the status of this year's budget and the development of next year's budget. Terry had set up a computer based program to identify and track all budget expenditures. Expenses and income for the last calendar year has been entered into the system and will serve as a basis for the development of next year's budget. The Board identified projected needs for the next budget year and placed them in the appropriate categories. The final budget for the 2008 calendar will be presented and adopted at the December 15<sup>th</sup> Board meeting.

NEXT MEETING: December 15, 2007  
6:30 PM  
Skyline Mountain Resort Clubhouse

*Frank C. Fraser*  
*M. Lettend*