

## **SMSSD BOARD MEETING**

DEC. 15, 2018

22130 NORTH 11750 EAST

FAIRVIEW, UTAH 84629

9 am CALL TO ORDER 2018 BUDGET HEARING AND BOARD MEETING-CRAIG GODWIN

Welcome and Facilitator-Craig Godwin

Noted that meeting meets state and local posting requirements.

Attendees: Gene Nielson, Craig Godwin, Jeff Board of the SMSSD board. Roy Fox, Jeremy Fox  
Members present- Monte Pugmire; 2 additional visitors

## **OPEN BOARD MEETING TO SWEAR IN NEW BOARD MEMBER**

Jeff Dymock

With this item of business completed, we need a motion to close the meeting so we can move to the Public Budget Hearing.

Motion to close the meeting, Gene Nielsen; Seconded by Jeff Dymock, motion carried.

## **PUBLIC BUDGET HEARING**

Reviewed last year's 2018 budget compared to this year's proposed budget.

All expenses have been included into the budget. The only thing that will change before year end is the income which is currently at \$4000 and suspect the amount will be \$6000 by the end of the month.

The budget this past year was \$270,000 and on target to use what was allocated/proposed. Ralph Brotherson's final bill has been paid which was close to \$25,000 which was for the Clubhouse Well that went down this year.

Any other comments, questions regarding income or costs associated with the 2018 Proposed Final budget?

Motion to accept and approve the 2018 Proposed Final Budget: Gene Nielsen; Seconded by Jeff Dymock, motion carried.

Reviewed the proposed budget for 2019 based off 2018 expenses. Based on actual payments coming in, the proposed budget is in line with last year.

Do I have a motion to accept the Proposed 2019 Budget? -Motion made to accept the Proposed 2019 budget, Gene Nielsen; Seconded by Jeff Dymock

Since there are no more questions, do I have a motion to close the budget Hearing? Motion to close the Budget Hearing Gene Nielsen; Seconded by Jeff Dymock.

Proposed to reopen The SMSSD Board Meeting.

Motion to open the Board Meeting, Jeff Dymock; Seconded by Gene Nielsen

**Approve Meeting Minutes:** Typically, the Board meets quarterly to conduct business. Since being short board members, the last meeting was held in June 2018. San Pete County is responsible for taking applications, reviewing them and approving new Board Members. With Jeff coming in today and being sworn in, we can now meet.

Roy Fox made a couple of recommendations for corrections to the minutes for the June 12<sup>th</sup> meeting as follows:

- 1) Correct the spelling of Jeremy's name;
- 2) SMSSD water survey the tank size in the paragraph should be **4,000** instead of 5,000;
- 3) The motion made by Layne Lundstrom to not charge a water fee in resolution 2018-1 on lot G32.

Motion to make the changes and accept the minutes as whole and to move on by Gene Nielsen. Motion seconded Jeff Dymock. Minutes stand approved.

### **Approve Financials:**

Reviewed accounts and deposit balances as of 12/19/2018. Also, discussed Express Bill Pay is increasing their rates as everything is going from .04 cents per transaction to .08 cents. Express Bill requires the account balance to be \$25,000 to avoid paying monthly service fees. Currently, SMSSD customers are not charged to use the service. About 3/4 of the members utilize the service and the time involved handling the payments instead of using the service would be huge for manual input. For now, the fees won't be passed down to the members. (Ballpark figure to increase the transaction amount would be approximately \$200 for the year. Also, some customers do not like to pay electronically, and stamps are increasing to about .50 for postage so something that may need to be addressed later.)

The SMSSD budget of \$270,000 projected income is primarily used to cover the bond of \$245,000 paid in the October timeframe and the power bill to run the pumps and maintenance.

Do I have a motion to accept financials as they stand? Motion Made Gene Nielsen; Seconded by Jeff Dymock.

2019 proposed budget stands approved.

- Water System Updates: Operational since 2013 and we are starting to have some issues due to the wear and tear of the equipment. Members have asked how much Skyline Mountain Resort uses. Last year, without December totals, SMR used **8,430,670 gallons** and the entire resort used **214,540,346 gallons**.

Discussed average minimum usage for water in the community compared with smaller towns such as Ephraim, Eureka who average about 7,000-8,000 gallons/month. Water leaks and landscape watering seems to be the reasons for increased use. The amount of water used continues to increase every year with new customers purchasing old lots. If the users need more water and exceed their monthly use, there are tiers that are designed to allow for more water at an increased rate for those extra gallons utilized. Any change in minimum usage gallons/rate or for the cost of the tiered levels require a public hearing if rate changes are needed. More research will be done and discussed at the next meeting. The additional usage puts more demand on our systems and want to be able to keep up on preventative maintenance/repairs because of the increased use.

- Visitors attending the Board Meeting had a few questions about how to get water to their lots. The Board explained there would be a need put a water system in and the cost would be \$4M if everyone at Birch Creek wants to have the water. It would be about the same costs for the upper mountain to put a system in. The other suggestion would be to have a tank at their lot(s) and haul water from the filling stations.
- The Waterslide's power bill goes to SMSSD and runs about \$3,000 for the summer months. It should have been changed over to SMR. Monte Pugmire will take care of the issue as it should be an easy switch right at the pump.
- Craig Godwin's son is a paramedic for Lone Peak Fire and recently they have a new deputy chief who is a former Fire Chief and just retired after 20 years. The gentleman is very knowledgeable about Federal Fire grants and has agreed to sit down to discuss in more detail with Craig.
- Thad Peak Well Discussion: The discharge is down the hill North of the tank and runs about 4 minutes with 35-40 gallons per minute. The engineer specs call for a 4,000-gallon tank (compared to the existing 2,500-3,000-gallon tank). It could serve 24x7 year-

round usage. The engineer suggested insulating the tank underground. Instead of hauling dirt in, could partially bury the tank and put a pump on it with a 2" line. If a pump is added, then it would be rapid fill especially in the summer months. A recommendation would be to put a small shed over it and the fence could remain intact. The challenge is it's sitting on a peak. Drawings will be done by April 1<sup>st</sup> and will need to send it through the State to go through the process. Might have some members with construction backgrounds who can help with the project. Suspect there will be a lot of soil and rock coming out when adding the new tank.

Motion made by Gene Nielsen to discuss at the next meeting and Jeff Dymock seconded the motion.

If no other business today, I make the motion to close the meeting? Gene Nielsen made the motion and Jeff Dymock seconded.

#### **Follow up Notes**

- 1) Gene – Change Power over on slide from SMSSD to SMR before next season;
- 2) Craig – Follow-up on Federal Fire Grants

Meeting adjourned at 10:33pm.