

Uintah Transportation Special Service District  
November Board Meeting  
November 8th, 2016 101 conference room 5:30pm

Present: Adam Massey Executive Director, Duane Shepherd, Stan Gordon, Dave Haslem, Bob Leake, Comm. Mike McKee, Comm. Raymond, Tammie Mecham

Others Present: Richard Winn, Doug Hammond, Troy Ostler, Lorene Stubbs, David Stubbs Dustin Briggs Bryan Meier, Brad Horrocks, Jay Barfus, Fred Cole, Robyn Cole, Jake Anderson, Phoein Wiebon, Kent Piper, Adam Perschen, Marla Pieper, Michael Hawley, Kelly Harvey, Jim Harper, Shannon Morris, Harold Morris, Don Trane, Tami Trane, Luis Trane, Elilia Trane, LeLand Nielson, JoAnn Winn.

This meeting was recorded live for Face book provided by: Devin Caldwell, Basin Nickel Ads.  
Meeting conducted by: Duane Shepherd Board Chair:

Vernal Airport Update:

Runway Notice to Proceed with W.W Clyde was authorized and signed on Monday (11/14/2016)  
They plan on working as long as weather holds out. (Mid December)  
Invoice \$477,699.00 GDA invoice is: \$146,358.007

2017 Preliminary Budget presented to the public and UTSSD board members. Budget was reviewed and presented in 3 separate overviews. Budget was available in the meeting for the public's review also.

1. Airport Budget
2. UTSSD Budget
3. Combined 2017 budget.

Duane Shepherd board chairman requested if the public had any questions or concerns with the preliminary budget and gave time for questions or concerns. No public commit was submitted.

Dave made motion to table this and to schedule a work session to discuss the 2017 budget further, Bob seconded the motion, all in favor say Aye. Motion passes to table the discussion on the preliminary budget. Motion made to go into the public hearing by Stan, motion seconded by Comm. Raymond. All in favor say Aye. Aye. Motion to move into public hearing passes.

**PUBLIC HEARING:**

**A PUBLIC HEARING TO RECEIVE INPUT FROM THE PUBLIC WITH RESPECT TO THE ISSUANCE OF UINTAH TRANSPORTATION SSD MINERAL LEASE REVENUE BONDS, SERIES 2016, IN ONE OR MORE SERIES, IN THE AGGREGATE PRINCIPAL AMOUNT NOT TO EXCEED \$6,000,000 FOR ROAD AND TRANSPORTATION IMPROVEMENTS, AND RELATED MATTERS.**

**SSD AGENDA LANGUAGE:**

**A RESOLUTION REAUTHORIZING THE ISSUANCE AND SALE OF \$6,000,000 MINERAL LEASE REVENUE BONDS, SERIES 2016, FOR THE PURPOSE OF FINANCING, IN PART, ROAD AND TRANSPORTATION IMPROVEMENTS; AND RELATED MATTERS.**

Eric Johnson introduces himself and states he is here to present a potential bond and this is the public hearing before the district considers to move forward or not. I am here to introduce the funding package and the resolution that will be considered after the public hearing. The Community Impact Board has approved a loan at 6 million dollars bearing interest of 1½% and approved a grant of 8,969,000.00 which is a 31,000.00 shy of 15 million dollars fund package from the Community Impact board (the term loan is 15 years.) and interest rates are a little lower now. The district will be paid 6,745,000.00. Uintah county is the largest contributor to the mineral lease funds. You would be authorizing a 6 million dollar loan. The draft resolution is 6 million dollar loan. It would begin on July 1<sup>st</sup> 2017. With last payment being due on July the 1<sup>st</sup> 2031. Roughly 450,000.00 each year would be due. With an additional amount set aside for reserve in a contingency fund. Concerns and discussion of starting in 2017 and not make a payment until 2018. Must be paid within 15 years. One thing you would do is to re pay this loan and all other mineral lease loans. Second thing, you should do, is set aside each year, for 6 years 1/6 of the principal interest payment. Board ask, if we could start in 2018. Comm. Raymond states because funds are tight we would like funds now but first payment due Jan 1, 2018. Board discusses all options on this. Eric explained articles and sections and codes. Eric asked if any other questions from the board. Dave asked a few questions and Comm. McKee explained and so did Mr. Johnson to Mr. Haslem. Board discusses options and 1/6 amounts. Adam discusses next couple years of payments. Duane asked for public comment: Raise of hands for questions. There have been public meetings at Avalon prior to this. Duane Shepherd asked public again, if they had any comments. No public comments were given at this time. So, Comm. Raymond states he has committed to restricting truck traffic on Wood Road. We have proposed a change for this restriction. Is it legal for triples to run that road states a public person? Comm. Raymond asks for his contact information and he will find out. Another citizen states, he was cut from the oilfield and thinks we should prepare for the future and take advantage of opportunities. Another citizen states thanks. She is for this road. There was no public input against this road. Comm. Raymond states a motion to move out of the public Hearing and back into board meeting with Dave seconded that motion. All in favor say Aye. Aye. Motion passes. Motion made by Comm. -Raymond to approve issuance of Revenue Bonds Series 2016 to the UTSSD not to exceed 6 million dollars for those transportation improvements. Mr. Eric Church asking for clarification moving that to be repaid over 15 years beginning July 1<sup>st</sup> 2017 or 14 years beginning 2018? Which one is financially best for us, asks Mark? Adam suggests his personally feeling 2018 because of mineral lease and the budget. So, if 14 years beginning July 1<sup>st</sup> 2018, we would then have to amend the payment schedule to 2018 states Eric Church. Clarify pay our engineers now and not have a payment required until 2018. So Eric states would you consider authorizing the Chair and Executive Director to amend the payment schedule as in section 2.2 to co-inside with. Due note that and that would be part of my motion. Stan seconds motion. But, Dave Haslem states there has been some engineer's that have done a lot of time on this project and we need to pay them. Clarify close after Thanksgiving but, the first payment will not be due until 2018. Stan concerned for funding this year and he thinks we will be in better shape next year. Discussion on contingency now and in the future. Substitute/ Amended motion by Stan for the same that motion that Mark made with 15 years and the first payment being due in July of next year. Comm. Raymond seconds the motion. Duane asks if any discussion? No discussion was brought up. Shepherd Aye, Bob Aye, Stan Aye, Dave ½ Aye 1/2 no. I want the people to know I am for this road, but I would also like to see you get paid for it. One company that has saved the county millions of dollars a year and that is the Road Maintenance program. Duane asks Dave if he is Aye on Nay. Dave states it has already passed so put me down for a yay. Meeting recessed for 15 minute break. Michael Hawley presents payment request in the amount of: \$81,230.18 includes retainage for Top Job (crack seal project) and within budget. Second payment request to: Straight Stripe in the amount of: 129,830.14 release all retainage and final payment also. Comm. Raymond motion to approve and Bob seconds motion. Shepherd Aye, Bob Aye; Stand Aye, Dave Aye, Raymond Aye. There are some discrepancies and they say they have put down a two extra tons and if they can show proof of that. It would be about 3300.00 more dollars. Jones and DeMille, Michael Hawley states, the UTSSD has spent in the years 2014, 2015 and this year, have spent about 16-17 million dollars on asphalt maintenance. Jones and DeMille gave a presentation and a website

with details of past history of Asphalt Management and road projects for the last 10 years. If interested, contact Jones and DeMille to request access to the link. Troy Ostler gave updates on Red Wash Road. Pay request for 6 and 6A- Brown Brothers but this does include retainage. 1,579,839.90. within budget. UDOT approved and this comes with a reimbursement. Bob motion to approve seconded by, Comm. Raymond Shepherd Aye, Bob Aye, Stan Aye, Dave Aye, Mark Aye.

Adam gave update on selection committee for the UDOT meeting with Larry Montoya –Selection Committee is: Sunrise -Jones DeMille- Horrocks Engineering. Need contract signed. Update on Taylor Mountain Road:

4 ½ Million dollar grant with a match 6.77% from the UTSSD in the amount of about 300,000.00. from the district. Comm. Raymond gave deserving congratulations to Adam and Adam gave recognition to Jones and DeMille for getting this project and the grant and to get moved up and on short list. Payment request Nelson Construction/ Staker Parson presented by Jones and DeMille in the amount of: 74,342.11 Motion to approve by, Stan, Bob seconded motion. Shepherd Ay, Bob Aye, Stan Aye, Dave Aye, Raymond Aye. Motion approves.

BTA bus transit updates.

Leland Bench Update – Troy Ostler Segment / phases 1, 2 & 4 advertised and the paving project. We will have a Pre – Bid meeting on the Nov 15th @ 11:00 and bid opening on the Nov the 17<sup>th</sup>. Local and out of town contractors interested. Motion by Comm. Raymond to authorize Duane and Adam, if the engineers bid is 10% above the engineers estimate for them to make the award and then ratify it in the next board meeting. Bob seconds motion. Shepherd Aye, Bob Aye, Stan Aye Dave Aye, Mark Aye. Troy presented title page request for Duane’s signature. Dave Haslem asked if Troy had rightaways, Troy stated no. But states he has talked to property owners and gave easements documents to for property owners. Concerns of rightaways states Mr. McKeachnie. Motion to resend authorization to award bids until easement and rightaways are cleared and ready to go. Motion made by: Bob Leake, seconded by Comm. Raymond. Shepherd Aye, Bob Aye, Stan Aye, Mark Aye. Motion to approve payables made by Comm. Raymond seconded by Stan. Shepherd Aye, Bob Aye, Stan Aye, Dave Aye. Mark Aye.

These minutes are to be approved at the next monthly meeting of the Board of directors of the UTSSD. The above minutes were approved as read/ corrected on the \_\_\_\_\_ day of \_\_\_\_\_ 2016.

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Adam Massey, Director