



SEVEN COUNTY INFRASTRUCTURE COALITION  
MEETING MINUTES

January 12, 2018 at 10:00 a.m.  
751 E. 100 N., Price, Utah  
(435) 738-1144

Present: Phil Lyman, Jae Potter, Jack Lytle, Ken Burdick, Brad Horrocks, Lynn Sitterud.  
Also in attendance - Mike McKee, Brian Barton, Seth Oveson, Eric Johnson.

Absent: None.

Attended telephonically: None.

1. Welcome/Pledge of Allegiance (Jae Potter)  
All Present
2. Meeting Minutes of December 2017 meeting (Jae Potter)

Motion to approve by Commissioner Horrocks, seconded by Commissioner Burdick.  
Unanimously approved 7-0.

3. Public Comment (Jae Potter)  
No Comment
4. Finance Director Report and approval of Expenses (Seth Oveson)  
The following invoices were presented for approval.

San Juan Record	\$229.60
UBS Media	\$1,675.50
Richfield Reaper	\$765.00
Sun Advocate	\$1,146.00
Emery County Progress	\$780.00
Hatch, James and Dodge	\$1,830.00
Utah Counties Indemnity Pool	\$6,383.00
ETJ Law Inc.	\$114,525.71
Executive Director Reimbursement	\$130.38

Marc Eckels	\$9,282.84
Civco Engineering	\$44,828.77
Carbon County	\$60.00

Change in CIB personnel projects but other than I-70 project everything is up to date.

Motion to approve by Commissioner Lytle, seconded by Commissioner Burdick.  
Unanimously approved 7-0

5. Resolution approving amendment to UCIP Contract (Seth Oveson)

Motion to approve by Commissioner Horrocks, seconded by Commissioner May.  
Unanimously approved 7-0

6. Selection of new Finance Director (Mike Mckee)

Seth Oveson fee - \$1,250 per month. Jeremy Redd fee - \$2,166 per month. Seth Oveson was selected to continue as the Finance Director/Treasurer.

Motion to approve by Commissioner Horrocks, seconded by Commissioner Lytle.  
Unanimously approved 7-0

7. Selection of Municipal Advisor (Mike Mckee)

There were four respondents, Blue Rose Capital, which is a national advisor. In state respondents were Zions Public Finance, Lewis Young Robertson & Burningham, and EFG, Inc headed by Cody Deeter. Mike Mckee recommended Lewis Young (LYRB). Commissioner Horrocks said he has had good experiences with Zions only but would follow other's recommendations. Commissioner May also has experience with Zions only. Commissioner Lyman - EFG has been good and others cost much more. Mr. Johnson said this selection is not exclusive and the Coalition may use other advisors moving forward, in addition to the advisor selected today. Commissioner Potter said that Carbon County has had experiences with Lewis Young and always good and responsive. Seth Oveson indicated that Zions cannot purchase bonds and also be the Municipal Advisor. Lyman asked about reputation of in-state respondents. Mr. Johnson responded that Zions and Lewis Young are both highly regarded. Zions was selected as Municipal Advisor.

Motion to approve by Commissioner Burdick, seconded by Commissioner May.  
Unanimously approved 7-0

8. Ratification of Trails Study selection (Mike Mckee)

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Three teams responded, Sunrise/Civco, and Horrocks from Utah, and DHM Design from Colorado. Mr. McKee said that all respondents were outstanding but that the Sunrise/Civco team was the unanimous choice of the selection committee, which consisted of Mr. McKee, Commissioner Horrocks and Commissioner Lytle.

Motion to approve selection of Sunrise/Civco Engineering by Commissioner Lyman, seconded by Commissioner Horrocks. Unanimously approved 7-0

9. Report on Daggett County & San Juan County Broadband (UEN)

Jeff Egly with UEN reported on Daggett County Broadband - Really encountered challenges at FCC. Thanks to the Coalition and Mike McKee for their work at the Utah delegation in Washington D.C. UEN filed an appeal of the original FCC denial. Between Christmas and New Year's UEN received word that the Daggett project was approved. Approximately 70 miles of Broadband, including Dutch John and Manila will be involved. Letter of gratitude from Dr. Ray Timothy of UEN was presented.

San Juan Broadband - First Phase goes to Montezuma Creek at Emery Telcom. Second Phase to Navajo Mountain. Gathering match dollars. Working with key partners. Commissioner Lytle thanked UEN for their efforts.

McKee - We visited with CIB staff about funding for San Juan project.

10. Public Hearing on CIB rail funding application (Eric Johnson)

McKee and Johnson presented a power point overview of the limited transportation in the Uinta Basin and its impact on oil prices for waxy crude, resulting in more than \$500 million in lost taxes and royalties over the last decade alone. This loss compared the posted prices for Uinta waxy crude to the posted prices for West Texas Intermediate crude. The loss to oil producers in Utah exceeded \$3Billion. The Coalition has considered an oil pipeline as a solution. However, Mr. McKee has meet with the largest oil producers in the Uinta Basin and also Ute Indian Tribe representatives and they all expressed interest in rail as a superior transportation solution. After the presentation, the public hearing was opened at 11:29 a.m.

Motion to enter Public Hearing by Commissioner Lytle, seconded by Commissioner Lyman. Unanimously approved 7-0

No comments from public.

Motion to exit Public Hearing at 11:30 a.m. by Commissioner Lytle, seconded by Commissioner Lyman. Unanimously approved 7-0

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11. Resolution on CIB Rail funding application (Eric Johnson)

Mr. Johnson reported that a rail regulatory attorney in Washington DC indicated that it would take three to five years to obtain regulatory approval for rail. Three years is an aggressive schedule. Potter asked if this project is on the regular capital improvement list. McKee answered yes. Potter asked about the impact on oil pipeline.

Marc Eckels: We have learned that the time horizon for rail is shorter than expected and that oil operators are more interested in rail. Also, other products like hay cubes can be shipped. Rail has more flexible capacity than oil pipeline. Upgrader or Specialty Oil Refinery will be added value to oil if constructed. Cushing, Oklahoma can take Uintah crude without capacity constraint. Lytle asked if there is capacity elsewhere. Eckels answered yes. He also said that the Specialty Oil Refinery needs rail. May - if a company can make rail viable the benefit to everything else is huge. Craig, Colorado as a rail access point could be huge for Gilsonite which has great opportunities. Lytle asked whether Moffat is getting DOLA money like our CIB? Moffat has committed \$25,000 and is seeking DOLA money to match.

Motion to approve CIB application for \$10,000,000 for rail by Commissioner Lytle, seconded by Commissioner Lyman. Unanimously approved 7-0

12. Closed (executive) Session pursuant to §52-4-205 (Eric Johnson)

No closed session.

13. Executive Director Report (Mike McKee)

Potential Projects: Report Eastern Utah Regional Road Connection presentation in Moab with BLM. CIVCO team was very well prepared and turned out outstanding. Community responsive and was encouraging.

There have been meetings with Tribe representatives and industry leaders which are encouraging. Potter - Question on Thorium. McKee - Southern Nuclear hasn't provided as much as hoped. May wants Thorium to stay on the list. Johnson - Alpha Tech and Utah Thorium have both approached the Coalition. Utah Thorium may be ready to present to Coalition to in February.

Broadband: Lytle - on Broadband in San Juan and wants Coalition to proceed helping in San Juan.

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14. Monthly Infrastructure Report/Study Update (Jones & DeMille)

Pipeline summary is being prepared. Ridge road being evaluated. McKee mentioned it to CIB staff. Hunter power plant remains a possible project but no significant work this past month.

15. CIB Contract amendment approval (Mike McKee)

Motion to approve extension of contract with CIB on \$5,000,000 grant by Commissioner Lyman, seconded by Commissioner Horrocks. Unanimously approved 7-0


16. Motion to adjourn (Jae Potter)

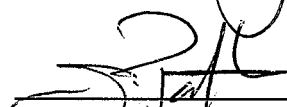
Motion to adjourn by Commissioner Lyman. Meeting closed by acclamation.

Motion to approve meeting minutes by Commissioner Little, seconded by  
Commissioner HARROCKS.


SEVEN COUNTY INFRASTRUCTURE COALITION VOTING:

Carbon	Board Member	Yea <input checked="" type="checkbox"/>	No <input type="checkbox"/>
Daggett	Board Member	Yea <input checked="" type="checkbox"/>	No <input type="checkbox"/>
Duchesne	Board Member	Yea <input checked="" type="checkbox"/>	No <input type="checkbox"/>
Emery	Board Member	Yea <input checked="" type="checkbox"/>	No <input type="checkbox"/>
San Juan	Board Member	Yea <input checked="" type="checkbox"/>	No <input type="checkbox"/>
Sevier	Board Member	Yea <input checked="" type="checkbox"/>	No <input type="checkbox"/>
Uintah	Board Member	Yea <input checked="" type="checkbox"/>	No <input type="checkbox"/>

  
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Co-Chair Phil Lyman

  
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Co-Chair Jae Potter

ATTEST:

  
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Eric Johnson

