



SEVEN COUNTY INFRASTRUCTURE COALITION
MEETING MINUTES

April 13, 2018 at 10:00 a.m.
751 E. Main, Price, UF 84501
(435) 636-3214

Present: Jae Potter, Phil Lyman, Jack Lytle, Ken Burdick, Ken May, Brad Horrocks, Lynn Sitterud

Also in attendance - Mike McKee, Brian Barton, Eric Johnson, Seth Oveson, Mike Hawley

Absent:

Attended telephonically:

1. Welcome / Pledge of Allegiance (Jae Potter)
2. Meeting Minutes of March 9, 2018 meeting (Jae Potter)

Motion to approve March 9, 2018 minutes by Commissioner Jack Lytle, seconded by Commissioner Ken May. Unanimously approved 7-0.

3. Public Comment (Jae Potter)

Public comment – none.

4. Finance Director Report and approval of Expenses (Seth Oveson)

The following invoices were presented for approval.

Vendor	Invoice Number	Amount	Description
Esri	311386	\$2,500.00	ArcGIS for planning website
Railway Age	40033295	350.00	RFP Notice
Railway Age	40033294	1,050.00	RFP Notice
Sun Advocate	3/31/2018	54.00	Coalition meeting schedule advertising
Marc T. Eckels	SCIC 4-10-2018	5,282.04	Pipeline Consultant
Hatch, James & Dodge	31516	2,410.00	Legal Services (CPCN and CUP)
CIVCO Engineering, Inc	2018180	75,973.14	I-70 Transportation Corridor
Jones & Demille	0117910	9,771.78	General Planning (Category 8)
Jones & Demille	0117909	1,636.20	Transportation Corridor program mgmt.
Jones & Demille	0117908	9,427.13	Leland Bench Utilities
Jones & Demille	0117907	620.00	Planning Duchesne to Carbon Pipeline
Seth Oveson	10009	1,250.00	Accounting & Admin Services
Total Payment		\$109,274.29	
Approval			

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

Financial summary from Seth Oveson indicated the following status:

- Contract 18-1653 Daggett County Master Trails Plan \$98,677.35 Available
- Contract 17-1879 Petroleum Pipeline Planning Study \$35,518.05 Available
- Contract 17-0220 Transportation Corridor Env. Plan \$318,020.44 Available – this contract has a match from the Uintah Transportation SSD so the total project would have \$636,040.88 Available if you count both funding streams,
- Contract 15-1124 Eastern Utah Infrastructure Study \$1,169,405.73 Available

5. Resolution approving NDA with Chevron (Mike McKee)

Mike indicated that there may be value in looking at pipeline option. In order to do so, Chevron has asked for an NDA, which enables further discussions.

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

6. Resolution approving LOI with Uintah Advantage for land (Mike McKee)

Uintah Advantage has approximately 7,000 acres at their transloading facility that they are willing to make available to the Coalition at no charge. Uintah Advantage has previously offered the same availability for Electrical, which was previously before the Board as the Bookcliffs transmission line. Commissioner Potter asked if the availability of land is specifically targeted to rail, and the answer is yes.

Motion to approve by Commissioner Phil Lyman, seconded by Commissioner Ken May. Unanimously approved 7-0.

7. Resolution approving contract with Marc Eckels (Mike McKee)

Contract fee is \$175/hr, conditional on invoices getting paid in a timely manner. If invoices are not paid in an average of 45 days over a 6-month period, then the fee would increase to \$200/hr. Commissioner Potter indicated that the contract language enables the contract to be terminated at any time.

Commissioner Horrocks asked that all of Mr. Eckels data and research and support of the Coalition be provided and archived. Mr. McKee indicated data is being gathered and archived from Mr. Eckels. Commissioner Potter asked if the contract needs to be amended to include these assurances in the contract. Mr. Johnson indicated the express language would be included in the contract. Commissioner Lytle asked that the express language be included in all of the Coalition's boiler plate agreements.

The Board asked if this is a new contract or amending an existing contract. Mr. McKee indicated this is a new contract and is in addition to the existing contract with Mr. Eckels for other types of work that will be sunseting.

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

8. Executive Director Report (Mike McKee)

Commissioner McKee attended a meeting in Colorado at Club 20, Western States Natural Gas. There may be interest in natural gas study at Coalition. Mr. McKee also spoke of a good meeting with the CIB staff. Working on water line project. Met at UBAG on electrical and rail projects. Estimated need for \$30M for rail from CIB over three years.

a) Potential Projects:

i) Rail:

The feasibility study will be finished by August, which will be a decision point to see if rail makes sense. CIB staff feels its funding can apply to feasibility study if approved. We need to move forward promptly under the current federal administration. The CIB application was submitted before February 1st.

b) Other:

Executive Director McKee started by summarizing the Uinta Basin Hydrocarbon Conference he attended yesterday. Several leading oil producers provided future estimates of oil quantities planned for the Basin. Adam Sayers from Axia said their volumes could increase to 300k to 400k Bopd (Barrels per day) over the next 5-10 years. Commissioner Horrocks added that the limiting factor is access to outside markets. Mr. McKee agreed that is what was said and the Salt Lake City refinery capacity is only about 70k Bopd. The 2014 HDR study showed limited resource of oil in the Basin. This conference showed resources appear to be 55 Billion barrels. Commissioner Horrocks added that access by rail to outside markets is vital to the future of oil production. Commissioner May said these amounts of bulk commodity would make rail viable. One producer said 900,000 Bopd may be the potential. Commissioners asked if the full Board could review the presentations from the Conference, and Commissioner Horrocks indicated the conference was recorded & posted on YouTube. Mr. McKee said that the conference can be archived for the Coalition and that the conference can be summarized into useful clips for the Board to view.

9. Resolution approving Rail Regulatory Consultant (Mike McKee)

Executive Director McKee recommended Venable be considered for approval as the Rail Regulatory consultant. Commissioner Potter concurred and highlighted that Venable is experienced and capable, and that their costs were reasonable.

Motion to approve by Commissioner Ken May, seconded by Commissioner Phil Lyman. Unanimously approved 7-0.

It was proposed that the order of interviews be changed to start with L.E. Peabody and then the remaining companies in original order, followed by the Closed session prior to considering the Resolution Approving Rail Revenue Consultant.

Motion to approve by Commissioner Jack Lytle, seconded by Commissioner Lynn Sitterud. Unanimously approved 7-0.

Mr. McKee reminded the Commissioners that they should score each company and that the highest score across all Commissioners would be the selected Consultant.

10. Interview Rail REVENUE consultant L.E. Peabody (Board / Jae Potter)
Attended via teleconference.

11. Interview Rail REVENUE consultant R.L. Banks (Board / Jae Potter)
Attended in person.

12. Interview Rail REVENUE consultant AECOM (Board / Jae Potter)
Attended in person.

13. Interview Rail REVENUE consultant WSP (Board / Jae Potter)
Attended in person.

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

(potential real estate acquisition, trade secret related to procurement, personnel competency)

Motion to enter Closed session by Commissioner Jack Lytle, seconded by Commissioner Ken May. Unanimously approved 7-0.

Phil Lyman had to leave and left his Rail Revenue Consultant scoring sheets with Commissioner Potter.

Motion to leave Closed session by Commissioner Jack Lytle, seconded by Commissioner Ken Burdick. Unanimously approved 6-0-1 absent.

15. Resolution approving Rail Revenue Consultant (Mike McKee)

R.L. Banks was the top choice and it was proposed to approve the selection of R.L. Banks and allow Executive Director McKee and Mr. Johnson to negotiate and sign the contract not to exceed 10% above the proposed bid price.

Motion to approve by Commissioner Brad Horrocks, seconded by Commissioner Ken Burdick. Unanimously approved 6-0-1 absent.

16. Motion to adjourn (Jae Potter)

Motion to adjourn by Commissioner Ken Burdick. Meeting closed by acclamation.


[SEE NEXT PAGE FOR SIGNATURES]

Motion to approve meeting minutes by Commissioner Lytle, seconded by
Commissioner Burdick.

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 type="checkbox"/> No <input type="checkbox"/> <i>absent</i>
Uintah	Board Member	Yea <input checked="" type="checkbox"/> No <input type="checkbox"/>

6-0-1


Co-Chair Phil Lyman


Co-Chair Jae Potter

ATTEST:


Eric Johnson

