



SEVEN COUNTY INFRASTRUCTURE COALITION
MEETING MINUTES

May 11, 2018 at 10:00 a.m.
751 E. Main, Price, UT 84501
(435) 636-3214

Present: Jae Potter, Phil Lyman, Jack Lytle, Ken Burdick, Brad Horrocks, Lynn Sitterud
Also in attendance - Mike McKee, Brian Barton, Eric Johnson, Seth Oveson, Mike Hawley
Absent: Ken May
Attended telephonically: N/A

1. Welcome / Pledge of Allegiance (Phil Lyman)
2. Meeting Minutes of April 13, 2018 meeting (Phil Lyman)

Motion to approve April 13, 2018 minutes by Commissioner Jack Lytle, seconded by Commissioner Ken Burdick. Unanimously approved 6-0-1 absent.

3. Public Comment (Phil Lyman)

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
Mike Mckee	March-April	221.41	Director Travel - March
ETJ Law	1344	10,617.50	Uinta Rail Line - Legal
ETJ Law	1345	11,780.00	Legal Services
ETJ Law	1353	15,270.00	Legal Services
ETJ Law	1352	10,350.00	Uinta Rail Line - Legal
Jones & Demille	0118079	13,864.88	Uinta Rail Line
CIVCO Engineering, Inc	2018194	53,340.47	I-70 Transportation Corridor
Jones & Demille	0118077	8,515.73	General Planning (Category 8)
Jones & Demille	0118081	435.00	Transportation Corridor program mgmt.
Jones & Demille	0118082	8,745.75	Leland Bench Utilities
Jones & Demille	0118076	2,728.00	Planning Duchesne to Carbon Pipeline
Seth Oveson	10010	1,250.00	Accounting & Admin Services
Hatch, James & Dodge	31624	1,561.35	Legal Services CPCN Application
Total Payment		\$138,680.09	
Approval			

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

Seth Oveson indicated that the Coalition has sufficient funds through 2018 and should make a request to the CIB for additional funds in 2019. Commissioner Horrocks asked if Seth could sign the bottom of each invoice submitted for Board approval and Seth concurred. Commissioner Lytle asked if the name of each project could also be provided on each invoice for clarification and Seth concurred.

5. Resolution approving RFQ for Financial Director (Mike McKee)

The Executive Director informed the Board that Seth Oveson, the current Finance Director/Treasurer is taking a new job and his role with the Coalition will need to be filled. A hearty thanks from Executive Director McKee and the Board for all of Seth's tremendous work over the years. The Board has a great respect for Seth's integrity and decisions he has made.

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

6. Resolution approving NDA with Utah Thorium (Mike McKee)

Mike indicated that there is value in signing a Non-Disclosure Agreement with Utah Thorium company to enable further discussions.

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

7. Executive Director Report (Mike McKee)

Rail:

The rail study interviews are being completed. Further interviews will be completed in the coming weeks. It has been an aggressive schedule but it's going very well. So far, the indication confirms that Salt Lake is a captive market for oil. The CIB staff has been tremendously helpful with the interviews.

Commissioner Brad Horrocks commented he heard oil production has maxed out and wanted to know if that was the current reality. Executive Director McKee confirmed that is the case, which is due to issues at Salt Lake refineries, they are unable to take additional quantities of Uinta Basin Waxy Crude at their current capacity.

Thorium Energy:

Further discussions on opportunities to develop a center of excellence on Thorium for education and developing a trained workforce. Federal and State funding will be sought to support higher education.

Leland Bench Utilities:

Application is in to the CIB for first phase to provide power, however, power will be provided in another way, so this application is on hold for now. We are still pursuing the larger portion of the electrical project.

Eric Johnson indicated that they have identified an "anchor" company for this project. The metaphor he used was that much like a mall has an anchor store and then smaller stores down the hallway, this anchor company will attract other companies to the area. An important aspect is to provide needed utilities to the public in the area and not only to one private entity.

Seep Ridge Road:

Civco Engineering continues to work on this project and will need more time to complete it. Current timeframe for completion is end of 2018.

Broadband – Daggett County:

Approved with a two-year timeframe. While this project is not funded by the Coalition, the Coalition has been instrumental in resolving federal funding challenges that arose for the Daggett County Broadband project. Commissioner Jack Lytle expressed thanks to Mike McKee for all the great work on Broadband for Daggett County.

Executive Director McKee provided an update to the board regarding a meeting held in Colorado on the rail line with Colorado County Commissioners and the Colorado Governor's Office of Energy Development organization to discuss collaboration opportunities.

Commissioner Phil Lyman just returned from Washington D.C. and recommended that the Board consider Uranium industry projects in Utah as a potential project. Commissioner Lyman further noted that 90% of the U.S. nuclear power comes from foreign sources. Commissioner Lyman proposed a future resolution be adopted to support Uranium / Nuclear power. Executive Director McKee indicated a resolution could be ready for consideration for the next Board meeting.

Commissioner Phil Lyman said that building infrastructure is a lot of work and a massive undertaking to build something from nothing.

Eric Johnson highlighted Executive Director McKee's tremendous hard work, as well as the volume of work that Mike has gotten done. Eric noted that the volume of work done year-to-date in 2018 is already as much as the volume of work done for the entire calendar year of 2017, and that 2017 was double the volume of work done in 2016.

Eric then noted that the Build America Bureau will be at the National Association of Counties meeting in Sun Valley, Idaho later in May and they have asked to meet with the Coalition. He will let the commissioners know the day and time of the meeting should they choose to attend.

Eric Johnson proposed moving item #8 to be considered after the Closed session discussion and to move item #9 to be provided prior to going in to Closed session. The Board agreed to the proposed changes.

8. Monthly Infrastructure Report/Study Update (Brian Barton)

Brian Barton indicated they are working with urgency to help move projects forward. The Rail study and working R.L. Banks is progressing, as well as Leland Bench Utilities in regards to water resource and natural gas. Mike Hawley indicated a lot of coordination

has been going on with the water pipeline for the Upgrader. They have identified a water source and route that reduces the need for pumping. The water route is 15 miles long and will require only 1 booster pump, which reduces the overall project cost. In addition, they met with the Board of Water Resources and will submit an application by June 1st for funding for water. The route for the water pipeline will avoid all federal grounds, eliminating the need for federal permitting.

Brian Barton then indicated they are working with the USDA and Pam Juliano to identify and obtain optimal funding and they are also working with the CIB staff. They are compiling a summary of preliminary requests to provide to the CIB for funding of \$30M needed for near term efforts.

9. Closed (executive) Session pursuant to §52-4-205 (Eric Johnson)
(potential real estate acquisition, trade secret related to procurement, personnel competency)

Eric Johnson then introduced the issues for discussion in the Closed session, which were personnel competency issues.

Motion to enter Closed session by Commissioner Jae Potter, seconded by Commissioner Jack Lytle. Unanimously approved 6-0-1 absent.

Motion to leave Closed session by Commissioner Jae Potter, seconded by Commissioner Lynn Sitterud. Unanimously approved 6-0-1 absent.

10. Resolution authorizing addendum to the Rail Study Consultant Contract (Mike McKee)

Executive Director McKee requested an additional not to exceed value of \$16,000 for R.L. Banks due to scope creep in the volume of interviews to be performed. He indicated that in doing so this would result in a more thorough rail study result. Mike McKee also requested additional funds to include the Waxy Crude Consultant and travel costs to be taken from the oil pipeline funds.

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

11. Motion to adjourn (Phil Lyman)

Motion to adjourn by Commissioner Jae Potter, seconded by Commissioner Lynn Sitterud. Unanimously approved 6-0-1 absent.

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

SEVEN COUNTY INFRASTRUCTURE COALITION VOTING:

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

6-0-1

Phil Lyman
Co-Chair Phil Lyman

absent
Co-Chair Jae Potter

ATTEST:

Eric Johnson
Eric Johnson

