



SEVEN COUNTY INFRASTRUCTURE COALITION
MEETING MINUTES

June 8, 2018 at 10:00 a.m.
751 E. Main, Price, UT 84501
(435) 636-3214

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

1. Welcome / Pledge of Allegiance (Phil Lyman)
2. Meeting Minutes of May 11, 2018 meeting (Phil Lyman)

Motion to approve May 11, 2018 minutes by Commissioner Jack Lytle, seconded by Commissioner Ken May. 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	April 13 – May 4	195.60	Director Travel - April
Mike Mckee	May 4 – May 30	1,529.69	Director Travel - May
ETJ Law	1360	6,500.00	Legal Services
ETJ Law	1361	27,001.46	Uinta Rail Line - Legal
Seth Oveson	10011	1,250.00	Accounting & Admin Services
CIVCO Engineering, Inc	2018226	47,297.72	I-70 Transportation Corridor
Jones & Demille	0118254	10,356.05	General Planning (Category 8)
Jones & Demille	0118253	10,186.10	Uinta Rail Line
Jones & Demille	0118252	12,897.67	Leland Bench Utilities
Jones & Demille	0118255	2,405.00	Planning Duchesne to Carbon Pipeline
R.L. Banks & Associates	1	32,582.71	Uinta Rail Feasibility Study
Utah Media Group		370.00	RFQ Financial Director
Total Payment Approval		\$152,572.00	

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

Question by Commissioners Horrocks and Lytle on the oil pipeline study and when it will be finalized and using Marc Eckels on rail/oil pipeline to study target markets / refineries. This was raised last month and the CIB is aware that this will come from the oil pipeline study for Duchesne / Carbon. Current estimate is between \$10,000 to \$20,000. Eric Johnson indicated that legal expenses were higher in May because of concerns about CIB funds to be spent on rail extending into Colorado. In addition, legal met with Utah Attorney General to get a clear answer on whether the through put funds must be used or not.

5. Resolution selecting Financial Director – Smuin Rich Marsing (Mike McKee)

If Smuin Rich Marsing is retained as Financial Director then they cannot act as auditor moving forward. Seth Oveson said the bid is in reasonable range. The board concurred with creating a 5-year contract with Smuin Rich Marsing.

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

6. Resolution supporting safe uranium development (Mike McKee)

Commissioners Phil Lyman and Ken May spoke in favor of the resolution and the importance of uranium mining on the Colorado Plateau.

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

7. Resolution approving RFQ on Rail EIS/Engineering (Mike McKee)

The rail project is a multi-stage for EIS & Engineering. This resolution is authorizing finalization and publication of the RFQ. Eric Johnson thanked Venable and Engineering firms for all of their work on the input on the RFQ.

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

8. Resolution supporting San Juan strategic plan/trails (Mike McKee)

The Executive Director indicated that San Juan County would like to use some BEAR grant funds for the trails. There is a possibility to match with other funds. This is a resolution in support.

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

9. Executive Director Report (Mike McKee)

Rail Study Update:

Video clips were shared from the recent Uinta Basin HydroCarbon Conference which included 1) Matt Cooley of Newfield, 2) Chris Sutton of Crescent Point, and 3) Adam

Sayers of Axia. Potential production of 200k to 300k BOPD (Barrels of oil per day) as opposed to only 80k BOPD today. Brad Horrocks shared how very open the oil producers were and that they said the oil is available and they need help from government. A draft of the Rail study will be available in July, and the Coalition anticipates sharing study results with the CIB. There will be a meeting with the Governor on Monday. In addition, Kathleen Stacks (Office of Energy in Colorado) is setting up a meeting with Governor Hickenlooper. In addition, there was a meeting at Kylie Cannon with the Build American Bureau on RRIF loan. The Coalition should qualify as a rural borrower at half the federal borrowing rate, which presently would be about 1.6%. Mike indicated that there will be a meeting with the Tribes again once the Rail Feasibility Study results are finalized.

Thorium Energy Center of Excellence:

A meeting was held with the Governor's Office of Energy Development. A meeting is scheduled with the Legislative Interim Committee for Utilities, Energy & Technology. There is an upcoming meeting with AlphaTech and all of the commissioners are invited to attend should they choose to do so. Ken May and Jack Lytle indicated they would like to attend.

Leland Bench:

Obtaining final demand volumes for power, water and natural gas. Phase II full buildout plans are being drafted. Timeframe is to be up and running by 2nd quarter of 2021.

10. Resolution supporting Western States Rural Natural Gas Initiative (Mike McKee)

Jordan Clark, Office of Energy Development, explained the need for additional infrastructure for natural gas and for coal to give better access to Pacific Rim markets via Jordan Cove / Coos Bay and Ensenada Mexico. A meeting was held two years ago with representatives from Japan. Mike McKee mentioned that U.S. natural gas is inexpensive and in Asia it is comparatively expensive. Ken May said in the past there has been real difficulty getting Utah products, and especially minerals, shipped off the west coast and asked about opposition. Jordan Clark said good multi-state support, such as this, should help. Mr. Clark indicated that trade with Mexico is increasing and that Mexico is a strategic partner for our natural resources and that China has indicated they no longer want to rely solely on Russia for natural gas and they would prefer to buy from the U.S. if it is available.

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

11. Monthly Infrastructure Report/Study Update (Dan Hawley)

Mr. Hawley indicated that Jones and DeMille are coordinating on Leland Bench Utilities. They have worked with Don Hamilton on natural gas. And, they are looking at other rail line options.

12. Resolution approving Municipal Advisor – Lewis Young Robertson Burningham (Mike McKee)

Eric Johnson indicated that there were 4 RFQ responses for Municipal Advisor and Zions was selected in January. Zions has asked to withdraw as the Municipal Advisor. He also indicated that to date Zions has not provided any support in the capacity as Municipal Advisors. Mr. Johnson proposed the Resolution approving Lewis Young Robertson Burningham (LYRB), whose bid is actually \$50/hr less than Zions, as the Coalition's Municipal Advisor. Commissioner Lytle asked if LYRB is able to start right away and Eric indicated they are ready to start right away.

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

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

No closed session was held

14. Motion to adjourn (Phil Lyman)

It was noted that Ken May was given the Lifetime Achievement Award from the Governor and the Commissioners congratulated Ken on the honor.


Motion to adjourn by Commissioner Ken May, adjourned by acclamation.

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

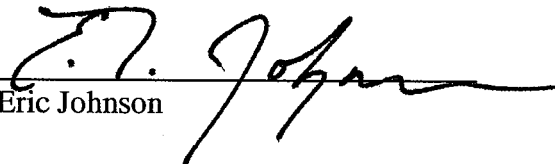
SEVEN COUNTY INFRASTRUCTURE COALITION VOTING:

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 type="checkbox"/>	No <input type="checkbox"/>	absent
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 type="checkbox"/>	No <input type="checkbox"/>	absent


Co-Chair Phil Lyman


Co-Chair Jae Potter

ATTEST:


Eric Johnson

