

MINUTES OF THE **WORK SESSION** OF THE BOARD OF TRUSTEES OF THE CENTRAL UTAH WATER CONSERVANCY DISTRICT HELD WEDNESDAY, NOVEMBER 15, 2023, 12:00 PM AT DISTRICT HEADQUARTERS, OREM, UTAH.

TRUSTEES PRESENT

Wayne Andersen, Acting Chair	Marvin Kenison (electronic)	Jim Riding (electronic)
Jon Bronson	Kathy Wood Loveless	Jennifer Scott
Kirk Christensen	L. Alma Mansell	Edwin Sunderland
Wade E. Garner	Greg McPhie	Randy Vincent
Max Haslem	Eldon Neves	

TRUSTEES EXCUSED

Shelley Brennan	Steve Hanberg
Steve Farrell	Brad Wells

STAFF PRESENT

Gene Shawcroft, General Manager	Mandy McClellan, Records Manager
Lisa Anderson, Board Executive Assistant	Devin McKrola, Bonneville O&M Manager
Kirk Beecher, Lands Manager	Robert Moore, Legal Counsel
Jim Brooks, Human Resources Manager	Rachel Musil, Water Rights Manager
Blake Beuhler, Project Engineer	Roger Pearson, CUPCA/Special Programs Mgr
Brent Chase, Computer Systems Specialist	Brad Perkins, Project Engineer
Heath Clark, Asset Management Manager	Dave Pitcher, Assistant General Manager
John Coker, IT Manager	Mike Rau, Water Quality Manager
Mitch Dabling, Engineering Manager	Bronson Stewart, Controller
Jared Hansen, CUP Manager	Amanda Strack, Water Conservation Manager
Shawn Lambert, CFO	Mike Whimpey, Assistant General Manager
Cort Lambson, Engineering Manager	Cindy Willard, Records Assistant
Rick Maloy, Director of Communications	Gerard Yates, Deputy General Manager

Acting Chair Wayne Andersen called the Work Session to order at 12:09 p.m.

Wayne turned the time over to Gene Shawcroft, General Manager. Gene stated that there would be a few reports from staff covering items listed on the Board Meeting agenda.

Blake Buehler, Project Engineer, reported on the District's updated Hazard Mitigation Plan explaining that the plan covers both natural hazards and malevolent acts. He stated that the plan is required by FEMA if applying for grant money and he then covered some of the projects identified in the plan. Blake explained that the Resolution allows the pursuit of funding and implementation of plan mitigation actions but does not require the District to pursue any specific mitigation actions or expend any internal funds.

Rob Moore, General Counsel, reviewed the documents related to the Spurlino property purchase and sale agreement which were sent via email to the Trustees. He stated that the due diligence date will be December 1, 2023 with closing to occur in early December. The purchase and sale agreement also assigns the current property lease to the District as landlord or lessor. In response to a question, Rob

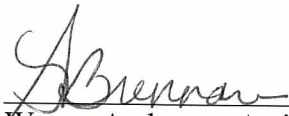
responded that there is no concern that water shares will not be delivered. In response to another question, Rob stated that Kilgore, who holds a current lease on the property, is expected to extract the remaining materials by the end of 2024.

Rob then updated the Board on the Sanpete County withdrawal from the District. He stated that the agreement specifies that by the end of 2023, the County would qualify to receive \$5M for shovel-ready projects, as defined in the document. However, if projects are not shovel-ready until the end of 2024, the amount available reduces to \$2.5M. As of January 1, 2025, there will be no financial obligations to Sanpete County.

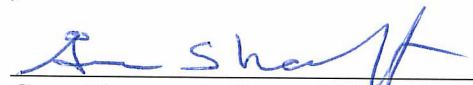
Rob then reported that by statute, the effective date of the withdrawal is when the Lt. Governor's office accepts the withdrawal and then taxing obligations from Sanpete County to the District cease. The documents to be approved in the Board Meeting today include a resolution, a final local entity plat, and a notice of pending boundary action. Rob stated that 10 days from approval, the District must submit the documents to the Lt. Governor's office and then they have 10 days to approve the withdrawal, and then the County's tax obligation to the District ceases. In response to a question, Rob stated that the Lt. Governor's office can't reject the proposal if it meets the obligations listed in the statute. In response to a question Rob stated the Board could vote to not allow the withdrawal however, the Board would need to articulate why they rejected it.

John Coker, IT Manager, gave a quick report on cybersecurity issues at the District. He stated that the District constantly monitors the security of the SCADA and networks. John reported that in January 2023 a brute force attack of 5,000 attempts per minute tried to access the computer systems. He said that the IT Department is working hard to keep the District safe and continually reviewing and learning as the technology changes rapidly. In response to a question, John stated that fiber technology is being added to communicate between facilities and help with security.

Wayne adjourned the Work Session at 12:38 p.m.



Wayne Andersen, Acting Chair OR Shelley Brennan, Chair

  
Gene Shawcroft, General Manager