

**GWSSA OPERATING COMMITTEE MEETING
3025 E. SPANISH TRAIL ROAD, MOAB, UTAH
THURSDAY JULY 18TH, 2024 – 7:00 P.M.**

The meeting was called to order by Dan Pyatt at 7:02 p.m. at the Agency Office, 3025 E. Spanish Trail Rd., Moab, Utah. Other trustees present: Gary Wilson, Mike Holyoak, Brian Backus, Trisha Hedin, Rani Derasary, Rick Thompson, Dale Weiss, Steve Getz, Mike Duncan, Luke Wojciechowski

Others present were Ben Musselman, Kristi Taylor, Doug Rasmussen

Board Members absent were Kevin Clyde, Ben Wilson.

Minutes – Board meeting of 6-20-2024 Motion to approve the minutes of 6-20-2024 board meeting as presented by Dan Pyatt was made by Dale Weiss, Second by Mike Holyoak. MOTION CARRIED UNANIMOUSLY.

Citizen to be heard There were no citizens to be heard.

Approval of Checks and Expenditures 6-20-24 to 7-18-24 Presented by Ben Musselman who stated there was nothing unusual or out of the ordinary MOTION by Dale Weiss to approve the checks presented, second by Rick Thompson. MOTION CARRIED UNANIMOUSLY.

Financial Statement Presented by Ben Musselman. Ben explained that while there may be some areas that are showing negatives, it's because a lot of work is being done out of our own inventory, and we are unable to replace the parts in our inventory at the moment. Inventory/parts are on backorder. Once we get those parts back into our inventory it will correct itself. Kristi Taylor, Bookkeeper for GWSSA, states as of the end of June, GWSSA revenue is at 54% of budgeted amount and interest is at an all-time high and currently above 300% of budgeted amount. No questions by board members.

Audit Report Presented by Doug Rasmussen, C.P.A. with SMUIN, RICH, & MARSING. Doug states that it is their clean opinion that they did not find anything that is materially wrong with the financial statements, from the work that they performed for the agency. For the Management Discussion Analysis, he provided financial highlights and where it came from. He explained the net operating income 1.5 million dollars this past year, with non-operating revenues and transfers, overall the Agency had a positive of \$944,000.00. GWSSA had an increase of positive cash flow for 2023 of almost \$894,000.00. Doug also presented a mandatory report that showed that if the Agency wasn't in existence, that the Water Conservancy District this past year would have had a net loss of almost \$564,000; Spanish Valley would have had a net income of 1.1 million.

A review of internal controls and compliance, based on testing, showed no instances of noncompliance that needed to be reported. As far as State Compliance goes, they found that there were no deficiencies in internal control over compliance that were considered to be material weaknesses or significant deficiencies. Doug said this is a very good job and a very good audit report and he concluded it.

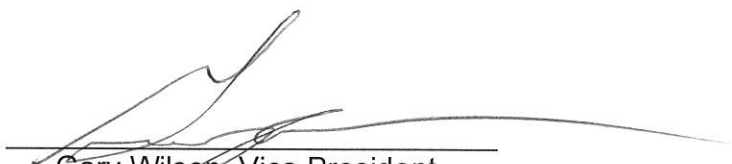
A question was asked about making a profit as a government entity, if there was an issue with carrying money in the bank as it belongs to the tax payer. Doug answered that with the Enterprise Fund, which is how the Agency runs, there are no restrictions on how much the agency can hold year after year.

Letter of Intent for purchase of Water Right Number 05-295 Discussion/ Approval The letter gave the option to withdraw if the purchase does not go well. There are complications with the water right that the owner is trying to resolve. Ben Musselman states if the owner cannot get the complications cleared up, it will become null and void. A question was brought up about a right-of-access for using it as a monitoring well, but Ben doesn't believe we will do anything with it except abandon it as it is around 73 feet deep and old. Gary Wilson believes it should be abandoned and the seller should pay half of the abandonment charges and would like it added to the agreement. The owner doesn't know where the well is exactly and is still trying to find it. The

Adjournment MOTION TO ADJOURN by Mike Holyoak. Second by Rick Thompson. MOTION CARRIED UNANIMOUSLY. The Meeting adjourned at 7:59 PM.

ATTEST:


Ben Musselman, Agency Manager


Gary Wilson, Vice President