

**PROVO RIVER DISTRIBUTION SYSTEM
MINUTES OF THE ANNUAL MEETING OF THE BOARD OF DIRECTORS
JANUARY 9, 2001**

Pursuant to the Articles of Association, as amended by the Provo River Distribution System, and due notice having been given to all members, the Board of Directors of the Provo River Distribution System convened at 10:00 a.m. on January 9, 2001 in CUWCD conference room C at 355 West 1300 South, Orem, Utah.

Presiding: J. Edwin Ure, Chairman

Board Members Present:

J. Edwin Ure, Chairman
Sherman A. Giles
Harvey VanWagoner, Vice-Chairman
Bart Simons
Boyd Rollins
Jack Jones
Russell O. Brown
Reed Jensen, Sec./Treasurer
Farrell Knight
Daryl Devey

Representing:

Group 1 - Kamas Valley Canals
Group 2 - Upper Provo, East Heber Valley
Group 3 - Upper Provo, West Heber Valley
Group 4 - Provo City Canals
Group 5 - East Provo Canals
Group 6 - Provo Bench Canals
Group 7 - Provo Reservoir Water Users Assn.
Group 8 - Provo River Water Users Assn.
Group 9 - Upper Provo Individual Rights
Group 10 - Central Utah Water Conservancy Dist.

Others Present:

Stanley Roberts
J. Fred Gummon
Steve Cain
Jonathan Clegg
Jeff Bryant
Keith Denos
Milo Barney

Provo River Commissioner
Deputy Commissioner
Provo River Water Users Association
Provo River Water Users Association
Jordan Valley Water Conservancy District
Provo River Water Users Association
Utah Division of Water Rights

Adoption of Minutes of Annual Meeting held January 11, 2000

No corrections to the minutes were noted. A motion to approve the minutes was made by Director VanWagoner; seconded by Director Knight and carried unanimously.

Election of Officers

Director Giles moved that the rules be suspended and that the same officers be retained. The motion was seconded by Director Jones, and it carried unanimously.

2000 Financial Reports and Delinquent Accounts

Commissioner Roberts reviewed the 2000 financial reports with the Board. Total expenditures for the year totaled \$114,529.81, which included \$2,000.00 - for the Lake Creek area. The budget for the same period was \$119,100.00. Total revenues for the year were \$126,358.31 which included a transfer of \$2,069.00 from the Lake Creek account and interest income of \$4,138.01. The balance in the Provo River Distribution System (PRDS) fund at 12/31/00 was \$53,480.45.

The Lake Creek fund had a balance of \$4,883.43 at 12/31/00.

The total of the delinquent accounts was \$1,680.70. There was a brief discussion about the delinquencies. Most of the individuals have moved or could not be located.

Director Jones made the motion to approve the 2000 financial reports. The motion was seconded by Director Devey and it carried unanimously.

Commissioner's & Deputy Commissioner's Report - 2000 Operations

Deputy Commissioner Giles' report:

SUMMARY OF THE 2000 IRRIGATION SEASON FOR THE HEBER AND KAMAS VALLEYS

There was very little precipitation in the fall months of 1999. The snowfall was below normal through the winter with almost no precipitation in the spring of 2000, resulting in much below normal for the 2000 irrigation season.

There was an earlier than usual snow melt on the lower watershed. The Provo River did not have a high runoff flow at any time. The river also peaked earlier than usual on the 26th of May, at less than 3,000 CFS with the Duchesne Tunnel and the Weber Diversion shut off.

The 17th class water rights were cut off on June 16. The river went down to 70% of the first class water rights on July 14, and to 40% on July 27. The river operated at 40% of the first class rights until August 29. Due to some good rainfall, the river was brought up to 60% of first class rights for the balance of the irrigation season.

In the Heber Valley, the Extension Irrigation Company with a 14th class water right and some storage in the Jordanelle Reservoir, was shut dry on July 13. The Timpanogos Irrigation Company, with a 14th class water right and some storage in Jordanelle, bought some water from Beaver and Shingle Creek Company in the Kamas Valley, and were able to run their canal until July 29 when it was shut dry. With the shortage of water and very little rainfall, the crops and pastures were very poor and much below normal in the Heber Valley.

When Deer Creek Reservoir was built, people in the Kamas Valley had the foresight to buy rights in the Reservoir. The South Kamas and Washington Irrigation Companies were able to run 50 CFS of water in their canal until August 22, which is near the end of their irrigation season.

Needless to say, with the shortage of water, it was not the easiest season to administer the water along the Provo River. Most water users were cooperative, but some users thought they had better water rights than the decree said. All in all, I think we did pretty well with what we had to work with.

I enjoyed the cooperation of the Provo River Water User's Association, the Central Utah people, and the State Engineer's Office personnel and the assistance and advice of Commissioner Roberts.

Commissioner Roberts' report:

PROVO RIVER SUMMARY 2000

Work was completed on the canal portion of the Wasatch Efficiency Project. This included new diversion and control structures and new measuring flumes for the Timpanogos, Wasatch and North Field canals. Work remains on the pressurized part of the project. However, it is anticipated to be operational this next irrigation season.

A new measuring device, ramp flume was installed on the Midway River ditch. It functions well and will serve as a model for future measuring devices on the system. There are several small measuring devices that still need attention.

For the first time in several years, water was not plentiful. Deer Creek and Jordanelle Reservoirs did not fill and secondary rights on the lower Provo did not last long. Class A Rights were delivered as follows:

Up to July 19	100%
July 20 to July 26	80%
July 27 to Aug. 31	60%
Sept. 1 to Sept. 15	70%
Sept. 16 on	100%

The Upper Lakes filled and those rights were fully met, with the exception of Provo City's low priority right.

A motion to accept the Deputy Commissioner's and Commissioner's reports, as presented, was made by Director Knight seconded by Director VanWagoner, and it carried unanimously.

Nomination of Commissioner and Deputy Commissioner for 2001

Director Devey made the motion to recommend to the State Engineer that Stanley H. Roberts, Jr. be retained as Provo River Commissioner for the next four years. The motion was seconded by Director Jones and it carried unanimously.

Commissioner Roberts recommended that Sherman Giles be retained as Deputy Commissioner for the upper valleys, and Fred Gummow be retained as Deputy Commissioner for Utah Valley. Director Van Wagoner made the motion to accept this recommendation. The motion was seconded by Director Devey and it carried unanimously.

2001 Budget

The budget was reviewed in detail, and the following adjustments were made:

1. Director Jones made a motion to increase the Commissioner's & Deputy Commissioner's salaries by 3.5%. The motion was seconded by Director Devey and it carried unanimously.
2. Social Security was increased in accordance with the salary increase.
3. The retirement contributions for Commissioner Roberts and Deputy Commissioner Giles were adjusted to \$7,785.00 and \$3,800.00 respectively.
4. Travel expense for Commissioner Roberts was increased to \$3,200.00 and Deputy Commissioner Giles' was decreased to \$2,000.00. This represented a cumulative decrease of \$500.00.
5. Health insurance was increased by \$1,440.00, which represented a 10% increase.
6. Committee expense was increased by \$3,300.00 to cover additional meetings to be held by the PRDS board and the cost of a sub-committee set up to study wells and ways to assess and monitor them.
7. All other expense categories remained the same.

With these adjustments, the 2001 budget was set at \$129,400.00, which represents an increase of \$7,300.00 above the 2000 budget. Director Knight made the motion to approve the budget, as outlined. Director Van Wagoner seconded the motion and it carried unanimously..

A motion was made by Director Brown to set the assessment at the amount of the budget, which is \$122,100.00 less than the \$3,000.00 for the Lake Creek area. The motion was seconded by Director Van Wagoner and it carried unanimously.

Other Business

To keep Directors better informed as to what was happening in other Director's areas, it was suggested that each Director take a couple of minutes at board meetings and report on their area and discuss any problems they are incurring. This will be implemented at the next meeting.

Commissioner Roberts discussed the problem of change applications and exchanges, and the fact that they are not being assessed. A lengthy list of these changes and exchanges (attached) was prepared by the State Engineer's office and presented to the board. A motion was made by Director Brown to form a committee to study these approved change applications and exchanges, and determine a method to assess them and to monitor them. The motion was seconded by Director Simons and it carried unanimously.

Director Knight made the motion to have Directors Ure, Devey and Brown be that committee. The motion was seconded by Director Simons and it carried unanimously.

Adjournment

Director Van Wagoner made a motion to adjourn the meeting at 12:10 p.m. It was seconded by Director Giles and it carried unanimously.