

**PROVO RIVER DISTRIBUTION SYSTEM
MINUTES OF THE ANNUAL MEETING OF THE BOARD OF DIRECTORS
JANUARY 11, 2000**

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 11, 2000 in a CUWCD conference room 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:

Darrell Kinyon
Jonathan Clegg
Jeff Bryant

Provo River Water Users Association
Provo River Water Users Association
Jordan Valley Water Conservancy District

Adoption of Minutes of Annual Meeting held January 12, 1999

No corrections to the minutes were noted. A motion to approve the minutes was made by Director VanWagoner; seconded by Director Rollins 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.

1999 Financial Reports and Delinquent Accounts

Commissioner Roberts reviewed the 1999 financial reports with the Board. Total expenditures for the year totaled \$112,374.56, which included \$2,000.00 - for the Lake Creek area.

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WATER RIGHTS
SALT LAKE

The budget for the same period was \$115,000.00. Total revenues for the year were \$106,788.03, which included a transfer of \$5,161.61 from the Lake Creek account. The balance in the Provo River Distribution System (PRDS) at 12/31/99 was \$41,576.35.

The Lake Creek fund had a balance of \$6,432.99 less \$2,000.00, which will be transferred to the PRDS fund.

The delinquent accounts were reviewed. Director Knight will check on the Floyd McAfee delinquency. Director Devey will check with BOR on the Grant Webster right, which they purchased. Commissioner Roberts will collect the money Geneva Steel Co. owes. Director Simons will get a current address for Dale Roylance.

Director Knight made the motion to approve the 1999 financial reports. The motion was seconded by Director Van Wagoner and it carried unanimously.

Commissioner's & Deputy Commissioner's Report - 1998 Operations

Deputy Commissioner Giles' report:

SUMMARY OF THE 1999 IRRIGATION SEASON FOR THE HEBER AND KAMAS VALLEYS

The winter of 1998-99 was very mild temperature-wise. Through the winter months, only about 75% of normal moisture fell in the Uintah Mountains on the Provo River watershed. Good rains in the Spring months in the upper valleys put some snow on the watershed and, at one point, the precipitation reached in the upper eighty percent of normal range.

When the runoff started on the river, there was never any real high flows. We had high water 17th class in the canals until July 8. We had some secondary water the entire irrigation season. Some good rains up until the middle of June, and rains periodically the rest of the summer made the irrigation season one of the better seasons we have had. The crops were all better than normal and the valleys were green until the frost came in late fall.

There are some changes in structures along the river due to the Provo River Restoration Project and the Heber Valley Sprinkling System.

I enjoyed the 1999 irrigation season very much with water users on the Provo River. Commissioner Roberts, the Provo River Water Users Association, the Central Utah people and the State Engineer's Office all contributed to the success of the irrigation season.

Commissioner Roberts' report:

PROVO RIVER SUMMARY 1999

Progress on the Provo River Restoration Project in Heber Valley was significant this year. Land and rights of way were purchased and construction started on the channel above the Wasatch Diversion. The river banks were cut down and the channel was made into a meandering pattern. This section is to serve as a pilot project for the river through the rest of the valley. As part of this project, the United States Bureau of Reclamation has taken over the responsibility for maintenance of the river between the two reservoirs.

The Wasatch Efficiency Project is presently in the middle of construction. The Timpanogos Diversion Dam and outlet structure is being replaced, as well as the Wasatch Diversion Dam and outlet structure. Also, work is progressing on new measuring structures for the Wasatch Canal and Northfield Canal. It is planned that all of the construction will be completed such that there will be no conflict with the irrigation season; however, a lot of work remains to be done for this to happen.

The measuring device on the Midway River Ditch has not been replaced yet, but is planned for next Spring.

Work was completed this year on the stabilization of Wall Lake Dam. All of the dams on the upper lakes now have been rebuilt for use or stabilized.

With the proposed development around Jordanelle Reservoir, considerable activity has revolved around the Ontario Drain Tunnel. A water treatment facility is presently under construction and some water exchange applications are pending.

Water was delivered this past summer to Highland City's secondary system. Central Utah Project facilities were used to do this with the possibility that the Murdock Canal may be used sometime in the future.

Water was plentiful this year, but not as much as in 1998. Extra allotment for Deer Creek stockholders was available from May 27 through June 29, and secondary water remained throughout the season, but in diminished amounts at the end.

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

Nomination of Commissioner and Deputy Commissioner for 2000

Director Knight made the motion to recommend to the State Engineer that Stanley H. Roberts, Jr. be retained as Provo River Commissioner for 2000. The motion was seconded by Director Simons 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 Devey made the motion to accept this recommendation. The motion was seconded by Director Van Wagoner and it carried unanimously.

2000 Budget

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

1. Director VanWagoner made a motion to increase the Commissioner's & Deputy Commissioner's salaries by 3%. The motion was seconded by Director Simons and 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 \$7,520.00 and \$3,700.00 respectively.
4. Health insurance was increased by \$1,200.00.
5. Miscellaneous expense was set at \$1,551.00
6. All other expense categories remained the same.

With these adjustments, the 2000 budget was set at \$122,100.00, which represents an increase of \$4,100.00 above the 1999 budget. Director Jones made the motion to approve the budget, as outlined. Director Brown 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

There was no other business.

Adjournment

Director Van Wagoner made a motion to adjourn the meeting at 11:45 a.m. It was seconded by Director Simons and it carried unanimously.