

Present: Joey Campbell, Clark Fawcett, Kelly Wilson, and Scot Pectol

Staff: Mike Chandler, Matt Goodrich, Darrel Humphries, Fay Reber, Melissa Stewart, Gary Wilcox, Steve Hirschi, Heath Ruesch, Dean Holmstead, Braxton Crystal

Audience: Daniel Sorenson, Sherlynn Davis, London Saxton, Kystal Holmstead, Brian Higley, Julia Crystal, and Aaron Kraft (came in after the closed meeting with the audience)

Prayer and Pledge: Kelly Wilson

Public Comments: None

The board had no conflicts of interest to declare.

Motion by Kelly Wilson to approve the minutes from January 22, 2026. Second by Clark Fawcett. Motion carried by unanimous vote.

Steve Hirschi presented the 2025 Safety Employee of the Year award to Braxton Crystal. Joey Campbell read the nomination for the award. Steve presented the award along with Mike Chandler.

Steve Hirschi presented the yearly safety report for 2025. The district set a goal to reduce accidents by implementing changes such as the near-miss program and extra CDL training. There was also an increased focus on job hazard analysis, leadership, and confident supervision. Proper uses of PPE and reminders from managers and supervisors. Scot Pectol praised Mike for the Near Miss Program.

Fay had no legal matters to discuss.

Darrel Humphries presented the 2025 Fraud Risk Assessment for review and requested approval from the board. We are currently at a low level of risk.

Motion by Clark Fawcett to approve Fraud Risk Assessment. Second by Scot Pectol. Carried by unanimous vote.

Darrel requested approval of a financial advisor service provider for Ash Creek. Three proposals were presented to the board. The staff recommended using Stiffel as the financial advisor.

Motion by Kelly Wilson to approve using Stiffel as the district's financial advisor service provider. Second by Scot Pectol. Carried by unanimous vote.

Darrel presented a report on the 2025 financial year. Darrel discussed the operational budget, impact fee, interest income, and capital expenditures. All revenues were close to the budgeted amounts. Operational expenditures were less than budgeted. Darrel expected to see an increase in operational expenditures in 2026 as the treatment plant came online. There will also be a

decrease in interest revenue because of falling interest rates and lower reserves in the district savings accounts.

Fay Reber informed the board of the reasons they may go into a closed session. The closed session was requested to discuss an individual's character/competence.

Motion by Clark Fawcett to go into a closed session to discuss an individual's character or competence. Second by Scot Pectol. Carried by unanimous vote.

The audience was invited to return after the closed session.

Motion by Kelly Wilson to endorse the termination of the employee with no additional benefits. Second by Scot Pectol. Passed by unanimous vote.

Michael Chandler discussed the need to reimburse for the upsizing of infrastructure for a subdivision pipeline with Mark Schnipple and trustees. At the district's request, they upsized the required eight-inch line to ten-inches for future growth. The cost of the upsize was \$11,375.00.

Motion by Clark Fawcett to approve the reimbursement of \$11,375.00 for the cost of the sewer pipe upsize. Second by Joey Campbell. Carried by unanimous vote.

Mike discussed House Bill 501 and how it could affect the district's monthly fee in the future. It appeared to have some changes in the final draft that would exclude the district from the law.

Mike talked about sanitary sewer overflows that occurred in 2025. The two incidents were caused by flooding and construction materials. The district is in the process of upsizing the trestle on the LaVerkin bridge to a larger pipe that will go to the Confluence Treatment Facility.

Mike reported on the Confluence Treatment facility.

Mike thanked each city for doing our monthly billing. He asked board members to do an evaluation of the time and cost of doing Ash Creek's sewer billing, so we can get an idea of what the overhead cost is and give each city the compensation they deserve. He discussed changing the billing agreement to allow each city to charge what they needed for doing the billing and the district would collect the whole amount that is billed for them.

Motion to adjourn by Joey Campbell. Second by Kelly Wilson.