PUBLIC NOTICE is hereby given that the Ash Creek Special Service District Board will hold its regular meeting on Thursday, the 26th day of March 2026, at the Ash Creek SSD Office, 1350 S. Sand Hollow Rd. Hurricane, Utah 84737

Commencing at 6:00 PM

1. Call to Order — Dan Catlin
2. Scot Pectol — Prayer & Pledge of Allegiance
3. Public comments: Public Participation (no action will be taken on any item until it is properly agendized). Citizens wishing to speak during public participation are asked to go to the podium, state their name for the record, and limit comments to a minimal duration and/or no longer than three (3) minutes.
4. Board comments and declaration of conflicts of interest.
5. Discussion and approval of minutes from the February 26, 2026, meeting.
6. Fay Reber — 10 minutes — Discussion of legal matters.
7. Darrel Humphries — 10 minutes — Report on bond arbitrage payment.
8. Michael Chandler — 20 minutes
   a. Discussion and possible motion concerning approving the parameters resolution for the Virgin Pump/Pipeline Project.
   b. Superintendent's report on other operational matters.

Posted on the 23rd day of March 2026
Michael Chandler, Superintendent

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 uphold 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.

## Ash Creek Special Service District
## Checking
## Bank Deposit Register - 02/23/2026 to 03/23/2026

| Deposit Number | Deposit Date | Payment Amount | Transfer Amount | Fund |
|---|---|---|---|---|
| 3640 | 02/23/2026 | 29,449.91 | 0.00 | 1 District |
| 3641 | 02/24/2026 | 68,200.00 | 0.00 | 1 District |
| 3644 | 02/27/2026 | 23,600.00 | 0.00 | 1 District |
| 3645 | 03/02/2026 | 4,659.76 | 0.00 | 1 District |
| 3647 | 03/09/2026 | 0.00 | -518,000.00 | 1 District |
| 3649 | 03/09/2026 | 0.00 | -1,480,000.00 | 1 District |
| 3651 | 03/05/2026 | 35,255.00 | 0.00 | 1 District |
| 3652 | 03/06/2026 | 27,548.00 | 0.00 | 1 District |
| 3654 | 03/10/2026 | 19,701.45 | 0.00 | 1 District |
| 3655 | 02/27/2026 | 398.08 | 0.00 | 1 District |
| 3657 | 02/23/2026 | 410.83 | 0.00 | 1 District |
| 3661 | 02/25/2026 | 3,468.19 | 0.00 | 1 District |
| 3662 | 03/12/2026 | 40,480.67 | 0.00 | 1 District |
| 3663 | 03/13/2026 | 103.78 | 0.00 | 1 District |
| 3664 | 03/13/2026 | 38,626.00 | 0.00 | 1 District |
| 3665 | 03/16/2026 | 626,487.00 | 0.00 | 1 District |
| 3666 | 03/18/2026 | 29,965.00 | 0.00 | 1 District |
| 3667 | 03/19/2026 | 54,890.00 | 0.00 | 1 District |
| 3668 | 03/16/2026 | 410.83 | 0.00 | 1 District |
| | | **$1,003,654.50** | **-1,998,000.00** | |

# Ash Creek Special Service District
## Disbursement Listing
## Checking - 02/23/2026 to 03/23/2026

| Payee Name | Reference Number | Payment Date | Payment Amount | Void Date | Void Amount | Source |
|---|---|---|---|---|---|---|
| Analysis Service Fee | | 02/28/2026 | $260.79 | | | Reconciliation |
| Square Transaction Fees | | 02/28/2026 | $271.91 | | | Reconciliation |
| | 0223261200 | 02/23/2026 | $31,486.27 | | | Paycheck |
| | 0302261200 | 03/02/2026 | $31,886.45 | | | Paycheck |
| | 0309261200 | 03/09/2026 | $1,270.48 | | | Paycheck |
| | 0309261200 | 03/09/2026 | $30,250.78 | | | Paycheck |
| | 0316261200 | 03/16/2026 | $31,880.53 | | | Paycheck |
| Bowen Collins & Associates, Inc | 37358 | 02/25/2026 | $90,769.27 | | | Purchasing |
| Gubler, Grayson | 37359 | 02/25/2026 | $114.00 | | | Purchasing |
| Night Hawk Security | 37360 | 02/25/2026 | $22,287.00 | | | Purchasing |
| Rocky Mountain Power | 37361 | 02/25/2026 | $6,666.25 | | | Purchasing |
| USA Bluebook | 37362 | 02/25/2026 | $130.59 | | | Purchasing |
| Utah Division of Water Quality | 37363 | 02/25/2026 | $50.00 | | | Purchasing |
| Blue Stakes of Utah 811 | 37364 | 03/03/2026 | $631.85 | | | Purchasing |
| Utah Retirement Systems | 37364 | 03/03/2026 | $49,812.06 | | | Payroll |
| Bucks Ace Hardware | 37365 | 03/03/2026 | $304.41 | | | Purchasing |
| Carter Agri-Systems | 37366 | 03/03/2026 | $1,086.90 | | | Purchasing |
| Department of Government Operations | 37367 | 03/03/2026 | $3,435.45 | | | Purchasing |
| Enbridge Gas | 37368 | 03/03/2026 | $3,007.39 | | | Purchasing |
| Evident Scientific MIS, Inc | 37369 | 03/03/2026 | $3,233.96 | | | Purchasing |
| Idexx | 37370 | 03/03/2026 | $9,196.77 | | | Purchasing |
| IFA | 37371 | 03/03/2026 | $1,959.00 | | | Purchasing |
| Infowest | 37372 | 03/03/2026 | $39.00 | | | Purchasing |
| Les Olson Company | 37373 | 03/03/2026 | $229.29 | | | Purchasing |
| Pelorus Methods, Inc. | 37374 | 03/03/2026 | $800.00 | | | Purchasing |
| Public Employees Health Plan | 37375 | 03/03/2026 | $646.01 | | | Payroll |
| RH Borden and Company LLC | 37376 | 03/03/2026 | $85,000.00 | | | Purchasing |
| Robinson Chiropractic | 37377 | 03/03/2026 | $95.00 | | | Purchasing |
| Rocky Mountain Power | 37378 | 03/03/2026 | $1,679.27 | | | Purchasing |
| Schnippel, Mark | 37379 | 03/03/2026 | $11,375.00 | | | Purchasing |
| Scholzen Products | 37380 | 03/03/2026 | $2,097.20 | | | Purchasing |
| The Haskell Company | 37381 | 03/03/2026 | $1,067,347.12 | | | Purchasing |
| Tink's Superior Auto Parts | 37382 | 03/03/2026 | $15,764.37 | | | Purchasing |
| Airgas USA LLC | 37383 | 03/10/2026 | $341.33 | | | Purchasing |
| ALSCO | 37384 | 03/10/2026 | $477.36 | | | Purchasing |
| Blomquist Hale Consulting Group | 37385 | 03/10/2026 | $370.90 | | | Purchasing |
| DAT Management, Inc | 37386 | 03/10/2026 | $55.00 | | | Purchasing |
| Department of Government Operations | 37387 | 03/10/2026 | $3,251.64 | | | Purchasing |
| Evident Scientific MIS, Inc | 37388 | 03/10/2026 | $237.72 | | | Purchasing |
| Fay E. Reber & Associates | 37389 | 03/10/2026 | $875.00 | | | Purchasing |
| FLEETPRIDE | 37390 | 03/10/2026 | $864.00 | | | Purchasing |
| Gilmore Bell | 37391 | 03/10/2026 | $3,600.00 | | | Purchasing |
| Home Depot | 37392 | 03/10/2026 | $2,910.24 | | | Purchasing |
| Hurricane City | 37393 | 03/10/2026 | $2,808.59 | | | Purchasing |
| LiftOff LLC | 37394 | 03/10/2026 | $7,500.00 | | | Purchasing |
| Manning Curtis Bradshaw & Bednar | 37395 | 03/10/2026 | $1,488.00 | | | Purchasing |
| Radwell | 37396 | 03/10/2026 | $99.34 | | | Purchasing |
| Republic Services | 37397 | 03/10/2026 | $319.58 | | | Purchasing |
| ULINE | 37398 | 03/10/2026 | $999.97 | | | Purchasing |
| Utah Retirement Systems - LTD | 37399 | 03/10/2026 | $868.82 | | | Payroll |
| Utah Tax Commission | 37400 | 03/10/2026 | $7,686.00 | | | Payroll |
| Verizon Wireless | 37401 | 03/10/2026 | $631.46 | | | Purchasing |
| Volusol Bulk | 37402 | 03/10/2026 | $3,364.54 | | | Purchasing |
| Wright, Seth H | 37403 | 03/10/2026 | $30.00 | | | Purchasing |
| AGEC | 37404 | 03/17/2026 | $2,005.00 | | | Purchasing |
| Airgas USA LLC | 37405 | 03/17/2026 | $105.50 | | | Purchasing |
| Bankcard Center | 37406 | 03/17/2026 | $13,130.90 | | | Purchasing |
| CenturyLink Communications, LLC | 37407 | 03/17/2026 | $159.54 | | | Purchasing |
| City of St. George | 37408 | 03/17/2026 | $95.00 | | | Purchasing |
| DAT Management, Inc | 37409 | 03/17/2026 | $304.00 | | | Purchasing |
| De Lage Landen | 37410 | 03/17/2026 | $125.26 | | | Purchasing |
| Diamond C Asphalt | 37411 | 03/17/2026 | $2,025.00 | | | Purchasing |
| Dixie Power | 37412 | 03/17/2026 | $14,392.78 | | | Purchasing |
| TDS | 37413 | 03/17/2026 | $510.00 | | | Purchasing |
| Utah Division of Water Quality | 37414 | 03/17/2026 | $50.00 | | | Purchasing |
| PEHP | 37415 | 03/05/2026 | $62,150.36 | | | Purchasing |
| Internal Revenue Service | 9999 | 02/24/2026 | $9,897.38 | | | Payroll |
| Internal Revenue Service | 9999 | 03/05/2026 | $10,089.40 | | | Payroll |
| Internal Revenue Service | 9999 | 03/11/2026 | $9,985.50 | | | Payroll |
| Internal Revenue Service | 9999 | 03/20/2026 | $9,747.45 | | | Payroll |
| | | | **$1,678,616.93** | | **$0.00** | |

GILMORE BELL

2405 Grand Boulevard, Suite 1100
Kansas City, Missouri 64108-2521

(816) 221-1000 / (816) 221-1018 FAX / gilmorebell.com

March 5, 2026

Mr. Darrel Humphries, MSHRM
Finance/HR Director
Ash Creek Special Service District
1350 South Sand Hollow Road
Hurricane, Utah 84737

Re: $20,095,000 Sewer Revenue Bonds, Series 2022 (the "Bonds") issued by the Ash Creek Special Service District, Utah

Dear Mr. Humphries

Enclosed are the following documents related to our computation of arbitrage rebate and yield reduction payment liability in connection with the above-referenced Bonds:

- IRS Form 8038-T together with filing instructions and an "Issuer Copy" for your file;
- Proposed Transmittal Letter from the Issuer to the Internal Revenue Service;
- Legal Opinion of Gilmore & Bell Regarding the Arbitrage Analysis;
- Exhibit A – Explanation of Arbitrage Analysis; and
- Exhibit B – Arbitrage Analysis as of March 1, 2026 (the "Computation Date").

The amount accrued as of the Computation Date as a rebate liability attributable to the investment of the gross proceeds of the Bonds subject to arbitrage rebate was $233,458.83. There was no accrued yield reduction payment liability.

**Payment to the Internal Revenue Service of at least 90% of the rebate amount is due on April 30, 2026, 60 days after the Computation Date. At this time, we recommend $233,458.83 be paid, which represents 100% of the rebate amount.**

Under the Internal Revenue Code, no future computations are required so long as money is not set aside in any fund or account in excess of an amount needed to pay debt service on the Bonds within any given twelve-month period and the debt service reserve requirement remains $-0-. If money corresponding to an amount needed to pay more than one year of debt service is set aside, please contact a rebate analyst or bond counsel to determine if additional arbitrage computations are necessary.

Please call me if you have any questions.

Very truly yours,

Ryan Boatright

JRB/dcp:eh
Enclosures
cc: Shelene Brown
Garrett Gross
Randall Larsen
Meghan McKernan