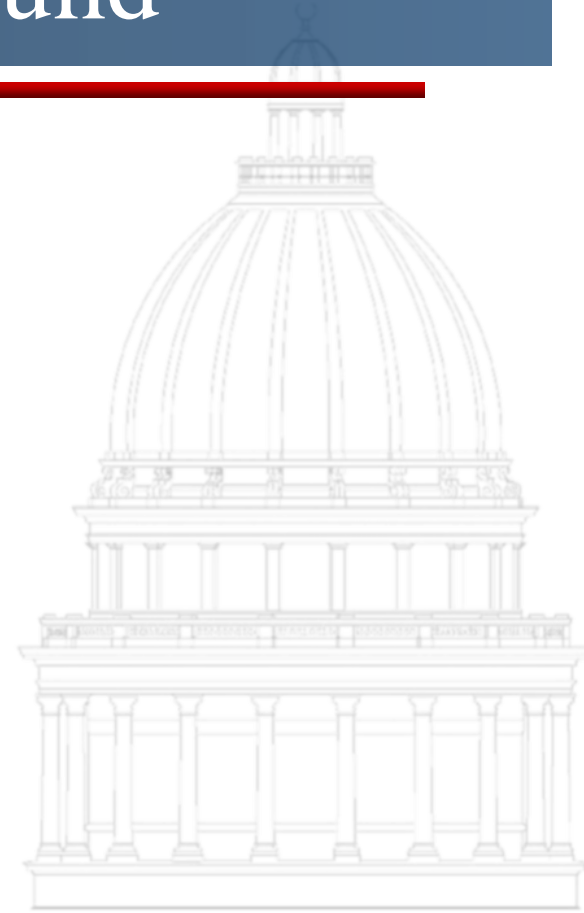
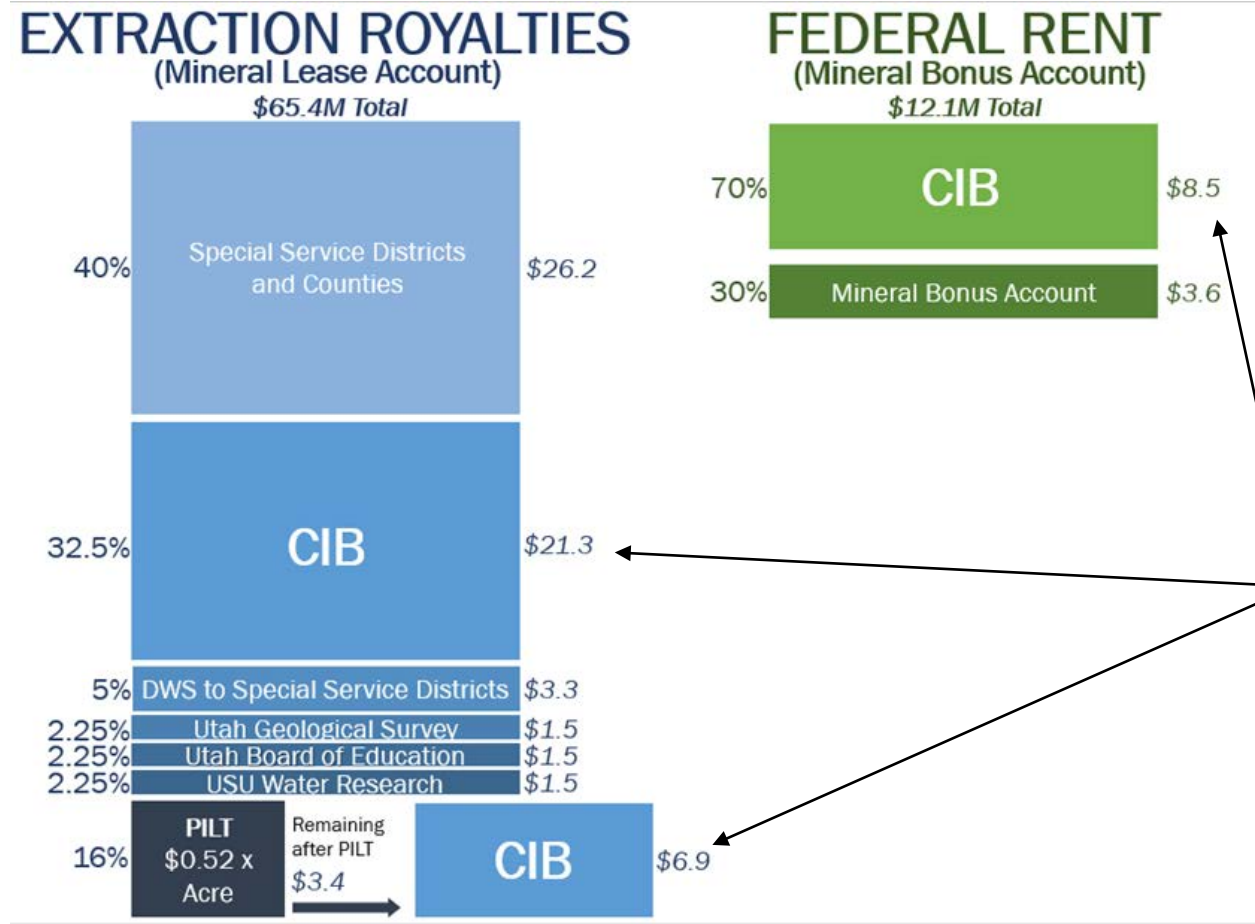

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Mineral Lease Revenues are Allocated in Statute



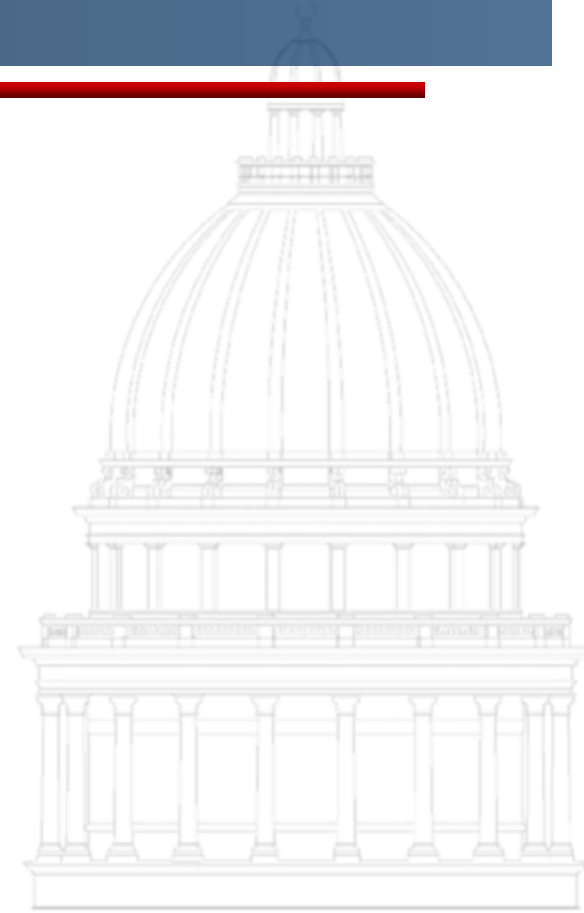
In Fiscal Year 2019, CIB received \$41.6 million in mineral lease funds

FOR MORE INFORMATION

See page 3

Chapter II

CIB Board Should Implement Policies Ensuring Funds Alleviate Impact



Uintah Basin Rail Line Project's Impact Mitigation Was Questioned by Assistant Attorney General

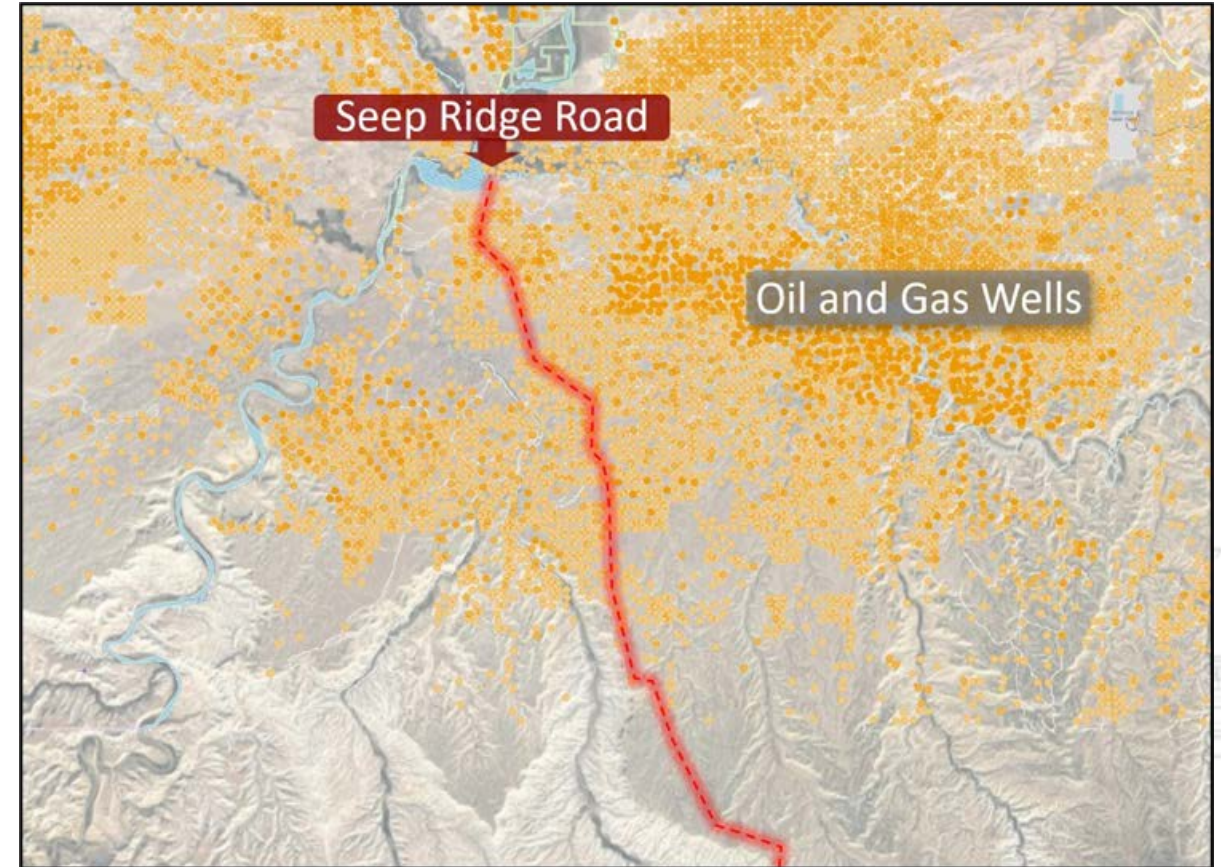
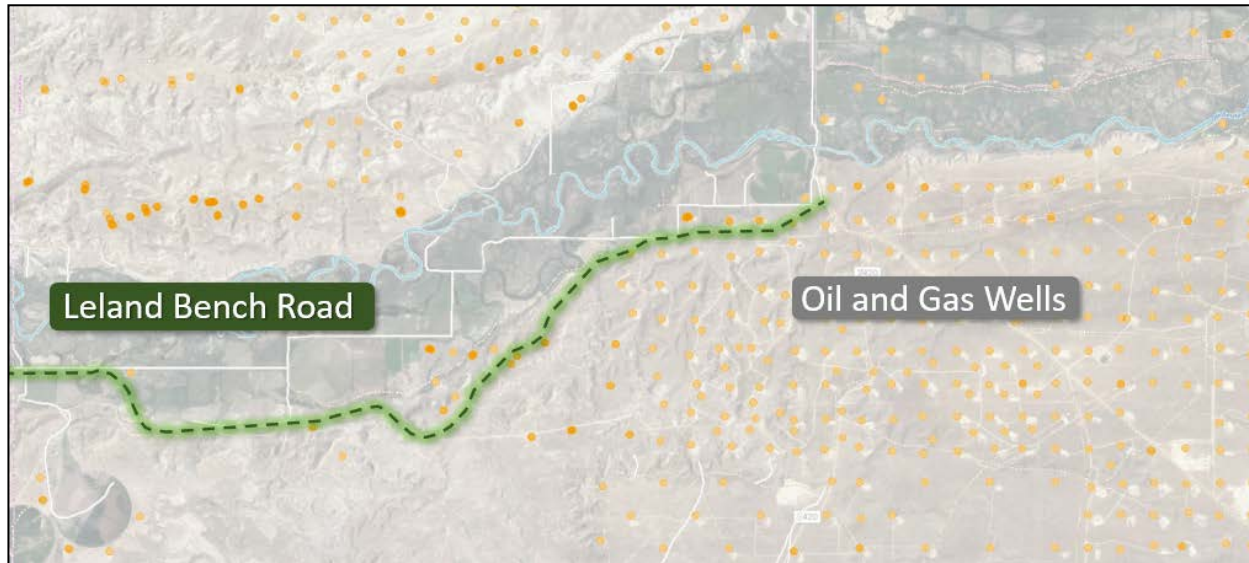
- ▶ The application and supporting materials do not provide sufficient evidence that the proposed rail line will mitigate impact.
- ▶ The primary purpose of the project appears to be economic development.

FOR MORE INFORMATION

See page 12



Seep Ridge and Leland Bench Roads Demonstrate Need for Clear CIB Policy



FOR MORE INFORMATION

See page 13-17

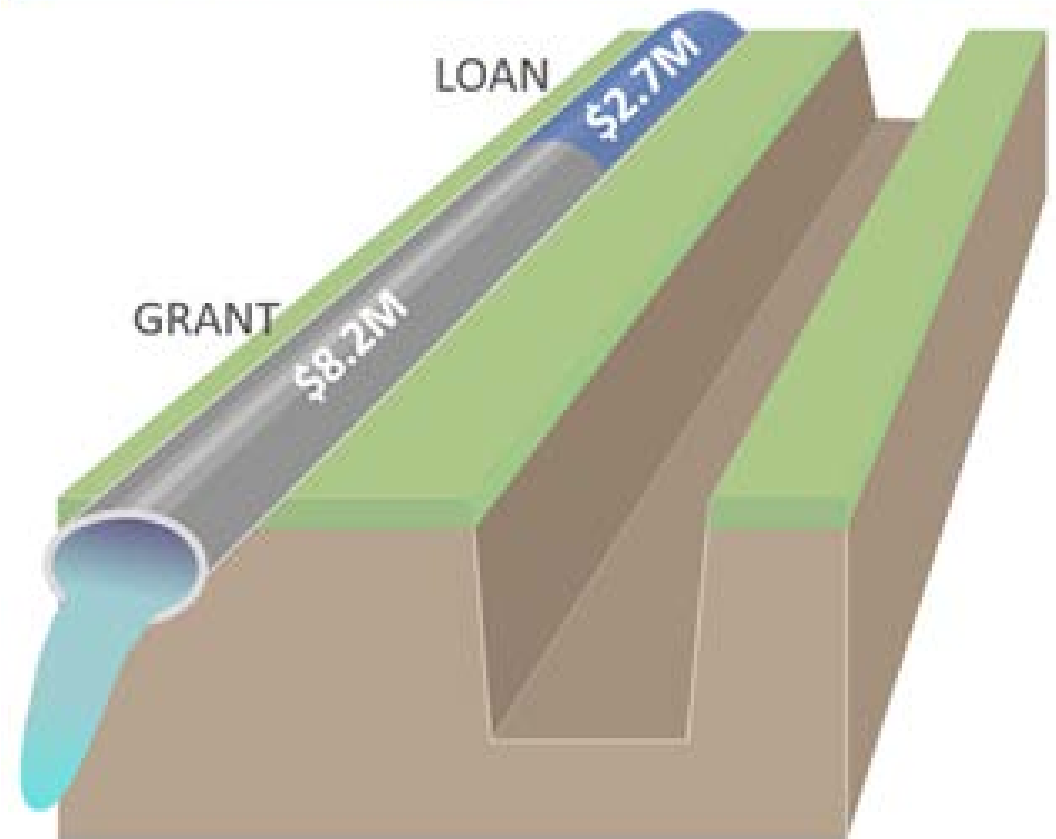
Flood Mitigation Project May Be An Inappropriate Pass Through to Canal Companies

- Funding for the project had been provided elsewhere.
- Some projects already planned and started prior to CIB award.
- CIB provided canal companies with lower interest loans than could be obtained from other sources.

FOR MORE INFORMATION

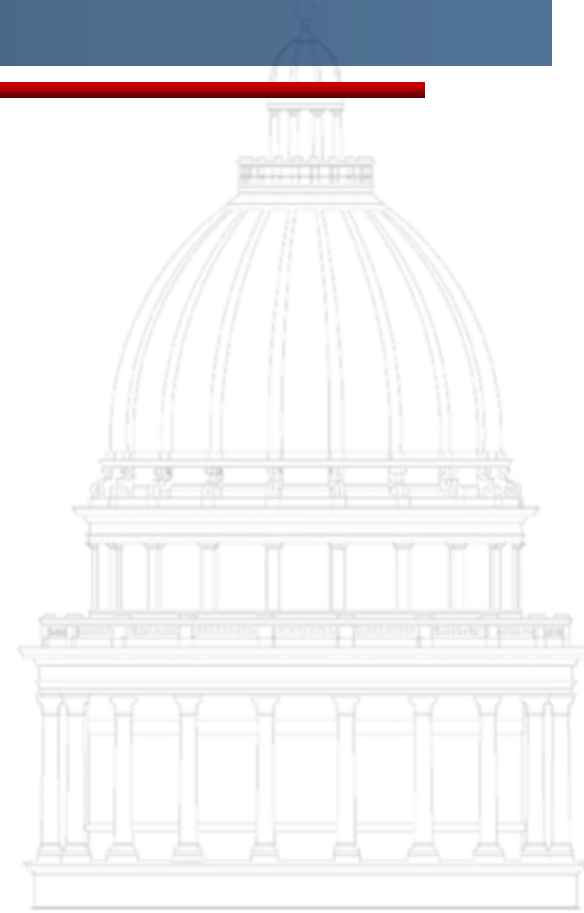
See pages 18-20

Flood Mitigation Project



Chapter III

Enhanced Planning and Consistent Decision-Making Is Needed



Enhanced Planning Will Optimize Funding By Aligning CIB Projects with Community Needs

CAPITAL IMPROVEMENT PLANNING

CAPITAL ASSET INVENTORY



List of current assets, including timeline and cost to repair and replace

CAPITAL IMPROVEMENT LIST



Prioritized list of most-needed projects based on Capital Asset Inventory

CIB FUNDING DECISION



CIB reviews projects that reflect the highest community needs

FOR MORE INFORMATION

See page 23-30

Board Can Improve Decision-Making By Increasing Consistency

COMMUNITY CENTERS IN CLASS-3 PRODUCTION COUNTIES

Class	Project	Grant	Loan	Terms	CIB Funds	Project Cost
3	Community Center	\$178,000	\$180,000	20y @ 2.5%	\$358,000	\$748,000
3	Community Center	\$350,000	\$250,000	30y @ 0%	\$600,000	\$700,000

MEDICAL CLINICS IN CLASS-4 PRODUCTION COUNTIES

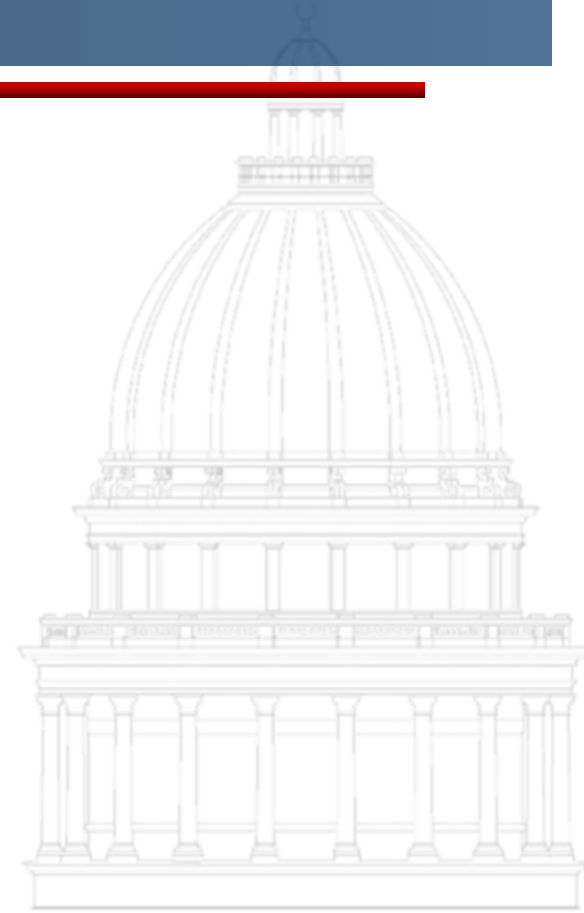
Class	Project	Grant	Loan	Terms	CIB Funds	Project Cost
4	Medical Clinic	\$475,000	\$475,000	30y @ 1.5%	\$950,000	\$1,405,000
4	Medical Clinic	\$1,182,000	\$3,548,000	30y @ 0%	\$4,730,000	\$4,850,000
4	Health Building	\$3,000,000	\$1,500,000	30y @ 1.5%	\$4,500,000	\$5,000,000
4	Treatment Facility	\$0	\$350,000	30y @ 2.5%	\$350,000	\$350,000

FOR MORE INFORMATION

See page 31-34

Chapter IV

Strengthened Procurement Controls Are Needed for Some Board Approved Projects



While Essential, Competitive Bidding Is Not Always Occurring

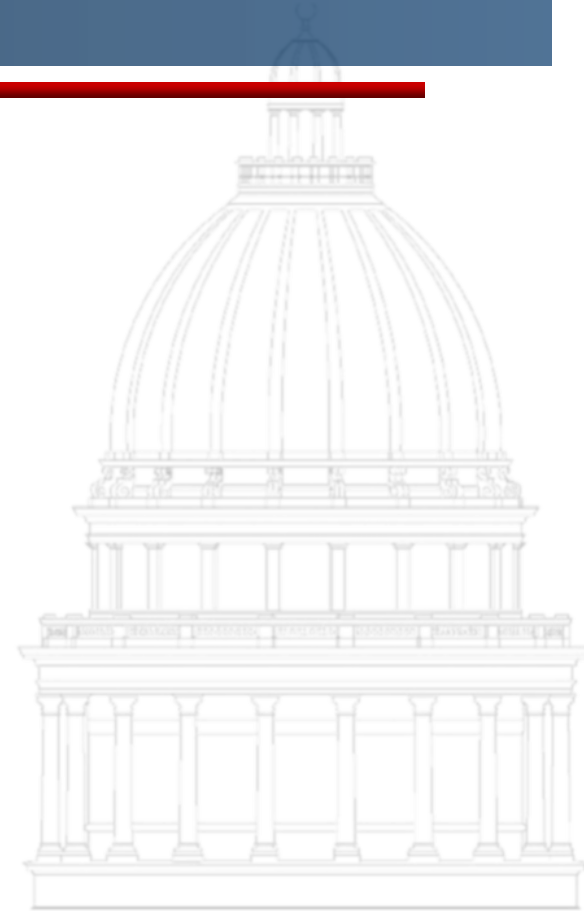
Sampled Projects With Only One Bid		
Project	Total	Funding Type
Seep Ridge Road Segment 5	\$7,200,000	60% Grant 40% Loan
Leland Bench Road Phases 3 and 4	\$2,900,000	100% Grant
Price City Flood Mitigation Project	\$1,300,000	75% Grant 25% Loan
SCIC Legal Services	\$400,000	Grant
Engineering for Junction Town Municipal Building	\$102,900	67% Grant 33% Loan
Total	\$11,900,000	

FOR MORE INFORMATION

See page 38

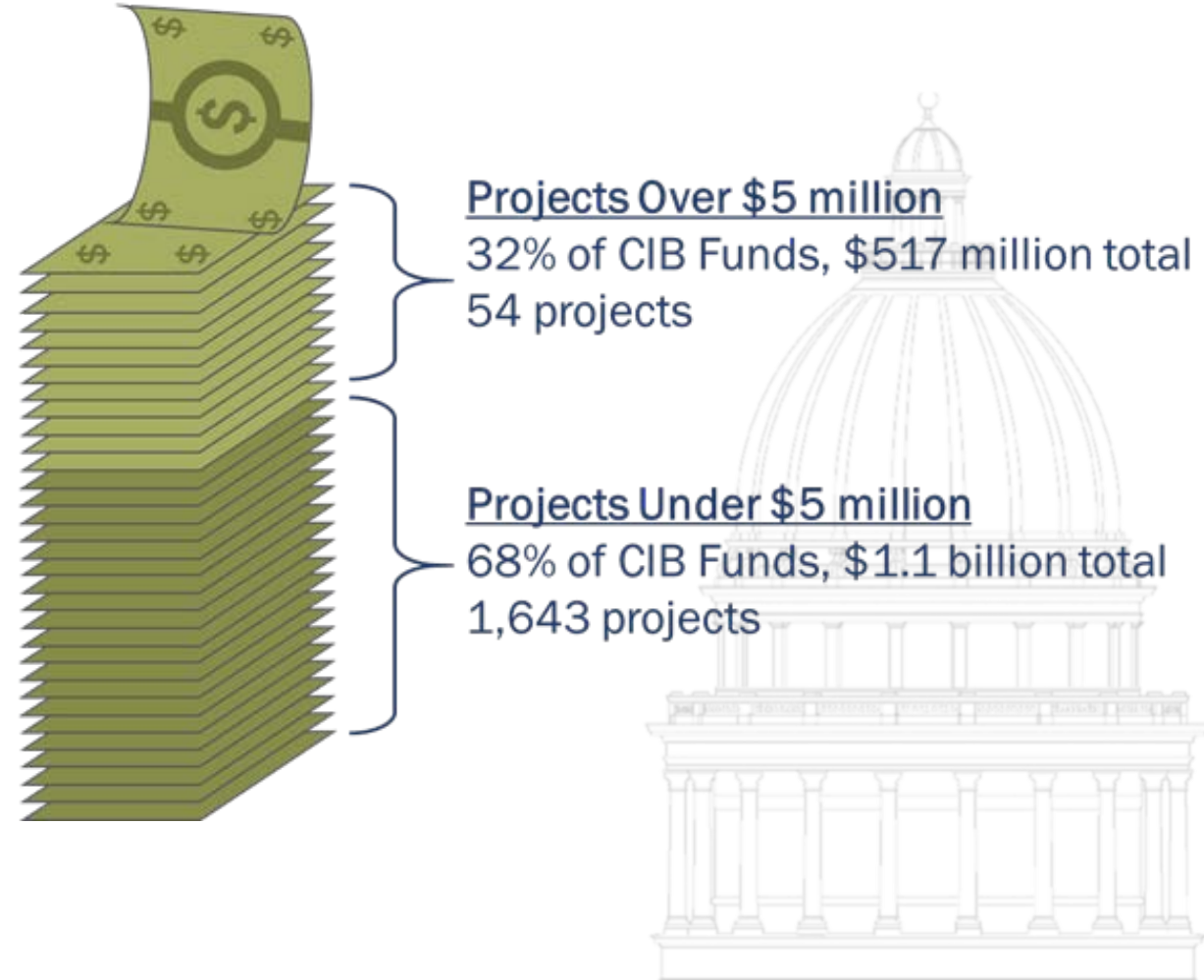
Chapter V

**Internal Policies Are Not Consistently
Followed and Are Incomplete**



CIB Policies Should Be Formalized and Enforced

- ▶ Maximum award size
- ▶ Reimbursable expenses
- ▶ Grant versus loan mix



FOR MORE INFORMATION

See pages 46

Contract Monitoring Needs to Be Enhanced

‣ Scope of Work Examples:

- ◆ “New Public Safety Building.”
- ◆ “The project consists of constructing a new single story 34,000 sq. ft. building for use as a Senior Center with handicap accessibility”

‣ Open accounts:

- ◆ The Duchesne County Special Service District- \$1.2 million remaining in the account with no activity since December 2018.
- ◆ The Grand County Transportation Special Service District- \$608,000 remaining in the account with no activity since January 2018.

FOR MORE INFORMATION

See pages 49-51

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