

**EUREKA CITY COUNCIL
SPECIAL MEETING
OCTOBER 16, 2018 7:00 P.M.**

Pledge of Allegiance:

Mayor Castleton called the meeting to order at 6:51 p.m. and led everyone in the Pledge of Allegiance

Staff in Attendance:

Patricia Bigler – City Recorder

Public in Attendance:

Nicholas Kerr – HPX

Steve McIntosh – HPX

Graham Boyd – HPX

Roll Call:

Hortt Carter – Present

Leslie Rice – Present

Nick Castleton – Present

Gordon Grimstead – Present

Kimberlee Clem – Present

Tamra Jameson - Present

Discussion Item:

Discussion of Geophysical Survey Access Agreement between Eureka City and Continental Mineral Claims, Inc.

Graham Boyd from HPX gave a breakdown of what they are doing. They are looking at acquiring property in the area, but their short-term goal is to do the Geophysical Survey of the Tintic Valley. The procedure will help them identify areas where they can start to drill. The plan is to start drilling next year. Council Member Rice wanted to know what would happen if they found something here in town. He said they will not be doing anything here in town. They were going to show a short program, but the TV was upstairs. Council Member Carter said the concerns the City had was them doing the work near the wells and sewer lagoon. Mr. Boyd said they would not be going near the wells or sewer lagoon. He said what they were contemplating doing was putting pegs, which are receiving stations, into the ground. The pegs listen for the current that is put into the ground. Council Member Carter had been talking to Lynn and they would need to stay at least 100 ft from the wells and sewer lagoon. Mr. Boyd showed the Council on the map where they are planning to put the pegs and where the current will be injected into the ground. He figures it is about 2000 ft from the current injection point to the sewer lagoon. They made a small adjustment to the survey area that was near the wells.

Mr. Boyd said they just received the letter from the City's Attorney this morning. The letter mentioned another concern was the compensation. He said HPX has come up with a formula used to compensate all property owners. However, when he spoke with Mayor Castleton about

the compensation Mayor Castleton asked instead of paying the City \$300 if they would be willing to donate a TV to be used at City Hall for meetings.

This will be the first mineral exploration in the US. Have operated in Africa, Chili, Mongolia, and Australia. Council Members Grimstead and Rice asked about the second name that was listed on the agreement. Mr. Boyd said Continental Mineral Claims is a sister company of HPX. Council Member Jameson asked what Eureka gets out of it if they find something. Mr. Boyd said the agreement is to only allow them to walk across City property. If they find something and would like to acquire it, then a deal would need to be made. This is the very first step in a long process.

Council Member Carter made a motion to allow Mayor Castleton to sign the agreement with HPX to do their survey. Council Member Jameson seconded. All in favor motion carried.

Adjournment:

Council Member Carter made a motion to adjourn. Council Member Rice seconded. All in favor meeting adjourned at 7:15 p.m.