

## Mayer Domestic Water Improvement District

Aug 16, 1990

Meeting Called to Order at: 7:30 PM.

Roll Call: Present Samsill, Houser, Tesky, Sandy, Diskin.

Motion by Bert Tesky, second by Sandy, Minutes accepted unanimously written minutes as furnished.

Report on the meeting held July 27. Phil Albins, Joe Samsill and Bert Tesky were in attendance. Discussed at the meeting, was the meaning of the 40% payment on the Quail Hollow income. Phil Albins agreed to stay on as a certified operator for one year. He explained that the 40% and the 10% to Quail Hollow Associates was above the purchase price for the rest of the system. The \$24 thousand due from Quail Hollow Associates would go to the owners at the time of start sale of the first phase, which consists of 48 lots. In Oak Hills, MEB Developers will supply a well and hookup at the time of start of sales of the first phase, which consists of 75 lots. On Phil Albins subdivision out on the Goodwin road, he would get 50% of the income at such time as it is developed. The water supply is already assured for this subdivision.

Rick Logan gets \$100 per month for reading the meters and \$10 per hour for plumbing work. Fred Haisten gets \$100 per month for monitoring the tanks and turning on and off the pumps.

A discussion followed as to the CAP allotment for Mayer. 135 acre ft. was suggested as the amount allotted. Question as to availability. A number of possibilities were advanced. Question as to his method of figuring cost on assets. An explanation was given.

In regard to drawing up an agreement, it was suggested that Phil Albins lawyer draw up the legal document from our agreement and it be checked by an Assistant County Attorney to protect us. It was mentioned that Chet Lockwood is the attorney for Black Canyon City Water District.

Discussion on the deal with Phil Albins on how the 40% would apply. Robert Houser felt that the \$770,000 should include any income from Quail Hollow or Oak Hills that is paid to Albins. Joe Samsill felt that the amount collected should be above the sale price, but be only 10%. Discussion of the Dollar amounts involved at various percentages.

A proposal advanced by Joe Samsill. Offer to be \$770,000, to include all previously agreed upon assets of The Water Co. and Jean and Phil Albins. 10% to Albins on Quail Hollow and Oak Hills subdivisions income for 15 years, not included in sales price. District will abide by agreements with the developers with respect to Oak Hills and Quail Hollow income. The District is to have first right of refusal on any wells owned by Albins not included in the sale. The well site by Big Bug Creek is part of the sale.

Bert Tesky moved, Walter Diskin seconded to make the offer to Phil Albins. Discussion followed. Called for vote: Four in favor, one (Houser) opposed. The Secretary was directed to draw up the proposal for presentation to Phil Albins next week. It was agreed that we can't move much from our present position.

Question from Robert Houser as to whether the customer has to pay sales tax on water from the District. The Secretary will consult the Department of Revenue to be sure. *a new tax of .65¢/100 gal.*

Move to adjourn by Walter Diskin, second by Bert Tesky.  
Adjourned at: 9:18PM

*Customary late charge 15¢ - 5% of monthly payment*

*2 sales: Phil & Jean & Meyer H. & Co*

*Pattern after Bk. City agreement*

*meter read 15th*

*Bill 21st*

*delinq. 10th of fol. mo.*

*Chet Lockwood - B.C.C. atty -  
deferred payment until organized*

*We pay sales tax on purchases  
for water sold (not exempt)*

*Asbestos (transite) is still legal in Ariz.*

*Not under Corp. Com.*