

approved
11/3/94

MAYER DOMESTIC WATER IMPROVEMENT DISTRICT
BOARD OF DIRECTORS MEETING
October 6, 1994

1-CALL TO ORDER-Clerk Gary Sandy called the meeting to order at 7:01 PM.

2-ROLL CALL OF BOARD-Members present were Gary Sandy, Walt Diskin, Duane Hines and new member Gene Miller. Bert Teskey was late.

3-APPROVAL OF MINUTES FROM September 1, 1994-Walt made motion to accept the minutes. Duane seconded and it passed.

4-CORRESPONDENCE-There was a letter from Roger Rogers resigning from the Board for health reasons. An invitation to open house for cross-connect control at a laboratory in Los Angeles, Calif.

5-REPORTS-a-Managers Report-Accounts Receivable was \$400, gallons pumped was down, demand was down and pumping cost were down. Current assets were up, income up, labor expenses were up, plant operating expenses were up, P&E expenses down, office expenses up, total operating expenses were up and net profit was up \$2,106. Jan called Margaret at NACOG to check on the status of the CDGB grant and was told that the apps had not even been looked at. Regulatory fees brought in \$4,830. Received a check from the State Fund for \$51. Also had a refund from the insurance company due to an audit for \$783. The new modem is in and working great. Called ADOT about putting Slack Lime in the tank. They advised against it because it turned the water milky and they had never heard of it stopping leaks. Finally got the agreement from Chet Lockwood. It has been signed by Mr. & Mrs. Albins and Bert Teskey. It was recorded and interest only payments will start this month. Had to have the computer repaired. Both the repairman and Bill Dunham advises that the district invest in a new computer as part for the present on are not available. Had some calls on the regulatory fees. Most were positive. Got quotes on the sign for the truck. They range from \$60 to \$92 for the set. More later in the minutes.

Chairman Bert Teskey arrived and took over the meeting from Gary Sandy.

b-Operators report-Worked 183½ hours, drove 1298 miles. Had 2 major leaks. One down by the Post Office. ADOT went over the highway crossings that the district plans to put in. The one at Downens Market need to be looked at again. AT&T loaned us a Metro-Tech pipefinder indefinitely.

6-OLD BUSINESS-a-Sign for pickup-Walt made a motion to purchase sign from Prescott Sign for \$60. Gary seconded and it passed.

b-Pager-Got the pager on a 3 months trial and it works well. Walt and Frank was in Chandler and received a call about a leak. It was recommended that it be retained permanently. Duane made a motion to keep the pager. Walt seconded and it passed.

c-Pipeline relocation on Hwy 69-Frank had nothing to add. Has to do some research on the cost. There was a discussion with the public.

d-Jim Brown-Up date on Oak Hills-Submitted plans to the County for Certificate

to Operate. Should get them back soon. Got some bids from pump companys for tanks. Wants to get more information on it before a decision is made. It was decided to weld a cap on the pipe of the well.

New board member Gene Miller was introduced and welcomed. He replaced Roger Rogers.

7-NEW BUSINESS-a-Payback on Security Deposits-Jan asked that the board reconsider payment of interest on security deposits. Mr. Albins told the board that the cost to the district was more than was paid. Black Canyon City did away with theirs altogether. Gene said that APS paid 2%. Gene made a motion to pay 2% interest. Gary seconded and it passed.

b-New Board Secretary-Johnnye will be on the board and it was suggested that a new secretary was needed. She asked if there would be a problem if she continued as the unpaid secretary. The pros and cons were discussed. The board decided to try it with present secretary

c-Delores Rhea ref: Regulatory fee-Mrs. Rhea wrote a letter concerning the fee and the use of their private road. It seems that the district uses the road more that they do. They ask that the fee be waived. The board discussed this and decided that to waive one customers fee they would have to waive every request to do so. Since there is a water district facility down that road the district has the right-of-way. Frank says he is careful when using that road and has cautioned others working for the district to do so. Duane made a motion to look at the road from time to time and if there is any damage caused by the district use of the road address it at that time. Gene seconded and it passed. Jan will notify them by letter.

d-John McCord ref: Grant-Mr. McCord has had experience with writing grants. Farm and Home has a grant-loan program that Mayer meets their requirements. He thinks that the district should apply for a grant to improve the whole system. This should include the highway relocation along with any equipment and improvements that need to be made and the purchase of the company. His fee is 2% if the grant is less than $\frac{1}{2}$ million dollars and 1% over that. Nothing up front. He gets paid when it is funded with only \$100 to begin.

e-Sunrise Engineering ref: Grant-Donzil Worthington and Steve Wellington of Sunrise Engineering gave the presentation. They told about the company. They were in agreement with what Mr. McCord told the board. They would work right along with the district. They told about the 75% grant 25% loan for 40 years. They also advised the board to go for the whole package because they might not get another chance, and it may take some time to get it put through. Steve Wellington had checked on the GDBG grant and thinks that the district should be notified in about 3 weeks. At this time Mr. McCord deferred to Sunrise considering the computers and contacts they do not have. Walt made a motion of intent with Sunrise Engineering as soon as they provide the board with a proposal. Duane seconded and it passed. Their fees are flexable and work on a curve but could run up to 25%. They will provide board with the curve. They also will draft a contract.

f-John and Mrs. Faughn ref: Line extension-Mr. & Mrs. Faughn needs a line extension from Meadow to their property on Vista approximately 330 feet. There is a possibility of serving one other meter at a later date. The

payback is negotiated at 10% of water sales on extension for 10 years. \$1300 includes sourcing, meter set, and security deposit. A motion was made by Gene to accept the Faughns into the district. Walt seconded and it passed. A Mr. Vickberg also needs line extension to his property. There is a possibility of tying into Don Owens line with the possibility of service to 2 more meters. Also has a \$1300 fee. Motion made by Walt to accept Mr. Vickberg into the district. Seconded by Gary and it passed.

g-Putnam well electric meter-The electric meter was shot out again. It is now visible from the highway and can be shot at from cars. Frank and Gene thinks that if it was moved to the back of the pole out of sight it would help a lot. The board agreed. Gene will move it immediately.

8-COMMENTS-Public-Eva Mitchell wanted to know why her pressure was very low since the houses above her were put on line. Frank said this should not matter. He will check her pressure and our line going into her house.

b-Board-None.

Walt made motion to adjourn. Gary seconded and it passed.