

**MARANA DOMESTIC WATER IMPROVEMENT DISTRICT**  
Official Board of Directors Meeting Minutes  
**October 17, 2011**

The Board of Directors of the Marana Domestic Water Improvement District met in session at the Marana Domestic Water Improvement District Office 16560 West El Tiro Road Marana, Arizona at 4:00 P.M. on Monday, October 17.

**1. Call to Order and Pledge of Allegiance**

Chairman Mr. Sostarich called the meeting to order at 4:14 P.M.

Mr. Sostarich ask Mr. Kendrick to lead the Pledge of Allegiance.

**2. Roll Call**

Upon roll call, those present were as follows:

Board Members Present were;

Tony Sostarich, Chairman  
Gary Kendrick, Vice-Chairman  
Teresa Ball-Cummings  
Don Peetoom  
Michael Young, Absent

Staff Members present were;

System Manager, Sig Danielson  
Clerk, L. Katy Walker

No members of the Public present

**3. Consent Items:**

Mr. Sostarich: Back to Roll call, Mike Young is not present, he's on a hunting expedition right now.

A. Approval of meeting minutes from the September 12, 2011 meeting

Mr. Sostarich: I only found one problem, page 10, let's see from the bottom, with the bottom line being number 1, 1,2,3,4,5,6,7, up, it should be Ms. Ball-Cummings instead of Ms. Sostarich.

Ms. Ball-Cummings: Excuse me Mr. Chairman.

Mr. Sostarich: Yes.

Ms. Ball-Cummings: That's how many lines down?

Mr. Kendrick: Five up from the bottom, 1,2,3,4,5,6,7 from the bottom.

Mr. Sostarich: You want to point that out to her?

Ms. Ball-Cummings: That's, you don't need to point it out to me. I'm still capable, Tony. Okay, please don't treat me like an invalid, Okay? That was me that said that. (inaudible) I've been just great.

Mr. Sostarich: Yes that was you that said that.

Ms. Ball-Cummings: That's correct, thank you.

Mr. Sostarich: Anybody else notice anything noteworthy?

It was moved by Mr. Kendrick, with this correction, seconded by Mr. Peetoom and carried unanimously that; **The minutes of the September 12, 2011 meeting of the Marana Domestic Water Improvement District shall be approved as presented/amended.**

**4 Ayes      0 Opposed**

**4. System Manager's Report.**

1. Mr. Danielson reported: We've not had any problems with the system since the last BOD meeting.
2. I had a meeting with Immigration and Customs Enforcement on October 6, 2011. This was a preliminary meeting for them to check the revised I-9's that were not completed at the time of employee hiring. They will complete the review by the end of the month and will issue us a letter citing procedural errors for not completing the I-9 Form at the time of hire. I have an addition. We've been having trouble with the cooling system on the big work truck for the last two weeks. It spent a week in the shop, it came back and we're having the same problem with the cooling system that we took it in the shop for originally, and we paid a bill of \$1631 last Thursday afternoon to get the car out of the shop. I'm not happy. The shop's closed today. Tomorrow I think I will be conversing with the shop.

Mr. Kendrick: This is

Mr. Danielson: Integrity Diesel.

Mr. Kendrick: Okay.

Mr. Danielson: Steve won't work on it. It's diesel, he'll work on everything but diesel part of that truck.

Mr. Sostarich: Are these the same people that do the generators?

Mr. Danielson: No, Empire does generators.

Mr. Kendrick: What did they do for the \$1600, did they tell you?

Mr. Danielson: \$1000 of it was labor, but it was a, there is a solid pipe that runs from the back of the engine up to the radiator that is a factory order only part and they had to, it is part of the cooling system and that's what was leaking. They replaced that. While it was there, I had them do an oil change on it. I had them do a diagnostics on the engine. There's still some problems with the engine, mainly glow plugs. The fuel transfer pump that we had Pierce replace in July, June or July. So I'm not real happy about the overall maintenance and/or mechanical condition of that big work truck. I'm actively looking for a replacement for the green truck. Which that won't run anymore at all. So we're down to the white Dodge and the Gator are the only vehicles we've got for the District right now, until we get the big truck back.

3. September billing included 158 late notices, which is higher than average.
4. We did no shutoffs in September for nonpayment, which is lower than average.

Accounts Payable	\$	3,396.39	
Accounts Receivable	\$	47,827.65	
Balance	\$	11,431.26	
MDWID Balances Brought Forward:			
MDWID Balance at Pima County	\$	109,875.34	
WIFA Reserve Account	\$	48,746.02	
RD General Account	\$	314.36	RD
Reserve Account	\$	14,419.17	
RD O&M Account	\$	9,295.79	
RD Replacement Account	\$	7,842.21	

RD Bond Account	\$ 21,477.83
Bills Pending Balance	\$ 2,663.95

That concludes the Managers Report

Ms. Ball-Cummings: Mr. Chairman.

Mr. Sostarich: Yes.

Ms. Ball-Cummings: Sig, I would like to ask you a question, please.

Mr. Danielson: Yes.

Ms. Ball-Cummings: On the MDWID balance at Pima County, is this current as of?

Mr. Danielson: At the end of September.

Ms. Ball-Cummings: Okay then I have another question. On the RD General Account, why is it so low? We've got a \$314.36

Mr. Danielson: The RD General Account, the only, that is only used now twice a year. What we do is, we transfer our either interest payment or interest and principal payment, middle of December and the middle of June into the RD General Account, and write a check for either the interest or the interest and the principal on the RD Loan. And the \$314, is probably \$280 that was left in there 6 years ago at the end of construction, and that's how much interest it has gained over the years. But that RD General Account is only used twice a year.

Ms. Ball-Cummings: Okay.

Mr. Danielson: Two checks a year, written out of it.

Ms. Ball-Cummings: Okay, so that is the only remaining balance that's in there, is that correct?

Mr. Danielson: Correct.

Ms. Ball-Cummings: All right, thank you very much.

Mr. Sostarich: Are there any other questions for Sig?

**5. Call for Public Comment (limit 3 minutes)**

There's no public present.

**6. Discussion and possible action concerning WIFA grant program.**

Mr. Danielson: We have a schedule from Mr. Rubin at Hughes and they will be performing work in mid-March next year. He also sent us a contractual binder which I have sent up to WIFA this week.

Mr. Kendrick: That's the leak detection?

Mr. Danielson: That's the leak detection study.

Mr. Kendrick: That's starting February

Mr. Danielson: March, tentative schedule.

Mr. Sostarich: Any other questions for Sig on item 6?

**7. Discussion and possible action concerning USDA-RD grant and loan program/application**

Mr. Danielson: The State Historical Office rejected the Cultural Resource Monitoring Plan, saying that we needed to have more, need to have full time monitoring as well as well as a more upfront discovery type digs, or something to that effect. Anyway they ask us to revise the monitoring plan, the cultural plan, that has been done and it has been resubmitted, so we're waiting for them now, they have another 30 day review period. When we get it back, we should be good to go to Washington and see what funding is available.

Mr. Kendrick: One of these days, huh?

Mr. Danielson: It took 3-1/2 years the last time, so I figure we've only got 2 invested in it now so we're good for another year and a half maybe.

Mr. Sostarich: Any questions for Sig on item 7?

**8. Discussion and possible action concerning Emergency Response Plan**

Mr. Sostarich: You want to handle what we discussed or do you want me to?

Mr. Danielson: Yeah I will do that, I've got my notes here. The Chairman and I had just a little bit of a brainstorming session the other day on Emergency Response Plan. What we are opting to do is to simulate a power failure on the system. Or actually staging a power failure on the system. And then run the system on gravity feed only. What we would do would be to check the PSI and flow rate at extreme points in the system. The, here in the North the extreme points, the Chairmans house which is on the corner of Derringer and Flintlock at an elevation of 1910 feet. The high point on the North end of the system is

Antelope, Tres Arroyos, which is at an elevation of 1955 feet. The El Tiro tank, the bottom of the tank here is at an elevation of 1949 feet. Now what means is, just because of the difference in the elevation of here and Tony's house, he will run 17 PSI higher than what we're running here at the pump station. At Antelope and Tres Arroyos, they will be running 3 PSI lower than what we are here. That's assuming no losses in line friction. That is strictly deadhead PSI with no water movement. Okay, for the South end of the system, the low point is Anyway, Lambert at an elevation of 1985 feet and the high point is the Avra Valley Church at an elevation of 2007 feet. The Culver tank, bottom of the tank is 2004 feet. That says that Anyway, Lambert is a plus 8 PSI, then the average at Valley Church is a minus 1 PSI. Our target date to run the test is December 6, 2011 between 2:00 A.M. And 4:00 A.M.

Mr. Sostarich: May I add to that or are you finished?

Mr. Danielson: I'm finished on that yes, go ahead.

Mr. Sostarich: Essentially what we discussed, right now this is just an idea, it hasn't jelled in to an actual plan. One of the spawning concerns of doing the gravity pressure test is, last months conversation centered around the possibility of getting another generator to run the boost capabilities in the event of an electrical power outage. The cost is rather fantastic for another generator system. It's gonna be completely worthless if we don't have any fuel rat holed to run it. So the thinking here is, if there's a serious national emergency, or even a serious local one, having gravity pressure would be better than no water at all. That's what gave us the idea to do a gravity pressure test. Sig suggested the middle of the night, which I can work with, because that will reduce any possibility of disrupting the power system, because most people will be in bed at the time and they'll never know, other than if they happen to be awake and they're out there messing with the water pipes. Another thing that we discussed is getting this information out to the public. I believe it was in Novembers billing, was it not?

Ms. Ball-Cummings: Mr. Danielson: We will include a notice in the November billing.

Mr. Sostarich: We're gonna execute an emergency response plan which includes this kind of a test. It will be worded in such a manner to not to cause any kind of an alarm but we do want people to be prepared for an emergency.

Mr. Kendrick: Yeah

Mr. Sostarich: Before any action will be taken on this, the whole Board will be appraised of the situation and have their opportunity to put in suggestions or outright objections or whatever input they may have.

Mr. Kendrick: Mr. Chairman?

Mr. Sostarich: Go ahead.

Mr. Kendrick: With the Church being the highest elevation and it being a negative PSI. Of course they're not going to be there using water between 2 and 4 in the morning. Is that going to affect, would that affect their flow, or would they have water? They would have water and it would not affect their flow?

Mr. Danielson: What I'm saying is, our normal set points for booster pumps, both ends, is booster pumps come on when we hit 45 PSI and they run until we hit 53 PSI. Okay, at the shut off point at the pumps, the booster station is going to be 53, the church will be at 52. Lambert and Anway will be at 61. Okay.

Mr. Kendrick: Without the pumps, without the generators on?

Mr. Danielson: With the generators on is another exercise that I still have to get in to, okay?

Mr. Kendrick: Is that with it at 50 whatever, below 53, the generators would be on until 53, correct?

Mr. Danielson: That is correct,

Mr. Kendrick: Okay.

Mr. Danielson: No the pumps would be on until 53. Now if what we are talking about doing is, and the mechanics of doing this is, you physically turn the valve off going in to the HP tank. That way you do not have that pressure bladder that pushes water out in to the system while the pumps are off. Then you shut the pumps off. And you run on just the amount of pressure you develop within the system from the tank.

Mr. Kendrick: And the gravity.

Mr. Danielson: The gravity and that I have not yet done but it is about 0.43 PSI per foot of head. So if you had 10 feet of head, your delivery pressure at the bottom of the tank is 4.3 PSI. If you have 20 feet in the tank your delivery pressure at the bottom of the tank would be 8.6 PSI.

Mr. Sostarich: So the idea here is, is that using gravity pressure alone, under these test conditions, somebody is going to actually go out to these points and draw water out and see how much comes out?

Mr. Danielson: What kind flow and pressure we can obtain at this type of operation.

Mr. Sostarich: That way we know that if an unspeakable situation does happen, we'll be able to use our emergency generators to fill up the tanks and at least have some water coming out at the extreme ends, which will include everything in between, so people will at least not die of thirst. At least have some water, they may not be able to take a 20 minute hot shower or whatever, but at least they'll have some water to cook.

Mr. Danielson: When they turn the tap on there will be enough water to fill up a glass. It may take 20 seconds to fill up a water glass, but at least you will have water. I have a few more things on that. I have been today, with Theresa on vacation last week, I didn't have a chance to do it, but we spoke very briefly here, about a week and a half ago, the Chair and I, on week and a half, 2 weeks ago, on what could we get out of the emergency generators as far as, if they were full of fuel, and we had no extra fuel capacity, how long could we run? Realizing we would have to stop and pump water and everything like that and I've been looking at the highest month of consumption we've had, which was June of 2001 or 2002, where the North end, we consumed 10 million gallons of water, or 10.8 millions gallons of water for that month, almost a million more than any other summer month that all the data I've pulled together. Realize there's a lot of data to pull together for this. Under that type of condition of 10 million gallons a month of usage, we would be able to run 8-10 days if the generator completely full of fuel. And so

Mr. Kendrick: And that would be with a power outage and using the generator only?

Mr. Danielson: Using the generator only. We would last between 8 and 10 days if the generator is full. That is pumping water. Distributing water it would be between 11 and 13 days roughly. Now these are just real rough numbers that I've put together. And probably in the combination would probably be right around, you know, 10 days for both, maybe, say on the low side, we could run a week with no power on the North end, just pumping water with generators. Now, the South end only, we could run probably of the lower consumption down there, we could probably run about 2 and a half weeks if there's no power at all at the South end. Now if there was no power at the North end, no power at the South end, that one I haven't looked at yet, that would probably tend to dictate about 4 days on the North end and about 7 or 8, or well 8 or 9 days on the South end. With the generators being full, and now they are not full, they are quarter to a third full. One other thing we were going to do and we're planning on doing this before the initial problem with the truck so I told Tony we've got it done today. Then the truck broke down again

which we were gonna swap these generators and pull them over to Super Stop and at least get the tanks half full.

Mr. Kendrick: Cause we need to swap them anyway, right?

Mr. Danielson: We need to swap them anyway. But now until the big truck comes back, it isn't going to happen.

Mr. Kendrick: Now those are 2 different size tanks?

Mr. Danielson: No the tanks, everything is identical, except for the generator itself.

Mr. Kendrick: Oh okay.

Mr. Danielson: They hold 180 gallons of diesel fuel when they're completely full.

Mr. Sostarich: Apiece or between the two?

Mr. Danielson: Each.

Mr. Sostarich: So you'd be buying over 100 gallons of fuel then.

Mr. Danielson: Right now the

Mr. Sostarich: Per generator.

Mr. Danielson: I'd be buying 45 for the one that's here and about 35 for the one that's on the South end, bring them up half full. So 45 and 35 would be 80, times 4, about 300 bucks for diesel to get them to half full.

Mr. Kendrick: Now when you did these calculations, for the days over here on the North end, did you calculate that for, well I guess it doesn't matter on the size of the, because that generator is actually supposed to be over here. So the calculations would actually be for the North end, with that generator over here.

Mr. Danielson: Yeah, for that generator hooked to that well.

Mr. Kendrick: Yeah, I was going to say, the same gallon size, but different (inaudible)

Mr. Danielson: I'll give Katy a copy of this, I'll show the board this. We ran this test back in September of 2005 and what we did is we ran a, this is the wells generator. That's the one that's on the South end, that's the larger of the two units. We ran that generator a total of 5.05 hours. That was 5 hours and 3 minutes, okay? During that period of time we pumped 141,880 gallons and we consumed 21 gallons of diesel fuel. On the boosters, the smaller generator that's here right now, we ran the generator for 4.95 hours, which is 3 minutes less than 5 hours. We consumed 8 gallons of diesel fuel to pump 42,550 gallons.

Mr. Sostarich: That says something, them kind of figures say something.

Mr. Danielson: Yeah.

Ms. Ball-Cummings: May we all see that, excuse me, please?

Mr. Danielson: Sure. I'll give Katy a copy of that to include in the minutes.

Mr. Sostarich: Here's a person that you might want to call about fuel. I told you all that I was looking into jet fuel, which can run a diesel on it.

Mr. Kendrick: A lot faster too.

Mr. Sostarich: You might call that guy up and see if you can get a better deal on fuel.

Mr. Danielson: Okay, I have not checked with Western Refining to see what it would cost us for fuel yet either.

Mr. Sostarich: Okay well this person, he goes around and gets some fuel out of airplanes and trains and all that crap and then he refines it and sells it to cases like this for less than you would pay for it.

Mr. Kendrick: It might be, we could go through him or have another company come out and fill up.

Mr. Sostarich: Yeah, I think that's what they do.

Mr. Kendrick: Fill up the tanks.

Mr. Sostarich: That's an opportunity for you to look in to if you want to get a better deal on fuel.

Mr. Kendrick: Yeah that might save some money per gallon. Especially from the store up here.

Mr. Sostarich: What is it down there?

Mr. Kendrick: It's like \$4.10 or something like that.

Mr. Sostarich: You could save a lot of money, especially if you want to keep the tank topped off all the way. Why pay retail?

Mr. Danielson: I happen to own a diesel and it's running about \$4.76 right now per gallon.

Mr. Kendrick: \$4. 76, is that right?

Mr. Danielson: Uh-huh.

Mr. Sostarich: That's fantastic.

Mr. Kendrick: Well I saw it for \$3.89

Mr. Danielson: I mean \$3.75 at my local fuel station, and it's down to \$3.20 for unleaded, that's what it was this morning.

Mr. Sostarich: It looks like the cost of fuel's going up, isn't it?

Mr. Kendrick: It fluctuates, like sometimes it's up to \$4.50 a gallon and then down to \$3.75 or whatever.

Mr. Danielson: The biggest problem is that diesel fuel have been inflated over the last 7, 8 years, 10 years, because of the amount of heavy construction that's going on in China.

Mr. Kendrick: So we're gonna to be doing this December 6<sup>th</sup>?

Mr. Danielson: Tentatively, yeah.

Mr. Sostarich: We haven't formulated the plan yet, there'll be time to do that apparently.

Mr. Kendrick: If you need any help with it let me know.

Mr. Danielson: I will.

Mr. Sostarich: That sounds like a good idea. Anything else on the subject, Sig?

Mr. Danielson: No sir.

Mr. Sostarich: We were going to bring up the subject of radios again but we'll table that for this issue because, this isn't a good time to talk about that.

Mr. Kendrick: I got a question real quick, when this test is done, you said there will be people at the faucet checking?

Mr. Danielson: We've have a hydrant down on Lambert Lane. It's not quite at the lowest point in the system but it isn't too far off. We've got a hydrant, it's almost that height, at the corner of Tall Cotton and Avra Vista. So what we may do is say okay while these are the high points in the system, we know what the elevations are here and we'll check them there and then plug that back in to the calculations. Same thing we know that we've got a cooperative individual here at the corner of Flintlock and Derringer in our Chairman that will allow us to run a test there and we have a hydrant up about 3 houses up from the

corner of Tres Arrows and Antelope.

Mr. Kendrick: That's all my questions.

#### **10. Discussion and possible action concerning administrative details**

Mr. Danielson: Mr. Chair, may we have about a 2 minute recess prior to item 10, because I did not grab all stuff I was supposed to bring and I've got something very important under item number 10 to bring up.

Mr. Sostarich: All right we'll stop until ten til five.

Mr. Sostarich: Okay we're back, it's ten til five. So okay what did you have to say?

Mr. Danielson: Announce what the subject is.

#### **10. Discussion and possible action concerning administrative details**

Mr. Danielson: Okay we are running into a problem with the Federal Government and the problem is we are not able to file our individual employee withholding, both for Federal taxes and for Social Security and Medicare and the District withholding for Social Security and Medicare electronically. Which is what they want to do. We were also under this for WIFA wanted us to make electronic payments to them. Now 2 weeks ago, not quite weeks ago, we got a 10% fine on our payments because we did not pay them electronically. I began in March to try to get us to the point that we could file electronically. It took me from March til July to get it done with WIFA. Theresa Hicks had a meeting with Beth Ford herself explaining that the Treasurers Office only prefers to do what is called an ACH pull. They do not like to do wire transfers and if they're gonna have to do a wire transfer, they're gonna charge us about \$75. for the wire. I thought that was cost prohibitive and I've been really trying to chase around with the EFTPS people until I finally says I give up, let them send me another letter. Well what they did, they send us deal. I got on the phone with a, I believe the mans name was Michael Rogers, I've got it written down and I explained the entire situation to him and he says "what's wrong with your Treasurers Office?" He says "we set up this electronic transfer system program to get away form ACH Polls because we don't want to do them anymore and we won't do them anymore" I said well that's all the Treasurer wants to do unless I want to pay \$75. bucks. And he says "Well then I recommend you set up a private bank account with a commercial bank and see if you can do it." Well I've got a paper trail of trying to set up the EFTPS 3 different times between the middle of February and the middle of June and all of them, either the Treasurers Office or the B of A has thrown a monkey wrench in. Bank of America is the County and the States bank. So after spending almost two hours on the phone with the gentleman, I thought, well, what we need to do is we need to set up a regular bank account. I also checked around with Metro, I checked with Mt. Lemon. You know, how do they handle their day-to-day business. They've got private banks accounts. They write 1, they make a deposit at the County, they write for that amount, put it in their bank account. So I have been talking with the National Bank of Arizona,

located right down here in Marana, because they're the closest one and the most convenient one for us to use. And what they want, is they want 4 different things and one of them is action by the Board in order to establish a business banking relation with them because we would be, our funds would be considered public domain funds and the bank has to handle those differently than they do a private individual or a privately owned business, being an LLC or being a corporation for sole proprietorship. It's how they have to treat it. So they've got certain rules. So I ask what if we made a motion, passed it at the regular meeting, addressing 2 of the 3, 2 of the 4 items, the other 2 being mostly on the first 2, the other 2 follow along and they think that would be okay to get the ball rolling without having an official copy of the meeting minutes. So based on what they told us, I drafted the following motion. Do you want to read the motion or do you want me to read it Mr. Chair?

Mr. Sostarich: You can read it.

Mr. Danielson: Okay, I therefore recommend that the Board approve the following motion: I make a motion that the Marana Domestic Water Improvement District of Pima County, Arizona enters into a business banking relationship with National Bank of Arizona, located at 11853 W. Marana Rd, Marana, AZ, 85653. Mr. Sigfrid A. Danielson, System Manager, is directed all details surrounding the development of this relationship. I further move that Mr. Danielson and the publicly elected members of the Board of Directors be authorized to sign checks on this account. Somebody needs to move it and somebody needs to second it.

Ms. Ball-Cummings: Mr. Chairman, excuse me. Shouldn't this, if my memory serves me right, according to Roberts Rule of Orders, shouldn't this be an agenda item and done at a regular meeting, instead of under Administrative Details, so that all Board members can be here and do it the proper way? Because we are short a board member, Mike is not present today.

Mr. Danielson: You have a quorum to conduct business.

Mr. Sostarich: We've got four.

Mr. Danielson: What I was attempting to do, this is an Administrative Detail because it's administrative on how we handle our banking business. If you want to put it into a resolution form, then we delay this process until after next months Board meeting which allows us to turn around and get fined again for the month of October by the IRS.

Mr. Kendrick: As long as we're, I'm sorry Mr. Chairman, may I speak?

Mr. Sostarich: That's okay, yeah.

Mr Kendrick: As long as we're following the Roberts Rules, and you don't think we're breaking any rules tonight, I suggest that we go ahead and do it now.

Mr. Danielson: I don't believe we are.

Mr. Sostarich: Do you want to make a movement, or a motion that we accept this idea? Do you understand what this idea is? The idea is to just have a bank account with this bank down here.

Mr. Kendrick: It's to open up a bank account so we can stop getting charged 10%.

Mr. Sostarich: Yeah.

Mr. Kendrick: Right. The one question I did have, the address, I don't know how technical it is, isn't it Trico, Marana Rd?

Mr. Danielson: No, that's what I took off their business card.

Mr. Kendrick: Okay.

Ms. Ball-Cummings: Excuse me Mr. Chairman, will you go ahead, Sig, and repeat everything all over again to make sure everybody is clear on what the whole financial situation is with, the tax, with the electronic transfer?

Mr. Danielson: Okay I will, fact is, I'll go in to a little bit more detail. If your taxes amount to over \$2500 in one month, you must file that electronically. For us, we exceed the \$2500 two times a year, during the months we have three paydays. Therefore, we have to file all year, according to what, like I said, I believe his name is Mr. Rogers, told me on the telephone. We're subject to a 10% penalty if we do not file electronically. The County prefers to only do ACH pulls. If they want us to do a wire transfer, it's \$75 bucks through the County. It's \$30 bucks to do a wire transfer at the National Bank of Arizona. Whenever we attempted to file for, put in all the paperwork, we would send it down, either the County would change the bank account number that we had gotten from the County or they would change our Employer Identification number to the General County and that's why it never would go through. I've fought it and fought it and fought it and finally I threw up my hands in frustration because I was getting absolutely nowhere including with Beth Ford. And getting nowhere with talking to, trying to find transfer system personnel, one of whom could almost speak English.

Mr. Kendrick: Question, so through the County, we have to do this ACH pull or a wire transfer.

Mr. Danielson: Or, the County prefers to do ACH pulls.

Mr. Kendrick: What is an ACH pull?

Mr. Danielson: I have no idea.

Mr. Kendrick: Okay.

Ms. Ball-Cummings: Yes you do.

Mr. Danielson: What it is, is the County posts the money into a ACH pull account number.

Ms. Ball-Cummings: That's a checking account.

Mr. Danielson: Yeah, it's got to be a checking account set up by the County. Then we notify WIFA that the money's there, go ahead and pay it, then they grab it out of that.

Mr. Kendrick: Does that cost anything?

Ms. Ball-Cummings: It's like a bank draft.

Mr. Danielson: It cost nothing.

Mr. Kendrick: Okay.

Mr. Danielson: The Federal Government won't do that anymore.

Mr. Sostarich: Resume.

Mr. Danielson: The Federal Government will no longer do and ACH pull, it has to be a wire transfer.

Mr. Kendrick: So we've got to have a bank account that serves more than just the ACH.

Mr. Danielson: Correct.

Mr. Kendrick: More than just the County.

Mr. Danielson: More than just the County.

Mr. Kendrick: All right.

Mr Danielson: Okay, would you like me to reread the motion?

Mr. Kendrick: Yeah just one more time.

Mr. Danielson: I make a motion that the Marana Domestic Water Improvement District of Pima County, Arizona, enters in to a business banking relationship with National Bank of Arizona located at 11853 W. Marana Rd., Marana, AZ, 85653. Mr. Sigfrid A.

Danielson, System Manager, is directed to handle all details surrounding the development of this relationship. I further move that Mr. Danielson and the publicly elected members of the Board of Directors be authorized to sign checks on this account.

Mr. Kendrick: I will go ahead and make a motion that we go through with this bank account for the purposes of Pima County.

Mr. Peetoom: I second it.

**3 Ayes      0 Opposed      1 Abstain**

Mr. Sostarich: What was the other issue that you had? You said that there were two hoops that they wanted for you to jump through.

Mr. Danielson: By authorizing me to take care of the details, I can jump through the rest of the hoops.

Mr. Sostarich: Okay.

Mr. Danielson: Okay, expect me to be looking for you guys to come by and sign a signature card sometime in the future.

Ms. Ball-Cummings: Mr. Chairman I need to ask a question.

Mr. Sostarich: You may.

Ms. Ball-Cummings: On this Federal Tax thing, is that just for the Employees Federal Taxes being taken out?

Mr. Danielson: That is correct.

Ms. Ball-Cummings: Okay now wasn't there something back here in the beginning of the year where that was brought up, an issue about the taxes where we had discussed something on that lines?

Mr. Danielson: This is that same mess that we've been trying to work on for six months.

Ms. Ball-Cummings: So instead of trying to go around the loopholes, you're going this way, and open an account

Mr. Danielson: It's the way I was told

Ms. Ball-Cummings: And it's just for paying the Federal Taxes on the employees, is that correct?

Mr. Danielson: We can use it as a regular checking account, once we open it.

Ms. Ball-Cummings: Okay, thank you.

Mr. Kendrick: I've got a question on your Administrative Details to do with that. I should have asked this earlier. About the immigration, you've been dealing with the immigration?

Mr. Danielson: Yes.

Mr. Kendrick: It says that they will complete a review by the end of the month citing procedural errors. Whose errors were they, not ours?

Mr. Danielson: Believe it or not, they were ours. When I was hired on, I filled out the I 9 form.

Mr. Sostarich: Excuse me a moment, do you know what an I 9 is?

Mr. Kendrick: It's for the State, isn't it?

Mr. Sostarich: No, it's where you have to prove that you're an American citizen.

Mr. Kendrick: Oh, a citizen, yeah.

Mr. Danielson: It proves your right to work in the United States.

Mr. Kendrick: Yeah, okay.

Mr. Danielson: Okay, the identification that I presented to the Board Clerk at the time, Vonna Wesala, was my passport. In the payroll files was a copy of the I 9, stapled to it was a copy of my passport. However, Vonna did not bother to fill out the bottom portion of it that says Marana Domestic Water Improvement District, first day of work, so and so, so and so, and signed off as the authorized name and address of the District. My first day of work, and her signing it off as the authorized representative, company representative and dating it. She didn't do that on mine. Roxanne did not do that on Theresa Hicks, when we hired Theresa Hicks, but attached to it in the payroll file is Theresa's drivers license, Social Security Card, proving that she had

Mr. Kendrick: She's a U.S. Citizen.

Mr. Danielson: That she's a U.S. Citizen and she has the right to work in this Country.

Mr. Kendrick: Are you not a U.S. Citizen?

Mr. Danielson: I am a U.S. Citizen, I couldn't have a passport if I wasn't one.

Mr. Sostarich: I think what he's trying to say describe is a Federal bureaucracy known as not having all your I's dotted and your T's crossed, and they can get real particular about that. Am I correct?

Mr. Danielson: Correct.

Mr. Kendrick: So?

Mr. Danielson: So we will get a nasty letter at the end of the month.

Mr. Kendrick: And they are just now catching this after ten years?

Mr. Danielson: Uh-huh.

Mr. Sostarich: I think what started this a couple of months ago is a spite column, am I correct?

Mr. Danielson: I tend to believe that because why would ICE mess around with a small Rural Water District with three full-time employees and one part-time employee?

Mr. Kendrick: So somebody called and

Mr. Danielson: That's what I say, but they say oh no, no, no it's strictly routine, strictly routine.

Mr. Sostarich: That's always say that.

Ms. Ball-Cummings: It's random.

Mr. Danielson: It's random, it's routine and random.

Ms. Ball-Cummings: That's what they say, it's random, it's just, you know

Mr. Sostarich: And then the cop will say this is just a routine question, when you know it's really a probing, prying question that he's building a case against you on but that's really the way the world turns, isn't it?

Mr. Kendrick: But you're getting it rectified? My other question, these hydrants out here, who has access ability to them? I can't remember the company, but they were filling up their water truck

Mr. Danielson: We have a inner-governmental agreement between us and Avra Valley Fire District on maintenance of the hydrants. We mechanically maintain them. They are supposed to keep the weeds trimmed back. We buy the locking assemblies, they're supposed to be buying the locks. They're combination locks, we've got the combination they've got the combination, plus there's also a key to it. Okay, that being said, we occasionally have commercial water agreements with various people. Right now, we've got a long-standing one with Agrigro Systems and they've got that great big black truck.

Mr. Kendrick: I think that's probably what I have seen.

Mr. Danielson: 5000 gallon truck. Yeah, we keep a load count and they pay for the water.

Mr. Kendrick: Okay.

Mr. Danielson: Okay, they get theirs quite a bit cheaper than somebody new because theirs goes back to 2001 is our agreement with them.

Mr. Kendrick: Okay, that's all my questions.

**11. Announcement of the next scheduled meeting**

The next scheduled meeting of the Water Improvement District Board of Directors shall be on Monday, November 14, at 4:00 P.M., at The District Offices. Marana Domestic

**12. Adjournment**

It was moved by Mr. Peetoom, seconded by Ms. Ball-Cummings and unanimously carried that; **This meeting of the Board of Directors of the Marana Domestic Water Improvement District shall be adjourned.**

The meeting was adjourned at 5:12 P.M.

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Minutes prepared by  
L. Katy Walker  
Clerk of the Board