

MARANA DOMESTIC WATER IMPROVEMENT DISTRICT

Official Board of Directors Meeting Minutes

March 12, 2012

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 7:00 P.M. on Monday, March 12, 2012**

PUBLIC HEARING

Vice-Chairman Mr. Kendrick called the meeting to order at 7:01 P.M.

Mr. Kendrick: We are going to start the Public Hearing that everybody got notice of, approximately two weeks ago. Just to start the meeting, I'd like to remind everybody, the paper I passed out to you, is only for regular Board Meetings, for the Board Meeting we're going to have after the Public Hearing.

Mr. Sostarich: Okay, finished?

Mr. Kendrick: Yes.

Mr. Sostarich: Okay, a Public Hearing involves raising the fees on renters and property owners that are starting new contracts with us. Those that are currently renting and buying property will not be affected by this. The reason why we're considering raising the fees, which includes the deposit, is because we're, we were informed by our accounting service that we're losing money there

Ms. Ball-Cummings: Yeah.

Mr. Sostarich: and this is the most economical way to deal with the problem. We have found that it's not financially viable to spend a dollar to save a dime. So those that have bugged out on their water bills in the past, we really can't do too much about them, we can do what we can do, but most cases, there's nothing we can do, So we are considering changing the policy to prevent such losses in the future. What we did was, in January, we decided, renters must pay a \$60 non-refundable Account Establishment Fee. Renters must also pay \$100 Security Deposit, which is refundable when the property is vacated and the final water bill is paid. Both of these fees must be paid in full at the time the account is established. Since then, it was, we have got a letter here from our attorney, saying this what we have in mind is legal and proper, but it must be approached in this Public Hearing format. Okay, last meeting it was discussed that everybody on the board review this policy and write down any thoughts or changes that you might want to add to it. For example, I believe Don Peetoom said we should keep it at \$50. The grace period of pay up or get shut off should remain at 45 days. We've considered moving it to 15 days, and one of the things I brought up, but it slipped my mind, I think we should jack it up even higher than that but

Mr. Kendrick: It's 150.

Mr. Sostarich: Yeah, but I'm not the only one with a vote here. So does anybody, first of all everybody understands, is there anything that anybody does not understand about what we attempted to put in service last January?

Mr. Young: No, I understand.

Mr. Kendrick: I understand, Mr. Chairman, the only thing I have that, I think we need to add, is grace period for, I mean, the way it's worded is, once you get your bill at the first of the month, is due by the 15th, correct?

Ms. Ball-Cummings: Correct.

Mr. Kendrick: The way our grace period is now for our regular customers, is when you get the bill on the first, and you have 45 days.

Mr. Sostarich: That's correct.

Mr. Danielson: If you receive a bill on February 1st, you have until March 15th to pay that bill in full.

Mr. Kendrick: Yeah.

Mr. Danielson: However, the bill you receive on March 1st, must also be paid by March 15th.

Mr. Kendrick: So both bills have to, would have to be paid.

Mr. Danielson: Both bills have to be paid.

Mr. Kendrick: Unless made prior arrangements made to you, with you.

Mr. Danielson: To me, yes.

Mr. Sostarich: Your question that you brought up reminded me of what I forgot I was going to say.

Mr. Kendrick: I am glad I could help.

Mr. Sostarich: Why did the original Board members come up with a policy that we're considering changing? Remember that, I said I was going to go to Bob Flood and ask him about that?

Mr. Young: Yes, I do.

(inaudible overlapping statements)

Ms. Ball-Cummings: Mr. Kline is here, we can ask him.

Mr. Sostarich: I've asked Mr. Flood that question, and his answer was, the subject of people bugging out on their mortgages, wasn't an issue then.

Ms. Ball-Cummings: No, that's correct.

Mr. Sostarich: Therefore they had this lenient grace period. At the present time it is. Do you know whether these are, these people that are abandoning their mortgages, are they throughout the District, or are they confined to that new Housing Development down there?

Mr. Danielson: They are throughout the District.

Mr. Sostarich: So it could be anybody.

Mr. Danielson: It could be anybody.

Mr. Sostarich: Okay, that answers any questions I have. Has your

Mr. Kendrick: Since you said that, I went and looked at our February billing, actually we had 155 late notices go out, and we only did 5 shut-offs for the month, which is extremely less than average. So, I'm thinking, you know, for our renters, I mean we could try it the way we stated it, and if it becomes a problem, I mean I understand that it's, sometimes you're late with your bills, I'm unfortunately not

Mr. Sostarich: Did you read the meeting minutes that we haven't yet approved for last month?

Mr. Kendrick: I've skimmed through them, I didn't read them all, no.

Mr. Sostarich: Have you read them?

Ms. Ball-Cummings: Yeah.

Mr. Sostarich: Have you read them?

Mr. Young: No.

Ms. Ball-Cummings: Cool.

Mr. Sostarich: Okay, this question came up in the last meeting about keeping, applying the 15 day policy to renters, while the mortgage owners retain the 45 day grace period.

Mr. Kendrick: Correct.

Mr. Sostarich: That came up, I can find it here, but that was brought up at the last meeting.

Mr. Kendrick: Yeah, I think I actually brought that up.

Mr. Sostarich: Yeah, do you, yes?

Ms. Ball-Cummings: Okay, are we going to go ahead, I'm not meaning to stop the meeting in progress, but are we gonna go ahead and do our regular meeting, or we gonna do just

Mr. Sostarich: We're gonna do the regular meeting after this special hearing.

Mr. Kendrick: We're in the Public Hearing right now.

Ms. Ball-Cummings: So you're gonna, okay, I see, you got me all turned around now, when you said that

Mr. Sostarich: It's okay.

Ms. Ball-Cummings: No, it's not okay because you said that you were going to do it afterwards.

Mr. Kendrick: We are.

Ms. Ball-Cummings: Now you're discussing it prior, so I'm just trying to clarify why

Mr. Sostarich: What I'm attempting to do here is solidify and hopefully pass this idea tonight, vote on it and everything.

(inaudible overlapping statements)

Mr. Sostarich: The rental policy and the grace period of collecting.

Ms. Ball-Cummings: Okay, so should we not just go ahead and start the regular meeting?

Mr. Kendrick: No.

Mr. Young: No, no.

Mr. Kendrick: We are in the Public Hearing right now.
We're going to finish with the Public Hearing, and then go in to our meeting.

Mr. Sostarich: We're having the Public Hearing now,
instead of another day because the message didn't get out early enough.

Ms. Ball-Cummings: I know that, I thought you were going in the Public Meeting afterwards.

(inaudible overlapping statements)

Mr. Kendrick: No, we're having, in the Public Meeting right now, that's what we're in.

Mr. Sostarich: Okay

Mr. Young: Mr. Chairman?

Mr. Sostarich: Yeah.

Mr. Young: One of the things we talked about at the last meeting, is if they skip out, and the meter is taken off the property

Ms. Ball-Cummings: True.

Mr. Young: and then we were talking about a re-install fee

Mr. Sostarich: Yes.

Mr. Young: to put the meter back then, put it back on the property, we talked about that also.

Mr. Sostarich: Yeah, that was something that was brought up, it hasn't been, a solution hasn't been agreed upon by everybody yet.

(inaudible overlapping statements)

Mr. Sostarich: Do you think it would be better to, if somebody bugs out on a rental property, pull the meter out, and who are we gonna charge the renter or the property owner?

Ms. Ball-Cummings: Personally, my opinion, Mr. Chairman

Mr. Sostarich: Yes.

Ms. Ball-Cummings: It's gonna be the renter because, it's gonna be their responsibility to pay the water bill.

Mr. Young: Well it depends upon if the person is living at the residence and they skip out on their mortgage and

Mr. Sostarich: I thought we were talking about renters here.

Mr. Young: We're gonna talk about both.

Mr. Sostarich: Okay.

Mr. Young: If the meter is pulled, if they abandon their mortgage and then have a re-establishment fee to put a new meter back in when there is a new owner.

Ms. Ball-Cummings: That's what I thought.

Mr. Sostarich: That sounds good, but if it's, somebody owns the property and a renter skips out, we should just lock out the meter.

Mr. Kendrick: I think

Mr. Sostarich rather than charge the owner.

Mr. Young: I agree with that.

Mr. Sostarich: Okay, so we essentially got, if the renter skips out in the middle of the night, just lock out the meter, take his deposit, apply it to the bill.

Mr. Kendrick: Correct.

Mr. Sostarich: He probably won't come back if there's any residue to collect. If they do then

Mr. Kendrick: If they skip out in the middle of the night, their, whatever deposit we have, is probably going to go toward their bill.

Mr. Sostarich: Yes, yes, that's what we wrote in this policy right here.

Mr. Kendrick: Yes, but we're talking about doing meters, I think we should put that on

Mr. Sostarich: The meters, if somebody's buying their property

Mr. Kendrick: Uh-huh.

Mr. Sostarich: and they skip out on their mortgage

Mr. Kendrick: mortgage

Mr. Sostarich: and leave town and abandon the place, what he suggests, is that we pull the meter out and then the next person that comes

Mr. Kendrick: has a re-establishment fee.

(inaudible overlapping statements)

Mr. Young: They have to pay a re-establishment fee and have the meter re-installed.

Mr. Kendrick: Yeah, that's the way I thought it was done almost all the time.

(inaudible overlapping statements)

Mr. Sostarich: In other words, oh no, it was brought up at the last meeting, but it wasn't actually, I guess the term is ratified, isn't it?

Mr. Young: Sure, if you want to use that word.

Mr. Sostarich: I

Ms. Ball-Cummings: You can ratify it or

Mr. Sostarich: voted on.

Mr. Kendrick: You want to take some comments?

Mr. Sostarich: Have at it.

Ms. Sims: I just have a couple of questions.

Mr. Kendrick: Okay, go ahead.

Ms. Sims: If I could, I guess I'm confused as to, are you trying to, okay, I don't understand the difference between the renters and an individual who owns a house. So, personal, if it's my home personally and I own it, tell me what I would have to pay for a deposit.

Mr. Sostarich: If you're already on line here, you already in the loop.

Ms. Sims: No, if I bought, if I am right now buying a home in this area, and I want to come to you for new service, what would be my deposit be?

Mr. Kendrick: Your deposit would be \$100.

Ms. Sims: Okay.

Mr. Sostarich: Security deposit.

Mr. Danielson: \$110.

Mr. Sostarich: \$110?

Mr. Danielson: Well currently \$110, because you have not made any changes to homeowners, as of right now.

Ms. Sims: Well, except, okay

Mr. Danielson: Okay, a new renter coming in would pay \$160, rather than the \$110 right now.

Mr. Young: What does that include?

Mr. Danielson: \$100 security deposit and a \$60 account establishment fee.

Mr. Kendrick: That's what we're trying to change it to, correct, or is that?

Mr. Danielson: That's what the Board voted on in January to change for the renters. I, Mr. Charmian, may I step in?

Mr. Sostarich: You may.

Mr. Kendrick: Yeah but nothing has been changed as of yet?

Mr. Danielson: Correct, okay, one of the things is, we've been sitting here, kicking this thing back and forth for three months. We're intermixing both, rental property and new property owners. The rental property was settled back in January and if you've got a copy of that policy, that applies strictly to rental property. Mr. House, who is a former Board Member here, has several rental properties, and he was one of the ones who brought it up to the Board and we were already talking about doing something different as far as renters go. Mr. House's objection was, that under the tenant-landlord law, that if somebody walks away for one of this rental properties, he's probably not only out 2 weeks to a months worth of rent

Mr. House: Two months.

Mr. Danielson: Two months worth of rent, he's also probably also out a couple months worth of water bills. So what we're trying to do is with raising the security deposit from \$50 to \$100, is less of an impact on Mr. House and fellow landlords throughout the District, okay. That's point number 1, okay, point number 2 that we've been talking back and forth is last year, we had essentially a \$9000 loss in water sales from people who had their homes foreclosed on and they took off in the middle of the night.

Mr. Sims: May I ask a question, please?

Mr. Danielson: Yes, sir.

Mr. Sims: Are you not allowed to put a lien on their property?

Mr. Kendrick: If we catch it in time.

Mr. Danielson: We don't know when it's going into foreclosure until we see a Realtors sign in front of it.

Mr. Sims: Okay.

Mr. Danielson: Or it's shut off for non-payment or we see that the house has been abandoned. We don't know.

Ms. Sims: Well if they've quit paying their water and then you have to shut it off, can't you, how difficult is it to put a lien against it right away?

Mr. Danielson: That, normally by the time they're gone, the foreclosure process is in place and it takes us, between man hours and time, and everything like that, it costs us about a hundred bucks to put a lien on a piece of property.

Ms. Sims: Okay.

Mr. Danielson: \$100 to \$145.

Ms. Sims: So it's really not, okay.

(inaudible overlapping statements)

Mr. Sostarich: Stepping over a pot of gold to pick up a dime.

Mr. Kendrick: Depending on the amount of the bill.

Ms. Sims: Right, okay.

(inaudible overlapping statements)

Mr. Sims: Thank you, you have answered that question.

Mr. Danielson: Established homeowners, and the fact is, one of your neighbors down on the South end, went to Show Low, with a huge leak in his yard, left behind a \$1000 water bill, had a \$400 water bill next month. He's paid it up. That was a year and a half ago. I put a lien on the property.

Ms. Sims: Okay so you do if it's a large amount, I understand

Mr. Danielson: I do if it's a large amount.

Ms. Sims: Right.

Mr. Kendrick: And if we catch it in time.

Mr. Danielson: And we catch it in time, we knew he was not being foreclosed on.

Ms. Sims: Okay and then so I guess too I'm just, so you're only talking about increasing the security deposit for renters or you're? I think it should be for everybody.

(inaudible overlapping statements)

Mr. Danielson: That's what we're talking about only the security deposit for new owners, but also if the house has gone in to foreclosure and it's a new sale, we've talked about the idea of physically removing the meter

Ms. Sims: Okay.

Mr. Danielson: and then having either the mortgage company, the Realtor, or whatever, would be responsible for some type of a reconnection fee.

Ms. Sims: Okay.

Mr. Sims: What benefit do you have by actually removing the meter?

(inaudible overlapping statements)

Mr. Kendrick: Charging a new fee.

Mr. Sims: I mean but, it's labor intensive, is it not, to take the meter out and put it back in? It is, it cost you at least a couple of man hours.

(inaudible overlapping statements)

Mr. Young: Right, but

Mr. Danielson: Yes and no, yeah, it cost us a couple of man hours.

Mr. Sostarich: And what do we charge to put the meter in?

Mr. Young: Also, they cut the locks off and they keep using the water. That was another reason, removing the meter eliminates all doubt and there is no argument and it's done.

Ms. Sims: Uh-huh.

Mr. Young: Then the new people have to pay to reestablish the connection.

Mr. Sims: Is that really a big problem, with them cutting off the box?

Mr. Danielson: It happens.

Mr. Young: Yes.

Mr. House: 10% of the time, 5% of the time?

Mr. Danielson: 5% of the time.

Mr. House: 5%.

Ms. Sims: Well and my problem, also too, as far as I'm, I'm all for raising the security deposit for everyone. In fact, my minimum would be a hundred. Trico currently charges, they average, the bill for two, yeah they take an average of the bill

Mr. Kendrick: Yeah.

Ms. Sims: and your security deposit is two months, with a minimum of \$250 security deposit.

Mr. Kendrick: Yep.

Ms. Sims: So I just think you guys are on the right track.

Mr. Sims: I think you're on the right track, but I think there should be no discrimination. I feel like if a renter could afford, I know. If a renter could afford \$150, if that's what you establish, certainly could too. Why give a homeowner a break, charge them more or less?

Mr. Kendrick: And that's what we're thinking about doing.

Mr. Sims: Okay.

Mr. Sostarich: To answer your concern there, my thoughts on that subject, if a homeowner walks out on his mortgage, even if you charge him a \$1000, that's nothing compared to what he's already invested and lost, and the credit rating and all this other. I mean, they're taking a pretty serious loss if they walk out on their mortgage.

(inaudible overlapping statements)

Mr. Kendrick: We're just worried about our end, that's what we're trying to

Ms. Sims: And I think you guys are on the right track and

Mr. Kendrick: And try to help out the landlords.

Mr. Sostarich: Mr. House?

Mr. House: My question has to do with the deposit itself. Up to now, I don't know this for a fact, but it seems as though the deposit wasn't going to the last months water bill, and we were having to pick that up, and that's awfully difficult when you've got as many, well the economy is so bad, there's a lot of people that are leaving everything, and water bills is one of them.

Mr. Kendrick: Uh-huh.

Mr. House: and it's hard, you know, we've had to lower rents, probably by about a third, so our bottom line is seriously affected by the economy, and we're having problems with people that can't pay.

Mr.: Can they afford Satellite dishes?

Mr. House: How's that?

Mr. Sostarich: I said, can they afford Satellite dishes, and these text messaging machines, and beer and all that?

Mr. House: You're trying to get me started on something, but I, I'm not lying, you know me, I guess. I don't see why there's a limit on the amount of time that you can attach the property with these bills. Now, when you're a long time landlord, you as an individual or company, or whatever, you can't afford not to have water. So the water bills are paid. We have to pay those water bills, but, the, it seems to me you know, we discussed this years and years ago, right Tony? Anyway, about the very thing we're talking about, attaching the property, because it doesn't matter when, who owns the property, at any time, if it doesn't have a, if there is a cloud on the title, it has to be clear.

Mr. Kendrick: Uh-huh.

Mr. House: It doesn't seem to me like there's any problem of, if you've got a \$1000 water bill and the people skipped out, it doesn't matter when they skipped out, that property is still property in this Water District. I don't, it doesn't seem like if it's a, you can put a attachment on that at any time can't you, I'd have to, a lawyer would have to?

Mr. Sostarich: Yeah do you want to pay \$100 an hour for a lawyer?

Mr. House: You know every time I

Mr. Danielson: Now it's \$200 an hour

Mr. Sostarich: \$200 an hour.

Mr. House: \$265 for just a mediocre lawyer. Well and you're talking about \$100. Well just to get a tenant out, it cost, if they drive you to the wall, and they do, it cost \$1000 to get a tenant to move. So the \$100, that's for people that, just little people.

Mr. Sostarich: What's your point here?

Mr. Kendrick: What are you trying to suggest?

Mr. House: I am trying to say that the water bill ought to be attached to the property at any time, doesn't matter whether it is in foreclosure or not. I don't know that for a fact, you would have to discuss it with a lawyer, but it should not be a time limit on a water bill. You know it's just like somebody dying, you know, if you got a bill out there, it's attached to your estate.

Mr. Kendrick: So are you, let me try and get you right, somebody cuts off in the middle of the night, takes off

Mr. House: Yes, that person

Mr. Kendrick: and that person, but by the time we find out about it, and we, okay let's say let's put a lien on it

Mr. House: Yes.

Mr. Kendrick: Let's go put a lien on it. What if it's already put in a new owners name?

Mr. House: Doesn't matter.

Mr. Kendrick: Doesn't matter, that new owner should have to pay.

Mr. House: I don't think it should matter, because that water bill is a legitimate bill and it clouds the title of that property.

Mr. Kendrick: No, I agree with you.

Mr. Sostarich: We're finding the most economical path out of this mess here.

Mr. Kendrick: If the water bill is \$100 that's owed, and it cost \$100 for the lien

Mr. House: I understand that, but you still, on the title is the \$100 that you put out for the lawyer and the water bill plus.

Mr. Kendrick: Oh yeah.

Mr. Sostarich: Trying to collect it is going to be an expensive proposition.

Mr. House: It should be something that needs to be

Mr. Sostarich: Mr. Kline, what did you have to say?

Mr. Kline: I only have two points, one is to this gentleman here. I don't know what the legality is, that someone could put a lien on my property, when I haven't done anything wrong. I have been paying my bills and I don't want to see that I have a lien against my property if some day I decide to sell it.

Mr. Young: We talked about that at the last meeting.

Mr. House: I don't know what the legality of that is, maybe it can be done, maybe it can't, I don't know.

Mr. Kendrick: One thing

Mr. House: This is property that is in foreclosure, not necessarily your property. I have to pay those water bills, no matter what.

Mr. Sostarich: We're trying to change it so you don't have to pay it, their deposits will cover it.

Mr. Kendrick: One thing

Mr. House: \$100 may not pay that

Mr. Sostarich: Well we haven't

Mr. Kendrick: We haven't set \$100 yet, it could be more.

Mr. Sostarich: set it yet, could be \$150.

Mr. Kendrick: That's why we're having this meeting.

Mr. Sostarich: What have you got to say?

Mr. Kendrick: Real quick, I wanted to say, last month I brought this up, I don't know if it's a good idea or not, but come to Sig, somebody had a leak for \$2000, \$3000, \$1000, or whatever. I think, personally, we should put a lien on that person until that thing is paid and then take the lien off.

Mr. House: And charge for whatever it costs.

Mr. Kendrick: Okay, Mr. Kline?

Mr. House: Yes, two things, recently within 3 days, I received mail in my mailbox that didn't belong to me, and they were both from a Government Agency to other people.

Mr. Kendrick: Wow.

Mr. House: Now, if I hadn't gone ahead and put it back in my mailbox, so the Postman could deliver it properly, those people would never get those two pieces of documents. And that's the only thing I can say about, if you cut people off too quickly, they may not have got the mail. Although you and I know that we all know that we get a bill every month from

Mr. Kendrick: Yeah, correct.

Mr. House: Still, if you're not notified that's a good reason for not paying. I'm just saying that shouldn't really count too much, because it probably doesn't happen a lot, but it happened to me, two times in two days.

Mr. Kendrick: I've had that happen.

Mr. House: Now the other part about it is, I don't know if this will solve your problem, because you say \$1000, plus \$400, and you're talking about \$160, that's not going to solve the problem. Now, I don't know, do we ever have a year in which you receive more revenue than you need to spend? I mean has that ever happened?

(inaudible overlapping statements)

Mr. Sostarich: If you consider the infrastructure needs, upgrade needs that we have, then the answer to your question is, heck no.

Mr. House: Okay, I understand that if it is no, but I'm just saying if there's possibility if you could ever get in to an era where that you, because this is a non-profit organization, right?

Mr. Kendrick: Correct.

Mr. House: You can't have profit. But it's the same way with Trico. Trico can't make a profit, but every year they make a lot more money than they budgeted for because it's the same old thing, you don't know how much power people are gonna use, how much water they're gonna be using.

Mr. Young: And they're always going to be capital improvements.
(inaudible overlapping statements)

Mr. House: A lot of times, Trico makes extra revenue, well they have, they ship it off to a fund. It's called capital credits. Each and every one of us, on Trico, we have a capital credit check that you might get every year. Sometimes it might take ten years, they don't need to pay it out every year, neither would you.

Mr. Kendrick: Yeah.

Mr. House: But then when people bug out and don't pay their last electric bill, or their last two electric bills, they may have, if they've been around for quite a while, they could have quite a bit on money in that capital credits, and then Trico will file and take that capital credit.

Mr. Kendrick: Uh-huh.

Mr. House: And take care of that bill.

Mr. Kendrick: Yeah.

Mr. House: But you have to be in a position where you make a profit.

(inaudible overlapping statements)

Mr. Kendrick: Well I think last year,

Mr. House: But if it ever happens, I mean, think about something like that.

Mr. Sostarich: We've got millions and millions of dollars worth of repairs in upgrades that we need to do. We're probably generations away from anything that would be a free and clear profit. Yes?

Mr. House: I understand what is being discussed here and the delivery of mail is a critical thing, and it's been a bone of contention for me forever. Tony, the mayor of Marana can't read. Now he used to be the mail deliverer.

Mr. Sostarich: Well, we're not here to talk about the mail or Bigfoot or anything else, you know.

(inaudible overlapping statements)

Mr. House: I know, but if I have mail delivered, as long as it had the number right, he didn't care which state it was in.

Mr. Sostarich: That's all fine and dandy, but we're just wasting time here, let's stick to the point. What?

(inaudible overlapping statements)

Mr. House: Anyway the, what was it, 45 days that you're talking about from the time of actually cut off, was that what?

Mr. Sostarich: The previous policy was a 45 day grace period for the time they didn't pay their bill to the time we cut them off. That's over a month and a half down the road. They could be long gone with hundreds of dollars, we're trying to put a stop to that for future renters and property owners.

Mr. House: Okay, but my thing with that is if you're gonna have 15 days, or 30 days, or whatever it is, when the day is up, cut them off.

Mr. Sostarich: Right.

Mr. House: I've had that

Mr. Sostarich: We're suggesting that right now.

Mr. House: I've had that problem and people that weren't paying their water bill up and can't get the water cut off. Now when they're not paying the bill, they need to have the water cut off, because that is a sweetener

Mr. Sostarich: You brought that to our attention last time and we've discussed the matter. Okay, let's move on. What did you have to say?

Ms. Sims: I was just, as far as notification, you know, so how, what is your procedure for notifying for a shut-off, do you actually physically hang on the

(inaudible overlapping statements)

Mr. Kendrick: Yeah, our water service man goes out and puts something on their door.

Ms. Sims: Yes, we're not relying on the mailman, you guys are taking care of that?

(inaudible overlapping statements)

Mr. Young: I feel another thing too, when a renter comes in here, he signs a contract saying that if he doesn't pay his water bill in whatever specified time limit we give them, we shut them off. Have them sign a contract. If they say you can't do that, well here's the contract.

(inaudible overlapping statements)

Mr. Sims: Is that contract for existing users as well?

Mr. Young: No

Mr. Kendrick: Not the new one, not the one we're discussing about changing.

Mr. Sims: Can you legally shut them off after 30 days?

Mr. Young: If they sign a contract.

(inaudible overlapping statements)

Mr. House: They come in a sign a contract, like if they're behind, and here's the payment that I'm gonna pay.

Mr. Kendrick: Well like last month, we did 5 shut-offs, and we shut them off because they're not paying.

Mr. Sostarich: Well hold on a minute, that, a good question was brought up. The people that are currently renting right now, would we, would it be okay to move them in to this 15 day grace period?

Mr. Young: No.

Mr. Danielson: No because they way we, there is a set of instructions on the renters application that would negate

Mr. Sostarich: Okay so we're digging ourselves out of a mud hole that was left by previous Board Members. What we've got now is a policy that is obsolete by todays standards and we're attempting to write a new for new renters and new homeowners. Has everybody's concerns been met?

Mr. Kendrick: I make a suggestion that we, instead of \$100 deposit, we raise it to \$200, for everybody, not just

Mr. Sostarich: What do you say, Mike, 100, 200, 150?

Mr. Young: I say 200.

Mr. Sostarich: How about you?

Ms. Ball-Cummings: 175 to 200.

Mr. Sostarich: Okay.

Ms. Ball-Cummings: Yeah, cause then this way we don't have to worry.

Mr. Young: That we're serious.

Mr. Sostarich: You made a motion for 200, does anybody want to second it?

Mr. Young: I second it.

4 Ayes

0 Opposed

Mr. Danielson: You'll have to take it up during the regular meeting.

Mr. Kendrick: Yeah.

Ms. Ball-Cummings: Yeah

Mr. Sostarich: Okay

(inaudible overlapping statements)

Mr. Sostarich: We've got something to put under discussion and possible action

Mr. Danielson: Can I relate, Mr. Chair?

Mr. Sostarich: Yes.

Mr. Danielson: I've had a couple of phone calls regarding new property and we have a landlord who lives up in this end of the District, who's currently looking at basically and totally unimproved piece of property and he's saying that if I do this, he says I've been on your water system for 28 years. He says why should I have to pay a security deposit if I'm an established customer and I've been a customer of yours 28 years.

(inaudible overlapping statements)

Mr. Sostarich: The question, we're only talking about new customers here.

Mr. Kendrick: But if he, if he does improvements

(inaudible overlapping statements)

Mr. Danielson: New piece of property.

Mr. Young: Different piece of property.

Mr. Danielson: Different piece of property.

Mr. Sostarich: Yeah, but it is still the same name, isn't it?

Mr. Danielson: It would be, yes.

Mr. Sostarich: He's still a customer, ain't he?

Ms. Ball-Cummings: He's still an old customer.

Mr. Kendrick: Yeah.

Mr. Sostarich: Well, I mean he's still a customer.

Mr. Young: Right.

(inaudible overlapping statements)

Ms. Ball-Cummings: So a customer

Mr. Kendrick: So a good customer.

Mr. Sostarich: So a customer, he's extending his

Mr. Kendrick: Right.

Mr. Sostarich: wants to extend his services, right?

Ms. Ball-Cummings: So he should remain as just

Mr. Kendrick: For a customer that, with 28 years, that has been in good standing all this time, I think even if there was a contract or agreement, or whatever, I think we could make a

Ms. Ball-Cummings: Yeah, I think

Mr. Kendrick: bend the rule or, not bend the rules but

Mr. Sostarich: It's not bending the rules, it's in how you interpret it.

Mr. Kendrick: Yeah.

Mr. Sostarich: This is for new customers.

(inaudible overlapping statements)

Mr. Sostarich: He's talking about an existing customer that wants a new connection.

Mr. Kendrick: Yeah.

Mr. Sostarich: That's not a new customer.

Mr. Kendrick: That's new property, not new customer

Mr. Sostarich: Right, it's a new connection.

Mr. Kendrick: This is for new

Mr. Sostarich: belonging to an existing customer who want to extend

Mr. Kendrick: Correct, this is for new customers, not new connections.

Mr. Sostarich: Correct.

Mr. Kendrick: No I'm agreeing with you guys.

Mr. Sostarich: I know it, you're, we're

Mr. Young: You both are.

(inaudible overlapping statements)

Mr. Sostarich: In my business you got to have the Ts dotted and the Is crossed and

Mr. Kendrick: Amen.

Mr. Sostarich: or the Fed from Scottsdale's gonna come down on your head.

(inaudible overlapping statements)

Mr. Kendrick: Amen.

Mr. Danielson: Okay one

(inaudible overlapping statements)

Mr. Danielson: Mr. Chair, one other thing I'd like to bring up has been commented to me is the Realtors, George Deakin, whoever, takes over a piece of property, say it's been foreclosed on, say whatever has happened to it. We're currently charging them both an Account Establishment Fee and the Security Deposit, and we did that on one piece of property down at the South end, and I don't even think, our Xerox copy had cooled off before they turned around and sold it. So we refunded everything to him, we hadn't even started an account yet, we hadn't even did a final read start read on the property, to begin starting to set up the account. But the question is why are we even, why should we be charging Realtors for a Security Deposit?

Mr. Kendrick: Why?

Mr. Danielson: Yeah

Mr. Kendrick: If they're taking over a new piece of property that, that they're taking over a new piece of property, and if they're a new customer.

Mr. House: Are they turning the water on?

Mr. Danielson: Yeah.

Mr. House: They're turning the water on?

Mr. Danielson: Oh yeah.

Mr. Kendrick: Yeah.

Mr. House: And to go with a development of another piece of parcel by an already established customer, each new renter will put a deposit up, each one.

Mr. Kendrick: Uh-huh.

Mr. House: So you're not gonna be out the deposit

Mr. Kendrick: Yeah.

Mr. House: on that.

Mr. Danielson: Okay now, one last question that I have for the Board and it's regarding the new Rental Policy, and I believe we covered that in

Mr. Kendrick: Sig, I think we're gonna change that renter, scratch renter property and just do everybody.

Mr. Danielson: Okay, the one thing I

Ms. Ball-Cummings: Okay.

Mr. Danielson: On the 1,2,3,4, next to the last paragraph, last sentence. Any renter who fails to pay the final bill will have the applicable portion of the deposit applied to the outstanding balance and The District will charge any remainder as a service fee. Now if we're shortening this up to 15 days, then we can't do, if you're late on your bill, a forfeiture type thing.

(inaudible overlapping statements)

Mr. Kendrick: Yeah.

Mr. Danielson: so that goes away.

Mr. Kendrick: Okay.

Mr. Young: That's fair.

Ms. Ball-Cummings: That's true.

Mr. House: One other thing that

Mr. Kendrick: Well there is going to be a final bill.

Mr. House: that you might consider too is, 200 bucks is especially, you know, they're putting out a, the rent, we charge a deposit, the electric company charges a deposit, the gas company charges a deposit, and water company gonna charge another deposit. Isn't there a way that you can adjust it to where, if you're gonna do the \$200, that they could do incremental \$200?

Mr. Kendrick: Yeah.

Mr. House: Well

Mr. Sostarich: That's a part of our

Mr. House: That would be helpful, cause we've had to do that with rental deposits.

Mr. Kendrick: You were for raising the deposit, correct?

Mr. House: Yes, I'm not against raising the deposits, I don't know if 200 might, maybe 150 might be more appropriate, but doesn't really matter if you got an incremental approach to it, then it might be spread over more

(inaudible overlapping statements)

Mr. Kendrick: We could do that.

inaudible overlapping statements)

Mr. Young: Maybe you would get better renters if they know we're serious on these deposits.

inaudible overlapping statements)

Mr. House: How's that?

Mr. Young: I said maybe you would get better renters if they know we're serious about deposits.

Ms. Sims: Or do what we do, we leave the water in our name, and we collect from them.

Mr. Kendrick: Uh-huh.

Mr. House: If I left the water in my name, then I would charge them a water deposit.

Mr. Kendrick: Well that's what we're doing.

(inaudible overlapping statements)

Mr. House: Well I know but if it's gonna stay in my name and I'm gonna be responsible for their water, I want the deposit.

Mr. Kendrick: Yeah.

Ms. Sims: Well aren't you in the long run, responsible anyway, because if they don't pay it

(inaudible overlapping statements)

Mr. House: That's exactly what brought up all this stuff

inaudible overlapping statements)

Ms. Sims: Then, that's, not only that, then you have control over, you know whether they're paying you or not, and you can say, okay, you haven't paid me so I'm calling the water company and shutting you off

Mr. Kendrick: Yeah.

Mr. Sostarich: That's what was originally in place and it was brought to our attention that the landlords were being stuck with the bill for people bugging out on

Mr. House: I'm sympathetic with lawnmowers, I like them

Mr. Sostarich: With lawnmowers?

Mr. House: They don't make much money and they do our work.

(inaudible overlapping statements)

Ms. Ball-Cummings: We got bugs coming in.

Mr. House: Bottom line.

(inaudible overlapping statements)

Mr. Kendrick: I mean, we can put that in our agreement, our contract that the \$200 could be made in 2 monthly increments of \$100.

Mr. Sostarich: I don't understand your question.

Mr. House: Or maybe more, \$50 because

(inaudible overlapping statements)

Mr. Kendrick: Well we don't want to give them too much

(inaudible overlapping statements)

Mr. Young: That's the whole problem

Mr. Kendrick: That's the whole problem giving them the time.

Ms. Ball-Cummings: We need

Mr. Young: That's the whole problem, if you don't get the deposit, and they get behind on their water bill, then we're defeating our purpose.

(inaudible overlapping statements)

Mr. Kendrick: Yeah.

Mr. House: I understand, I'm gonna leave it up to you.

Mr. Sostarich: Let's take a 5 minute break and think of what we discussed, all right?

Mr. Young: Let me ask a question, what is the average consumer water bill?

Mr. Danielson: 40

Mr. House: \$40?

Mr. Young: \$40 a month? We want to stay ahead of them, that's what

(inaudible overlapping statements)

Mr. Sostarich: We're taking a 5 minute break, we'll meet again at

Mr. Young: At the bar.

Mr. Sostarich: 7, we'll meet again before 7:50.

Mr. Kendrick: We are taking a break at 7:42.

Mr. Sostarich: Correct.

Mr. Sostarich: It is now 8:55 and we're concluding

Mr. Kendrick: 7:55.

Mr. Sostarich: 7:55, we're concluding the Public Hearing Meeting. Now the first thing that we agreed upon is at the top line here, new customer water service policy.

Mr. Danielson: Should we run through the agenda?

Mr. Sostarich: We're not starting the official meeting yet, we're just finalizing this. We'll be voting on this during the regular meeting. Renters must also pay a \$200 Security Deposit, which is refundable, and down here on the very last item, should the outstanding balance exceed the \$200 deposit, then the landlord is responsible for the remainder, as provided for in the residential landlord and tenant law. Anybody want to change anything else?

Mr. Kendrick: I think any renter who fails to pay the final bill will have the applicable portion of the deposit applied to the outstanding balance and the additional will charge as the remainder service fee. Was it you Sig, that said that we need to take that out?

Mr. Danielson: No, no, no, no, no.

Ms. Ball-Cummings: That states

Mr. Danielson: What I said was, what do we do now if they don't pay their bills on time, we were

Mr. Kendrick: We're shutting them off at 15 days.

Mr. Danielson: Under the current policy, if they're coming in here and they're paying a two month bill on the 10th of the following month, if they're paying their bill on the 25th of the month, something like that, then we apply a penalty for late payment on the 15th, actually it's the 16th of the month, about noon time. We count up the number of penalties, if they've had 3,4,5,6 penalties in a years period of time, we do not refund that security deposit. You forfeit it because you did not pay your bill on time.

Ms. Ball-Cummings: That covers it.

Mr. Danielson: To me, if we take that, the way this is written, that goes sway, but if you don't pay the final bill, the final bill, say 80 bucks, well the 80 bucks is applied toward, we'll apply the 80 bucks of the security deposit toward the final bill, we keep the other 120 as a service fee.

Mr. Kendrick: So where are, it's gonna be 15 days for everybody then? I thought we were gonna do, change this to, change the deposit for everybody, all new customers, but the grace period for renters to be 15 days and the homeowners to be 45 days.

(inaudible overlapping statements)

Mr. Danielson: Correct, that's what I was under the understanding of also.

Mr. Kendrick: Okay, so that would stay then, okay.

Mr. Young: And we're also going to find out legal advice on them signing a contract.

Ms. Ball-Cummings: Correct.

Mr. Danielson: We have to draw up a new water service agreement and send that to Roger at the same time we send this to him.

(inaudible overlapping statements)

Mr. Young: Exactly.

Mr. Sostarich: Okay so then this should remain rental property water service policy and then a new

Mr. Kendrick: A new one for

Mr. Sostarich: A new one that says the same thing that says new customer

Mr. Kendrick: Without, change the 15th to the 45 days.

Mr. Sostarich: Yeah, do you, is everybody on the same page here? We're essentially going to be writing 2 contracts here.

Mr. Kendrick: Correct

Mr. Sostarich: Or two policies.

Mr. Danielson: We have two separate policies right now.

Mr. Sostarich: Okay, okay, you

Ms. Ball-Cummings: That's correct.

Mr. Sostarich: focus on, I'll handle the renter,

Mr. Kendrick: Okay.

Mr. Sostarich: You make yours up for new customer policy, all right? So yours will say 45 days here, and instead of everywhere where it says rental, it will be new customer, just line out renter and put in new customer.

Mr. Kendrick: Okay.

Mr. Sostarich: And new customer, in this case is defined as a person that's owning his property.

Ms. Ball-Cummings: Correct.

Mr. Sostarich: And this can be hashed out later by the clerk or the office help, can

Mr. Kendrick: Yeah.

Mr. Sostarich: translate all that scribbling

Mr. Kendrick: Yeah.

Mr. Sostarich: in to a neat format.

Mr. Kendrick: Well I can type it up and they can just edit it.

Mr. Sostarich: If you want to do that, that's fine. Is there any other, anything else before we go in to the regular meeting that anybody might want to add to this?

Ms. Ball-Cummings: It's all good.

Mr. Sostarich: You?

Ms. Walker: I have nothing.

Mr. Sostarich: Sig?

Mr. Danielson: Nothing.

Mr. Kendrick: What about the meter establishment fee, that's going to something totally different, correct?

Mr. Danielson: Correct, correct, we're going to talk about that. Now, I've got an Ex-

Email address, if I've got yours, Gary, I will send you, electronically send you what we've have right here.

Mr. Kendrick: Okay, I can give it to you, you should have it, but if you don't, just give me a call.

Mr. Danielson: I actually don't.

Mr. Sostarich: Okay, we haven't voted on this yet, we just made the changes in the public meeting.

Mr. Kendrick: Correct.

Mr. Sostarich: Okay

Mr. Kendrick: We can't really vote on anything in the regular meeting except for

Mr. Sostarich: Well, we got it on the agenda here,

(inaudible overlapping statements)

Mr. Sostarich: discussion and possible action concerning the outstanding balances and collection policy.

Mr. Kendrick: Correct, that's where we're gonna vote for the \$200 fee.

Mr. Sostarich: Yeah.

Mr. Kendrick: But we can't really vote the new policy in until he gets it finalized through the lawyer and everything.

Mr. Sostarich: Is that correct?

Mr. Danielson: Uh-huh

Mr. Sostarich: Okay, okay, we're all on the same page on that then, right? Okay, there's nothing left, yes?

Mr. Young: Sig wanted to add something to, he's talking about the real estate people from Phoenix.

Mr. Danielson: Yes, I think, Gary, you were inside when I made this comment, I thought we would bring it up under the agenda item. Lately the title companies in Phoenix that have been handling some of these foreclosures and resales have been sending me a form, and any outstanding water bill that was against that particular piece of property, they have been paying.

Mr. Kendrick: Okay

Mr. Danielson: So I'm wondering if putting in either/or in the homeowners deal, that says, if you are purchasing a piece of foreclosure property, you must either pay a X-dollar, \$500 reconnection fee, or must pay any outstanding balance on the particular piece of property to the Water District. That one I not even sure I can get through to Roger, but we'll try it.

Mr. Kendrick: Okay.

Mr. Sostarich: That sounds like what Mr.

Mr. Young: Kline.

Mr. Sostarich: Well one of the speakers, the guests was alluding to that anyway. It's kind of like if, when you do buy a piece of property, if there's any back taxes on it

Mr. Danielson: You have to pay it.

Mr. Kendrick: Yeah, the new property owner has to pay them.

Mr. Danielson: Uh-huh.

Mr. Sostarich: Okay

Mr. Kendrick: That's, yeah

Mr. Sostarich: Now, is there anything that anybody wants to add?

Mr. Kendrick: No, I think we go ahead and close.

Mr. Sostarich: Okay, now we are closing the Public Hearing at 8:04 in the evening and now it's 8:05 in the evening and we're opening the Regular Water Board Meeting, this is the official call to order.

**MARANA DOMESTIC WATER IMPROVEMENT DISTRICT
Official Board of Directors Meeting Minutes
MARCH 12, 2012**

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. March 12, 2012

1. Call to order and Pledge of Allegiance

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
Michael Young
Teresa Ball-Cummings
Don Peetoom, absent

Staff Members present were;

System Manager, Sig Danielson
Clerk, L. Katy Walker

4 members of the Public present

3. Consent items

A. Approval of meeting minutes from the February 13, 2012 meeting

Mr. Kendrick: I've skimmed through them, I didn't have a lot of chance to read it all, but I, what I skimmed through, I didn't find any errors on.

Ms. Ball-Cummings: Neither did I.

Mr. Sostarich: Okay I found a couple of typos that are really inconsequential, I actually read it.

Ms. Ball-Cummings: Good for you. I just found a little couple of typos, but nothing

Mr. Sostarich: Well, for those of you who don't have a copy of Catch 22, and you want to know what it's all about, read the last 2 pages of this. But other than a few minor typos, then I found nothing wrong that we

It was moved by Mr. Sostarich, seconded by Ms. Ball-Cummings and carried unanimously that;

The minutes of the March 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. We've not had any problems with the system since the last Board Meeting.
2. I am currently working on the three annual reports that are due at the end of the month. (Department of Water Resources, CAP -CAGRD, DES)
3. February billing included 155 late notices, which is average.
4. We did 5 shutoffs in February for nonpayment, which is less than average. Average is about 7.

Accounts Payable	\$ 32,504.53
Capital Expenditures	\$ 4,962.95
Accounts Receivable	\$ 35,159.40
Balance	-\$ 2,308.08
MDWID Balances Brought Forward:	
MDWID Balance at Pima County	\$ 77,849.79
N B of AZ Checking	\$ 10,000.00
WIFA Reserve Account	\$ 53,620.47
RD General Account	\$ 317.16
RD Reserve Account	\$ 14,457.03
RD O&M Account	\$ 9,320.19
RD Replacement Account	\$ 7,862.81
RD Bond Account	\$ 14,573.69
Bills Pending Balance	\$ 1,522.76

Mr. Kendrick: Oh wow.

Mr. Danielson: That concludes the Managers Report.

Mr. Sostarich: Any questions for Sig on item 4?

Mr. Kendrick: The refunds, \$200 refund, was that for

Mr. Danielson: security deposits.

Mr. Kendrick: Security deposits.

Mr. Danielson: Uh-huh. One thing that I want to say is, that Capital Expenditure, \$4,962.95, we're waiting for the reimbursement check from WIFA on that. That was for the leak-detection study.

Mr. Sostarich: Any other comments for Sig on item number 4?

5. Call for Public Comment (limit 3 minutes)

There's no public present, we'll move to item 6.

6. Discussion and Possible action concerning Outstanding Balances and Collection Policy

Mr. Sostarich: We discussed this issue in the public hearing, and for renters, I'm going to go ahead and read this what we've agreed upon here, all right? Then we vote on it, is that correct?

Mr. Kendrick: Correct.

Mr. Sostarich: Okay, what we've agreed upon reads as follows; new rental property water service policy. Rental property serviced by Marana District Water Improvement, Marana Domestic Water Improvement District is now covered by the following policy adopted by the Board of Directors at their March 12

Ms. Ball-Cummings: Yeah, that's correct.

Mr. Sostarich: 2012 meeting. Renters must pay a \$60 non-refundable account establishment fee. Renters must also must pay a \$200 security deposit which is refundable when the property is vacated, and the final water bill is paid. Both of these fees must be paid in full at the time the account is established. Water bills are normally mailed to the renter on the last business day of the month. The bill must be paid in full by the 15th, by the 15th of the month, or service will be turned off for non-payment. A service turn-off for non-payment is subject to the established reconnect fee. Reconnect fees are currently \$40, Monday, Friday, 8-3 and \$60 after hours. The security deposit is refundable to the renter only after the renter has moved out and has paid the final water bill. Any renter who fails to pay the water bill will have the applicable portion of the deposit applied to outstanding balance and the District will charge any remainder as a service fee. Should the outstanding balance exceed the \$200 deposit, then the landlord is responsible for the remainder as provided for in the residential/landlord and tenant law as 33-1324A6.

All in favor, does anybody want to make a movement to adopt this policy?

It was moved by Mr. Kendrick, seconded by Ms. Ball-Cummings and unanimously carried that; **We Accept that as our policy.**

4 Ayes

0 Opposed

Mr. Sostarich: A policy similar to this, with slight wording, will be written up regarding those who

Mr. Kendrick: Landowners.

Mr. Sostarich: The landowners, new customer landowners, the ones who

Mr. Kendrick: Buying property.

Mr. Sostarich: are buying property. Okay any other items on item 6, any more questions on item 6?

Ms. Ball-Cummings: One more quick, I know you just passed the motion. I thought we were gonna consider, instead of 60, it was gonna be 50. Isn't that something that Don had brought up?

Mr. Kendrick: No I think we should keep it at 60.

Ms. Ball-Cummings: Go ahead and stay?

Mr. Kendrick: Yeah.

Ms. Ball-Cummings: I just wanted to make sure.

Mr. Kendrick: I just had a real quick thought. You know, why can't we put these properties that are owned by renters, you know, why can't we make them put it in their, put the contracts in their name, and they charge whatever?

Mr. Danielson: Well some of them are starting to do that.

Mr. Kendrick: You know

Ms. Ball-Cummings: That's the smart thing to do.

Mr. Danielson: We're getting more and more and more of that.

Mr. Kendrick: Why couldn't we do that, I mean is it possible?

(inaudible overlapping statements)

Mr. Danielson: It's gonna happen naturally.

Ms. Ball-Cummings: They're gonna get wise.

Mr. Danielson: It's gonna be

Mr. Kendrick: Cause what's her name, that's what they do, and Mr. House, he doesn't do that, I mean.

Mr. Danielson: No, because he's got so many of them.

Ms. Ball-Cummings: Yeah, he has a lot. They'll just get wise to it, that's all, they'll quit losing money and they'll just get wise.

Mr. Danielson: Uh-huh, and I don't think we should care.

Ms. Ball-Cummings: No that's true, that shouldn't be our responsibility.

Mr. Kendrick: Well I think it should be in the property owners name.

Mr. Danielson: Well if you look at the billing software, the billing information and the property owner information are two different tabs.

Mr. Sostarich: You okay back there?

Mr. Young: Yeah.

Mr. Sostarich: You want to move up front here so we can keep an eye on you?

Ms. Ball-Cummings; Oh, he's fine back here, I need someone back here, don't you

Mr. Kendrick: All right that's

Mr. Sostarich: We can all crowd up here, there's room.

Ms. Ball-Cummings: Yeah right.

Mr. Sostarich: Okay, if there's no more questions or comments on item 6, we'll move to item, oh wait, one final thing, item 6 will be implemented as soon as it gets past the lawyers, is that correct?

Mr. Kendrick: Correct.

Mr. Danielson: Yes, the rental one will be implemented as soon as the lawyer approves the rental one, I'll have him approve the two of them separately.

Mr. Sostarich: Okay

Mr. Danielson: Okay, we also have to develop new water service agreement contract, that reflects this.

Mr. Kendrick: Well, that's what we're doing, right, yeah?

Mr. Sostarich: Gary said he will type it up basically

Mr. Kendrick: But he's talking about the, well I thought that is what this is, the rental

Ms. Ball-Cummings: No.

Mr. Kendrick: What did you say?

Ms. Ball-Cummings: It's a different one.

Mr. Danielson: There's an actual water service contract.

Mr. Kendrick: That they're signing, that's what we need to get approved by a lawyer?

Mr. Danielson: Yes, the changes have to be approved by the lawyer also.

Mr. Kendrick: Cause there are already are two separate ones, right, for landowners and then one is for renters?

Mr. Danielson: Yes, this has already been approved by the lawyer.

Ms. Ball-Cummings: Cause it's all good.

Mr. Kendrick: So all we have to do is write up the new service contract?

Mr. Danielson: Yeah.

Mr. Sostarich: The bottom line is you've got a good grip on all that right now, right?

Mr. Danielson: Uh-huh, I know what needs and wants to be done.

Ms. Ball-Cummings: Okay.

Mr. Danielson: I'll put some words on paper and get it passed around to people.

Mr. Sostarich: Okay.

Mr. Danielson: How does that sound?

Mr. Sostarich: That sounds

7. Discussion and possible action concerning Emergency Response Plan

Mr. Sostarich: Did you bring any kind of documentation that we can use, put a 500 gallon tank on a trailer?

Mr. Young: Mr. Sig talked to

Mr. Danielson: Western Refining driver.

Mr. Sostarich: What did he say?

Mr. Danielson: Got to be placard and you got to have Haz-Mat license, got have a fire extinguisher on it, but he can do it.

Ms. Ball-Cummings: Uh-huh.

Mr. Sostarich: Is that viable for us, a Haz-Mat license?

(inaudible overlapping statements)

Mr. Kendrick: If we're gonna do that, we're gonna have to have one.

Mr. Young: The person transporting the fuel has to have a CDL and a Haz-Mat endorsement to transport the fuel. It can be stored here on the property on a trailer without a containment, because it's considered a mobile thing, and as Sig said, the guy, Magnum Paving, they haul 1000 gallon on trailers, there's no

Mr. Danielson: The guy's probably got both the CDL and Haz-Mat, most guys have them that are truckers.

Mr. Kendrick: But we're having it delivered, we're just gonna have a 500 gallon trailer here.

Mr. Young: It has to be placard.

Mr. Kendrick: All we have to do is get the placard.

Mr. Sostarich: Okay what if we put this tank in the covered trailer that we have out here, we still have that, don't we?

Mr. Kendrick: No.

Mr. Danielson: No, sold it.

Mr. Sostarich: Oh you did?

Mr. Danielson: Uh-huh.

Mr. Sostarich: You dirty mean, I had my eye on that thing.

Ms. Ball-Cummings: Oh sure everybody else did.

Mr. Sostarich: Well we've got a, a very compassionate, hopeful person would call it a trailer out there. Somebody with my skill level, will say it is an assemblage that looks it was put together with mud daubers. Would that do, satisfy as a trailer?

Mr. Young: As long as it's mobile.

Mr. Sostarich: Okay.

Ms. Ball-Cummings: Has to be mobile.

Mr. Sostarich: This tank will hang out over the ends. I suppose if you blew the tires up it would be mobile. Do you think that would work? This thing, the tank that I have in mind is out of a KC '97 aircraft that will come on a cradle, it won't just be something that you can roll around, it will be on a little stand that would fit, the stand at least will fit in that little trailer there.

Mr. Kendrick: I think we should get a, no, I don't agree with that. I think we should, if we're gonna store 500 gallons of diesel, it needs to be in something a little bit better than that hunk of metal out there.

Ms. Ball-Cummings: Okay, guys, hunk of metal.

Mr. Sostarich: Trailers can be had pretty cheap.

(inaudible overlapping statements)

Mr. Sostarich: That's a point though, this if you have, if you're down to your last dime, this will do.

Mr. Kendrick: But the tank that we got to get, the tank, whatever, wherever we get it from, we gotta make it pretty much attached to that trailer.

Mr. Sostarich: Well the trailer, the cradle that this tank sits on can easily be bolted to anything.

Mr. Kendrick: Okay.

Mr. Sostarich: The tank is probably about, somewhere around as long as this table here and

Mr. Kendrick: How much?

Mr. Young: 500 gallons isn't that much money.

Mr. Kendrick: Yeah.

Ms. Ball-Cummings: It's enough though, I mean it's

Mr. Kendrick: What's the cost of this tank?

(inaudible overlapping statements)

Mr. Sostarich: He said, I'd have to ask, I think he said about 500 bucks or something.

Mr. Kendrick: Yeah, we'd have to find another, defiantly another trailer, I wouldn't recommend putting it on that.

Ms. Ball-Cummings: More sturdy

Mr. Sostarich: Well the point is, is he came through on his deal. Anything you got to add to the Emergency Response Plan, like the midnight adventure or anything like that?

Mr. Danielson: Well the midnight adventure is going to wait til the annual reports are done.

Ms. Ball-Cummings: I have a question about the plan. Now when you purchased those radios, are they being a use so that they're kept up, I mean do not lose the base as far as the batteries and that?

Mr. Danielson: Oh they're on chargers yet.

Ms. Ball-Cummings: I mean are they being used though, so that we don't lose the base, you know, because you have to use them in order to keep?

Mr. Danielson: Tony and I have played around with them some, but we should use them a little bit more often.

Ms. Ball-Cummings: Yeah, we should go exercise once a month, or even something to that factor, I mean, just so that we don't lose the base, because the battery, if you don't use them on a regular basis, you know, your base battery is going to be phfft.

Mr. Kendrick: Yeah.

Mr. Sostarich: These have, can run off of regular, I believe AA batteries, is that correct?

Ms. Ball-Cummings: Well I've never seen it so I don't know.

Mr. Sostarich: Well I had them in here one time, they, you can either put, I think it takes 3 or 4 AA batteries or AAAs.

Mr. Danielson: 4 AAAs.

Ms. Ball-Cummings 4 AAAs, okay.

Mr. Sostarich: And you can even, you can recharge AAAs, you can get AAAs that are rechargeable.

Ms. Ball-Cummings: Yeah.

Mr. Danielson: That's what they have.

Mr. Sostarich: Or

Ms. Ball-Cummings: Those are wise to use

Mr. Sostarich: Or you can buy them by the bale, the bandoleer, the bale or the bundle at Walmart.

Ms. Ball-Cummings: I just want to take a look.

(inaudible overlapping statements)

Mr. Sostarich: I think they've got a, batteries nowadays have a noteworthy shelf life that is unlike the Ray-o-vac days

Mr. Kendrick: Yeah

Mr. Sostarich: where they leaked all over the flashlight, they're not like that anymore.

(inaudible overlapping statements)

Mr. Sostarich: Yeah, they come in all grades. The industrial ones, stay away from, because they're low grade, but they have higher grade batteries available. I've found Duracell's to be quite long lasting.

Ms. Ball-Cummings: Shut yeah. Any questions?

Mr. Sostarich: Yeah, in the last meeting, Sig you talked about you had done these full-up loads but you're gonna do it with a full tank of fuel, you ever get around to that?

Mr. Danielson: We just got fuel today.

Mr. Sostarich: So as the way things stand, we'r completely filled up or what?

Mr. Danielson: We're filled up as high as they will fill them up to allow for an expansion safety head in March.

Mr. Sostarich: So they're topped off in other words.

Mr. Kendrick: So by next meeting you'll have the load test done?

Mr. Danielson: Yes I will have the load test done.

Mr. Sostarich: Okay. I can't think of anything to add to this myself, does anybody else have anything they want to add?

Mr. Young: Well going back to the tank, the tank has to have certification, who made it, date of manufacturing and all that.

Ms. Ball-Cummings: True.

Mr. Sostarich: That's on the tank

(inaudible overlapping statements)

Mr. Young: That's right, it has to be on the tank.

Mr. Sostarich: Yeah it also has pressure, what it's tested pressure rating is, and everything else.

Mr. Kendrick: So who we get

Mr. Sostarich: Has the straps.

Mr. Kendrick: Who we get the tank from is going to have to supply that.

Mr. Sostarich: It's already written on the tank, this is an aircraft tank.

(inaudible overlapping statements)

Mr. Young: It's an aircraft tank, they want to know who built it, when it was built, and all that. Certification that it met certain specifications to meet the need of fuel.

Ms. Ball-Cummings: Standard

(inaudible overlapping statements)

Mr. Danielson: Aircraft fuel tank or any type of a pressure vessel, for instance, our HP tanks, the documentation on that 5000 gallon hydro-pneumatic tank out there is about this thick. We know what heats the steel came from, who manufactured the steel, what heat number the billets were cast out of.

Mr. Kendrick: Pretty much everything.

Mr. Young: Yeah.

(inaudible overlapping statements)

Mr. Danielson: Everything, you know. When it come through the rolling mill, we have all the destructive strength test, and everything like that, that they ran through the, after the rolling mill and everything like that. All that stuff is fully

Mr. Young: Documented on the tank?

Mr. Danielson: Documented here and by the manufacturer themselves, it's all there.

Mr. Sostarich: Well for this tank, it would have the, probably the last day it was inspected, the day it was made, you would have to go the structural repair manual to find out the temper of the metal it was make of, if that's what you wanted to know.

Mr. Young: No, it will show right on the tag the thickness

Ms. Ball-Cummings: Yeah

Mr. Young who the inspector was, like a birth certificate of the tank.

(inaudible overlapping statements)

Mr. Danielson: Uh-huh, look at HP tank out there, it's stamped A36, that's a type ;of steel.

Ms. Ball-Cummings: It's recommended by State, you have no choice.

Mr. Danielson: You know, that we know everything that, we know what properties A36 steel are.

Mr. Young: Yeah, the welders mothers name is on it too.

Mr. Danielson: Yes it is.

Ms. Ball-Cummings: Okay.

Mr. Sostarich: Well usually for aircraft parts, a lot of that is in the air frame log book

Mr. Young: Well it will be right on the tank, you'll see it.

(inaudible overlapping statements)

Mr. Sostarich: In aircraft terms, it's a component, so a lot of that will be

(inaudible overlapping statements)

Mr. Young: It will be on the tank, I guarantee it.

Mr. Sostarich: Okay

Ms. Ball-Cummings: Move on.

Mr. Young: It is a certified tank which I know it is, an aircraft tank.

Mr. Sostarich: Does anybody, now that we're on the subject of this tank, is anybody ready to move forward with the idea of actually procuring the tank? I will go out and get the tank myself, this guy might even deliver it here for me.

Mr. Kendrick: I don't know, we need to look at the cost and the stuff for the trailer and how much is this going to cost us?

Mr. Young: Does it have the hose? Is it just the tank, does it have the hose?

Mr. Sostarich: It's a tank sitting on a trailer with straps on it.

Mr. Young: That's it.

Mr. Kendrick: Can they bring a picture of it?

Mr. Sostarich: I probably could, yeah.

Mr. Young: Cause it needs to be able to have the fuel dispensing thing and pumped

Ms. Ball-Cummings: The works.

Mr. Kendrick: Yeah, not just the tank, I mean unless it

Mr. Sostarich: Well we could probably put a pump on it ourselves, a hand-crank pump.

Mr. Young: Oh we could

(inaudible overlapping statements)

Ms. Ball-Cummings: Mike's got a point, no, really you can't do that.

Mr. Young: See if it has a screw on top, where you can set an electric motor.

Ms. Ball-Cummings: Yeah.

Mr. Kendrick: That's friction, you don't want to

(inaudible overlapping statements)

Ms. Ball-Cummings: You can't, by the standards of the State, you can't just

Mr. Kendrick: OSHA, yeah.

Mr. Young: And the trailer again has to be able so you can move it to, you know, to 2 different generator trailers.

(inaudible overlapping statements)

Mr. Sostarich: I didn't say anything about a trailer here.

Mr. Young: I know, but if

Mr. Kendrick: If we get the tank, we're gonna have to get a trailer.

(inaudible overlapping statements)

Mr. Young: What good is a tank if

(inaudible overlapping statements)

Mr. Sostarich: You don't want to siphon out of a 5 gallon can?

Mr. Young: No.

Mr. Kendrick: No.

Ms. Ball-Cummings: Shut no, crazy man.

Mr. Sostarich: We're talking about an emergency fuel

Ms. Ball-Cummings: I'm a woman, I even I know that stuff, I mean.

Mr. Sostarich: supply here.

Mr. Young: You'll be the head cranker.

Mr. Sostarich: We're talking about when times are not so good, is what we're talking about.

Mr. Danielson: We are.

Ms. Ball-Cummings: We are a long way off.

Mr. Danielson: Realize we're dealing with diesel fuel here, not gas

Ms. Ball-Cummings: Yeah, that's what I said, I'm a woman and that makes a lot of sense.

Mr. Danielson: You know you can put a pan of diesel fuel down there, right there, even in the middle of June, sitting out in the sun, you can throw a cigarette butt and it won't start.

Mr. Young: Yeah.

Mr. Kendrick: You just don't want to be

Mr. Sostarich: I'll get a picture of this tank and bring it in and we'll move on
(inaudible overlapping statements)

Ms. Ball-Cummings: Sounds good.

Mr. Sostarich: Okay, no more items, questions on item 7?

Ms. Ball-Cummings: No.

8. Discussion and Possible Action Concerning USDA-RD Grant and Loan Program/application

Mr. Sostarich: That's your department, Sig.

Mr. Danielson: Talked to Jeff about a week and a half ago, and he wasn't even as up to date as Leonard was so we're still waiting.

Ms. Ball-Cummings: Still wait and see.

Mr. Danielson: Still waiting to see if Washington is gonna fund any of this.

Mr. Young: Well it needs to be brought up that we jumped through every hoop that they ask us to and we spend money that we shouldn't have spent to honor the contentions that things that, we were gonna, you know

(inaudible overlapping statements)

Mr. Kendrick: Yeah I mean that's why we had him do all that stuff.

Mr. Young: Exactly.

Mr. Kendrick: If it's not going to go through, we want a refund from them.

Mr. Young: Two years?

Mr. Danielson: Yes.

Ms. Ball-Cummings: Year's not over with yet, guys.

Mr. Danielson: Okay.

Mr. Young: Put a lien on the.

Mr. Danielson: I'll pitch a bitch at Jeff tomorrow.

Ms. Ball-Cummings: Break his ear, no.

Mr. Young: You need any help, I'll help.

Ms. Ball-Cummings: All right, we're all good to go, next agenda item, Mr Chair.

9. Discussion and Possible Action Concerning Administrative Details

Ms. Ball-Cummings: I have one.

Mr. Sostarich: What?

Ms. Ball-Cummings: I'd like to ask Mr. Danielson if Tony's had any test done on his grade 2 yet or any progress with that, we haven't heard anything since last year, so I was just wondering.

Mr. Danielson: Tony was eligible to take his grade 2 test in November.

Ms. Ball-Cummings: Okay.

Mr. Danielson: He has taken a couple of practice exams since then.

Ms. Ball-Cummings: Okay.

Mr. Danielson: He's still having problems with the math. I got an Email from Fred Ragsdale today, that they're doing some operator crane for certification for grade 2 level, unfortunately, currently it's in Albuquerque, so I'm gonna call Rags tomorrow, and see if

Ms. Ball-Cummings: Set him up for some training.

Mr. Danielson: Well see if he is going to do anything in Arizona anytime soon. I'll also ask Ed Mendez what's coming up. There was a good math training class that Rural Water had put together and put on. Unfortunately it was up in Kingman and it was right in the middle of meter reads last month.

Ms. Ball-Cummings: Oh darn it.

Mr. Kendrick: When is the last time you have actually talked to Tony about this, taking it? I remember something, in the last month or so talking to him about it and I think he said he was ready.

Ms. Ball-Cummings: I was just wondering.

Mr. Kendrick: I know he said he

Mr. Danielson: As recently as early last week.

Mr. Kendrick: Okay.

Mr. Danielson: He was even saying that maybe I should go in and try it even though the math bothers me.

Mr. Kendrick: Is there a redo, can he do a redo?

Mr. Danielson: Uh-huh.

Mr. Kendrick: How long does he have to wait to do a re-do, is there a waiting period?

Mr. Danielson: Don't hold this as gospel, you got 3 chances to pass it, and if you don't pass it the third time, you got to wait a year.

Mr. Kendrick: Okay.

Ms. Ball-Cummings: Yeah, no, you're right, that sounds right, Sig. If I remember correctly, I think it is

Mr. Kendrick: All right, Maybe a good idea is go ahead and get that first test, maybe under his belt?

Mr. Danielson: You mean get him to take it?

(inaudible overlapping statements)

Mr. Sostarich: I don't think that's a good idea, I think he should take the practice tests. I'm doing testing myself on something and taking the actually exam will be expensive, for what I have to do.

Mr. Danielson: The last practice exam that he took, which was about three to four weeks ago, I sent him up to Phoenix to take the practice exam, he had 68 on it and 70 is passing.

Mr. Kendrick: Oh wow, so he's right there.

Ms. Ball-Cummings: So he's almost there.

Mr. Danielson: So he's there.

Mr. Kendrick: How much does it cost to take the test, the real test?

Mr. Danielson: \$150 bucks probably.

Mr. Sostarich: See there.

Mr. Kendrick: Every time?

Mr. Danielson: Uh-huh.

Mr. Kendrick: Well let's see where, ask Tony if he's

Ms. Ball-Cummings: Ready.

Mr. Sostarich: Don't let him take it until he's confident.

Mr. Kendrick: Yeah until he's confident, yeah, if he's ready.

Mr. Danielson: Well I, I'd like to run him through some more math, another math class, you know.

Ms. Ball-Cummings: Yeah, sure, that's what I think, that's why I

Mr. Danielson: It's difficult for me to help him

Mr. Kendrick: What kind of math are we talking about?

Ms. Ball-Cummings: Little bit of everything.

Mr. Kendrick: Probably some

Mr. Danielson: The majority of it is solid geometry.

Ms. Ball-Cummings: Yeah, it's geometry.

Mr. Kendrick: I know my niece is taking, she is pretty good at geometry, get him a tutor.

Ms. Ball-Cummings: Yeah, there you go.

Mr. Danielson: Well, for instance, their gonna tell you that, here's one of the math problems that will be on the test. It will say you have an 8-inch water line that you need to flush. Your minimum flushing acceptable flushing rate is two feet per second. how many gallons per minute do you have to get up, do you have to be flushing in order to satisfy your two feet per second.

Mr. Kendrick: That's something he should be able to do.

Mr. Danielson: Uh-huh.

Mr. Sostarich: He, do you got any

Mr. Kendrick: I mean too do his job.

Mr. Sostarich: What is the mathematical formula for that, what would be the first step?

Mr. Kendrick: Ask somebody that knows.

Mr. Sostarich: No the first step to answer a question like that would be what pie times the radius square of the inside diameter of the pipe and then figure out how long it is, what is the flow rate and all. I've had to go through all this crap when I was

Ms. Ball-Cummings: I can do geometry, but I'm

(inaudible overlapping statements)

Mr. Sostarich: I don't know what you call it, I learned what I had to learn and got through it, it can be tough.

Mr. Young: Then you forget it cause you don't use it.

Ms. Ball-Cummings: Yeah, exactly, yeah.

Mr. Sostarich: Correct, that's why

(inaudible overlapping statements)

Mr. Sostarich: Take all the pre-exams you want, I mean, I took a pre-exam recently and didn't do too well.

Mr. Kendrick: Well

Mr. Sostarich: and it didn't cost me \$400, I didn't lose nothing here.

Mr. Kendrick: Having him take another pre-exam, how about that?

Mr. Danielson: Yep.

Mr. Kendrick: You know

Mr. Danielson: As soon as I can get him scheduled in to one.

Mr. Kendrick: Okay.

Mr. Danielson: I think there's one coming up in

Ms. Ball-Cummings: The more practice the more better

Mr. Danielson: in April.

Mr. Kendrick: April, okay.

Ms. Ball-Cummings: Practice makes perfect.

Mr. Sostarich: Confidence is the issue here. I mean if he doesn't know it, memorizing the answers to the questions, ain't gonna fly, because they'll just reword the questions

Mr. Kendrick: Yeah

Mr. Sostarich: a little bit differently.

(inaudible overlapping statements)

Mr. Kendrick: I mean these are some of the questions that he should really know

Mr. Sostarich: It's a mathematical formula that needs to be applied to that kind of

Mr. Kendrick: Yeah.

Mr. Sostarich: And the truth of the matter is, is you can throw the answer out the window because that trash pump isn't gonna work at a proper speed anyway, is it?

Mr. Young: No.

Mr. Sostarich: Okay, any more administrative details?

Mr. Kendrick: I have one.

Mr. Sostarich: What?

Mr. Kendrick: Right now, in Katy's office, she does not have Internet access, Sig is that something that can be changed easily?

Mr. Danielson: Not easily.

Mr. Kendrick: What's it gonna take to get her Internet access?

(inaudible overlapping statements)

Mr. Danielson: We're gonna have to scrap rocks out, bury a piece of conduit, pull a wire over from here to the server.

Ms. Ball-Cummings: That's easy.

Mr. Kendrick: Who do we have, Quest, Century Link?

Mr. Danielson: This is all internal. It would be, we would have to have Joe Busboom come out and connect it up, but we'd have to have Tony or me dig the trench, run the conduit, run the wire from point A to point B.

Mr. Kendrick: We can't do it wirelessly?

Mr. Danielson: We tried it, we had a wireless set up when the clerks office was in there

Mr. Kendrick: Yeah.

Mr. Danielson: It didn't work.

Mr. Kendrick: Yeah, I've got wireless at home and it's not too good.

Mr. Danielson: It's the metal, it's the metal building.

Mr. Kendrick: Yeah.

Ms. Ball-Cummings: Man.

Mr. Kendrick: Well I mean if when it comes necessary for her to get on the Internet, I mean, she can go to the office and use it? I mean would that be a problem?

Mr. Sostarich: Maybe you better ask her that.

Mr. Kendrick: That's what I'm getting at.

Mr. Sostarich: She seems to be quite happy in here.

Ms. Walker: I am happy in here.

Mr. Kendrick: No, what I'm saying, is if you need, you're Board of the Clerk, there's Statutes and stuff that

Ms. Ball-Cummings: Yeah, she should be able to, you know, have Internet in here.

Mr. Kendrick: There's stuff you need to do.

Ms. Ball-Cummings: There's stuff she should be able to take care of, I mean, you know. It's ridiculous that she doesn't have Internet.

Mr. Kendrick: Not to bring, not trying to bring blame or anything, this newspaper issue, whatever it was, she should, you should have taken, that should have been completely you, you should have had the access to whatever to do that, to get that done, get that put in the newspaper. That's the Boards job.

Mr. Sostarich: He said that he was gonna do it.

Mr. Danielson: I said that I would do it.

Mr. Kendrick: Correct, I understand that, but she should have been able to do it.

Mr. Danielson: Uh-huh.

Ms. Ball-Cummings: Lot of the clerk stuff, she should do.

(inaudible overlapping statements)

Mr. Kendrick: You should have read last months meeting, I didn't see you do more that skim it

Mr. Kendrick: What would I have found?

(inaudible overlapping statements)

Mr. Young: Can we get along?

Ms. Ball-Cummings: Stop

Mr. Kendrick: We are getting along as far as I am concerned.

Ms. Ball-Cummings: Not you, Gary.

Mr. Sostarich: Okay.

Ms. Walker: It is a problem for me to work in the other office.

Mr. Young: How about, let's move along.

Mr. Kendrick: No I understand for you to work in that office but

Ms. Walker: It is a problem for me to work in that office.

Mr. Kendrick: But I'm saying it's gonna come, there might come a time when you're gonna need the Internet to do your job, correct?

Ms. Ball-Cummings: She's needed it.

Mr. Kendrick: Am I correct?

Ms. Ball-Cummings: Yeah.

Ms. Walker Sig does what, and Annette stops by and gets the minutes so she can put them on the Internet.

Mr. Kendrick: Annette shouldn't have to do that, you should be able to Email her.

(inaudible overlapping statements)

Mr. Sostarich: It's more economically feasible for Annette to just pick up the disk and download it.

Mr. Kendrick: I understand that.

Mr. Sostarich: She likes doing it.

Mr. Kendrick: She should be able to Email.

Ms. Ball-Cummings: Everybody's evading the issue with Katy, it shouldn't be a problem.

Mr. Kendrick: Time out.

Mr. Danielson: I need to get Joe out here to do some work on the computer system. At the time, I will ask him to tell me exactly what I need to do in order to get Katy hooked up.

Mr. Kendrick: Okay.

Mr. Danielson: We'll go from there.

Mr. Kendrick: Sounds good.

Mr. Young: Now we're moving on.

Mr. Kendrick: Now we're moving on.

(inaudible overlapping statements)

10. Announcement of the next scheduled meeting

The next scheduled meeting of the Marana Domestic Water Improvement District Board of Directors shall be on Monday, April 9, 2012 at 4:00 at the District Offices.

11. Adjournment

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

4 Ayes

0 Opposed

Minutes prepared by
L. Katy Walker
Clerk of the Board