

**MINUTES FOR THE
BLACK CANYON CITY WATER IMPROVEMENT DISTRICT
NOVEMBER 16, 2006 REGULAR BOARD MEETING**

Vice Chair Ralph Van Dusen opened the meeting at 7:30 PM and called for the customary reflection period to be observed by the Board and Public. Vice Chair R Van Dusen indicated he would be standing in to chair the meeting because Chair Jim Evans is on vacation. Roll Call showed a quorum present -

Ralph Van Dusen, Vice Chair

Ron Lee, Secretary

Floyd Ballinger, Treasurer

Mary Brown, Member-at-large

Chair Jim Evans absent (on vacation)

Also in attendance: Water Management - Randall Hrabina and Sarah Hrabina

Public: Polly Ballinger, Rodger Gibbons, Susan Groth, Ed Konieczny, Bob Marley, Dave Moore, Duke Treppicione and Levone Van Dusen all Owner/Users. Also in attendance Diana Hahn from the Big Bug News.

Agenda Item #4: Board Member Reports - None

Agenda Item #5 Approval Board Minutes

Vice Chair Van Dusen inquired if the Board members had a chance to read the minutes and if there were any comments. M Brown noted she had read them thoroughly and to her recollection were accurate; M Brown moved to accept the minutes as written. F Ballinger seconded the motion and upon vote the minutes from the October 19, 2006 Regular Board Meeting were approved as written.

Agenda Item #6 Treasurer's Report (as of 10/31/2006)

Treasurer F Ballinger began the Financial Report reporting the beginning and ending balance in each account:

Account	Beginning	Ending
General Fund	\$238,419.56	\$259,980.00
Security Deposits	\$ 39,710.00	\$ 39,710.00
Capital Reserve	\$163,521.09	\$137,782.20
Arsenic Sinking Fund	\$ 47,676.56	\$ 51,145.46
Bank of the West	\$ 11,417.65	\$ 11,640.33

F Ballinger noted no change in the Set-aside Fund from last month.

October billing totaled \$30,978.56 with 831 active accounts. The gallonage for the month was reported at 6,016,000 as compared to 5,951,100 the previous month. The Oct '05 comparison was 6,303,000 gallons. Total year-to-date (4months) was reported at 29,580,100 gallons. The cash management reports showed total receipts for the month of \$36,965.37 and total disbursements of \$39,730.96. The Treasurer indicated the financials included audit #7524 through #7595 and QuickBook invoices #722 to #741 with the accounts receivable balancing in both at \$31,014.45. One impact fee of \$2,500.00 was collected in October- audit #7591 account #774; and both the budget report and monthly general journal entries were attached for approval.

Vice Chair R Van Dusen called for a motion to accept the Financial Report with R Lee so moving. M Brown seconded the motion and upon vote the Treasurer's Financial Report for the period ending 10/31/2006 was approved unanimously.

Agenda Item #7 Operations Report (as of 11/13/06)

R Hrabina presented an overview to the Board and Public: 20 Completed Work Orders, 11 Blue Stakes marked and 45 "Pink Slips" for past due accounts were processed. It was noted there was one new service installed during the report period and one removed at the customer's request. R Hrabina reported the repair on Roadrunner was caused by grading done by Yavapai County. Water samples (for bacteria) for the month were negative.

Well Stats – water levels were reported to be the same again this month with just the running times less: Big John #1 -Water level at 20' 3"; Draw to 23'; Big John #2 - Water level at 20' 3"; Draw to 40' Running time 4 ½ to 6 ½ hrs a day. GOA #1 - Water level at 20'4"; Draw to 23' 6"; GOA #2 - Water level at 20'4"; Draw to 42'; Running time 5 to 7 hrs a day. Oasis #1 - Water level at 24'; Draw to 49'; Oasis #2 - Water level at 23'; Draw to 45'; Running time 4 ½ to 6 hrs a day. Total gallons pumped from 10/13/06 to 11/12/06 – 6,774,000 gallons.

Ending his report R Hrabina asked for any questions from the Board with M Brown inquiring if Yavapai County would reimburse the District for the damages. R Hrabina stated the County has a policy that if the line is not at least 36-inches deep they are not

Agenda Item #7 Operations Report (con't)

responsible and this line, as are many of our lines, are less than 36-inches deep. With no other questions, the Vice Chair indicated he would entertain a motion to accept the Operations Report as read with M Brown so moving. The motion to accept the Operations Report was seconded by F Ballinger and upon vote passed with no opposition.

Agenda Item #8 Canvass of Election

Vice Chair R Van Dusen opened the discussion stating he was informed the "official" numbers have not been completed by the County (Elections Department) yet. Checking with Sarah (Hrabina/Management), Sarah stated she was informed (by telephone conversation) that they expected to have the official results by Monday (11/20/06). It was noted by the Vice Chair a Special Meeting would have to be called before Friday (11/24/06) for the Canvass of Election with S Hrabina indicating Friday is the deadline for the District to forward the official results to the County Supervisors for their Supervisors Meeting.

TABLED/No action taken; Special Meeting will be called upon receipt of "official" results from the County Elections Department.

Agenda Item #9 System Water Plan

Vice Chair R Van Dusen opened the discussion indicating the Water Plan had been reviewed last month by the Board. The Water Plan is in the FYI-Book for the Public to view and a correction on Page 5 from last month has been corrected. The Vice Chair asked for any Board comments – None; R Van Dusen indicated the Chair had wanted to give the Public an opportunity to comment on the Plan and opened the floor for any Public comment – None. With no comments from the Board or Public the Vice Chair indicated he would accept a motion to approve the System Water Plan with M Brown so moving. The motion was seconded by R Lee and upon vote the System Water Plan was approved unanimously.

Agenda Item #10 2005/06 Year-end Audit Draft

Vice Chair R Van Dusen opened the discussion indicating the 2005/2006 Year-end Audit Draft was submitted by the CPA, Darlene Wood. He indicated the Board would be approving the draft with Darlene Wood scheduled to attend the next meeting for the final approval of the audit. The Vice Chair asked for any questions or comments from the Board. R Lee indicated the draft was acceptable and the Vice Chair stated he would entertain a motion to accept the draft of the 2005/06 year-end audit. F Ballinger motioned to accept the draft of the audit and M Brown seconded the motion and it was a unanimous vote to approve the draft of the 2005/06 year-end audit.

Agenda Item #11 Call to the Public -

Dave Moore stated his name and indicated he lives in Kings Ranch and uses the District water. I've asked this question before – how do I get a copy of the financial records? I know they are a Public record. Vice Chair R Van Dusen indicated the records were available from Sarah (Hrabina/Management) at the office, adding there was a fee but he wasn't sure how much the fee is but it is to cover the cost of the paperwork. S Hrabina stated the financials or any Public documents are available at the office, FREE of charge if you just want to "view" them at the office or 50-cents per page if you want copies.

With no other business to come before the Board, the meeting adjourned at 7:50 PM.

CERTIFICATION:

I, Sarah J. Hrabina, certify the Agenda for the November 16, 2006 Regular Board Meeting was posted for the public at the Post Office Bulletin Board, on Friday, November 10, 2006 at 3 PM.

Sarah J. Hrabina

ATTESTED:

I, Ronald E. Lee, Sr. for the Black Canyon City Water Improvement District certify that the minutes, as transcribed, are true and correct to the best of my knowledge and belief.
Respectfully submitted,

Ronald E. Lee, Sr.

Transcription of minutes completed by Sarah J. Hrabina on 12/12/2006
Amended: YES NO

Minutes of the Regular November 16, 2006 Board Meeting approved
by Board action on: _____ as herein transcribed