

**MINUTES FOR THE
BLACK CANYON CITY WATER IMPROVEMENT DISTRICT
May 19, 2011 REGULAR BOARD MEETING**

Chair Robert Marley called the meeting to order at 6:30 PM and welcomed the public.

Roll call showed a quorum with all Board members present:

Chair: Robert Marley

Treasurer: Barrie Dickerson

Vice-Chair: Ron Lee

Secretary: Harry Putman

Member-at-large: Doris Gosney

Also in attendance: Management – Randy and Sarah Hrabina

Owners/Users: Susan Marley, Bob Gosney

Public: Cindy Brannan

The customary reflection period was observed by the Board and Public

Agenda Item #3: Board Member Reports

None

Agenda Item #4: Approval of Board Minutes for April 28, 2011

The Chair noted the minutes from the April 28, 2011 Board meeting were given for review and approval, with all Board members indicating they had read them. R Lee moved to accept the minutes as written. The motion was seconded by D Gosney and upon vote approved unanimously.

Agenda Item #5: Treasurer's Financial Report as of 04/30/2011

B. Dickerson presented the financial report for the period ending 04/30/2011, with beginning and ending balances for each account:

Account	Beginning	Ending
General Fund	\$23,701.94	\$6,581.25
Security Deposits	\$42,265.00	\$42,265.00
Capital Reserve	\$229,036.73	\$229,041.37
Arsenic Sinking Fund	\$80,151.93	\$80,153.74
Bank of the West	\$11,619.99	\$35,603.85

April billing with 835 active accounts totaled \$27,068.18. The gallonage for the month was reported at 4,655,000; compared to 4,077,000 the previous month. The April '10 comparison was 5,250,000 gallons. Total gallons billed for the fiscal year-to-date was reported at 51,129,000 gallons (10 mo.). The cash management reports show total receipts for the month of \$23,993.95 and total disbursements of \$20,035.93.

The financials include QuickBooks invoices #1335 to #1338 and In-Hance audits #10,157 through #10,199 with the accounts receivable balancing in both at \$25,843.48. There were no impact fees collected in April. It was noted budget vs. year to date analysis and monthly general journal entries were also attached to the report. The data was respectfully submitted by Management, Sarah Hrabina, and reviewed by Treasurer, Barrie Dickerson, for final Board approval. H Putman moved to accept the financial report. R Lee seconded the motion and upon vote the Financial Report for the period ending 04/30/2011 was unanimously approved.

Agenda Item #6 Operations Report as of 5/17/2011

R Hrabina/Management presented a recap of the month's activities with 16 work orders, including several repairs at the well and booster sites. There were seven (7) blue stakes marked for the period. There were 25 pink slips issued in April.

Monthly bac-t samples were negative. First quarter arsenic samples reported last month were shown this month with previous quarter for comparison (per Board request):

	2 nd Qtr/2011	1 st Qtr/2010
GOA	0.0026	0.0019
Big John	0.0081	0.0074
Oasis	0.0032	0.0011

Well Stats as of 5/16/11

Again, no change in water levels:

Water levels:	LAST REPORT	THIS MONTH
Big John #1	20' Draw to 23'	20' Draw to 23'
Big John #2	20' Draw to 38'	20' Draw to 38'
GOA #1	20' Draw to 24'	20' Draw to 24'
GOA #2	20' Draw to 36'	20' Draw to 36'
Oasis #1	21' Draw to 30'	21' Draw to 30'
Oasis #2	22' Draw to 29'	22' Draw to 29'

System operator Bob Hanus inspected the system and daily log book as required by ADEQ. He found everything to be in order for the month of April 2011.

The 2010 annual Water Resources Report was compiled and submitted as required.

D Gosney moved to accept the operations report as presented; B Dickerson seconded the motion and upon vote the operations report was unanimously approved.

Agenda Item #7 Public Budget Hearing to begin at 6:45 PM

As announced, the public review of the proposed 2011-2012 budget began at 6:45 PM. The proposal before the Board was for no change from the 2010-2011 fiscal and capital improvements budgets. This results in no rate changes for the coming fiscal year. There were few members of the public attending the meeting. S Hrabina spoke as a member of the public and stated that she felt the local merchants will appreciate not having an increase in rates this year. Since there were no further comments or questions, H Putman moved to approve the proposed 2011-2012 budget. R Lee seconded the motion and upon vote the proposed 2011-2012 budget was unanimously approved.

Agenda Item #8 Cholla Drive Water Line Project Progress

R Hrabina/Management reported on progress of the Cholla Drive water line project. Most materials have been delivered at a cost of \$20,600. Six new water meters will also be purchased as part of this project. The area has been blue staked in preparation for ground breaking, which is projected to start next week. Management feels the project will be finished by the June 30 completion date.

Agenda Item #9 Review of Past Due Accounts

Past due accounts were reviewed for the Board. Most of the problem accounts from last December's review are now paid in full and those accounts are up to date. Unfortunately there are 15 accounts that are chronically late and always accumulating late fees. It does not appear to be possible to change their status. The sense of the Board was the District's collections procedures seem to be working. No new recommendations were made by the Board.

Agenda Item #10 2010 Consumer Confidence Report

The 2010 Consumer Confidence Report was reviewed by the Board. Several minor changes were suggested by Chair Marley and agreed to by management and the Board. R Lee made a motion to accept the 2010 Consumer Confidence Report with changes as noted. The motion was seconded by B Dickerson and upon vote was approved unanimously. Management will print and mail out the report to owner/users and also file a copy with ADEQ as required, by June 30, 2011.

Agenda Item #11 Call to Public

Bob Gosney asked two questions. First, why is the Cholla Rd. water line so close to the surface? Management answered that they were initially installed too shallow and the situation is made worse by the county blading the road (the road surface is lower now due to this material loss). He then asked if there are consumption problems with asbestos leaching out of

transit pipe into our delivery system. Management explained that ADEQ tests for many different trace impurities but tests less frequently when the quantities measured are so low as to be not meaningful. Asbestos is a known lung irritant and Bob Gosney's research shows it can be a skin irritant. The Chair suggested the topic be placed on the agenda for the July meeting. Management will check to see if ADEQ has established toxicity levels in consumable water. The Gosney's and the Chair will do online research on asbestos and consumption in water and report at the next meeting.

With no other business to come before the Board, the Chair thanked the public for attending and the Board meeting adjourned at 7:15 PM.

CERTIFICATION:

I, Sarah J. Hrabina, certify that the Agenda for the May 19, 2011 Regular Board Meeting was publicly posted at the Black Canyon City Post Office Bulletin Board, on Monday, May 16, 2011 on or before 4:30 PM.

Sarah J. Hrabina
Sarah J. Hrabina

ATTESTED:

I, Harry Putman, Secretary 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,

Harry Putman
Harry Putman, Secretary

Transcription of minutes completed by Lavon Van Dusen on 6/02/2011

Full digital recording available: 43 minutes and 44 seconds long.