

**PINE-STRAWBERRY WATER IMPROVEMENT DISTRICT**

**Regular Meeting**

**Thursday Dec. 2, 2021 at 4:00 p.m.**

**PSWID Administrative Office**

**6306 W Hardscrabble Rd.**

**Pine, AZ 85544**

**1. CALL TO ORDER**

Raymond Headings called the meeting to order at 4:00 p.m.

**2. PLEDGE OF ALLEGIANCE**

Conducted by Raymond Headings

**3. PRAYER**

Offered by Raymond Headings

**4. ROLL CALL OF BOARD MEMBERS**

Conducted by Raymond Headings: Board members present: Roger Childers, Raymond Headings, Cory Ellsworth, Tammy Albright, Roger Childers, and Larry Bagshaw. A quorum was present. Paul Hendricks, EUSI, David Dickinson, the General Manager, and Sharon Hillman, the Finance Manager were also present. Riley Snow, the district's attorney was present via Go To Meeting.

**5. CALL FOR MOTION TO APPROVE MINUTES OF THE FOLLOWING MEETING(S):**

October 28, 2021 Regular Meeting

November 9, 2021 Special Session

Roger Childers moved that the minutes for both these meetings be approved. Tammy Albright seconded the motion. The motion carried unanimously.

**6. SWEAR IN THOMAS RESKI AS A PSWID BOARD MEMBER.** Morgan Motz had Thomas Reski read the oath of office.

**7. REPORTS TO THE BOARD**

- a. WIFA/EUSI Program Manager's Report and General Manager's Report – As posted to the website.
- b. Finance Manager's Report – As posted to the website.
- c. Treasurer's report – As posted to the website.
- d. Secretary's report – none.
- e. District Attorney's Report –Riley Snow reported that he had completed his response to the audit report and had answered staff questions.
- f. Chairman's report – As posted to the website
- g. Personnel Advisory Group Report – none

**7. CALL TO THE PUBLIC**

Susan Vlastica asked if Ray Pugel had contacted PSWID regarding drilling his own well for the Pine Dude Ranch. He has not contacted anyone at PSWID. Pam Mason reported that Ray had stated at the P&Z meeting that he would drill his own well. Julia Bode said he would need ADEQ approval to do so.

Darwin Huber was there in behalf of Zslot Andras, who was attending via Go To Meeting, and went over the time line regarding the water leak on Mr. Andras' property and said that offering him only \$7000 was not enough. Mr. Andras is asking for nearly \$31,000 from the district.

Chris Ray reported that she has contacted Supervisor Christensen, Representative Walt Blackman, and Senator Mark Kelly numerous times about getting the district more money for improvements, especially in light of the massive infrastructure bill Congress just passed. She will continue her efforts. She also asked to be on the Water Enhancement Committee.

## 8. OLD BUSINESS

- I. **DISCUSS AND TAKE POSSIBLE ACTION REGARDING THE DISTRICT REIMBURSING ZSLOT ANDRAS \$7000 FOR HIS FLOODED BASEMENT EXPENSES.** David Dickinson. Our insurance company denied the claim for a second time. Mr. Andras would prefer to avoid litigation against the district, but would still like to be reimbursed \$21,000 for his current expenses and another estimated \$9000 for basement repair and landscaping expenses. He has provided an itemized list for the \$21,000. The board is requesting that he provide the itemized invoices and updated estimates for the remaining expenses and then will look at it again in executive session. Julia Bode, who was on Go To Meeting, was interrupting the speakers during this conversation and putting in her two cents worth throughout the entire meeting. George Gorkowski moved to table this item for an executive session. Tammy Albright seconded the motion. The motion carried unanimously.
- II. **DISCUSS AND TAKE POSSIBLE ACTION REGARDING AN UPDATE ON THE MORATORIUM ON WILL SERVE LETTERS.** David Dickinson. David had touched on this in his manager's report. The district needs more wells to provide water. George Gorkowski stated that both the modeling and rate studies needed to be completed before any decision could be made. Larry Bagshaw pointed out that none of the four conditions that were outlined in the Moratorium Resolution have been satisfied. The rate study is not complete. The water loss from leaks is still too high. There has not been any decrease in water service demand. There has been no improvement in the drought conditions and/or water availability conditions. The moratorium will be continued indefinitely.

## 9. NEW BUSINESS

- I. **DISCUSS AND TAKE POSSIBLE ACTION REGARDING THE 2021 AUDIT REPORT.** Sharon Hillman. HintonBurdick completed and has provided the audit report for the fiscal year ending June 30, 2021. All board members have been provided an electronic copy as well as a bound copy of the report. The report contains no recommendations this year as all records reviewed are following the Rules & Regulations and Internal Controls in place by the district. If the board approves the audit report, it will be posted to the website on December 3, 2021. Tammy Albright moved that the 2021 Audit Report as presented be approved and that it be posted to the website. Roger Childers seconded the motion.

The motion carried unanimously.

- II. **DISCUSS AND TAKE POSSIBLE ACTION REGARDING APPROVING A " BUILD AT YOUR OWN RISK" WATER SERVICE AGREEMENT FOR MIKESSELL'S LOTS WITH SERVICE PENDING REMOVAL OF THE MORATORIUM.** David Dickinson. ADEQ is seeking a will serve agreement for Mikesell's lots, as they are considering the plat as a subdivision and not a lot split. David was looking at changing the verbiage on the ADEQ form to reflect that service will be provided after the end of the moratorium, but is now thinking that he should not change it and let Mikesell's engineer work with ADEQ and see if they can get approval to construct the infrastructure without any will serve letter.

- III. **DISCUSS AND TAKE POSSIBLE ACTION REGARDING MAKING A PLAQUE FOR MAHER HAZINE AND/OR OTHER DECEASED PRIOR BOARD MEMBERS.** Sharon Hillman. Sharon suggested that the board make a plaque for Maher to hang on the wall with the ones for Tom Weeks and Forrest McCoy. Larry Bagshaw suggested that for people that had served for less than 8 years that we do one plaque and have a name tag and years of service for each deceased board member. Several of the board members agreed with this suggestion. Larry moved that the board make one plaque with the name of each deceased board member and their years of service. Tammy Albright seconded the motion. The motion carried unanimously.

**10. IDENTIFY POTENTIAL AGENDA ITEMS FOR THE NEXT SCHEDULED BOARD OF DIRECTORS MEETING ON January 27, 2022.**

- I. Update on metrics on January 27
- II. Special session/public hearing on January 13 for the rate study, swearing in the board, and election of officers. Also to appoint Chris Ray to the Water Enhancement Committee. Executive session also on January 13.
- III. Second public hearing on January 27 for the rate study.

- 11. **MOTION TO ADJOURN.** George Gorkowski moved the meeting be adjourned. Roger Childers seconded the motion. The motion carried unanimously.