



# Pine-Strawberry Water Improvement District

6306 W. Hardscrabble Road, Pine, AZ 85544

## Memo

**To:** PSWID Board of Directors  
**From:** Brad Cole, District Manager  
**CC:** N/A  
**Date:** January 19, 2012  
**Re:** District Manager's Update – Board Meeting

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The following is provided to update the Board of Directors on events occurring the District and mirror the presentation provided by the District Manager at the January 19, 2012 Board meeting.

### Capital Projects

#### *Milk Ranch Well #1 – work continues*

- The majority of the work is complete. Work continues on the electrical panels, the retention pond, site fencing, filling and chlorinating the storage tank, pressure testing and chlorinating the distribution system pipeline and receiving final approval from ADEQ. It is estimated that this project will be completed before the end of February. CH2M HILL and its project staff would like to thank Board Member Mike Greer for his donated time and project oversight on the electrical components for this project.

Budget: \$246,309                      Project Spend (12/31/2011): \$193,488                      Variance: \$52,861

#### *Milk Ranch Well #2 – work continues*

- The well drilling is complete. The 6-inch well casing has been installed to a depth of 802 feet. Perforations were installed from 790-620 feet. The static water level is at 520 feet. The DeMinimis Discharge Permit has been extended to March 31 to allow enough time for well development, pump selection, 30-day pump test, design and installation of the electrical power, and design of the pipeline extending from this well to the storage tank at MRW-1. Additional work may continue to clean and develop the well. CH2M HILL and its project staff would like to thank Board Member Mike Greer for his donated time for the electrical system design and project oversight.

Budget: \$164,531                      Project Spend (12/31/2011): \$47,051                      Variance: \$117,480

#### *Pine Creek Canyon Road Widening – work continues*

- The Intergovernmental Agreement (IGA) between the Pine-Strawberry Water Improvement District and the Gila County is being presented to the PSWID Board for possible action (approval and resolution adoption) for the Pine Creek Canyon Road Widening Project. The Board will consider this Agreement at its January 19, 2012 meeting. Among others, the IGA will allow the County to bid and select a contractor to move and replace the PSWID water lines in conflict with the road realignment on Pine Creek Canyon Road.

Budget: \$246,700                      Project Spend (12/31/2011): \$12,688                      Variance: \$234,012

*Generators – work continues*

- Most of the generators are up and running. Eleven of the 13 generators are operable. Two of the generator locations require an upgrade to the electrical and pumping components as the generators could not ramp up quick enough to power the booster pumps. Board member Mike Greer is also fixing existing electrical conditions that the County is requiring the District to correct in conjunction with this project. CH2M HILL and its project staff would like to thank Board Member Mike Greer for his more than 300 hours of donated time in support of this project.

Budget: \$265,000

Project Spend (12/31/2011): \$183,243

Variance: \$81,757

*Trucks – two purchased*

- The District purchased two used trucks at auction on Saturday, January 14, 2012. The District was able to obtain two 2002 Ford F350 4x4 6.8L V10's with utility beds. Total spent on the two trucks was \$13,123. The District will spend several thousand dollars more uplifting the trucks with pipe racks, MVD registration, and other miscellaneous equipment.

Budget: \$62,000

Project Spend (01/19/2012): \$13,123

Variance: \$48,877

**Other**

- WIFA Grants – District Manager received notice from WIFA that the District had not won any of the grants it had applied for. Those application included:
  - Digital Mapping System
  - Leak Detection Survey
  - Unaccounted for Water Survey
  - NEMA High Efficiency Motor Replacements (4 planned replacements)
- The District upgraded its ten water conservation signs to the new numbering and coloring format. The water conservation stages range from “0” (best) to “3” (worst).
- CH2M HILL Agreement – we are now into the second year of the Agreement.
  - By taking advantage of many cost saving opportunities, CH2M HILL has been able to hold the price flat for the second year of the Agreement.
  - In addition to the overall Agreement being held flat with no price increase whatsoever, CH2M HILL will also hold the three (3) rebateable accounts flat with no price increase for fuels, chemicals, and repairs. These three rebateable accounts will result in a refund to the District between \$15,000 - \$20,000. It is anticipated that this refund will occur in February, 2012.
  - It was brought to the District Manager’s attention that three paragraphs in the Agreement were not consistent with the District’s procurement rules. As a result, the Agreement was modified to remove any cost-plus-a-percentage-of-cost billing mechanisms for out of scope work performed by CH2M HILL.